

MEMO

To: City Administration/City Council

From: Mark Sollenberger /Water & Wastewater Director

Date: April 07, 2016

Re: Recommendation of bid award.

The wastewater department has in the approved 2016 budget to replace the Lariat Lift Station in the sewer collection system. To keep project costs down, the city purchased the specified pump skid portion of the project directly from the manufacturer (Gorman-Rupp) for \$79,238.00. All the engineering costs by SGM for this project are estimated to be \$60,000.00. The total budgeted amount of \$500,000.00 in the capital budget account #60-66-93300 is available for all project costs. There were three companies that submitted bids for the remaining construction portion of this project. These bids were received and opened on March 31, 2016 at 11:00am. The lowest bidder who met all requirements of the bid specifications was Mueller Construction Services, Inc with an initial bid of \$296,669.00. After the bids were received there was a discussion on a possible improvement to the vault design by city staff, SGM, and Mueller. It was decided that by increasing the vault size just a little, it would actually make it much easier for the city staff to operate and maintain the new station. Mueller subsequently got SGM a cost for this vault size modification which equaled \$1,725.00, or a total bid cost of \$298,394.00. Calculating all costs for this project it will still be significantly lower than the budgeted amount.

It is my recommendation to award the construction bid for the Lariat Lift Station Replacement Project to Mueller Construction Services, Inc for the total bid amount underlined above. Chris with SGM Engineers designed and bid this project out for the city, so I have also included his recommendation letter and bid tabulation sheet for your review.