Committee Report

Item: 2009 - 89

Environment Committee

For the Metropolitan Council meeting of March 25, 2009

ADVISORY INFORMATION

Date Prepared: March 11, 2009

Subject: Authorization to Award and Execute a Contract for Construction of 1-SP-214 and 1-

SP-255 Interceptor Rehabilitation, MCES Project Number 800320, Contract No.

08P081

Proposed Action:

That the Metropolitan Council authorize its Regional Administrator to award and execute a construction contract for 1-SP-214 and 1-SP-255 Interceptor Rehabilitation, Project No. 800320, Contract No. 08P081, with Lametti & Sons, Inc. for their low bid of \$2,927,370.

Summary of Committee Discussion / Questions:

Councilmember Wittsack asked for staff's opinion on why the bid was so far below the engineer's estimate. Staff responded that the economy could be part of the reason. In addition, the contractor's method of construction, which is allowed by the contract, may also have resulted in a lower cost.

Motion to accept the proposed action was made, seconded, and passed unanimously.

Environment Committee Item: 2009 – 89

Meeting date: March 10, 2009

For the Metropolitan Council Meeting of March 25, 2009

ADVISORY INFORMATION

Date: February 20, 2009

Subject: Authorization to Award and Execute a Contract for Construction of

1-SP-214 and 1-SP-255 Interceptor Rehabilitation, MCES Project

Number 800320, Contract No. 08P081

District(s), Member(s): District 13, Richard Aguilar; District 14, Kirstin Sersland Beach

Policy/Legal Reference: Council Policy 3-3, Expenditures

Staff Prepared/Presented: Scott Dentz 651-602-4503

Division/Department: MCES c/o William G. Moore, 602-1162

Proposed Action/Motion

That the Metropolitan Council authorize its Regional Administrator to award and execute a construction contract for 1-SP-214 and 1-SP-255 Interceptor Rehabilitation, Project No. 800320, Contract No. 08P081, with Lametti & Sons, Inc. for their low bid of \$2,927,370.

Background

Inspection of the 1-SP-214 and 1-SP-255 interceptors revealed defects which require timely rehabilitation. Concrete reinforcement is exposed in some pipe reaches. The contract calls for rehabilitation using sliplining methods where corrosion resistant pipe is installed within the existing sewer. This construction method does not require temporary flow conveyance.

The Invitation for Bids (IFB) was issued on December 15, 2008. Four bids were received and opened on February 18, 2009 with values ranging between \$2,927,370 and \$4,327,254. The low bid is about thirty percent below the engineer's estimate of \$3,800,000. There were no goals for minority business or women-owned business participation in this contract.

Rationale

• Construction contracts exceeding \$1,000,000 require Metropolitan Council authorization.

Funding

Funding is provided in the 2009 MCES Capital Budget, Project Number 800320.

BUDGET INFORMATION					
Annual or		Estimated		Unencumbered	Requested
Capital	Project No.	Project Cost	Current Auth.	Funds	Amount
Capital	800320	\$3,400,000	\$4,335,000	\$4,265,000	\$2,927,370

Known Support / Opposition

No known opposition.