



City of Rochester Hills
AGENDA SUMMARY
FINANCIAL ITEMS

1000 Rochester Hills Dr.
Rochester Hills, MI 48309
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Legislative File No: 2015-0133

TO: Mayor and City Council Members

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

DATE: April 20, 2015

SUBJECT: Sewer Maintenance Services
SAW Grant Wastewater and Stormwater Asset Management Work

REQUEST:

City Council is recommended to authorize a blanket purchase order/contract for sewer maintenance services in the amount not-to-exceed \$947,400.00 to Liqui-Force Services (USA), Romulus, MI.

REASON FOR PURCHASE:

The City of Rochester Hills has been awarded a \$2 million grant from the Michigan Department of Environmental Quality (MDEQ) for Asset Management Planning for its stormwater and wastewater infrastructure. This grant will allow the City to evaluate the overall condition of its aging infrastructure, including pipes, manholes, pump stations, and drainage channels. The Asset Management Plan will culminate in a report that will recommend a long-term business plan to sustain its infrastructure through adequate funding, maintenance, rehabilitation, and replacement of its components. This will allow the City to provide an acceptable level of service for its residents and businesses who depend on our infrastructure.

As part of the grant, the City is required to complete televising and cleaning of our stormwater and wastewater systems. The City's application for the stormwater asset management portion of the grant states that we will televise and clean approximately 150,000 lineal feet of stormwater mains throughout the City. The estimated cost for this work as summarized in the grant is \$541,500.00. The City's application for the wastewater asset management portion of the grant states that we will televise and clean approximately 180,000 lineal feet of wastewater mains throughout the City. The estimated cost for this work as summarized in the grant is \$405,900.00. These funds are 80% reimbursable through the grant. The City would like to utilize Liqui-Force Services to complete this work, as well as our own workforce.

The City of Livonia solicited a Request for Proposals for on-call and on-going Water and Sewer System Maintenance Services on behalf of themselves, the Charter Township of Redford and MITN Purchasing Cooperative. Through the Request for Proposal process, City of Livonia awarded a contract for Water and Sewer Maintenance Services to Liqui-Force Services (USA) as the most qualified, best value proposal. The City of Rochester Hills, as a member of the MITN Purchasing Cooperative is able to utilize this cooperative contract for the services they require.

PROCESS:

Vendor Name and Address:

Liqui-Force Services (USA)
 28529 Goddard Road, Suite 106
 Romulus, MI 48174

Reason for Selection:

Best Value

Method of Purchase:

Blanket Purchase Order/Contract

BUDGET:

The wastewater asset management portion of the grant (593.801000) is proposed to utilize funding included in the 2015 Adopted Budget for the Sanitary Sewer Rehabilitation Program (SS-02B), as this work is in-line with that program. The Water & Sewer Capital Fund will then be reimbursed for the sanitary sewer portion of the SAW grant and will be included as part of a future Budget Amendment.

The stormwater asset management portion of the grant (244.801000) is proposed to be funded by a transfer from the Capital Improvement Fund (420) to the Water Resources Fund (244). This is consistent with how the City is managing the Engineering/Consulting phase of the project (awarded to OHM & HRC in FY 2014). If approved by City Council, Fiscal shall present a 2nd Quarter Budget Amendment for the transfer-in/out and stormwater portion of the expense. The Capital Improvement Fund will be reimbursed for the stormwater portion of the SAW grant and will be included as part of a future Budget Amendment.

Fund Name	Department Account No	Account No. Description	Budget Amount	Cost	Remaining Budget
Water Resources Fund	244.80100 0	Professional Services	\$0	\$541,500	(\$541,500)
W&S Capital Fund	593.80100 0	Professional Services	\$500,00 0	\$405,900	\$94,100
		TOTAL	\$500,00 0	\$947,400	(\$447,400)

RECOMMENDATION:

City Council is recommended to authorize a blanket purchase order/contract for sewer maintenance services in the amount not-to-exceed \$947,400.00 to Liqui-Force Services (USA), Romulus, MI.

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