

To: **Mayor and City Council**
Through: **Ryan Schroeder, City Manager**
From: **Ross Beckwith, Public Works & Parks Director/City Engineer**
Date: **April 22, 2019**

Award Bid for Marie/Oakdale Trail Project 18-4

BACKGROUND INFORMATION:

The Marie/Oakdale Trail Project includes construction of a 10-foot trail on the south side of Marie Avenue from Robert Street to Oakdale Avenue and on Oakdale Avenue from Wentworth Avenue to Mendota Road. Bids for the Marie/Oakdale Trail Project were advertised, opened and read aloud on March 29, 2019. Five bids were submitted. The bids are shown below along with the engineer's estimate.

Contractor	Bid Amount
Rosti Construction	\$1,761,692.50
S.M. Hentges & Sons, Inc.	\$1,901,583.35
Veit & Company, Inc.	\$1,912,980.67
Bituminous Roadways, Inc.	\$2,281,041.35
McNamara Contracting, Inc.	\$2,367,899.90
Engineer's Estimate	\$1,546,431.50

Rosti Construction Company is the lowest responsible bidder. Our engineering consultant, Kimley-Horn, Inc., project partner Dakota County and City staff recommend that Rosti Construction be awarded the contract. Work would likely begin in June of this year and be completed in fall.

FISCAL IMPACT:

The low bid is 14% above the Engineer's estimate. Road and trail project bids have been coming in above estimates for the majority of the spring region-wide. Prior to bid opening, it was anticipated that the bids would come in 25% higher than estimated based on similarly bid federal projects in the area.

Marie Avenue is a city street and all costs associated with the project will be city costs. Oakdale Avenue is a county road and costs will be split 55% county and 45% city. Based on the low bid a cost split for each road was determined and will be applied to all project costs. Marie Avenue will make up 36% of

the project costs and Oakdale Avenue costs will be 64%. This project also received \$1,043,618.00 in federal funding. The estimated total project cost split is shown below which includes right-of-way, geotechnical, engineering, construction and construction administration/inspection/testing:

City	\$	1,256,355.61
County	\$	640,910.63
Federal	\$	1,043,618.00
Total	\$	2,940,884.24

STAFF RECOMMENDATION:

Staff recommends that City Council award a contract to Rosti Construction in the amount of \$1,761,692.50 for the Marie/Oakdale Trail Project 18-4.