

Environment Committee

Meeting date: January 10, 2017

For the Metropolitan Council meeting of January 25, 2017

Subject: North Area Interceptor Phase 9 Rehabilitation Project

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

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 authorizes its Regional Administrator to award and execute a contract for North Area Interceptor Phase 9 Rehabilitation Project 808690, Contract 16P241, to Michels Corporation for their low, responsive responsible bid of \$9,889,235.57.

Background

Recent inspections found corroded pipe along a stretch of 4-NS-521 Interceptor in Fridley. The project includes the rehabilitation of 4,300 lineal feet of 96" diameter reinforced concrete pipe (RCP) using the cured in place pipe (CIPP) rehabilitation method and the repair of the interior vault surface of the M200 meter station.

Six bids were received and opened on December 8, 2016. The bids ranged from \$9,889,235.57 to \$13,672,317.15. Michels Corporation submitted the low bid, which was less than the engineer's estimate of \$13,643,316.76. The Metropolitan Council Underutilized Business program (MCUB) participation goal for this contract is 6%. The Office of Diversity and Equal Opportunity has determined that Michels Corporation met the numeric goals for this contract.

Rationale

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

Thrive Lens Analysis

This action advances the Thrive Outcome of Stewardship. Public financial resources will be invested efficiently and effectively to maintain and restore existing capacity to existing wastewater infrastructure which protects the region's natural resources.

Funding

2017 MCES Authorized Capital Program, Project 808690

Currently Authorized: \$18,000,000

Unencumbered Funds: \$16,500,000.00

Requested Amount: \$9,889,235.57

Known Support / Opposition

The cities of Minneapolis and Fridley are supportive of the project.