



## Memo

**To: Shane Schneider****File:****From: Mike Zemaitis****Sect: 23-00000-10-GM****Subj: Justification of Bid – Concrete Patching 2023****Date: 4/11/2023**

<input type="checkbox"/> For Your Info/Files	<input type="checkbox"/> Review and Comment	<input type="checkbox"/> Please Reply for my Signature	<input type="checkbox"/> Please Report on Current Status
<input type="checkbox"/> Per Your Request	<input type="checkbox"/> Investigate and Report	<input type="checkbox"/> Please Call/See Me	<input checked="" type="checkbox"/> For Your Approval and Signature
<input type="checkbox"/> Please Process	<input type="checkbox"/> Note and Return	OK'd by <u>Shane Schneider</u>	Date <u>Apr 13, 2023</u>

Shane,

The low bid received for the Concrete Patching 2023 project submitted by Alliance Contractors, Inc. was \$113,246.46. This bid exceeds the Engineer's Estimate of \$87,900 by \$25,346.46 or 29%. Two bids were bids received for this project - Alliance Contractors, Inc. at \$113,246.46, and Acura, Inc at \$124,832.68.

The 29% cost difference between the Engineer's Estimate and the low bid is mostly the result of the bid prices received for the CLASS B PATCHES pay items. Due to volatility in concrete pricing the low bid prices exceeded the estimated prices. Estimated unit prices for this project were developed using bids received for concrete patching done in 2022 and adjusted with an anticipated inflation factor. Ultimately, concrete patching costs for 2023 were higher than anticipated.

As there were two bidders for this project, and their bids were within 10%, it is not anticipated that re-letting this project would result in lower bid prices. Based on the above analysis I recommend that the County award the contract to the low bidder, Alliance Contractors, Inc. at the bid price of \$113,246.46.

Approved by:

Michael G. Zemaitis P.E.  
Engineer of DesignRichard D. McMorris P.E.  
Project Engineer