



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: 2013-0273

TO: Mayor and City Council Members

FROM: Allan E. Schneck, P.E., Department of Public Services Director

DATE: July 29, 2013

SUBJECT: South Boulevard Water Main Replacement between Livernois and Rochester
City File No. E10-037

REQUEST:

The Department of Public Services requests that City Council award a contract for the South Boulevard Water Main Replacement Project to Verdeterre Contracting Inc. in the amount of \$704,970.00 and authorizes the Mayor to execute a contract on behalf of the City.

The Department of Public Services also requests that City Council authorize a 10% contingency in the amount of \$70,497.00 for a total not-to-exceed construction cost budget of \$775,467.00.

REASON FOR PURCHASE:

This section of South Boulevard water main between Livernois and Rochester was proposed for replacement by water department staff because of its age, cast iron pipe material type and break history. The Scope of Work includes the replacement of approximately 5,150 LFT of 8" cast iron water main with 12" HDPE SDR 11 DIPS pipe via the pipe bursting method. The contractor will be responsible for supplying customers with a potable source of water during the main replacement and is required to maintain local traffic at all times.

Rochester Hills received **five (5)** sealed bids for the project on July 12, 2013 (bid summary attached). Of the bids received, Verdeterre Contracting Inc. was the lowest, responsive, responsible bidder.

Work is expected to begin in August 2013 with a completion date scheduled for November, 2013.

PROCESS:

Vendor Name and Address:

Verdeterre Contracting Inc.
2618 Hannan Road
Canton, MI 48188

Reason for Selection:

Lowest Responsible Responsive Bidder

Method of Purchase:

Blanket Purchase Order Contract

BUDGET:

The South Boulevard Water Main Replacement Project between Livernois and Rochester was included in the 2011-2016 CIP and the approved 2011 Budget. Gas main relocation and completion of the design plans by department engineering staff delayed the project until 2013. The original total project budget of \$615,000 was subsequently carried over into the 2012 and 2013 budgets.

If approved by City Council, Fiscal shall prepare the appropriate 3rd Quarter 2013 budget amendments.

Fund Name	Department Account No	Account No. Description	*Remaining Project Budget Amount	Cost	Remaining Budget
Water & Sewer Capital Fund	593.972000	Equipment: Mains & Services	\$590,000.00	\$775,467.00	(\$185,467.00)

*Remaining Project Budget less Preliminary Engineering & Geotechnical Services

RECOMMENDATION:

The Department of Public Services recommends that City Council award a contract for the South Boulevard Water Main Replacement Project to Verdeterre Contracting Inc. in the amount of \$704,970.00 and authorizes the Mayor to execute a contract on behalf of the City.

The Department of Public Services also requests that City Council authorize a 10% contingency in the amount of \$70,497.00 for a total not-to-exceed construction cost budget of \$775,467.00.

Attachments(s): Bid Summary.pdf

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