
MEMORANDUM

TO: RANDY HILL, PUBLIC WORKS DIRECTOR
FROM: JON LUTZ, CITY ENGINEER
SUBJECT: MAD CREEK SEWER EXTENSION PROJECT
AWARD
DATE: OCTOBER 15, 2012

INTRODUCTION:

The City of Muscatine received bids on the Mad Creek Sewer Extension Project on October 9th, 2012.

BACKGROUND:

The engineer's estimate was \$1,514,900.75. Bids were received as follows:

1. Cornerstone Excavating	\$994,414.75
2. Hagerty Earthworks	\$1,903,464.25
3. Langman Construction	\$1,175,136.01
4. Miller Trucking & Excavating	\$1,228,845.00
5. Sulzberger Excavating, Inc.	\$1,302,785.85
6. Ricklef's Excavating, Ltd.	\$1,340,545.00
7. Valley Construction Company	\$1,388,105.00
8. Foley Construction	\$1,396,111.00
9. Brandt Construction Co.	\$1,509,875.00

All bids were below the estimate submitted by the engineer Shoemaker & Haaland. The low bids were attributed to a favorable bidding climate and competition among numerous bidders.

An attached letter of reference indicates Cornerstone Excavating has successfully completed numerous projects of similar scope in southeast Iowa during the past few years.

RECOMMENDATION/RATIONALE:

The city engineer recommends awarding the Mad Creek Sewer Extension Project to Cornerstone Excavating at the October 18th, 2012 City Council meeting for \$994,414.75 and that contracts and bonds be prepared accordingly for Council approval on November 1st, 2012.

RESOLUTION _____

**APPROVING CONTRACT AND BOND
MAD CREEK SEWER EXTENSION PROJECT**

WHEREAS, this Council has awarded the contract for the Mad Creek Sewer Extension Project to Cornerstone Excavating, Inc. dated the 25th day of October, 2012, in the amount of \$994,414.75; and

WHEREAS, this Council has authorized and directed the Mayor and City Clerk to enter into a written contract for this project with said contractor, subject to final approval by this Council; and

WHEREAS, the contract and bond has been examined by this Council;

NOW, THEREFORE, IT IS RESOLVED that:

1. The above contract between the City of Muscatine, Iowa and Cornerstone Excavating, Inc. dated the 25th day of October, 2012, in the amount of \$994,414.75 is approved.
2. The performance bond accompanying such contract, wherein Cornerstone Excavating, Inc. appears as principal and Merchants Bonding Company appears as surety, is approved.

The original executed contract and performance bond shall be placed on file in the office of the City Clerk.

PASSED, APPROVED AND ADOPTED THIS 1st DAY OF NOVEMBER, 2012.

DeWayne M. Hopkins, Mayor

ATTEST:

Gregg Mandsager, City Administrator