



June 20, 2016

Lisa Littrell, Purchasing Manager
Purchasing Department
City of McKinney
1550-D South College
McKinney, TX 75070

Re: **Recommendation to Reject All Bids and Rebid**
Construction of Cole Street (Bass Street to College Street)
City Project No. CO9151, Bid No. 16-57CC

Dear Ms. Littrell:

On Friday June 10, 2016, two (2) bid proposals were received for the above-referenced project: Altus Construction, LLC and Tiseo Paving Company. We have evaluated the bids and have enclosed the bid tabulation.

On their bid, Altus Construction, LLC made over 40 errors in calculating total item cost. Contract units and unit costs were held and total item cost was recomputed. The total impact of these errors was to decrease their bid by \$37.67. Discrepancies are identified in the enclosed bid tabulation in bold red. Tiseo Paving Company made 3 errors in the bid submitted by entering the incorrect quantity. The quantity errors were corrected in the bid tabulation. The correction of errors did not change the bid order:

Apparent Low Bidder:	Altus Construction, LLC	\$2,017,628.66
Apparent 2 nd Lowest Bidder:	Tiseo Paving Company	\$3,386,490.50

The apparent low bidder is Altus Construction, LLC. On the Statement of Bidding Contractor’s Qualification and Experience form, Altus listed one (1) as the number of years in business as a General Contractor performing the types of work required for this project. The Qualifications and Experience form specifically require that the Contractor “demonstrate a minimum of three years experience.” Also, based on the documentation provided, Altus has very limited experience with similar project work. Therefore, based on this information, we recommend that this bidder be considered not qualified and their bid rejected.

Consequently, Tiseo is the only bidder with similar and considerable project experience. However, Tiseo’s bid is substantially higher than the anticipated cost for this type of work and



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the available project budget. Therefore, we recommend that Tiseo's bid be rejected for being "non-competitive."

We recommend rejection of all bids received and rebidding the project. If you have any questions or need additional information, please contact me at (817) 887-6138.

Sincerely,



Carl J. Krogness
06/20/2016

Carl Krogness, PE
Director, Public Works
Brown & Gay Engineers, Inc. – TBPE Firm No. 1046

Enclosures