



CITY OF NOVI CITY COUNCIL
FEBRUARY 5, 2024

SUBJECT: Approval of the final payment to DiPonio Contracting, LLC for the Howell's Walled Lake Subdivision Water Main Replacement, Street Repaving & Sanitary Sewer Repair project, in the amount of \$73,287.76, plus interest earned on retainage.

SUBMITTING DEPARTMENT: Department of Public Works, Engineering Division

EXPENDITURE REQUIRED	\$ 23,600.00 Expense <u>\$ 49,687.76 Retainage</u> \$ 73,287.76 Total
AMOUNT BUDGETED	\$ 105,149.00
APPROPRIATION REQUIRED	\$ 0
LINE ITEM NUMBER	592-536.00-976.099

BACKGROUND INFORMATION:

The Howell's Walled Lake Subdivision is comprised of Wainwright Street, Linhart Street, Martin Avenue, and Paramount Street. The water main was installed when the subdivision was built in the 1970s and had a history of water main breaks and failing valves. This project replaced approximately 3,000 feet of 8-inch water main along each of the subdivision streets. Full restoration of the streets occurred upon completion of the replacement water main. Additionally, portions of the sanitary sewer within the subdivision were also lined to extend the service life of the sewer.

The construction contract was approved at the August 22, 2022, City Council meeting to DiPonio Contracting, LLC in the amount of \$2,071,892.02. Staff worked with the engineering consultant for this project, OHM-Advisors, to review and verify the final contract payment amount of \$73,287.76 that is due the Contractor. The City Attorney reviewed the final documentation and found it to be in an acceptable form (Beth Saarela, January 17, 2024).

There were three (3) approved change orders issued, resulting in an overall increase of \$104,418.84 or 5.0% over the awarded amount. These approved change orders resulted in a final contract price of \$2,176,310.86.

RECOMMENDED ACTION: Approval of the final payment to DiPonio Contracting, LLC for the Howell's Walled Lake Subdivision Water Main Replacement, Street Repaving & Sanitary Repair project, in the amount of \$73,287.76, plus interest earned on retainage.