



CITY COUNCIL ACTION REPORT

November 2, 2012

TO: Michael W. Culpepper, Acting City Manager

FROM: Mark F. Miller, Director of Economic and Community Development
Steven J. Vandette, City Engineer

SUBJECT: Standard Purchasing Resolution #1: Award to Low Bidder
Contract 12-7 – Lovington Storm Sewer

Background:

Bids were received and publicly read on October 31, 2012. The low bid of \$942,449.00 was submitted by DiPonio Contracting, Inc., 51173 Simone Industrial Drive, Shelby Township, MI 48316, as shown on the attached tabulation summary. The Engineer's estimate at the time of bidding was \$1,075,550. The low bid is \$133,101 or 12.4% below the Engineer's estimate.

This project is a continuation of storm sewer improvements in this area of Section 36 which has been prone to flooding. The project will construct a 48" diameter storm sewer under the road and provide edge drains and catch basins along the ditch line. The existing road will be removed to facilitate the underground construction and a new asphalt road will be constructed in the spring. The Lovington project will complete the overall storm sewer in this area that started several years ago with projects on Iowa, Wisconsin, Minnesota and Dashwood. This project will be paid for partially by CDBG funds and the remainder with City funds. Work is anticipated to start in the winter of 2013 and continue into the spring. Project cleanup and restoration will take place in the spring of 2013 with all work completed by July 2013.

Recommendation

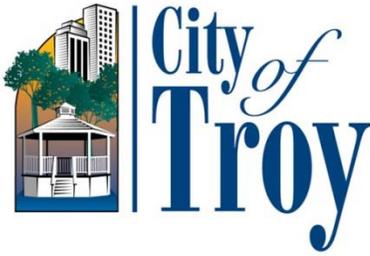
It is recommended that City Council award a contract for the Lovington Storm Sewer project to DiPonio Contracting, Inc., 51173 Simone Industrial Drive, Shelby Township, MI 48316, for their low bid amount of \$942,449.00. In addition, we are requesting authorization to approve additional work, if needed, not to exceed 20% of the original project cost due to unknown underground conditions that may arise during construction.

Fund Availability

CDBG funds in the amount of \$570,075.04 are available to partially fund this project. The remainder, or \$372,373.96, is the City's share of the project plus funds for inspection, testing and contingencies. The City's share is included in the 2012/13 Drains Fund.

Legal Considerations

Work was competitively bid and publicly opened with twelve (12) bidders responding. Award is contingent upon submission of proper proposal and bid documents, including insurance certificates, bonds and all specified requirements.



BID TAB – CONTRACT 12-7

Project: Lovington Storm Sewer

Bids Due: October 31, 2012

Project Number: 00.306.5

<u>BIDDER</u>	<u>TOTAL BID</u>
1. DiPonio Contracting, Inc.	\$942,449.00
2. ADJ Excavating, Inc.	\$973,459.74 *
3. Bricco Excavating, LLC	\$998,271.00
4. Springline Excavating, LLC	\$1,028,729.00
5. Pamar Enterprises, Inc.	\$1,045,413.00
6. Superior Excavating, Inc.	\$1,057,023.40
7. V.I.L. Construction, Inc.	\$1,063,372.50
8. Dan's Excavating, Inc.	\$1,198,504.85
9. Angelo lafrate Construction Co.	\$1,252,665.50 *
10. TR Pieprzak Company, Inc.	\$1,275,738.60 *
11. Teltow Contracting, Inc.	\$1,381,117.28
12. F.D.M. Contracting, Inc.	\$1,433,422.50

* Corrected by Engineer