



CITY COUNCIL COMMUNICATION

October 27, 2015

SUBJECT: Award of Construction Contract for the Remodel of the Development/Engineering Building

SUBMITTED BY: Kyle McAdams, Fleet and Facility Administrator

REFERENCE NO: Bid No. 010-15

ACTION REQUESTED:

Consider award of Bid No. 010-15, for the remodel of the Development/Engineering building, to RJM Contractors in the amount of \$2,215,922.00, and authorize the City Manager to enter into a contract with RJM Contractors.

ALTERNATIVES:

- Re-bid the project
- Table the request
- Deny the request

SUMMARY OF SUBJECT:

Bid No. 010-15, for the remodel of the Development/Engineering building, was advertised on September 12, 2015 and September 19, 2015.

Six (6) sealed bids were received, publically opened, and read aloud on October 1, 2015. The bids were reviewed by the architectural firm of Oxley, Williams, and Tharp as well as city staff. RJM Contractors was the lowest bidder and met all requirements. Staff recommends that the contract be awarded to RJM Contractors for \$2,215,922. This amount reflects RJM Contractors total base bid of \$1,879,935 and an owner controlled contingency amount of \$335,987. A twenty percent (20%) owner controlled contingency was included in the bid specifications. This amount has been reduced by \$40,000 in order to remain within the budgeted funds. RJM Contractors is agreeable with this reduction. The estimated completion time is 200 calendar days from the start of project.

FINANCIAL CONSIDERATIONS:

Revenue Sources: Car Rental Tax Fund
Expenditure Accounts: FM1510
Budgeted Fiscal Year(s): FY 2016
Estimated Expenditure: \$ 2,216,750
Total Expenditure: \$ 2,215,922 (includes \$ 335,987 contingency)
Over/ **Under** Projection By: \$ 828
Other Comments:

SUPPORTING DOCUMENTS:

- Bid Tabulation
- Letter of Recommendation: Oxley, Williams, and Tharp
- Letter: RJM Contractors

APPROVED BY:

_____ **LG** _____ City Manager's Office
_____ **KS** _____ City Secretary's Office