

DISTRICT ALL  
070493

VILLAGE OF LOMBARD  
REQUEST FOR BOARD OF TRUSTEES ACTION

For Inclusion on Board Agenda  
Bids and Proposals

TO : President and Village Board of Trustees

FROM : William T. Lichter, Village Manager

DATE : August 1, 2007  
Agenda Date August 9, 2007

TITLE : Emergency Water & Sewer Repairs - Waiver of Bids

SUBMITTED BY: Angela M. Podesta, Utilities Superintendent *AMP*

RESULTS:

Date Bids Were Published \_\_\_\_\_  
Bidding Closed \_\_\_\_\_

Total Number of Bids Received \_\_\_\_\_  
Total Number of Bidders Meeting Specifications \_\_\_\_\_

Bid Security Required \_\_\_\_\_  
Performance Bond Required \_\_\_\_\_  
Were Any Bids Withdrawn \_\_\_\_\_

Explanation: \_\_\_\_\_  
Waiver of Bids Requested? \_\_\_\_\_  
If yes, explain: \_\_\_\_\_

Award Recommended to Lowest \_\_\_\_\_  
Responsible Bidder? \_\_\_\_\_  
If no, explain: See Attached Memo

FISCAL IMPACT:

Engineer's estimate/budget estimate \$60,000  
Amount of Award \$60,000

BACKGROUND/RECOMMENDATION:

See attached memo.

Has Recommended Bidder Worked for Village Previously \_\_\_\_\_  
If yes, was quality of work acceptable \_\_\_\_\_  
Was item bid in accordance with Public Act 85-1295? \_\_\_\_\_  
Waiver of bids - Public Act 85-1295 does not apply \_\_\_\_\_

REVIEW (as needed):

Village Attorney XX \_\_\_\_\_  
Finance Director XX \_\_\_\_\_  
Village Manager *Angela M. Podesta* \_\_\_\_\_  
Date \_\_\_\_\_  
Date *8/1/07* \_\_\_\_\_

NOTE: All materials must be submitted to and approved by the Village Manager's Office by 4:30 pm, Wednesday, prior to the Board Agenda distribution.



**MEMORANDUM**

**To:** William T. Lichter, Village Manager  
**From:** Angela M. Podesta, Utilities Superintendent  
*AMF*  
**Through:** Wes Anderson, Director of Public Works  
**Date:** August 1, 2007  
**Subject:** Emergency Water & Sewer Repairs – Waiver of Bid

The Village's Trenching and Excavation Policy states that Village crews will not enter trenches or excavations deeper than 10 feet. Digs that are of an emergency nature or too deep for the Village equipment to safely excavate, are completed by a contractor on a time and material basis.

For many years, John Neri Construction of Addison, IL was called to make repairs the Village could not do in-house. Last year was the first year the work was competitively bid as a one year contract for Fiscal Year 06/07. Since the repairs could not be identified in advance, the basis of the bid was to establish a mark up to be applied to the actual labor, materials and equipment costs for each repair. One bid was received from Wheaton Trenching, Inc. of Batavia, IL. Wheaton Trenching performed two repairs under the contract and they performed satisfactorily.

On June 29, 2007, the watermain on Butterfield Road in front of the Yorktown Cinema broke and John Neri Construction was called to make the repair. They responded quickly and performed satisfactorily.

Our analysis determined that bidding this type of work does not give the Village a price advantage as the attached spreadsheet shows. Wheaton Trenching and John Neri Construction are equally qualified but a comparison of costs, using the June 29, 2007 watermain break as a basis of comparison, shows Neri is lower cost (\$3762 vs \$4390 (estimate)). John Neri Construction has been performing the emergency water and sewer repairs for the Village for over 15 years in a satisfactory manner, with excellent response time.

Funds for sewer repairs are budgeted in the Water and Sewer Capital Reserve Fund under Sewer Maintenance & Improvements in the amount of \$30,000 for FY 07/08. Funds for water repairs are budgeted in the Water and Sewer Capital Reserve Fund under Water Maintenance & Improvements in the amount of \$30,000 for FY 07/08.

Please present this request for a waiver of bids and award of a contract to John Neri Construction of Addison, IL, in an amount not to exceed \$60,000 for water and sewer repairs for Fiscal Year 2007/2008 for approval by the Board of Trustees at their August 9, 2007 meeting.

**Contractor Rates using the June 29, 2007 watermain break on Butterfield Rd at Fairfield as the basis for comparison**

**John Neri Construction (actual billing)**

	Hr	Rate	Total
Foreman	5	\$259.88	\$1,299.40
Operator	5	\$319.88	\$1,599.40
Laborer	5	\$248.63	\$1,243.15
Laborer	5	\$258.75	\$1,293.75
Truck Driver	5	\$30.95	\$154.75
Subtotal			\$1,319.25
Insurance			
Laborer	15	\$14.12	\$211.80
Operator	5	\$17.93	\$89.65
Truck Driver	5	\$10.95	\$54.75
Subtotal			\$356.20
Profit 35%			\$586.41
Workman's Com			\$92.35
Public Liability Ins			\$20.84
Fed Unemployment Tax			
State Unemployment Tax			
Fed Social Security Tax			\$100.92
Subtotal			\$214.11
Profit 10%			\$21.41
Total Labor			\$2,497.38

**Total \$3,762.38**

Materials			
15% Markup			\$0.00
Subtotal			\$0.00

Track Machine	5	\$348.00	\$1,740.00
Loader/Backhoe	5	\$229.55	\$1,147.75
Freightliner Tractor	5	\$26.98	\$134.90
Trailer for Loader	5	\$7.27	\$36.35
Peterbilt Tractor	5	\$54.68	\$273.40
Low Boy Trailer for Track	5	\$14.64	\$73.20
2" Pump	5	\$3.95	\$19.75
Generator	5	\$3.21	\$16.05
Arrow Board	5	\$3.1	\$15.50
Trench Box	5	\$5.11	\$25.55
Chevy Cut-Away	5	\$18.55	\$92.75
Subtotal			\$1,265.00
Profit (no markup)			
Total Equipment			\$1,265.00

**Materials**

**Labor**

**Wheaton Trenching (est. using May billing)**

	Hr	Rate	Total
Supervisor	3	\$110	\$330.00
Operator	5	\$94.94	\$474.70
Laborer	5	\$80.53	\$402.65
Laborer	5	\$80.53	\$402.65
Laborer	5	\$80.53	\$402.65
Subtotal			\$2,012.65
Insurance			
Laborer	15	\$0.00	\$0.00
Operator	5	\$0.00	\$0.00
Truck Driver	0	\$0.00	\$0.00
Subtotal			\$0.00
Profit 27%			\$543.42
Workman's Com			
Public Liability Ins			
Fed Unemployment Tax			
State Unemployment Tax			
Fed Social Security Tax			
Subtotal			\$0.00
Profit 10%			\$0.00
Total Labor			\$2,556.07

**Equipment**

Track Machine	5	\$360.05	\$1,800.25
SkidSteer	2	\$92.00	\$184.00
Freightliner Tractor		\$0.00	\$0.00
Trailer for Loader		\$0.00	\$0.00
Peterbilt Tractor w/trailer	4	\$312.00	\$1,248.00
2" Pump & Generator	1	\$150.00	\$150.00
Arrow Board	1	\$185.08	\$185.08
Trench Box n/c		\$0.00	\$0.00
Service Truck w/ tools	1	\$100.00	\$100.00
Subtotal			\$1,199.13
Profit 27%			\$323.77
Total Equipment			\$1,834.90

**Materials**

Materials			
27% Markup			\$0.00
Subtotal			\$0.00

**Total \$4,390.96**