

BLOOMINGTON CITY COUNCIL
URGENT SPECIAL MEETING
MINUTES

September 8th, 2017 at 7:00 PM

BLOOMINGTON CITY OFFICES

Called to order 7:15 pm

Invocation – Shawn Turner

City Council members in attendance: Ted McGhee, Roy Bunderson, Shawn Turner, Richelle Stockers, Marilyn Wilkes, Beth Ann Passey

Community in attendance: Joe Dunford, David Madsen, Clyde Rainey

Sunrise Engineering – award bid on Bloomington-Paris waterline connection
Clyde Rainey

Clyde Rainey's comments:

There were 7-8 contractors who downloaded and accessed the documents and showed interest in the project. But only had 2 that showed up and actually bid. There is quite a difference in the two.

MJM \$198,698.00

Bear Lake Construction \$328,744.00

The Sunrise Engineering estimate on the project was \$279,879.00.

There is an error in the paperwork. It should read Bloomington-Paris Waterline Project not "Bid tabulation for town of Afton Washington Street Sewerline upgrade".

The paperwork will be fixed by Sunrise Engineering. The bid paperwork has been shared with Lana Duke. Because of the big difference, we decided to share the information with the attorney, which has taken a little extra time. Jason spoke to MJM and was assured that MJM can still make money and to keep bid as it is. This will lower Bloomington City Loan Rate on the project and the pay back amount.

Sunrise Engineering met with the Bloomington City Council to discuss 2 letters. One from Sunrise Engineering to the Bloomington City that the low bid has been reviewed and Sunrise indicates that the low bid meets the requirements and the City can award the contract to the low bidder following Rural Development's approval. Bloomington City is also required to send a letter to Rural Development indicating that Bloomington City has looked over the bid and we recommend that the contract be awarded to MJM Construction.

Questions asked from council members to Clyde Rainey:

Council members were a little concerned about a couple lines of the paper, line 6. "Imported Pipe Bedding" being so much lower than Engineers Estimate.

Answer from Clyde Rainey: Possible that the full amount of bedding might not be needed.

Question on line 7, 10" PVC pipe C-900 DR 18 being so much lower than Sunrise Engineers Estimate.

Answer from Clyde: The price of pipe is not much of a problem. Things are fluctuating because of the oil. There is a 30 day leeway to keep the prices.

Question on line 13, "Connect existing service to new pipeline" Is that the two houses right there that need to be connected?

Answer from Clyde was yes.

Question on line 14, 10" Bypass line in Paris?

Answer from Clyde was that is where we need to put a pipe to go around Paris' PRV as a bypass line where we can run the water to their upper pressure zones.

Question to Clyde Rainey, did the bidders provide adequate bonding?

Answer: The bidders gave a bid bond, which is all that was needed at this time. They provide a performance and payment bond and their insurance, which is the next step.

Confusion as to where Paris/Bloomington line is between us.

Question to Clyde: Where there is such a big difference in the price, will we have someone making sure it is done the way specified?

Answer from Clyde is Sunrise Engineering will have onsite inspections.

The contractors have 45 days for substantial work to be completed, and 60 days to be finalized.

Question will valves be exercised yearly?

Answer from Clyde was yes, the valves are there to be opened semi-annually. There is a fire hydrant right there to flush out also. This plan is made to be simple in terms of usage and maintenance.

Roy Bunderson would like to see the MOU (Memorandum of understanding) between Paris and Bloomington. It will show what is considered an emergency to open the valves. It needs to be a transmission line only until it is paid for. And it will show whether anyone can hook onto the waterline before it is completely done and paid for.

Roy Bunderson made motion to accept the low bid as presented by MJM as reviewed by Adam McKenzie and recommended by Sunrise Engineering.

Richelle Stocker seconded the motion. Vote Unanimous

Roy Bunderson made motion to authorize Ted McGhee, as Mayor, to sign any documentations necessary to represent our acceptance to MJM and documentation necessary for the engineering firm, the lawyers, and the finance company without additional council meetings.

Shawn Turner seconded the motion. Vote unanimous.

Rural Development will upon reception of the letters give approval to award the contract. Sunrise will prepare the notice of award and the Mayor will sign it. Along with the notice of award, Sunrise will send the Agreement, payment and performance bond forms and insurance paperwork to the contractor. When Sunrise Engineering receives back the signed agreement, the performance bond payment bond, and insurance, they will review the documents and forward

them to Adam McKenzie for review. Following his approval the Mayor will sign the Agreement and then Rural Development will review the documents as well.

If any problems come up with more supplies that may be needed by the contractors, there is a 20% contingency amount already figured in by Sunrise Engineering.

Richelle Stocker motioned for dismissal.

Roy Bunderson seconded it. Vote unanimous.

Meeting ended at 7:59 pm.

Next regular scheduled Bloomington City Council meeting September 13, 2017 at 7:00 pm