

Environment Committee

Meeting date: June 9, 2015

For the Metropolitan Council meeting of June 24, 2015

Subject: Authorization to Award and Execute a Contract for Construction of North Area Interceptor Rehabilitation – Phase 8 Project 808680, Contract 15P079

District(s), Member(s): District 2, Lona Schreiber

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

Staff Prepared/Presented: Jeff Schwarz, 651-602-1176; Karen Keenan, 651-602-4561

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

Proposed Action

That the Metropolitan Council authorizes its Regional Administrator to award and execute a contract to construct North Area Interceptor Rehabilitation – Phase 8 Project 808680, Contract 15P079, to Lametti and Sons, Inc. for their low, responsive bid of \$17,987,878.

Background

Recent inspections of Interceptors 4-NS-521 and 4-NS-523 revealed corrosion damage to gravity sewer pipe. The deterioration is extensive and has resulted in exposed reinforcing steel in the pipe and severe deterioration of maintenance structures. This project will rehabilitate pipe at two locations using trenchless lining methods.

Four (4) bids ranging from \$13,643,059 to \$19,994,945 were received and opened on May 21, 2015. Belair Builders, Inc submitted the lowest bid, which was significantly lower than the engineer's estimate of \$19,403,096. On May 26, 2015 Metropolitan Council staff received a request from Belair Builders, Inc to withdraw their bid on the project due to pricing and mathematical errors. The Metropolitan Council staff granted this request.

Lametti and Sons, Inc is now the low bidder for this contract in the amount of \$17,987,878. The Metropolitan Council Underutilized Business (MCUB) participation goal for this contract is 7%. 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 808600

Currently Authorized: \$75,000,000

Unencumbered Funds: \$48,000,000

Requested Amount: \$17,987,878

Known Support / Opposition

City of Fridley and Anoka County are supportive of the project.