

CITY OF BETHLEHEM
INTER-DEPARTMENTAL CORRESPONDENCE

SUBJECT: Request for Approval by City Council of Contract Award or Contract Price Increase Pursuant to City Ordinance, Article 121.05 (a)

Project or Contract Reference: 2025 29 Monocacy Street Drainage

TO: City Council, all members, and Council Solicitor

FROM: Michael Alkhal, P.E. Director of Public Works / City Engineer

DATE: September 9, 2025

On behalf of the Administration, pursuant to City Ordinances, Article 121.05, I request City Council's approval of the following recommendation of the referenced contract award or price increase.

- Check Type of Contract or Change:

 X The contract is for over \$50,000 and required to be bid under the Third-Class City Code. We have advertised the above referenced project and received qualified bids. We recommend award of the contract to the bidder identified and for the reasons stated below.

 The recommendation is for a price increase of 10% or more for an existing contract over \$50,000 that was previously bid and awarded under the Third-Class City Code.

 The contract is for the engagement of professional services. We have received a proposal for professional services in connection with above referenced project.

- Is the contract appropriation or price increase included in this year's budget? x yes no

- Identify contract funding sources (general fund, grants, loans, etc.....):

Stormwater Fund: 012A-43219

- The name and address of the recommended Contractor/Professional Service Provider:

Grace Industries, Inc.
7171 Airport Road
Bath, Pa 18014

- Term of contract or estimated completion date, subject to standard extensions: 12/31/26

- Description of project or scope of services to be provided:

This project aims to address erosion and hillside washout near the outfall on Monocacy Street. The scope of services includes the installation of one M-Top inlet, two C-Top inlets, three manholes, an end wall, and an outfall rock apron. Additionally, the project will involve the installation of 24-inch and 18-inch reinforced concrete piping and the regrading of a portion of Venus Street to ensure positive drainage.

- State the actual or estimated price to the City or the proposed Department budget allowance for the initial term; and state payment rate per unit of service if applicable: \$205,427.22
- Number of renewal term options and duration of each renewal, if any: N/A
- Maximum dollar value of all renewals provided for beyond the original term as if all renewals were exercised: N/A
- Reasons for recommendation of Administration and Council approval of contract:

The Stormwater Section in the Bureau of Engineering advertised the project and solicited bids via PennBid. Eight bids were received ranging from \$205,427.22 to \$406,615.00. It is recommended to award the project to Grace Industries, Inc. as they were the lowest bid and was the most responsive qualified bidder while they have successfully completed multiple projects for the City in recent years.

Please approve this recommendation by passing the accompanying resolution. A vote of final approval is requested at the first City Council agenda listing of this matter.

By: _____
Title: Director of Public Works

Copies To: Mayor
Director of Administration
Director of Budget and Finance
Law Bureau
Purchasing Bureau
Controller
Project Manager

Attachment: Proposed Resolution

RESOLUTION NO. 2025-_____

Authorization for Contract or Amendment under Article 121.05(a)

BE IT RESOLVED by the Council of the City of Bethlehem that the Mayor and the Controller and/or such other City officials as deemed appropriate by the City Solicitor, are hereby authorized to execute a Contract or Amendment and such other agreements and documents as are deemed by the City Solicitor to be necessary and/or related thereto, with the following named contractor, for the uses and purposes indicated in the supporting Recommendation of Award of Bid or Contract.

1. Name of Contractor: Grace Industries, Inc.
2. Project or Contract Reference: 2025 29 Monocacy Street Drainage

Sponsored by: /s/ _____

ADOPTED by Council this _____ day of _____, 2025.

/s/ _____
President of Council

ATTEST:

/s/ _____
City Clerk