



CITY OF NOVI CITY COUNCIL
AUGUST 12, 2024

SUBJECT: Approval of the final payment to CSM Mechanical, Inc. for the Garfield Sanitary Pump Station project, in the amount of \$41,843.33, plus interest earned on retainage.

SUBMITTING DEPARTMENT: Department of Public Works, Engineering Division

EXPENDITURE REQUIRED	\$ 7,499.21 (expenditure) <u>\$ 24,344.12 (retainage)</u> \$ 41,843.33 Total
AMOUNT BUDGETED	\$ 133,465.00 FY23/24
APPROPRIATION REQUIRED	\$ 0
LINE ITEM NUMBER	592-536.00-976.009

BACKGROUND INFORMATION:

The Garfield Sanitary Pump Station will serve the properties west of Garfield Road along the north side of Eight Mile Road. A portion of this pump station was constructed in 2008 as part of Phase 3A of S.A.D. 170, which was a multi-phase sanitary sewer project constructed to serve a large portion of the southern half of Section 31. Since the timeline for development west of Garfield Road was unknown, only the shell of the station was built, leaving the mechanical components to be installed once development had occurred. With the approval of the Ballantyne Subdivision, the remainder of the pump station had to be completed. Therefore, this project involved the installation of the pumps, control panel, valves, electrical equipment, generator, paving, and miscellaneous improvements to complete the construction of the pump station.

The construction contract was approved at the August 22, 2022, City Council meeting to CSM Mechanical, Inc., in the amount of \$341,600.00. Staff worked with the

engineering consultant for this project, OHM-Advisors, to review and verify the final contract payment amount of \$41,843.33 that is due the Contractor. The City Attorney reviewed the final documentation and found it to be in an acceptable form (Beth Saarela, July 23, 2024).

There were three (3) approved change orders issued resulting in an overall decrease of \$19,084.32 or 5.6% under the awarded amount. These approved change orders resulted in a final contract price of \$322,515.68.

RECOMMENDED ACTION: Approval of the final payment to CSM Mechanical, Inc., for the Garfield Sanitary Pump Station project, in the amount of \$41,843.33, plus interest earned on retainage.