

COUNCIL ACTION FORM

SUBJECT: CONTRACT AWARD FOR FY 2018/19 CONCRETE CRUSHING

BACKGROUND:

This contract is for crushing concrete for the 2018/19 fiscal year. Salvaged and stockpiled concrete from various street projects will be crushed into various sizes to be reused for other projects. The estimated total cost is based on 8,000 tons.

The following bids were received on February 21, 2017. The contract contained an optional extension provision for subsequent years, and was awarded to Reilly Construction Co., Inc. The contract extension for FY 2018/19 contained no cost increase for the per/ton rate.

<u>BIDDER</u>	<u>TOTAL EST. COST</u> (FY 2017/18)	<u>OPTIONAL EXTENSION</u> (FY 2018/19)
Reilly Construction Co. Inc., Ossian, IA	\$51,000	\$51,000
Bushman Excavating Inc., Fairfax, IA	\$53,000	\$53,000
Maxim Trucking & Crushing, Pella, IA	\$62,000	\$65,000

ALTERNATIVES:

1. Approve the contract extension for FY 2018/19 concrete crushing to Reilly Construction Co., Inc., Ossian, IA, in the amount of \$51,000.
2. Do not approve the contract extension and attempt to obtain the required services on an as-needed basis.

MANAGER'S RECOMMENDED ACTION:

The approved FY 2018/19 operating budget for the Public Works Department includes \$50,000 for concrete crushing. The estimated cost of this contract, based on a quantity of 8,000 tons, is \$51,000. If usage exceeds the budgeted amount, the operating budget will be amended using savings from the curb and gutter program.

Therefore, it is the recommendation of the City Manager that the City Council adopt Alternative No. 1, as noted above.