



Legislation Text

File #: ID 16-0002, **Version:** 1

Resolution Authorizing Extension #3 to Contract No. 2012-076 in the Amount of \$2,186,000 with Heitkamp, Inc. for the Epoxy Waterline Rehabilitation Project “M”

Department: Water Resources
Council District: All

Public Hearing: N/A
Advertising Date/By: N/A

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PURPOSE:

Water Resources desires to add additional project areas to contract 2012-076 that require water line rehabilitation with funding approved in the FY 15-16 budget. This ongoing effort is critical for addressing identified water distribution piping deficiencies through the rehabilitation of substandard lines. Approval of contract extension #3 is requested in order to add additional funding to the contract for new project areas.

BACKGROUND:

Contract 2012-076 was approved and authorized by City Council on October 15, 2013. The contract was awarded to Heitkamp, Inc. in the amount of \$3,449,107. When this contract was bid, the City reserved the right to extend it as a “Unit Price Contract.” Contract extension #1 was approved by City Council on October 7, 2014 in the amount of \$1,968,000. Contract extension #2 was granted in December of 2014 to add additional time to the contract. The City’s pipe rehabilitation program is designed to correct substandard water lines that are identified through an evaluation of the host pipe age, material type, installation method, system pressure, flow, and water quality. As part of the contract extension, 36,243 linear feet of waterline will be improved. The work includes 21,894 linear feet of 6-inch pipe, 9,562 linear feet of 8-inch pipe and 4,787 linear feet of 12-inch pipe.

The M/WBE goals set for the original contract were 3% MBE and 4% WBE. The M/WBE Office completed a review of the contract and available subcontracting opportunities and reconfirmed the MBE utilization of 3%. The contractor will utilize a WBE outside the Greensboro MSA. The contractor has committed to meeting the same level of MBE utilization for the new project areas.

BUDGET IMPACT:

Funds for this contract extension are budgeted in Water Resources Capital Improvements Fund account 503-7025-01.6016 A16035 in the amount of \$2,186,000.

RECOMMENDATION / ACTION REQUESTED:

The Water Resources Department recommends that City Council approve contract extension #3 to contract

2012-076 with Heitkamp, Inc. in the amount of \$2,186,000.

COMMITTEE ACTION: This item was referred to Council by the Infrastructure Committee.