

CITY OF BETHLEHEM
INTER-DEPARTMENTAL CORRESPONDENCE

SUBJECT: Request for Approval by City Council of Contract Price Increase Pursuant to City Ordinance, Article 121.05 (a)

Project Reference: 2018 07 WWTP Non-Potable Water System Upgrades –
General Construction

TO: City Council, all members, and Council Solicitor

FROM: Edward J. Boscola, P.E. – Director of Water and Sewer Resources

DATE: February 14, 2019

On behalf of the Administration, pursuant to City Ordinances, Article 121.05, I request City Council's approval of the following recommendation of the referenced contract award or price increase.

- Check Type of Contract or Change:

The contract is for over \$50,000 and required to be bid under the Third Class City Code. We have advertised the above referenced project and received qualified bids. We recommend award of the contract to the bidder identified and for the reasons stated below.

The recommendation is for a price increase of 10% or more for an existing contract over \$50,000 that was previously bid and awarded under the Third Class City Code.

The contract is for the engagement of professional services. We have received one (1) proposal for professional services in connection with above referenced project.

- Is the contract appropriation or price increase included in this year's budget? yes no

Sewer Capital Fund

- Identify contract funding sources (general fund, grants, loans, etc.....):

Account # 008A-88154

- The name and address of the recommended Professional Service Provider are:

LB Industries, Inc.
2290 Wassergass Rd.
Hellertown, PA 18055

- Term of contract or estimated completion date, subject to standard extensions:

Estimated final completion date – June 4, 2019.

- Description of project or scope of services to be provided:

The project includes upgrades to the Wastewater Treatment Plant Non-Potable Water System. Scope of work includes replacement of pumps, installation of a strainer, piping, valves, yard hydrants, electrical switchgear, controls, and all related work needed to satisfactorily complete the project.

- State the actual or estimated price to the City or the proposed Department budget allowance for the initial term; and state payment rate per unit of service if applicable:

	Date Approved	Amount
Original Contract	6/11/18	\$ 381,300.00
Change Order #1	1/14/19	\$ 35,129.17
Change Order #2		\$ 4,648.67
Total Revised Contract		\$ 421,077.84

- Number of renewal term options and duration of each renewal, if any:

None

- Maximum dollar value of all renewals provided for beyond the original term as if all renewals were exercised:

N/A

- Reasons for recommendation of Administration and Council approval of contract:

Change Orders 1 and 2 combined exceed 10% of the original contract value. Change Order No. 1 was needed to address unforeseen site conditions and interferences found during installation of yard piping and hydrants. As-found conditions did not match original plant drawings. Change Order No. 2 is a City requested change to add a bypass line for potable water back-up in the event the new non-potable water system is down for maintenance. The Department recommends approval of the cost increase.

Please approve this recommendation by passing the accompanying resolution. A vote of final approval is requested at the first City Council agenda listing of this matter.

Copies To: Mayor
 Director of Administration
 Director of Budget and Finance
 Law Bureau
 Purchasing Bureau
 Controller
 Amy Rohrbach – Project Manager

Attachment: proposed resolution

By: 
 Director of Water & Sewer Resources

RESOLUTION NO. _____

Authorization for Contract or Amendment under Article 121.05(a)

BE IT RESOLVED by the Council of the City of Bethlehem that the Mayor and the Controller and/or such other City officials as deemed appropriate by the City Solicitor, are hereby authorized to execute a Contract Change Order and such other agreements and documents as are deemed by the City Solicitor to be necessary and/or related thereto, with the following named contractor, for the uses and purposes indicated in the supporting Recommendation of Award of Bid or Contract dated February 14, 2019:

1. Name of Contractor: LB Industries, Inc.
2. Project or Contract Reference: WWTP Non Potable Water system Upgrades – General Construction

Sponsored by _____

ADOPTED by Council this _____ day of _____, 20____.

President of Council

ATTEST:

City Clerk