

VILLAGE OF LOMBARD
REQUEST FOR BOARD OF TRUSTEES ACTION
For Inclusion on Board Agenda
Bids and Proposals

TO: President and Village Board of Trustees
FROM: David A. Hulseberg, AICP, ICMA-CM, Village Manager
DATE: June 11, 2012 (COW) (B of T) AGENDA DATE: June 21, 2012
TITLE: Carriage House Addition
Project Number PWO 12-15
SUBMITTED BY: Carl S. Goldsmith, Director of Public Works *Cy*

RESULTS:

Date Bids Were Published _____ Bidding Closed _____
Total Number of Bids Received ____
Total Number of Bidders Meeting Specifications ____
Bid Security Required _____ Yes X No
Performance Bond Required _____ Yes X No
Were Any Bids Withdrawn _____ Yes _____ No
Explanation: No performance references included.
Waiver of Bids Requested? X Yes _____ No
If yes, explain: See attached memo
Award Recommended to Lowest _____ Yes X No
Responsible Bidder?
If no, explain:

FISCAL IMPACT:

Engineer's estimate/budget estimate \$315,000/ \$315,000
Amount of Award \$000,000.00

BACKGROUND/RECOMMENDATION:

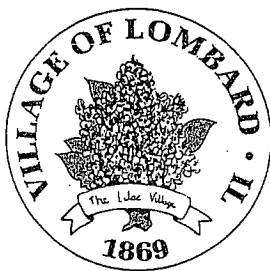
The Village Board awarded a contract in the amount of \$120,500 for the Carriage House Addition. The Contractor has withdrawn his proposal. The Village is seeking proposals for the addition.

Has Recommended Bidder Worked for Village Previously _____ Yes X No
If yes, was quality of work acceptable _____ Yes _____ No
Was item bid in accordance with Public Act 85-1295? _____ Yes _____ No
Waiver of bids - Public Act 85-1295 does not apply X Yes

REVIEW (as needed):

Village Attorney XX _____ Date _____
Finance Director XX _____ Date _____
Village Manager XX _____ Date _____

NOTE: All materials must be submitted to and approved by the Village Manager's Office by 4:30 pm, Wednesday, prior to the Board Agenda distribution.



June 11, 2012

TO: Village President and Board of Trustees
THROUGH: David A. Hulseberg, Village Manager
FROM: Carl Goldsmith, Director of Public Works *cf*
SUBJECT: Carriage House Addition

Background

The Village published a notice to bidders in the Lombardian on April 25, 2012. The Village received two sealed bids which were read in public on May 11, 2012. The apparent low bidder, ATP Enterprise Group, was awarded the contract for \$120,500.00 at the May 17, 2012 Village Board meeting. The Village conducted a pre-construction meeting on May 30, 2012 with the Historical Society, project architect, contractor and Village staff to discuss the project. The Village was notified on June 8, 2012 that ATP Enterprise Group was withdrawing their bid for the project. The contractor stated that their estimator had miscalculated their estimate and that they would be unable to complete the contract. The second bidder for the project submitted a bid in the amount of \$286,287.00. The cost of this contract would leave a project funding shortfall of \$111,000.00 based upon the IGA between the Village and the Lombard Historical Society. The contract did not contain a performance bond based upon input from the Lombard Historical Society. There was a concern that such a bond would increase the cost of the project and preclude smaller local vendors from submitting bids.

Based upon discussions with the Lombard Historical Society, the Lombard Historical Society Board of Management recommended the rejecting of all bids received and to solicit proposals for the project. This would allow several local contractors that missed the bidding process who have expressed interest in providing the Village a proposal for the work. The Village will solicit proposals for the project with a proposal due date of June 21, 2012. At that time the Village will review the proposals and make a formal recommendation to the Village Board of Trustees.

Due to the Village Board of Trustee's summer meeting schedule, the staff is seeking to have the Village Board award a contract based upon the solicitation of proposal process, which will be opened on June 21, 2012. The item will be placed on the Village Board agenda as a placeholder and the particulars of the proposals and resulting contract will be distributed to the Village Board at the meeting.

The Village's Capital Improvement Plan identifies the use of Downtown TIF funds for a portion of the project costs (\$81,000). These funds would be used to cover the Village related expenses (Fire Alarm/Suppression, Sidewalks/Curb Cuts and Utility Extensions) per the IGA between the Village and the Lombard Historical Commission and Lombard Historical Society. The remaining project funding will be through Downtown TIF which will be reimbursed through grants, donations and certificates of deposit from the Historical Society placed as collateral against the loan from the Village. As the project is funded by the Downtown TIF, this matter has been presented to the Economic and Community Development Committee at their June 12, 2012 meeting.

Recommendation

- Staff recommends that the Village Board of Trustees accept the withdrawal of the bid from ATP Enterprise Group of Northfield, Illinois in the amount of \$120,500.00.
- Staff recommends that the Village Board of Trustees reject all bids for the Carriage House Addition project.
- Staff recommends that the Village Board waive the competitive bidding process and solicit proposals that will be opened on June 21, 2012.

June 11 2012

Mr. Tom Ellis

After our meeting at the job site and restudy of plans issued for Carriage House Addition Project, ATP Enterprises is requesting to remove themselves as the General Contractors for the above project.

Regretfully we inform you that ATP Enterprise could not perform the project under the bidding price they offer at the bidding in May 17 2012

ATP Enterprise understands that they were the lowest bidding company in this project, and that was due solely to ATP Enterprise mistake on estimating the Carriage House Addition Project.

The Plans covered several projects with several different scope of work, and based on that we received prices that will not match the value of the Carriage House Addition Project

Respectfully,

Peter Kis President

