

ADVISORY INFORMATION

Date Prepared: June 12, 2008

Subject: Authorization to Award and Execute a Construction Contract for the Brooklyn Park Interceptor Improvements Phase 3, MCES Project No. 803420, Contract No. 05P145

Proposed Action:

That the Metropolitan Council authorize its Regional Administrator to award and execute a contract for construction of the Brooklyn Park Interceptor Improvements Phase 3, MCES Project Number 803420 with Lametti & Sons, Inc. for their low bid of \$9,537,072.

Summary of Committee Discussion / Questions:

In response to Committee members' questions, staff explained that the method used in this contract is generally considered a rehabilitation method and not used in new pipes. The lining project will prevent future corrosion and extend the life of the pipe, built in 1970, another 50-75 years.

The Office of Diversity has evaluated Lametti & Sons, Inc.'s good faith efforts to achieve the MBE and WBE goals, and has determined that good faith efforts were made to achieve the goals. Staff explained that there is minimal opportunity to subcontract on this type of work. The vast majority of the cost of the project is in material and the general contractor's liner installation labor.

The motion passed unanimously.



Environment Committee

Business Item

Item: 2008 – 165

Meeting date: June 10, 2008

For the Metropolitan Council Meeting of June 25, 2008

| ADVISORY INFORMATION | |
|----------------------------------|---|
| Date: | June 5, 2008 |
| Subject: | Authorization to Award and Execute a Construction Contract for the Brooklyn Park Interceptor Improvements Phase 3, MCES Project No. 803420, Contract No. 05P145 |
| District(s), Member(s): | District 2, Tony Pistilli |
| Policy/Legal Reference: | Procurement Policy 3-3, Expenditures |
| Staff Prepared/Presented: | Bill Moeller 651-602-4504 |
| Division/Department: | MCES c/o William G. Moore 651-602-1162 |

Proposed Action

That the Metropolitan Council authorize its Regional Administrator to award and execute a contract for construction of the Brooklyn Park Interceptor Improvements Phase 3, MCES Project Number 803420 with Lametti & Sons, Inc. for their low bid of \$9,537,072.

Background

Inspection of the Brooklyn Park Interceptor systems of 4-BP-540 and MSB-7015A, B & C indicated moderate to heavy hydrogen sulfide damage to the existing reinforced concrete pipe. This phase involves the lining of approximately 10,000 feet of 54” RCP, 6,100 feet of 42” RCP, and 7,500 feet of 36” RCP. The lining will be by the cured-in-place-pipe method. This involves first cleaning the pipe, removal and disposal of solids, diverting the wastewater around the area being lined, and then lining the corroded pipe with a resin impregnated felt material that is cured with heated water.

Four bids, ranging from \$9,537,072 to \$12,568,508, were received and opened on May 28, 2008. The engineer’s estimate is \$11,925,000. The low bid was submitted by Lametti & Sons, Inc.

The project is funded by PFA with goals of 3.5% MBE and 11.5% WBE. Lametti has identified subcontracting 0.44% MBE and 12.34% WBE. There is a limited amount of subcontracting possible as the largest part of the project is the liner material and its installation. The Office of Diversity is evaluating Lametti’s good faith efforts to achieve the goals.

Rationale

- Construction contract awards exceeding \$1,000,000 require Metropolitan Council authorization.
- This project is financed through the Public Facilities Authority, which has set participation goals of 3.5% minority-owned and 11.5% women-owned businesses.

Funding

Funding is provided in the 2008 MCES Capital Budget, Project Number 803420

| Annual or Capital | Project No | Estimated Project Cost | Current Authorization | Unencumbered Funds | Requested Amount |
|-------------------|------------|------------------------|-----------------------|--------------------|------------------|
| Capital | 803420 | \$10,932,000 | \$11,311,000 | \$11,205,000 | \$9,537,072 |

Known Support / Opposition

Supported by the City of Brooklyn Park staff.; no known opposition.