

City of Rochester Hills AGENDA SUMMARY FINANCIAL ITEMS

1000 Rochester Hills Dr. Rochester Hills, MI 48309 248.656.4630

www.rochesterhills.org

Legislative File No: 2006-0713

TO: Mayor and City Council Members

FROM: Roger Rousse, Director of Public Service

DATE: September 18, 2006

SUBJECT: Grant Pump Station Valve Replacement

REQUEST:

City Council authorization for Grant Pump Station Valve Replacement for contractual services to DiPonio & Morelli Construction Company, Milford, Michigan in the amount not-to-exceed \$42,236.19, to Etna Supply, Wyoming, Michigan for three American Flow Control swing check valves in the amount of \$13,215.00 and Kennedy Industries, Inc., Milford, Michigan for four DeZurik Plug Valves in the amount of \$7,544.00 for a total project cost of \$62,995.19.

REASON FOR PURCHASE:

The Scope of Work for this project is to replace a total of nine (9) valves on the three (3) inlet lines at the Grant Pump Station. Time is of the essence due to the deterioration, age and possible failure of the existing valves.

As the City currently owns two (2) new plug valves, sealed bids were solicited for three American Flow Control swing check valves and four DeZurik plug valves to replacement the existing valves. Separate sealed bids were solicited for the valves to save the City pass through costs from the contractor for taxes and mark-ups. Etna Supply submitted the low bid meeting specifications for the swing check valves in the amount of \$13,215.00 and Kennedy Industries, Inc. for the plug valves in the amount of \$7,544.00.

Request for Proposals were solicited in February 2005, resulting in a three-year contract with DiPonio & Morelli Construction Company for emergency and scheduled public underground utility repairs and related work services. The City's experience, including work product, timeliness and cost, with DiPonio & Morelli relative to the Clinton River Valley Storm Sewer Repair and other projects during the term of the contract is very positive. DiPonio & Morelli provided the City with a time and materials cost estimate of \$42,236.19.

Due to the age and complexity of the Grant Pump Station, the replacement of the valves will be a difficult task and will require the use of equipment that the City does not own. Therefore, we are requesting that DiPonio & Morelli complete the project.

PROCESS:

Vendor Name and Address:

DiPonio & Morelli Construction Company 2673 E. Maple Road Milford, Michigan 48381 **Reason for Selection:**

Valves: Lowest, Responsible, Responsive Bid

Contractual Services: Best Value

Method of Purchase:

Existing Contract/Purchase Orders

BUDGET:

Fund Name	Department Account No	Account No. Description	Budget Amount	Cost	Remaining Budget
Water and Sewer Capital	593	972000 SS-22B	\$275,000.00	\$62,995.19	\$212,004.81

RECOMMENDATION:

It is recommended that City Council authorize the Grant Pump Station Valve Replacement for contractual services to DiPonio & Morelli Construction Company, Milford, Michigan in the amount not-to-exceed \$42,236.19, to Etna Supply, Wyoming, Michigan for three American Flow Control swing check valves in the amount of \$13,215.00 and Kennedy Industries, Inc., Milford, Michigan for four DeZurik Plug Valves in the amount of \$7,544.00 for a total project cost of \$62,995.19.

NEXT AGENDA ITEM

<u>RETURN TO AGENDA</u>

APPROVALS:	SIGNATURE	DATE
Department Review		
Department Director		
Budget Content: Finance Director		
Purchasing Process: Supervisor of Procurement		
Mayor		
City Council Liaison		