

City of Ironwood
213 S. Marquette St.
Ironwood, MI 49938



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IRONWOOD

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SPECIAL MEETING NOTICE

A Special Meeting of the Ironwood City Commission will be held on Thursday, June 29, 2023, at 5:30 P.M. in the City Commission Chambers, Memorial Building, 213 S. Marquette Street, Ironwood, MI 49938.

The purpose of the special meeting will be to discuss and consider the following items:

1. Adopting Resolution #023-015 for awarding the bid for Construction of Phase I of the Water Plant to C.D. Smith Construction, Inc. in the amount of \$9,554,000
2. Approval of the City of Ironwood's application to the Michigan Economic Development Corporation for the Public Spaces Community Places Patronicity crowdfunding grant in the amount of \$50,000 to fund improvements to Hiawatha park and to allocate up to \$10,000 of matching funds for the project.
3. Adopting Resolution #023-017 for the Van Buskirk Road Paving Small Urban Project #23A0461 from Norrie Park Road to Clemens Street.

Jennifer L. Jacobson
City Clerk

Posted at 3:25 PM on 6/28/2023

ZOOM OPTION AVAILABLE FOR THE PUBLIC

(Please visit the City website at www.ironwoodmi.gov or the notice posted at the Memorial Building for Zoom Webinar login instructions.)

SPECIAL MEETING AGENDA

5:30 P.M.

- A. Special Meeting Called to Order.
Pledge of Allegiance.
- B. Recording of the Roll.
- C. Citizens wishing to address the Commission on Items on the Agenda. (Three Minute Limit)
- D. Discuss and consider adopting Resolution #023-015 for awarding the bid for Construction of Phase I of the Water Plant to C.D. Smith Construction, Inc. in the amount of \$9,554,000.



This Institution is an Equal Opportunity Provider, Employer and Housing Employer/Lender



- E. Discuss and consider approval of the City of Ironwood's application to the Michigan Economic Development Corporation for the Public Spaces Community Places Patronicity crowdfunding grant in the amount of \$50,000 to fund improvements to Hiawatha park and to allocate up to \$10,000 of matching funds for the project.
- F. Discuss and consider adopting Resolution #023-017, for the Van Buskirk Road Paving Small Urban Project #23A0461 from Norrie Park Road to Clemens Street.
- G. Adjournment.

RESOLUTION #023-015

CITY OF IRONWOOD
Gogebic County, Michigan

Resolution for the Award of the City of Ironwood Phase I Water Treatment Plant Project

At a Special Meeting of the City Commission of the City of Ironwood held on the 29th of June 2023 in the Commission Chambers of the Memorial Building in the City of Ironwood, Michigan, the following Resolution was offered by Commissioner _____ and supported by Commissioner _____.

A RESOLUTION OF THE CITY OF IRONWOOD, MICHIGAN TO AWARD THE PHASE I WATER TREATMENT PLANT PROJECT TO C.D. SMITH CONSTRUCTION, INC. OF FOND DU LAC, WISCONSIN.

WHEREAS, the City of Ironwood anticipates receiving Rural Development funding for the construction of their Phase I Water Treatment Plant Project consisting of an original obligation of funds received before bids were received and a subsequent obligation of funds received after bids were received; and

WHEREAS, the City of Ironwood received bids from two (2) contractors on March 2, 2023; and

WHEREAS, HDR Michigan, Inc. has reviewed said bids and issued a letter dated June 22, 2023 explaining the review of said bids; and

WHEREAS, the Bid of C.D. Smith Construction, Inc. has been determined to be the lowest lump sum bid (with no Bid Alternates) received in the amount of \$9,554,000.00; and

WHEREAS, the Bid of C.D. Smith Construction, Inc. is within the established budget when combining the original funding obligation and the subsequent funding obligation; and

NOW, THEREFORE, BE IT RESOLVED, THAT THE COMMISSION OF THE CITY OF IRONWOOD, GOGEBIC COUNTY, STATE OF MICHIGAN.

- A. Awards the contract for construction of the “City of Ironwood Phase I Water Treatment Plant Project” to C.D. Smith Construction, Inc. of Fond du lac, Wisconsin in the amount of their lump sum base bid price of \$9,554,000.00 (with no Bid Alternates) contingent upon Rural Development concurrence with said Award.

ADOPTED this 29th day of June, 2023.

YES: Commissioner(s), _____

NO: Commissioner(s), _____

ABSENT: Commissioner(s), _____

RESOLUTION DECLARED ADOPTED

CITY OF IRONWOOD

Kim Corcoran, Mayor

I, Jennifer L. Jacobson, do hereby certify that I am the duly appointed and qualified Clerk of the City of Ironwood, and do further certify that the above and foregoing Resolution is a true and correct copy of the Resolution passed by the City of Ironwood City Commission, at its Special Meeting held June 29, 2023.

Dated: _____

Jennifer L. Jacobson, City Clerk

Ironwood Water Treatment Plant - Phase 1

Bid Tabulation

Bid Opening: March 2, 2023, 2:00 pm

Prime Bidder:	C.D. Smith Construction, Inc.	Gundlach Champion, Inc.
Lump Sum Base Bid:	\$9,554,000.00	\$9,990,000.00
Alternate 1 - Garage	\$885,000.00	\$860,000.00
Alternate 2 - Clearwell	\$1,343,000.00	\$1,232,000.00
Alternate 3 - Metal Room	\$145,000.00	\$218,000.00
Alternate 4 - Remote SCADA	\$193,000.00	\$347,000.00
Alternate 5 - Well VFDs	\$72,000.00	\$80,000.00
Alternate 6 - Card Readers/Security Cameras	\$46,000.00	\$75,000.00

As prescribed in the Instructions to Bidders, the Lump Sum Base Bid is used to determine the apparent low bidder.



June 22, 2023

Mr. Paul Anderson, City Manager
City of Ironwood
213 S. Marquette Street
Ironwood, Michigan 49938

RE: City of Ironwood – Water Treatment Plant – Phase 1
Engineer’s Recommendation of Award

Dear Mr. Anderson:

We have reviewed the two (2) bids received on March 2, 2023, from construction contractors from the above referenced project (Phase I). Bids were completed on a Lump Sum basis. A bid tabulation is attached. We have verified documentation submitted with the bids. Please note that one bidder, C.D. Smith Construction, Inc., did not submit form AD 1048 Certification Regarding Debarment, Suspension, Ineligibility and Voluntary Exclusion – Lower Tier Covered Transactions at the time of submittal. However, they did submit this form within a few hours of the bid opening. The Contract Documents allow the City to waive any informalities in the submitted bids and select the bid in the best interest of the City.

The low bid for the project’s base bid items of work was received from C.D. Smith Construction, Inc. of Fond du lac, Wisconsin in the amount of \$9,554,000.00. The second lowest bidder was Gundlach Champion, Inc. of Iron Mountain, Michigan with a base bid amount of \$9,990,000.00. There is a total difference between these bids of \$436,000.00.

The original project had a bid opening on July 14, 2022. The low construction bid on the original project was \$14,347,000 which greatly exceeded available funds and all bids were rejected. As such, the project was redesigned and scaled back with application of value engineering to get the project costs closer to the available funding. This current project has been designated “Phase I” which will result in a functional pump station. A future phase will need to be constructed and new funding obtained to add the manganese removal system. The City is currently applying for State Revolving Funds to construct the second phase.

The C.D. Smith Construction, Inc. bid of \$9,554,000 for this redesigned Phase I project exceeds the original project budget based on the original USDA-Rural Development obligation. As such, subsequent funding was required to be secured before the bid could be awarded. USDA has recently obligated an additional \$1,580,000 in grant and \$361,000 in loan funding for the project. Available funding for construction under the new USDA Rural Development obligation is \$9,554,000 with \$486,590 for construction contingencies.

Please note the Phase I bid package contained several Alternate Bid Items for additional items. Due to project budgets, we recommend the City not award any of the Bid Alternates. It is intended to address these items in the future Phase II of the project.



If the City accepts the bid of C.D. Smith Construction, Inc., it is recommended that the Commission only approve the C.D. Smith Construction, Inc. base bid of \$9,554,000.00.

The award should be contingent on USDA-Rural Development's concurrence with said award.

This approval of this bid award should be in the form of a resolution which will be sent to Rural Development as part of the award process. A sample resolution is attached.

We have prepared three (3) copies of the Notice of Award to C.D. Smith Construction, Inc. in anticipation of your concurrence with this recommendation. There are additional requirements listed on the Notice of Award that C.D. Smith Construction, Inc. will need to fulfill prior to completion of the award process. These requirements include providing bonds and insurance certificates. If you find this recommendation acceptable and award the project with the noted contingencies, please sign and return all three (3) copies of the Notice of Award. Final executed contract documents will be distributed once all required contractual documentation has been received. Please note that this recommendation is not binding on the City of Ironwood and the award can be changed as you direct.

Sincerely,

HDR Michigan, Inc.

A handwritten signature in black ink that reads "Scott Jauch". The signature is written in a cursive, flowing style.

Scott Jauch

Attachment – Bid Tabulation

Ironwood Water Treatment Plant - Phase 1

Bid Tabulation

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Alternate 5 - Well VFDs	\$72,000.00	\$80,000.00
Alternate 6 - Card Readers/Security Cameras	\$46,000.00	\$75,000.00

As prescribed in the Instructions to Bidders, the Lump Sum Base Bid is used to determine the apparent low bidder.

NOTICE OF AWARD

Date of Issuance: June 29, 2023
Owner: City of Ironwood Owner’s Project No.: N/A
Engineer: HDR Michigan, Inc. Engineer’s Project No.: 10301947
Project: Water Treatment Plant
Contract Name: City of Ironwood – Water Treatment Plant – Phase 1
Bidder: C.D. Smith Construction, Inc.
Bidder’s Address: 125 Camelot Drive, Fond Du Lac, WI 54935

You are notified that Owner has accepted your Bid dated **March 2, 2023**, for the above Contract, and that you are the Successful Bidder and are awarded a Contract for:

City of Ironwood – Water Treatment Plant – Phase 1 (Base Bid Only)

The Contract Price of the awarded Contract is **\$9,554,000.00**. Contract Price is subject to adjustment based on the provisions of the Contract, including but not limited to those governing changes, Unit Price Work, and Work performed on a cost-plus-fee basis, as applicable.

Four unexecuted counterparts of the Agreement accompany this Notice of Award, and one copy of the Contract Documents accompanies this Notice of Award, or has been transmitted or made available to Bidder electronically.

Drawings will be delivered separately from the other Contract Documents.

You must comply with the following conditions precedent within 15 days of the date of receipt of this Notice of Award:

- 1. Deliver to Owner three counterparts of the Agreement, signed by Bidder (as Contractor).
- 2. Deliver with the signed Agreement(s) the Contract security (such as required performance and payment bonds) and insurance documentation, as specified in the Instructions to Bidders and in the General Conditions, Articles 2 and 6.
- 3. Other conditions precedent (if any):

Failure to comply with these conditions within the time specified will entitle Owner to consider you in default, annul this Notice of Award, and declare your Bid security forfeited.

Within 10 days after you comply with the above conditions, Owner will return to you one fully signed counterpart of the Agreement, together with any additional copies of the Contract Documents as indicated in Paragraph 2.02 of the General Conditions.

Owner: **City of Ironwood**
By (signature): _____
Name (printed): Kim Corcoran
Title: Mayor
Copy: Engineer



IRONWOOD

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MEMO

To: Mayor Corcoran & Commissioners

From: Tim Erickson, Community Development Assistant.

Date: June 28, 2023

Meeting Date: June 29, 2023

Re: Public Spaces Community Places Grant Application

We are requesting your approval for the City of Ironwood to apply for the Michigan Economic Development Corporation's (MEDC) Public Spaces Community Spaces (PSCS) crowdfunding grant in the amount of \$50,000 with up to \$10,000 matching funds, to fund park improvements for Hiawatha Park.

The PSCS grant requires the City of Ironwood to create a crowdfunding campaign through Patronicity which allows the project to be directly funded by the public. The crowdfunding is anticipated to begin during Festival Ironwood and will be completed within 60 days from the start. The project must be complete within one year of receiving MEDC matching funds.

The total project cost for the phase 1 improvements is \$200,000. With \$50,000 raised through crowdfunding, \$50,000 will be matched by the MEDC. The City of Ironwood has \$50,000 of donated funds with an additional \$50,000 of donated funds expected to be received in 2023, for the project to reach the \$200,000 funding goal.

CITY OF IRONWOOD
RESOLUTION #023-017

VAN BUSKIRK ROAD PAVING SMALL URBAN PROJECT 2023

At a Special Meeting of the City Commission of the City of Ironwood held on the 29th day of June 2023, in the Commission Chambers of the Memorial Building in the City of Ironwood, Michigan, the following Resolution was offered by Commissioner _____ and supported by Commissioner _____.

WHEREAS, the Michigan Department of Transportation (MDOT) is planning a project Hot mix asphalt cold in place recycling and paving, aggregate shoulders and permanent pavement markings along Van Buskirk Road from Norrie Park Road to Clemens Street; and all together with necessary related work within the corporate limits of the City of Ironwood; and

WHEREAS, the Federal Surface Transportation Funds shall be applied to the eligible items the PROJECT COST up to the lesser of: (1) \$375,000, or (2) an amount such that 81.85 percent, the normal Federal participation ratio for such funds, is not exceeded at the time of the award of the construction contract for the "Project" improvements. The balance of the PROJECT COST, after deduction of Federal Funds, shall be charged to and paid by the City of Ironwood.

NOW THEREFORE, BE IT RESOLVED that the City of Ironwood enters into an agreement with the MICHIGAN DEPARTMENT OF TRANSPORTATION (MDOT) for the work along Van Buskirk Road, from Norrie Park Road to Clemens Street; and the following City Official, City Manager/Engineer Paul Anderson, is authorized to sign said Contract No. 23-5155.

ADOPTED: Yeas:
Nays:
Absent: Commissioner Mildren

Kim S. Corcoran, Mayor

RESOLUTION DECLARED ADOPTED.

I, Jennifer L. Jacobson, do hereby certify that I am the duly appointed acting and qualified Clerk of the City of Ironwood, and do further certify that the above and foregoing Resolution is a true and correct copy of the Resolution passed by the City of Ironwood City Commission, at a Special Meeting held June 29, 2023.

Jennifer L. Jacobson, City Clerk