



Agenda Item: Bid Award

Title: BID REJECTION: Consideration of rejection of all bids for the Laramie City Hall MAU 1 & 2 Design/Build Replacement Project.

Recommended Council MOTION:

I move that the Laramie City Council reject all bids for the Laramie City Hall MAU 1 & 2 Design/Build Replacement Project.

Administrative or Policy Goal:

City of Laramie Purchasing Policy, 2020-07 - "The City Manager shall make recommendations to the City Council regarding bids received. Contracts or purchases shall be rejected or approved by resolution of the City Council. The City Council may reject all bids if none of the bid responses are found to be in the public interest.

Background:

The City of Laramie City Hall has two Makeup Air Units (MAUs 1 & 2) that serve to bring in outside air to replace air that is ventilated out of the building through roof top fans. The MAUs also preheat the outside air to temper it before it enters the interior rooms through hydronic heating/cooling coils. These MAU units have been in place since the City Hall remodel in 2005.

As required by the City's agreement for the preventive maintenance of City owned Heating, Ventilation and Air Conditioning (HVAC) equipment, Haynes Mechanical Systems of Greenwood Village, Colorado provides an annual status report on all City owned facilities HVAC equipment. In 2017 Haynes reported that MAU 1 and MAU 2 should be replaced, at an estimate cost of \$35,000 each, due to these units showing signs of deterioration, requiring additional repairs. Staff requested that \$70,000 for the replacement of both MAUs be budgeted for in Fiscal 2022.

The Facilities Maintenance staff solicited bids for this project in November of 2021. Two responsive bids, with the proper bid bond, were received. The bidding contractors submitting bids were:

- Climate Control, LLC of Cheyenne, Wyoming - \$115,925
- Haynes Mechanical Systems, of Greenwood Village, Colorado - \$490,090

The apparent low bid from Climate Control, LLC of Cheyenne, Wyoming in the amount of \$115,925.00 is over the budgeted amount. Staff met with the contractor to negotiate the price of the project and learned that the price bid was inadequate to complete the project with the City's requested energy saving additions included. Staff recommends that City Council rejects of all bids. Staff will work on a budget amendment and rebidding the projects in the Spring of 2022.

Legal/Statutory Authority:

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City Council. The City Council may reject all bids if none of the bid responses are found to be in the public interest.

BUDGET/FISCAL INFORMATION:

EXPENSE

Amount spent to date (approved and adopted by Council)

Budget	Amount	Funds
Total Budget Allocation	\$70,000.00	
Less Amount Spent to Date	\$201.10	
Remainder of Budget	\$69,798.90	

Responsible Staff:

Scott Stevenson, Facilities Maintenance Manager, sstevenson@cityoflaramie.org, 721-3585

Todd Feezer, Assistant City Manager, tfeezer@cityoflaramie.org, 721-5304

Attachments:

N/A