

February 25, 2016

Mr. Howard Robinson
Director of Public Works/City of Milton
710 South Janesville Street
Milton, WI 53563

Subject: Well No. 2 – Well House Reconstruction

Dear Mr. Robinson:

Four bids for the Well No. 2 – Well House Reconstruction project were received on February 24, 2016. A summary of the lump sum bids received from the bidders is noted below. A more detailed summary tabulation of the bids received is included as a separate attachment.

<u>Bidder</u>	<u>Lump Sum Bid</u>
Magill Construction Elkhorn, WI	\$483,000.00
Gilbank Construction Clinton, WI	\$495,800.00
Midwest General and Mechanical Highland, WI	\$548,930.00
Corporate Contractors Beloit, WI	\$599,350.00

The apparent low bidder for the Well No. 2 Well House Reconstruction Project is Magill Construction of Elkhorn, WI with a low bid of \$483,000. The second low bidder was Gilbank Construction of Clinton, WI with a bid of \$495,800. The low bid submitted by Magill Construction was approximately 6% over our pre-bid estimate of \$456,000 for the project. Only \$12,800 separated the two lowest bidders.

Bid Alternative

One bid alternate was taken to allow the watermain connection on High Street to be constructed by taking the main out of service (non-pressure connection) versus a “live-tap”. All bidders, except Midwest General and Mechanical proposed a deduct of \$500 to allow the watermain to be taken out of service during construction. Midwest Mechanical proposed a \$0 deduct for the bid alternative. If desired, the City could reduce bid award by \$500 for Magill, Gilbank, or Corporate Contractors and allow the contractor to take the watermain on High Street out of service. Selection of this alternative has no bearing on the determination of low bidder.

Bid Award Considerations

The bids submitted by all four bidders acknowledged the required items for a responsive bid, including a 10% bid bond and acknowledgement of the addendum. Additional company information including references and subcontractor listings were obtained from the two low bidders and have been provided (via e-mail yesterday to HRobinson@milton-wi.gov) for your review.

Baxter & Woodman, Inc. has had prior work experiences with the two lowest bidders in the past. We understand that both contractors have worked in the City as well, with Magill Construction building the recent City Hall remodeling.

Based on the above the low responsive and responsible bidder is Magill Construction with a lump sum bid of \$483,000. If desired the City could decide to accept the Alternate and reduce the total by \$500, which would make the revised award total \$482,500.

Baxter and Woodman will be providing construction services on this project, including contract administration and part-time on-site observation of construction.

If you have any questions regarding this letter or the bids received, please feel free to contact me.

Sincerely,

BAXTER & WOODMAN, INC.
CONSULTING ENGINEERS



Gerald D. Groth, P.E.