

ENGINEERING ♦ PROCUREMENT ♦ BUILDING ♦ PLANNING & ZONING ♦ CODE ENFORCEMENT

MEMORANDUM

Date: October 3, 2016

To: Greg Froslie, P.E. Community Investment Director

From: Jeremy Abbott, P.E. Assistant City Engineer

Subject: Havasu 280 Improvements PR2070 "Havasu Riviera"

Lowest Responsive Bidder - CLM Earthmovers, LLC

Staff has recently performed a review of the contract documents, references, contractor's license, and contractor's surety for the above-referenced bidder. The following information summarizes our findings:

CLM Earthmovers, LLC listed several references for current and completed construction projects. The references called were owners of recent projects within Arizona. All references were satisfactory with reports of good workmanship, good working relationships, completing work on time, and no cost overruns or change orders on the contractor's behalf.

CLM Earthmovers, LLC has an "A" license, which is the correct license for this work. Verification with the Registrar of Contractors found that their General Engineering License is in good standing with no complaints against them. CLM Earthmovers, LLC was previously licensed with the ROC as Arizona Earthmovers, their license was suspended in 2003 for non-renewal and a new license was obtained in 2004 under the name CLM Earthmovers. There are no complaints against CLM Earthmovers under the previous license.

CLM Earthmovers, LLC maintains surety through Ohio Casualty Insurance Company, which is listed with the FMS, US Treasury Department for underwriting ability in Arizona.

The Engineers Estimate for this project is \$929,665.40 and the apparent low bid came in at \$172,573.30 below that estimate. We received a total of 6 responsive bids. With these findings, we recommend to the City Council that the base bid and alternate pad bids 1, 2, 3 and 5 for the Havasu 280 Improvements Project No. PR2070, be awarded to CLM Earthmovers LLC., in the amount of \$985, 045.50. This award total with alternatives is still \$59,497.50 below budget.

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This project includes mass grading and culvert construction for the roadway to the Havasu Riviera, which includes the Contact Point State Park and Havasu Riviera Resort Community along with the proposed Lake Havasu City Eco/Environmental Center and Botanical Gardens.

Jeremy Abbott, P.E.

c: Lynette Singleton, Procurement Official Chris Rickard, Engineering Technician/Coordinator Engineering Division