CITY OF BETHLEHEM

DEPARTMENT OF PUBLIC WORKS INTEROFFICE MEMORANDUM

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: South Bethlehem Greenway – Hobart Street Connection (MS-16-W07)

TO: City Council, all members, and Council Solicitor

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

DATE: January 18, 2018

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:

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.

 \checkmark 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 and reviewed a proposal or proposals for professional services in connection with above referenced project or requirement for professional services. We recommend award of the contract.

• Is the contract appropriation or price increase included in this year's budget? <u>ves</u> no

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

Grant (69999-66189)

• The name and address of the recommended Contractor/Vendor/Professional Service Provider/Lowest Responsible Bidder are:

Construction Masters Services, LLC. P.O. Box 1063 Reading, PA 19607

• Term of contract or estimated completion date, subject to standard extensions:

90 Days from the Notice to Proceed

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

The work consisted of the construction of a reinforced concrete staircase connecting the South Bethlehem Greenway to Hobart Street. Related work included drainage improvements, curb and sidewalk construction, and the repaying of the intersection of Hobart and Railroad Street.

• 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:

Contractor's bid price: \$174,807.00 Amendment #1 price increase: \$27,065.65

• 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:

It is recommended that Amendment #1 be adopted to allow for additional compensation to the contractor due to the relocation of an existing water line in conflict with the proposed storm sewer, and other unforeseen site conditions.

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.

MA/ME

Attachment

cc:

Mayor Director of Administration Director of Budget and Finance Law Bureau Controller Purchasing Bureau Chief of Engineering File/xc

By:

Title: Public Works Director/City Engineer

RESOLUTION NO. 2018-___

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 there to, with the following named contractor, for the uses and purposes indicated in the supporting Recommendation of Award of Bid or Contract dated January 9, 2018:

- Name of Contractor: Construction Masters Services, LLC. 1.
- Project or Contract Reference: South Bethlehem Greenway Hobart 2. Street Connection

Sponsored by: /s/

/s/

ADOPTED by Council this _____ day of _____, 2018.

/s/ President of Council

ATTEST:

/s/ _____ City Clerk