



March 1, 2016

Honorable Mayor and Council
City of Knoxville
305 South Third Street
Knoxville, IA 50138

RE: 2016 STREET IMPROVEMENTS
BID LETTING EVALUATION AND RECOMMENDATION

Dear Honorable Mayor and Council:

On Tuesday, March 1, 2016 the City received one (1) bid for the above noted project. The bidder was Hawkeye Paving Corporation based in Bettendorf, Iowa with a bid of \$1,664,572.95. The Engineers Opinion of Probable Construction Costs was \$1,667,770. The bid was approximately 0.2% under the Engineers Opinion of Probable Construction Costs. We are disappointed in only receiving one bidder on this project although this bid was very near our estimate. We have evaluated the submitted bid and verified the accuracy of their bid unit prices, price extensions, and total bid amount.

The City has the choice to either concur with and accept the bid or reject the bid and re-let the project at a later date. As with any project, re-bidding carries risks of a higher bid depending on current bidding environment or economic conditions. We anticipate a continuing increase in construction activity in the foreseeable future which may not improve the bidding environment.

Snyder & Associates, Inc. recommends that the City award the 2016 Street Improvements project to Hawkeye Paving Corporation in the amount of:

**One Million Six Hundred Sixty Four Thousand Five Hundred
Seventy-Two Dollars and Ninety-Five Cents (\$1,664,572.95)**

If you have any questions relating to the award of this project, please don't hesitate to contact me at 515-964-2020.

Sincerely,

SNYDER & ASSOCIATES, INC.

Andy G. Burke, P.E.
Project Manager

CC: Aaron Adams – City of Knoxville