

### City Council Memorandum

To: Mayor Fasbender & City Council Members

From: Ryan Stempski – Public Works Director

Date: June 5, 2023

Item: Contract Award for 2023 Sanitary Sewer Lining Program

#### COUNCIL ACTION REQUESTED

Council is requested to adopt the attached resolution to award a contract for the 2023 Sanitary Sewer Lining Program project.

#### **BACKGROUND INFORMATION**

The City received four bids for this project on April 13<sup>th</sup>, 2023. A summary of the bids is listed below.

<u>Bidder</u>	Total Bid
Musson Brothers Inc. – Waukesha, WI	\$559,602.50
Visu-Sewer, Inc. – Pewaukee, WI	\$576,999.00
Insituform Technologies – Chesterfield, MO	\$586,562.50
BLD Services – Kenner, LA	\$593,416.00

The Sanitary Sewer Lining Program budgets \$350,000 every other year (odd years) to rehabilitate sanitary sewer pipe in need across the City. In 2023 another \$182,000 was added to include the lining work required on the 2023 Neighborhood Infrastructure Project and to address defective areas identified during routine televising investigations along TH 61. This was done to avoid the cost of multiple mobilizations and for economies of scale during the bidding process. Unfortunately, we learned there has been over a 30% increase in costs for the petroleum-based products used in the lining program since 2021. Staff still believes this work needs to get done to address our aging sanitary sewer system in the most cost-effective manner.

#### **CONTRACTOR QUALIFICATION**

The City has confirmed qualifications of Musson Brothers Inc. on sewer lining projects in the industry. Staff also confirmed that Musson Brothers Inc. bid bond is valid.

#### FINANCIAL IMPACT

The sewer enterprise fund will cover the overage of the planned lining work, which increased from \$350,000 to \$378,000 due to cost of materials. Additionally, utility revenue bonds were increased to cover the cost of the 2023 Neighborhood Project work and additional rehabilitation work of defective lines along TH 61 (total of \$182,000).

#### STAFF RECOMMENDATION

Staff is recommending that the City Council move forward in adopting the attached resolution awarding the contract to Musson Brothers Inc., in the amount of \$559,602.50.

#### **ATTACHMENTS**

Resolution Receiving Bids and Awarding Contract Project Map

## **CITY OF HASTINGS**

DAKOTA COUNTY, MINNESOTA RESOLUTION NO.

# RESOLUTION RECEIVING BIDS AND AWARDING CONTRACT FOR PROJECT 2023-2 2023 Sanitary Sewer Lining Program

**WHEREAS**, pursuant to an advertisement for bids for Project 2023-2, the 2023 Sanitary Sewer Lining Program project, and bids were opened on April 13, 2023 and tabulated according to law, and the following bids were received:

Bidder	<u>Total Bid</u>
Musson Brothers Inc. – Waukesha, WI	\$559 <i>,</i> 602.50
Visu-Sewer, Inc. – Pewaukee, WI	\$576,999.00
Insituform Technologies – Chesterfield, MO	\$586 <i>,</i> 562.50
BLD Services – Kenner, LA	\$593 <i>,</i> 416.00

and

WHEREAS, it appears that Musson Brothers Inc. is the lowest responsible bidder.

#### NOW, THEREFORE BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF HASTINGS AS FOLLOWS:

- 1. The Mayor and Clerk are hereby authorized and directed to enter into a contract Musson Brothers Inc.
- 2. The total amount of the contract is hereby declared to be \$559,602.50.

#### ADOPTED BY THE CITY COUNCIL OF HASTINGS, MINNESOTA, THIS 5<sup>TH</sup> DAY OF JUNE, 2023.

Ayes:

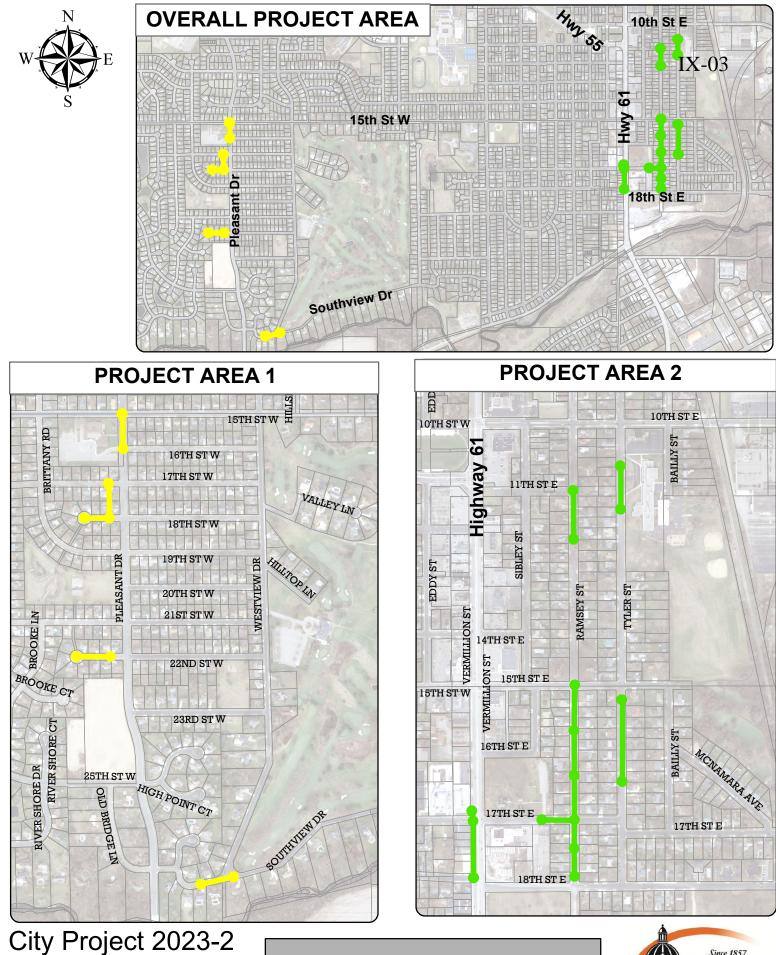
Nays:

ATTEST:

Mary D. Fasbender, Mayor

Kelly Murtaugh, City Clerk

SEAL



2023 Sanitary Sewer Lining Program

Sanitary Sewer Mains to be Lined - Area 1 Sanitary Sewer Mains to be Lined - Area 2

