

RESOLUTION NO. 89974-0107

**A RESOLUTION ACCEPTING THE LOW BID
FOR
MUSCATINE OWNER-OCCUPIED HOUSING REHABILITATION PROGRAM**

WHEREAS, the City of Muscatine, Iowa has entered into a grant agreement with the Iowa Department of Economic Development (IDED) for owner-occupied housing rehabilitation within portions of the Riverbend neighborhood; and

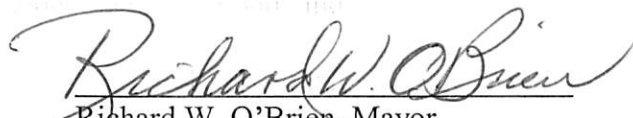
WHEREAS, said grant agreement will fund up to \$24,999 for housing rehabilitation and additional funding for lead-based paint control for each eligible residence; and

WHEREAS, a low bid from North Construction in the amount of \$22,235.00 was received December 29, 2006 for rehabilitation of the residence located at 311 Clinton Street; Muscatine, IA;


NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF MUSCATINE that the low bid of \$22,235.00 be accepted as the low bid on this project and the City is hereby authorized to execute a contract with North Construction.

PASSED, APPROVED, AND ADOPTED this 4th day of January 2007.

**BY THE CITY COUNCIL OF THE
CITY OF MUSCATINE, IOWA**


Richard W. O'Brien, Mayor




A. J. Johnson, City Clerk

MEMO

TO: A. J. Johnson, City Administrator
FROM: Jim Rudisill, Planning and Community Development Coordinator
SUBJECT: December 29 Bid Opening For Housing Rehab Project
DATE: December 29, 2006

Bids on a single CDBG housing rehabilitation project at 311 Clinton Street were opened on December 29, 2006. Invitations to bid were distributed to approximately 70 area contractors, four planning rooms and was advertised in the Muscatine Journal. Two contractors participated in a walk-through of the property on December 22, 2006. One bid was submitted.

The Muscatine Rehabilitation Committee met on December 29, 2006 to review the bids. The low bid was submitted by North Construction, Muscatine, for \$22,235.00 (which includes \$425 in lead-based paint costs). The housing rehab committee discussed the fact only one bid was submitted. It was pointed out that a large number of invitations were sent to the contractors and a public bid notice was published in the Muscatine Journal. In addition, one other contractor participated in the walk-through, so the lone bidder was not aware he was the only one to submit a bid. As a result of the discussion, the committee unanimously approved a recommendation to the city council to accept the low bid submitted by North Construction, Muscatine. A tab sheet that includes the only bid and the city estimate for this project is provided. As with the previous projects, the final city estimate is high because I use the maximum amount (\$5500) for lead-based paint control). This is the per project amount originally established in the CDBG application. The contractors are completing this work for considerably less.

This property represents the fourth project of the 2006 Housing Rehab Program. A minimum of 12 properties will be rehabilitated.