



Item Number: 13



# CITY OF GRAND RAPIDS AGENDA ACTION REQUEST

**DATE:** July 16, 2024

**TO:** Mark Washington, City Manager

**COMMITTEE:** Community Development Committee

**LIAISON:** Mary Kate Berens, Deputy City Manager

**FROM:** Tim Burkman, City Engineer  
Engineering

**SUBJECT:** Resolution awarding a contract with Diversco Construction Company Inc. for Reconstruction of Wealthy Street and Front Avenue in the amount of \$755,549.75 with total amount not-to-exceed \$1,003,670

This project consists of Reconstruction of Wealthy Street from 360' west of Front Avenue to the Grand River and Front Avenue from Wealthy Street to 170' north of Wealthy Street. The work will include the full reconstruction of the Wealthy Street and Front Avenue intersection, ADA upgrades, bus pad installation and lane reconfiguration on both Wealthy Street and Front Street to install dedicated bike lanes. The dedicated bike lanes on Wealthy Street will be installed from Market Avenue to Front Avenue, matching in where existing bike lanes already exist towards the west. The project will also install dedicated bike lanes on Front Avenue from Wealthy Street to Butterworth Street. No utility work is anticipated with this project except for some minor street lighting infrastructure to be stubbed out at the intersection in anticipation of future work both towards the west and north. Construction will occur in September and October 2024.

Bids were received on June 4, 2024 for this project. The engineer's estimate, is \$754,755 and Diversco Construction Company Inc. (Diversco) submitted a bid of \$755,549.75 (low discounted bid is \$740,438.76). Diversco will not be utilizing any Micro Local Business Enterprise participation but will be subcontracting a total amount of \$396,274. Reference the attached Equal Business Opportunity – Construction Worksheet regarding the applicable bid discounts for this project.

The attached resolution provides for the award of the construction contract for this project to Diversco in the amount of \$755,549.75 with total expenditures not to exceed \$1,003,670. This amount includes the costs of the construction contract, public information program, testing/permits, engineering/inspection/administration, previously authorized services by Materials Testing Consultant (MTC), and contingencies.

This project is being financed by the Vital Streets Fund, Parking System Fund, and Capital

Prepared by Dan Siminski, Project Manager

Tracking Number: {{item.tracking\_number}}

Improvement Fund (Street Lighting). A budget request in the Capital Improvement Fund (Street Lighting) is necessary to finance this project and will be presented to the Fiscal Committee for consideration and approval at a future date.

cc: Patti Caudill  
Tricia Chapman  
Molly Clarin

Reviewed by O.E.E.

#23076

Your COMMUNITY DEVELOPMENT COMMITTEE recommends the adoption of the following resolution awarding a contract to Diversco Construction Company Inc. and authorizing expenditures in connection with the Reconstruction of Wealthy Street from 360' west of Front Avenue to the Grand River and Front Avenue from Wealthy Street to 170' north of Wealthy Street.

WHEREAS, bids were received on June 4, 2024 for the following project:

Reconstruction of Wealthy Street from 360' west of Front Avenue to the Grand River and Front Avenue from Wealthy Street to 170' north of Wealthy Street  
(hereinafter referred to as the "Project")

and Diversco Construction Company Inc. (Diversco) submitted a bid of \$755,549.75 for which the engineer's estimate, is \$754,755; therefore

RESOLVED:

1. That the bid of Diversco be accepted and that, upon approval as to form by the City Attorney, the Mayor and City Clerk be authorized to execute the contract documents for the Project on behalf of the City.
2. That total expenditures for the Project be authorized in an amount not to exceed \$1,003,670 which includes the costs of the construction contract, public information program, testing/permits, engineering/inspection/administration, previously authorized services by Materials Testing Consultant (MTC), and contingencies. Said amount of \$1,003,670 to be charged to the applicable codes currently defined as follows: \$114,222 to the applicable Capital Improvement Fund (Street Lighting) Code, \$37,307 to the applicable Parking System Fund code, and \$852,141 to the applicable Vital Streets Fund code.
3. That the City Comptroller is hereby authorized and directed to make payment, in amounts and to said payees, as the City Engineer or his designee requests in connection with the Project.
4. That the City of Grand Rapids, pursuant to Section 1.150-2 of the Treasury Regulations promulgated pursuant to the Internal Revenue Code of 1986, as amended, declares its intent to reimburse itself the costs of the Project and other related costs in an amount not to exceed \$114,222 (Capital Improvement Bond Series 2021) through the issuance of tax-exempt bonds.
5. That a copy of this resolution be available for inspection at the City Clerk's Office, 2nd Floor, City Hall, 300 Monroe Avenue N.W., Grand Rapids, Michigan 49503.

CORRECT IN FORM  
  
DEPARTMENT OF LAW