



COLORADO
Department of Transportation
 Division of Engineering Support

Contracts & Market Analysis Branch
 4201 East Arkansas Avenue
 Denver, Colorado 80222

TO: SHAILEN P. BHATT, EXECUTIVE DIRECTOR STU 0242-066
 FROM: JOHN A. EDDY, PE, CMA BRANCH MANAGER OVERLAY, ADA RAMPS AND BRIDGE REPAIRS
 CC: JOSHUA LAIPPLY, PE, CHIEF ENGINEER 20467
 DATE: 8/9/2016 REGION 2

Pursuant to C.R.S. 43-1-113(16) as amended, it has been determined that it is in the best financial and economic interest of the State to award Region 2's overlay on US 24, project STU 0242-066 (20467), to the low responsible bidder, Kiewit Infrastructure Co. ("Kiewit").

Project Description: This Region 2 project is located on US 24 in Manitou Springs, El Paso County and it consists of an overlay, updates to 30 ADA ramps, Class 2 and 3 repairs to structure I-17-GH and drainage improvements.

Financial Impact: Kiewit's proposal totaled \$2,448,764.50. The project would normally be rejected by statute since there was only one bidder and their bid is 111% of the engineer's estimate. The region has secured the additional funds necessary to award the project.

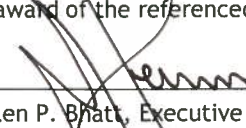
Cost Analysis: An analysis of the bid schedule shows HMA at a significantly higher price than project estimates. The project anticipates 6,548 tons of HMA (Grading SX)(75)(PG 64-28), which were estimated at \$100 per unit. Kiewit bid this item at \$120 per unit. Kiewit reports the overrun of \$130,960.00 is attributable to oil price and low production rate given the quantity of the item. After further consideration, EEMA and Region 2 consider this item acceptably priced as proposed by Kiewit.

Other Considerations: Manitou Springs' restrictions prevent this work from starting until after Labor Day. A re-advertisement would result in the project being delayed a full construction season. Given the restrictions to the project timing and justification of the proposal costs, re-advertisement is unlikely to result in greater competition. It is recommended that the award be authorized so that the project can be constructed this season.

- I recommend award
- I do not recommend award


 Date 8/10/16
 John A. Eddy, PE, CMA Branch Manager

- I authorize award of the referenced project
- I do not authorize award of the referenced project

for 
 Date 8/15/16
 Shailen P. Bhatt, Executive Director or Delegate

cc: Randy Jensen, FHWA
 Scott McDaniel, Director, Division of Project Support
 Marci Gray, Engineering Contracts
 Central Files