



**Request for City Council Committee Action
From the Departments of Public Works and Procurement**

Date: December 12, 2006
To: Honorable Sandra Colvin Roy, Chair Transportation & Public Works Committee
Referral to: Honorable Paul Ostrow, Chair Ways & Means Committee
Subject: Approval of Official Publication No. 6690 - Bids for Pipeline Rehabilitation

Recommendation:

Acceptance of the bid of Veit & Company, Inc. in the amount of \$ 65,125.00 to furnish and deliver all labor, materials, equipment and incidentals necessary for pipeline rehabilitation, as follows:

- | | | | | |
|----|--|--------|----------|--------------|
| 1. | Installation and inspection for lining 16" diameter cast iron pipe utilizing 9mm thick PVC Liner | 750 ft | \$ 73.50 | \$ 55,125.00 |
| 2. | 2 each Installation of connection flanges | ea | 5000.00 | 10,000.00 |

Terms are net 30 days. F.O.B.: Jobsite

Further recommend proper Officers be authorized and directed to execute a contract for this project all in accordance with our specifications.

Contingent on approval of the Civil Rights Department.

Prepared by: Gary Warnberg Director, Procurement

Approved by: Steven A. Kotke, P.E. City Engineer, Director of Public Works

Presenters: Paul Ogren Director of Field Services

Permanent Review Committee (PRC) Approved _____ Not Applicable XXX
 Policy Review Group (PRG) Approved _____ Not Applicable XXX

Financial Impact (Check those that apply)	
<input checked="" type="checkbox"/>	No financial impact - or - Action is within current department budget. (If checked, go directly to Background/Supporting Information)
<input type="checkbox"/>	Action requires an appropriation increase to the Capital Budget
<input type="checkbox"/>	Action requires an appropriation increase to the Operating Budget
<input type="checkbox"/>	Action provides increased revenue for appropriation increase
<input type="checkbox"/>	Action requires use of contingency or reserves
<input type="checkbox"/>	Business Plan: <u>X</u> Action is within the plan <input type="checkbox"/> Action requires a change to plan
<input type="checkbox"/>	Request provided to department's Finance Department contact when provided to the Committee Coordinator
Community Impact	
Neighborhood Notification:	Not Applicable
City Goals:	City's infrastructure will be well maintained
Comprehensive Plan:	Not Applicable
Zoning Code:	Not Applicable

Background/Supporting Information:

Tabulation of bid one (1) received on Official Publication No. 6690 for Pipeline Rehabilitation is attached.

Please refer to the enclosed Staff Memo.

Attachments - Staff Recommendation
Tabulation Sheet

cc: P. Ogren
R. Profaizer
R. Nubbe



**Department of
Public Works**
Steven A. Kotke, P.E.
City Engineer
Director

350 South 5th Street - Room 203
Minneapolis MN 55415

Office 612 673-2352
Fax 612 673-3565
TTY 612 673-2157

November 15, 2006

Connie Beck
Minneapolis Purchasing Department

RE: Fold & Form Pipeline Rehabilitation Bid # 6690

Connie,

We would like to request that the bid award for the above reference Official Publication be awarded to Veit & Company. The single bid received is acceptable in terms of price and bidder qualifications. We did expect to receive multiple bids particularly given we had been in contact with at least one additional vendor to Veit and had expanded the materials specifications to include an alternative pipe material specifically to encourage additional bidders. In a follow up call to the other vendor we had been in contact with, we were informed that they had concerns as to their ability to perform the work due to internal organizational issues within their company and that of their material supplier.

Preliminary estimates for the cost of this work through sources other than Veit yielded an engineer's estimate of \$83.00 per foot. The bid amount of \$73.50 per foot is considered reasonable given it is lower than our anticipated cost.

If you have any questions or would like further information I can be contacted at 673-2421.

Sincerely,
J. Richard Profaizer P.E.
Operations Engineer/ Manager
Field Services – Sewer & Storm Drain Section

Copy:

"BIDS FOR PIPELINE REHABILITATION" - P/W Sewer

Offl. Publ #6690
 Bids opened 10 AM, CST
 November 14, 2006
 Minneapolis MN

*Vest
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|----|---|----------|--|--|--|--|--|--|--|
| 1. | Installation and inspection of
16" x 9mm PVC Liner \$/ft | 13.50 | | | | | | | |
| 2. | 2 ea Installation of
connection flanges \$/ea | 5,000.00 | | | | | | | |
| | Cash discount - % 20 days | — | | | | | | | |

We, the undersigned, hereby certify that the above bids were publicly opened and read aloud:

 FINANCE OFFICER

David M. Jones
 ASST. DIRECTOR, PURCHASING