

**E Environment Committee  
Meeting date: December 11, 2012**

For the Council Meeting of December 19, 2012

| <b>ADVISORY INFORMATION</b>      |  |
|----------------------------------|--|
| <b>Date:</b>                     | November 30, 2012  |
| <b>Subject:</b>                  | Authorization to Award and Execute a Contract for the Chaska Interceptor Improvements – Phase 3; Project No. 805830, Contract No. 12P104 |
| <b>District(s), Member(s):</b>   | District 4, Gary Van Eyll  |
| <b>Policy/Legal Reference:</b>   | Council Policy 3-3, Expenditures   |
| <b>Staff Prepared/Presented:</b> | Scott Dentz, 651-602-4503  |
| <b>Division/Department:</b>      | MCES c/o Leisa Thompson, 651-602-8101  |

**Proposed Action**

That the Metropolitan Council authorize its Regional Administrator to award and execute a construction contract for the Chaska Interceptor Improvements – Phase 3, Project No. 805830, Contract No. 12P104, with Michels Corporation for their low bid of \$2,227,727.

**Background**

Chaska Interceptor Improvements Phases 1 and 2 rehabilitated 56 maintenance holes and lined approximately 18,000 LF of gravity sewer interceptor. Phase 3 work includes lining of 2,120 lineal feet of 66-inch diameter and 500 lineal feet of 36-inch diameter PVC lined reinforced concrete pipe (RCP). Inspection while the pipe was dewatered revealed damage to the PVC lining. In particular, the PVC lining at many joints has failed at or just below the normal water line and were not visible in earlier CCTV inspections. Cured-in-Place Pipe (CIPP) is the proposed method of rehabilitation.

A formal Invitation for Bids (IFB) was advertised and issued for the construction contract. Three bids were received on November 15, 2012, ranging from \$2,227,727 to \$2,879,030. Michels submitted the lowest responsive, responsible bid in the amount of \$2,227,727. The low bid is 25 percent below the Engineer’s estimate of \$2,994,750.

The Metropolitan Council Underutilized Business (MCUB) participation goal is 4%. Michel’s proposes MCUB participation of 5.5%, which achieves the participation goal for this contract.

**Rationale**

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

**Funding**

| <b>BUDGET INFORMATION</b> |             |                        |               |                    |                  |
|---------------------------|-------------|------------------------|---------------|--------------------|------------------|
| Annual or Capital         | Project No. | Estimated Project Cost | Current Auth. | Unencumbered Funds | Requested Amount |
| Capital                   | 805830      | \$2,600,000            | \$3,000,000   | \$3,000,000        | \$2,227,727      |

**Known Support / Opposition**

No known opposition.