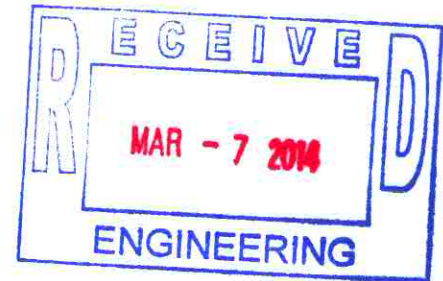


March 7, 2014

Todd Merchen, P.E., P.G.
City of Gillette
201 E. 5th Street
P.O. Box 3003
Gillette, WY 82717-3003

RE: PMS 2014 Schedule A
City of Gillette Project No. 14EN08
Morrison-Maierle No. 4323.030



Dear Mr. Merchen:

Morrison-Maierle, Inc. (Morrison-Maierle) has reviewed the four bids received at 2:30 p.m. on March 5, 2014 for the PMS 2014 Schedule A Project, which included two separate bidding components: the Base Bid and Additive Alternative 1.

The following Contractors submitted bids:

- | | |
|--|--------------|
| • Intermountain Construction and Materials | Gillette, WY |
| • Mountain View Building, Inc. | Sheridan, WY |
| • Powder River Construction, Inc. | Gillette, WY |
| • Simon Contractors | Gillette, WY |

There was one minor error discovered within one of the bids, but Morrison-Maierle considers all four bids responsive.

The bid submitted by Powder River Construction, Inc. had a discrepancy in the total price of the Additive Alternate 1. The total price shown in figures is \$30,931.20, while the words describe the figure \$30,931.95. This is a difference of \$0.75. Per Article 14.01 of Section 00200 Instructions to Bidders, discrepancies between the indicated sum of figures and the correct sum thereof will be resolved in favor of the correct sum. The correct sum of Additive Alternate 1 is \$30,931.20. The bid appeared to meet all other requirement and was accepted as informal. The mathematical correction did not change the lowest bidder.

The Bids submitted by Intermountain Construction and Materials, Mountain View Building, Inc., and Simon Contractors appeared to meet all requirements and contain no errors.

This project consisted of a Base Bid and an Alternate Additive 1. In accordance with SP-1 of the Project Manual, the Owner may award the Contract to the low, responsive Bidder meeting the requirement stated in the Contract Documents. The Owner anticipates awarding one Contract based on the Total Base Bid and selected Additive Alternate. The Base Bid and Alternate Additive are defined as follows:

Base Bid

The Work included in the Base Bid consists of pavement maintenance of Sioux Ave., Wigwam Ave., and Fox Park Subdivision. The project consists of installing approximately 11,016 SY of crack and seat concrete pavement; 16,344 SY of asphalt pavement; 1,773 SY of asphalt pavement patching; and 258 LF of sanitary sewer replacement. Bids received for this Work are shown in Table 1. Bid Summary.

Additive Alternative 1

The Work included in Additive Alternative 1 consists of installing approximately 126 LF of sanitary sewer. Bids received for this Work are also shown in Table 1. Bid Summary.

Table 1. Bid Summary

CONTRACTOR	BASE BID	ADD. ALT. 1	SUMMATION
Intermountain Construction and Materials	\$ 877,352.70	\$ 30,620.00	\$ 907,972.70
Powder River Construction, Inc.	\$ 1,034,157.05	\$ 30,931.20	\$ 1,065,088.25
Simon Contractors	\$ 1,043,584.20	\$ 23,688.95	\$ 1,067,273.15
Mountain View Building, Inc.	\$ 1,561,664.20	\$ 36,819.00	\$ 1,598,483.20
Engineer's Estimate	\$ 1,126,503.80	\$ 18,772.50	\$ 1,145,276.30

Three of the four Base Bids received came in under the Engineer's Estimate.

Intermountain Construction and Materials was the low bidder for the Base Bid as well as the combined Base Bid and Additive Alternate 1. The cost of the Base Bid submitted was \$877,352.70, and the Additive Alternate was \$30,620.00. The total bid price for the combined Base Bid and Additive Alternate was \$907,972.70. This is \$237,303.60 (approximately 21%) lower than the Engineer's Estimate.

Much of the price difference (approximately 43%) between Intermountain Construction and Materials and the next two bidders is contained within four bid items: Mobilization, Contract Bonds, Construction Stormwater Management, and Traffic Control. The bidders also provided a list of estimated subcontractors to be used on this project. Intermountain Construction and Materials listed only one subcontractor for concrete placement. The other bidders listed between two and five subcontractors for work, suggesting subcontractor profit may be the cause of the price difference.

With the range and quantity of bids, it is our opinion that the bids received were competitive.

Based on this bid, we recommend awarding the Base Bid for the PMS 2014 Schedule A Project to Intermountain Construction and Materials in the amount of \$877,352.70, contingent upon City of Gillette funds.

It is our opinion that the Bids received for Additive Alternative 1 were also very competitive, and the City should consider awarding it as well to Intermountain Construction and Materials, contingent upon City of Gillette funds.



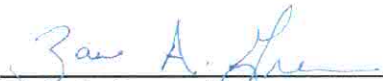
ENGINEERS
SURVEYORS
PLANNERS
SCIENTISTS

2200 FOOTHILLS BLVD., SUITE A • GILLETTE, WY 82716
OFFICE: 307-685-3780 • FAX: 307-685-3781 • www.m-m.net

We have also attached the official bid tabulation. Please review and let us know if you have any questions.

Best Regards,

Morrison-Maierle, Inc.


Zane A. Green, P.E.
Project Engineer