

February 19, 2024

Carl Ray
Water & Wastewater Director
City of Craig
300 W. 4th Street
Craig, CO 81625

RE: Bid Award Recommendation - 2024 Sewer Improvements

Dear Carl,

The City received two bids on February 13, 2024, for the **2024 Sewer Improvements** project. This project covers three different areas with documented operational problems. This was the re-bid of the identical project issued last spring that came in over budget. The bids received this time were:

Xfield Services	\$1,561,554.00
Anson Excavating	\$1,395,000.00

The received bids are again over the construction estimate. This has been a recurring theme across the construction industry the last several years. We do not foresee future cost abatement. We therefore recommend bid award to the low bidder, Anson Excavating, if budget allows, to repair these problem areas.

The City and SGM have a long history of working successfully with Anson and expect nothing different on this project. Work will commence this spring as weather allows, with completion expected in the fall.

If you have any questions, please contact me at 970-384-9036.

Respectfully,

SGM Inc.


Chad Paulson, PE
Public Sector Leader, SGM