COUNCIL MEMO #389-16

OFFICE OF THE CITY MANAGER JAMES D. HOCK **CITY MANAGER** PHONE: 815/724-3720

FAX: 815/724-3737 jhock@jolietcity.org



DATE:

August 10, 2016

TO:

Mayor and City Council

FROM:

James D. Hock, City Manager

SUBJECT:

REQUEST FOR AUTHORIZATION TO RESCIND AND AWARD A CONTRACT FOR THE CONCRETE MATERIAL SUPPLY AND INSTALLATION AS PART OF THE CONSTRUCTION OF A SINGLE FAMILY HOME AT 1414 WOODRUFF ROAD AND 1102 ANTRAM

AVENUE THROUGH THE HOME PROGRAM.

BACKGROUND:

On May 2, 2016, the Council authorized two contracts for concrete material supply and installation as part of the construction of a single-family home at 1414 Woodruff Road AND 1102 Antram to Serdar Construction, Inc. in the amounts of \$24,800.00 for each site. Serdar Construction cannot fulfill the contract and is considered non-responsive. The City of Joliet was awarded HOME Program funds for fiscal years 2011 - 2015 from the United States Department of Housing and Urban Development in the amount of \$1,930,729.00. The primary focus of HOME funding is to expand the supply of decent, safe, sanitary and affordable housing. The City currently has \$617,653.95 in uncommitted HOME funds that it intends to utilize in the new construction of six single family homes which will be sold to qualified applicants upon completion.

The City currently owns three vacant lots in the Forest Park area at 1102-1104 Antram. 1317 Demmond and 1414 Woodruff and three vacant lots on the Southeast Side at 219 Third, 224 Union and 504 Elmwood on which to build. To comply with HUD recommendations, the City intends to be the general contractor for this project and will award six individual contracts, one for each of the properties. The Public Service Committee will review this matter.

CONCLUSION:

The City advertised for qualified contractors in the Joliet Herald News on April 4, 2016 and April 6, 2016. On April 19, 2016 at 9:15 A.M. sealed bids were opened for the concrete material supply and installation as part of the construction of a single family home at 1414 Woodruff Road and 1102 Antram Avenue. The summary of the qualified bids are as follows:

Mayor and City Council August 10, 2016 Page 2

Project Address - 1414 Woodruff Road

Rehab Specialist Cost Estimate

Serdar Construction

\$24,800.00

\$29,600.00

D. Oxley Construction \$24,985.00

Project Address - 1102 Antram Avenue

Serdar Construction

\$24,800.00

\$29,600.00

D. Oxley Construction \$24,805.00

HOME funding will pay for the construction costs. (Budget Code: HOME - Org 22020250, Object 523300, Project HME03).

RECOMMENDATION:

The Administration recommends that the Mayor and City Council take the following actions:

- 1. Rescind the previous award of the contract for concrete material supply and installation as part of construction of a single-family home at 1414 Woodruff Road and 1102 Antram Avenue and
- 2. Award the contract for the concrete material supply and installation as part of construction of a single-family home at 1414 Woodruff Road and 1102 Antram to the next lowest bidder, D. Oxley Construction, in the amounts of \$24,985.00 for 1414 Woodruff Road and \$24,805.00 for 1102 Antram Avenue.

Respectfully Submitted

James D. Hock City Manager

CONCURRENCE:

James Ghedotte

Director of Finance

Neighborhood Services

Purchasing/Contracts Administrator