

PUBLIC WORKS AND UTILITIES COMMITTEE

09-0369R

RESOLUTION AUTHORIZING A CONTRACT WITH KGM CONTRACTORS, INC., FOR THE 2009 STREET IMPROVEMENT PROGRAM - LAKESIDE LOWER CENTRAL IN THE AMOUNT OF \$1,678,652.40.

CITY PROPOSAL:

RESOLVED, that the proper city officials are hereby authorized to enter into a contract with KGM Contractors, Inc., for the 2009 street improvement program - Lakeside Lower Central in the amount of \$1,678,652.40, payable out of Street Improvement Fund 0440, Department/Agency 038, Object 5530, City Project No. 0218TR.

Approved:

Approved for presentation to council:

Department Director
Purchasing Agent _____

Chief Administrative Officer

Approved as to form:

Approved:

Attorney

Auditor

ENG MJD:jh 5/21/2009

STATEMENT OF PURPOSE: This resolution will authorize the award of the 2009 street improvement program in Lakeside Lower Central in the amount of \$1,678,652.40 to KGM Contractors, Inc. This project will be funded by the Street Improvement Fund 0440, with 25 percent of the street portion of the project costs special assessed to benefitting property owners. Of the four firms that responded, KGM Contractors, Inc., was the lowest bidder. The engineer's estimate was \$2,300,000; Department/Agency 038, Object 5530, City Project No. 0218TR, Requisition No. 09-0331.

Tabulation of bids received May 21, 2009:

KGM Contractors, Inc.	\$1,678,652.40
Ulland Brothers, Inc.	\$2,038,216.00
Northland Constructors of Duluth, LLC	\$2,144,447.75
Levine & Son, Inc.	\$2,228,767.40