

AGENDA ITEM REPORT

DATE OF MEETING: October 24, 2016

ITEM: Ordinance Authorizing a Notice of Intent to Award and Contingently Authorizing a Contract with Korte & Luitjohan Contractors, Inc. for the Construction of a New Water Treatment Plant, Project #BLD-620-16

STRATEGIC PLAN GOAL: Goal #3: "Quality Infrastructure"

BACKGROUND:

Bids were opened on October 4, 2016 for the construction of the new water treatment plant. The following five bids were received:

Korte & Luitjohan Contractors, Inc.	\$17,875,000.00
Plocher Construction	\$18,631,000.00
Contregre Construction	\$18,648,000.00
Haier Plumbing & Heating, Inc.	\$19,145,000.00
River City Construction, LLC	\$19,327,000.00

Upon approval of this ordinance, a Notice of Intent to Award (NOIA) will be sent to Kort-Lutjohan, Inc. The approved contract and the NOIA will be forwarded to the Illinois Environmental Protection Agency's Financial Section for review for the final loan approval. Final approval of the contract will be contingent upon approval by the IEPA.

The low bid submitted by Korte & Luitjohan Contractors is 2.1% below the engineer's estimate of probable cost that was presented to the Council at the August 22, 2016 Strategic Session. Construction is likely to begin in late winter or early spring depending weather conditions.

RECOMMENDATION: After review of all bid documents by City Staff and Hurst-Rosche Engineers, Staff is recommending approval of the ordinance authorizing contract to

Korte & Luitjohan Contractors, Inc. in the amount of \$17,875,000.00 contingent upon IEPA approval.

ITEM SUBMITTED BY:

Dennis Kress, Public Works Director

ATTACHMENTS:

Ordinance
Notice of Intent to Award
H-R recommendation letter and bid tabs