

Environment Committee

Meeting date: August 11, 2015

For the Metropolitan Council meeting of August 26, 2015

Subject: Authorization to Award and Execute a Contract for Construction of North Area Interceptor (NAI) Rehabilitation Phase 5, Project No. 808650, Contract 14P252A

District(s), Member(s): District 2, Lona Schreiber; District 10, Marie McCarthy

Policy/Legal Reference: Policy 3-3, Expenditures

Staff Prepared/Presented: Karen Keenan, 651-602-4561

Division/Department: MCES c/o Leisa Thompson, 651-602-8101

Proposed Action

That the Metropolitan Council authorize its Regional Administrator to award and execute a contract to construct North Area Interceptor (NAI) Rehabilitation, Phase 5, Project 808650, Contract 14P252A to Lametti and Sons, Inc. for their low, responsive bid of \$17,153,700.00.

Background

Recent inspections of interceptors 4-NS-523 and 2-NB-100 revealed corrosion damage to gravity sewer pipe. The deterioration has resulted in exposed reinforcing steel in the pipe, severe deterioration of maintenance structures, and four (4) meters (M205, M204, M202 and M201) along the interceptor pipes. This project will rehabilitate pipe using trenchless lining methods.

The original bid opening for this project was on March 12, 2015. However, the low bidder did not meet the good faith efforts towards Metropolitan Council Underutilized Business (MCUB) goals and the second low bidder was more than \$3 million greater than the low bid. The project was re-bid in order to obtain the lowest bid that met our MCUB goals.

On July 9, 2015, four (4) bids were received and opened ranging from \$17,153,700.00 to \$21,029,137.55. Lametti and Sons, Inc. submitted the lowest bid which was significantly lower than the Engineer's estimate of \$19,720,157.00. The MCUB participation goal for this contract is 6%. The Office of Diversity and Equal Opportunity has determined that Lametti and Sons, Inc. met the numeric goals for this contract.

Rationale

Construction contract awards exceeding \$2,500,000 require Council authorization.

Funding

2015 MCES Authorized Capital Program, Project 808650

Currently Authorized: \$22,500,000

Unencumbered Funds: \$22,492,169

Requested Amount: \$17,153,700.00

Known Support / Opposition

No known opposition