

E Environment Committee

Item: 2011-249

For the Metropolitan Council meeting of September 28, 2011

ADVISORY INFORMATION

Date Prepared: September 14, 2011

Subject: Authorization to Award and Execute a Contract for Construction of Interceptor Rehabilitation – Trenchless Phase 1, MCES Project Numbers 806910 and 806500, Contract No. 10P281

Proposed Action:

That the Metropolitan Council authorizes its Regional Administrator to award and execute a construction contract for Interceptor Rehabilitation – Trenchless Phase 1, MCES Project Numbers 806910 and 806500, Contract No. 10P281, with Lametti and Sons, Inc. for their low bid of \$3,953,700.

Summary of Committee Discussion / Questions:

There was general discussion about the methods used to clean out the interceptor prior to lining and the expected life (45-50 years) of the rehabilitation.

Rummel asked for data on contractors during this economic downturn. Staff responded that typically, there would be a very competitive environment on this type of work. Contractors indicated there is a lot of other work going on. Council Member Melander commented that because the industry has suffered depression-era unemployment, people have left the profession, and contractors that remain have a much leaner business model. Profit margins are much lower than they were, and contractors operate with a very productive, lean workforce.

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



Environment Committee

Business Item: 2011-249

Meeting date: September 13, 2011

For the Metropolitan Council Meeting of September 28, 2011

ADVISORY INFORMATION

Date:	September 13, 2011
Subject:	Authorization to Award and Execute a Contract for Construction of Interceptor Rehabilitation – Trenchless Phase 1, MCES Project Numbers 806910 and 806500, Contract No. 10P281
District(s), Member(s):	District 12, Harry Melander; District 11, Sandy Rummel
Policy/Legal Reference:	Council 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

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Background

The work of this project includes cured-in-place-pipe (CIPP) lining of interceptor pipe located in the Cities of Woodbury and Maplewood. Closed circuit television inspection of these interceptors revealed corrosion damage, structural deficiencies, root intrusion and excessive inflow and infiltration.

The work includes installation of a temporary conveyance system and installation of cured-in-place-pipe in 16,000 lineal feet of 12- to 36-inch gravity sewer.

A formal Invitation for Bids (IFB) was advertised and issued for the construction contract. Only one bid was received on August 23, 2011. Six contractors were prequalified for this project. Staff contacted the other plan holders and inquired regarding the reasons for not submitting a bid and is satisfied with the explanations.

Lametti and Sons, Inc. submitted the lowest responsive, responsible bid in the amount of \$3,953,700. The engineer's estimate is \$6,776,729.

Rationale

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

Funding

BUDGET INFORMATION					
Annual or Capital	Project No.	Estimated Project Cost	Current Auth.	Unencumbered Funds	Requested Amount
Capital	806910	\$1,580,000	\$1,580,000	\$1,330,000	\$3,953,700
Capital	806500	\$7,800,000	\$7,800,000	\$7,720,000	

Known Support / Opposition

No known opposition.