



Legislation Text

File #: 17-0241R, **Version:** 1

RESOLUTION AWARDING A CONTRACT TO GEORGE BOUGALIS & SONS CO. FOR THE 2017 MICHIGAN STREET UTILITY RECONSTRUCTION PROJECT IN THE AMOUNT OF \$918,818.60.

CITY PROPOSAL:

RESOLVED, that the proper city officials are hereby authorized to enter into a contract with George Bougalis & Sons Co. for constructing the 2017 Michigan Street Utility Reconstruction from First Avenue West to Third Avenue West, including of approximately 900 feet of 20" HDPE water main, 960 feet of 6" MDPE gas main, 690 feet of concrete power duct bank, and reconstruction of the concrete street as needed, in the amount of \$918,818.60. \$400,403.15 is payable from Gas Fund 520, Department 500 (Public Works & Utilities), Division 1905 (Capital Improvements), Object 5533 (Revenue), and \$518,415.45 is payable from Water Fund 510, Department 500 (Public Works & Utilities), Division 1905 (Capital Improvements), Object 5533 (Revenue), city project no. 1601.

STATEMENT OF PURPOSE: This resolution will authorize the construction of approximately 900 feet of 20" HDPE water main, 960 feet of 6" MDPE gas main, 690 feet of concrete power duct bank, and reconstruction of the concrete street as needed on Michigan Street from Third Avenue West to First Avenue West by George Bougalis & Sons Co. in the amount of \$918,818.60. The project is funded from two sources: \$400,403.15 is payable from Gas Fund 520, Department 500 (Public Works & Utilities), Division 1905 (Capital Improvements), Object 5533 (Revenue), and \$518,415.45 is payable from Water Fund 510, Department 500 (Public Works & Utilities), Division 1905 (Capital Improvements), Object 5533 (Revenue), city project no. 1601, requisition no. 17-0245.

The city's cooperative partner for this project, Minnesota Power, will reimburse Gas Fund 520, Department 500 (Public Works & Utilities), Division 1900 (Director's Office), Object 4805 (Reimbursements) in the amount of \$243,917.75 in accordance with an agreement between the city and Minnesota Power for construction of the concrete power duct bank and associated restoration.

George Bougalis & Sons Co. was the lowest responsible bidder of the three companies that responded. The engineer's estimate was \$1,136,645.

TABULATION OF BIDS RECEIVED MARCH 16, 2017		
George Bougalis & Sons Co.	Hibbing, MN	\$918,818.60
Northland Constructors of Duluth, LLC	Duluth, MN	\$1,062,597.85
Ulland Brothers, Inc.	Carlton, MN	\$1,193,034.00