

# 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: 2014-0085

TO: Mayor and City Council Members

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

**DATE:** March 3, 2014

**SUBJECT:** 2014 Sanitary Sewer Rehabilitation Project

City File #E13-005

### **REQUEST:**

The Department of Public Services recommends accepting the bid and awarding of a contract for the 2014 Sanitary Sewer Rehabilitation Project to Liqui-Force Services (USA) Inc. of Romulus, Michigan as the lowest, most responsive, responsible bidder in the amount \$586,600.91 and authorize the Mayor to execute a contract on behalf of the City.

The Department of Public Services also requests City Council authorization of a 10% contingency in the amount of \$58,660.09 to allow for quantity adjustments based on final measurements verified in the field.

### **REASON FOR PURCHASE:**

On February 18, 2014 the City received one (1) sealed bid for the 2014 Sanitary Sewer Rehabilitation *Project*. See attached bid tab. Construction is expected to commence April 2014 with final completion no later than 90 days after the Notice to Proceed.

Through routine televising, sanitary sewer locations in various stages of deterioration were cataloged and identified for rehabilitation. The majority of the proposed work will be prosecuted through a non-destructive method called cured-in-place sewer lining, isolated segment lining, joint grouting and manhole repairs. The work is located in several locations throughout the City.

This project includes a grant the City received from Wayne County through the Rouge River National Wet Weather Demonstration Project (Round XI) to perform a sanitary sewer rehabilitation project in the southwest portion of the City. Wayne County will reimburse the City \$36,240 from the grant. The agreement between the City and Wayne County was approved in December 2012.

#### PROCESS:

**Vendor Name and Address:** 

Liqui-Force Service (USA) Inc. 28529 Goddard Road, Suite 106 Romulus, MI 48174

## Reason for Selection:

Lowest, most responsive, responsible bidder

### Method of Purchase:

Blanket Order, Contract

### **BUDGET:**

The FY 2014 Adopted Budget includes \$500,000.00 for this capital project. If approved by City Council, Fiscal shall increase Water & Sewer Capital Fund revenues by +\$36,240.00, and capital project expenses by +\$145,270.00, as part of the 2014 2<sup>nd</sup> Quarter Budget Amendments.

Fund Name	Department Account No	Account No. Description	Budget Amount	Cost	Remaining Budget
Water & Sewer Capital	593.972000	Equipment - Mains & Services	\$500,000.00	\$645,261.00	(\$145,261.00)

### **RECOMMENDATION:**

The Department of Public Services recommends accepting the bid and awarding of a contract for the 2014 Sanitary Sewer Rehabilitation Project to Liqui-Force Services (USA) Inc. of Romulus, Michigan as the lowest, most responsive, responsible bidder in the amount \$586,600.91 and authorize the Mayor to execute a contract on behalf of the City.

The Department of Public Services also requests City Council authorization of a 10% contingency in the amount of \$58,660.09 to allow for quantity adjustments based on final measurements verified in the field.

The Department of Public Services will provide construction engineering services for this project including: inspection, complaint resolution and contract administration.

APPROVALS:	SIGNATURE	DATE
Department Review		
Department Director		
Budget Content: Finance Director		
Purchasing Process: Supervisor of Procurement		
Mayor		
Deputy Clerk		

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