Business Item No. 2018-43

# **Transportation Committee**

For the Metropolitan Council meeting of February 28, 2018

Subject: Mall of America Transit Station Renovations Bid Rejection

### **Proposed Action**

That the Metropolitan Council authorize the Regional Administrator to reject all bids received for Contract 17P185, Mall of America Transit Station Renovations Project.

### **Summary of Committee Discussion/Questions**

Metro Transit Principal Contract Administrator Derek Berube presented this item. Elkins said that the bus area was recently relocated (for the Super Bowl) and asked if it will be moved back. Berube said it was already moved (effective 2/12). Dorfman asked why we are authorizing a new not-to-exceed budget amount. Berube said the not-to-exceed budget amount will not change from \$25 million dollars, which includes the original budget for design as well as staff time. Munt stated that she thought this work was originally scheduled to be done prior to the Super Bowl and wanted to know if it affected the bid. Berube said that was correct, but State bond funds were not recieved until the last legislative session. Due to the compressed schedule, it was decided to wait until after the Super Bowl and the traditional time of year for a more favorable bidding climate. Rodriguez expressed her pleasure about this project being moved forward.

Motion by Elkins, seconded by Munt. Motion carried.



# **Transportation Committee**

Meeting date: February 12, 2018

For the Metropolitan Council meeting of February, 28, 2018

Subject: Mall of America Transit Station Renovations Bid Rejection

District(s), Member(s): District 5, Steve Elkins

Policy/Legal Reference: Council Expenditure Policy 3-3 Procurement of Goods and Services over

\$250,000

Staff Prepared/Presented: Brian Lamb, General Manager, (612) 349-7510

Marilyn Porter, Director, Engineering & Facilities, (612) 349-7689

Pat Jones, Assistant Director, (612) 349-7606

Derek Berube, Principal Contract Administrator, (612) 349-7560

**Division/Department:** Metro Transit / Engineering and Facilities

### **Proposed Action**

That the Metropolitan Council authorize the Regional Administrator to reject all bids received for Contract 17P185, Mall of America Transit Station Renovations Project.

### **Background**

On January 29, 2018, the Metropolitan Council received three bids for the Mall of America Transit Station Renovations project from Sheehy Construction in the amount of \$25,180,300, LS Black Constructors in the amount of \$25,381,000, and Shaw Lundquist Associates in the amount of \$32,209,632. All three bids were greater than the construction budget amount of \$22,000,000. Seven prime contractors downloaded the plans.

Going forward, Metro Transit plans to consider scope changes to reduce the construction costs while not affecting the function of the new transit center. Meetings will be conducted with stakeholders to discuss the options before the project is rebid.

Staff recommends rejecting the bids to allow for updating the bid documents to include scope reductions and material modifications. The project will be reissued in March 2018.

#### Rationale

Rejecting bids exceeding \$2,500,000 requires Council Authorization.

#### **Funding**

A budget of \$25,000,000, comprised of Federal (FTA), Council RTC, CTIB (Hennepin County), City of Bloomington and State Bond funds, is authorized for this project.

### **Known Support / Opposition**

No known opposition

