

PUBLIC WORKS AND UTILITIES COMMITTEE

09-0646R

RESOLUTION AWARDING A CONTRACT TO RJS CONSTRUCTION GROUP, LLC, FOR THE EAST INTERCEPTOR SANITARY SEWER OVERFLOW STORAGE FACILITY - PHASE I IN THE AMOUNT OF \$3,423,000.

CITY PROPOSAL:

RESOLVED, that the proper city officials are hereby authorized to enter into a contract with RJS Construction Group, LLC, for construction of the east interceptor sanitary sewer overflow storage facility - Phase I in the amount of \$3,423,000. \$1,980,000 is funded by an ARRA grant from the Army Corps of Engineers 569 program, payable from the Clean Water Fund 532, Department/Agency 025, Object 5532. \$1,443,000 is funded by a PFA loan and is payable from the Clean Water Fund 532, Department/Agency 500, Object 5532, City Project No. 0802SN.

Approved:

Approved for presentation to council:

Department Director
Purchasing Agent _____

Chief Administrative Officer

Approved as to form:

Approved:

Attorney

Auditor

STATEMENT OF PURPOSE: This resolution will authorize the construction of the east interceptor sanitary sewer storage facility - Phase I by RJS Construction Group, LLC, in the amount of \$3,423,000, with the costs to be funded by a \$1,980,000 ARRA grant from the Army Corps of Engineers 569 program, Clean Water Fund 532, Department/Agency 500, Object 5532, and the remaining \$1,443,000 to be paid from the Clean Water Fund 532, Department/Agency 500, Object 5532, City Project No. 0802SN, Requisition No. 09-0528. RJS Construction Group, LLC, was the lowest bidder of the five companies that submitted bids. Although their bid is 14 percent higher than the engineer's estimate of \$3,000,010 the city recommends award because of the city's consent decree requirements to eliminate sanitary sewer overflows and because prices are not expected to be lower if the project is rebid.

Tabulation of bids received October 14, 2009

RJS Construction Group, LLC	Superior, WI	\$3,423,000
Utility Systems of America, Inc.	Eveleth, MN	\$3,469,750
Rice Lake Construction Group, LLC	Deerwood, MN	\$3,643,224
Gridor Construction, Inc.	Buffalo, MN	\$4,293,000
Veit & Company, Inc.	Rogers, MN	\$5,285,000