MEMO 24-07

TO:

Frank Schulte, City Administrator

FROM:

James Kowalski, Director of Public Services

DATE:

January 16, 2024

SUBJECT:

Torrey Road Pump Station Generator – AEW Project No. 0160-0473

On September 18, 2023 Council approved funds for soliciting bids and design engineering for the Torrey Road Pump Station Generator.

On Tuesday, January 9, 2024 two bids were received. The low bidder was Rauhorn Electric, Inc. of Bruce, Michigan.

Rauhorn Electric, Inc.

\$2,047,390.00

J. Ranck Electric, Inc.

\$2,410,832.00

AEW has previously worked with Rauhorn Electric, Inc. and find them qualified to perform this work. The bid amount is higher than anticipated. However, AEW does not believe rebidding the project would result in lower bids.

Based upon the recommendation of AEW, I concur that the contract for the Torrey Road Pump Station Generator be awarded to the lowest qualified bidder, Rauhorn Electric, Inc., 14140 33 Mile Road, Bruce Township, MI 48065, in the amount of \$2,047,390.00. I recommend a construction contingency in an amount not to exceed \$102,610.00 for any unforeseen problems should they arise. The total construction for this project will not exceed \$2,150,000.00.

I further recommend construction engineering to be provided by Anderson, Eckstein and Westrick, Inc., 51301 Schoenherr Rd., Shelby Twp., MI 48315 in an amount not to exceed \$90,000.00.

This is not a budgeted item in the Fiscal Year 2023/2024 budget and would require a budget amendment and transfers from the water/sewer fund balance account no. 592-000-697.000 into the Torrey Road Capital Improvement account no. 592-542-974.000 in the amount of \$2,150,000.00 and the Torrey Road Contractual Services account no. 592-542-818.000 in the amount of \$90,000.00.

Please contact me if you have any questions regarding this matter.

I do not believe any benefit will accrue to the C	city by seeking further bids. Approved for Council consideration	٦.
The Challes	1-16-24	
Frank Schulte, City Administrator	Date	
	RECEIVED	
F 10 00 0		

Fund Certification:

JAN 1 6 2024

Account numbers and amounts have been verified as presented.

CITY OF GROSSE POINTE WOODS CLERK'S DEPARTMENT

Shawn Murphy, Treasurer/Comptroller

Date



ANDERSON, ECKSTEIN & WESTRICK, INC. CIVIL ENGINEERS - SURVEYORS - ARCHITECTS

Shelby Township - Roseville - Livonia 586.726.1234 | www.aewinc.com

January 16, 2024

Jim Kowalski, Director of Public Services City of Grosse Pointe Woods 20025 Mack Plaza Grosse Pointe Woods, Michigan 48236-2397

Reference:

Torrey Road Pump Station Generator

AEW Project No. 0160-0473

Dear Mr. Schulte:

On Tuesday, January 9, 2024, two (2) bids were received for the above referenced project. We have tabulated the bids and have included a summary herewith for your use.

The low bidder for this project is Rauhorn Electric, Inc. of Bruce Township, Michigan, with a total bid amount of \$2,047,390.00. We have previously worked with Rauhorn Electric, Inc., and find them qualified to perform this work. The bid amount is higher than anticipated. However, we do not believe rebidding the project will result in lower bids.

Based on past performance and the lowest bid submitted, we recommend that the contract for the **Torrey Road Pump Station Generator** be awarded to **Rauhorn Electric**, **Inc.**, 14140 33 Mile Road, Bruce Township, Michigan 48065, in the amount of **\$2,047,390.00**.

In addition, we are recommending construction contingency in the amount of \$102,610 and construction engineering in the amount of \$90,000. Design engineering was previously approved in the amount of \$110,000 for a total project cost of \$2,350,000.00. This project is not included in the current budget; therefore, we recommend a budget amendment increase in the amount of \$2,240,000.

If you have any questions, please advise.

Sincerely,

C=US, E=rwilberding@aewinc.com, O="Anderson, Eckstein & Westrick, Inc.", CN=Ross Wilberding 2024.01.16 12:56:40-05'00'

Ross Wilberding, PE

Enclosure:

Bid Tabulation

CC:

Shawn Murphy, Deputy Controller

M:\0160\0160-0473\Project Mgmt\Correspondence\0160-0456_RecAward.docx



ANDERSON, ECKSTEIN & WESTRICK, INC. CIVIL ENGINEERS - SURVEYORS - ARCHITECTS

51301 Schoenberr Road, Shelby Township, MI 48315 586.726.1234 | www.aewinc.com

Bid Tabulation

Project Name:

Torrey Road Pump Station Generator

AEW Project No.:

0160-0473

Location:

City of Grosse Pointe Woods City Hall

Date:

January 9, 2024

<u>Time:</u> 10:00 am

Bidder	Base Bid	Alternate (s)	Bid Bond	Adden.
Rauhorn Electric 14140 33 Mile Road Bruce Twp, MI 48065	\$2,047,390.00	No	Yes	Yes
J. Ranck Electric, Inc. 1993 Gover Parkway Mt. Pleasant, MI 48858	\$2,410,832.00	No	Yes	Yes