

June 20, 2012

Mr. Fred Vogt, P.E.
Director of Public Works
City of Rolling Meadows
3900 Berdnick St.
Rolling Meadows, Illinois 60008

Subject: 2012 Water Main Replacement
Construction Contract: Contingent Notice of Award Recommendation

Dear Mr. Vogt:

Six (6) proposals were received for the above-referenced project.

The lowest responsible bid was received from Gerardi Sewer & Water Co., Norridge, Illinois. Both RJN and the City of Rolling Meadows have had positive experiences working with Gerardi Sewer & Water Co, most recently on the Killarney Court watermain replacement project, which was completed within time and under budget.

This project is to be funded by an IEPA revolving loan. Consequently RJN Group, Inc. recommends the Contingent Notice of Award of the construction contract for the 2012 Water Main Replacement to Gerardi Sewer & Water Co., in the bid amount of \$1,114,128.00, subject to final review and approval of the bid documentation by IEPA.

If you have any questions, feel free to call me at 630.682.4700 x354

Sincerely,
RJN GROUP, INC.

Catherine L. Morley

Catherine L. Morley, P.E.
Project Manager

Enclosure: Bid Tabulation

CC: John Somogyi, Dan Seveska, City of Rolling Meadows

ROLLING NEARBOUS 2013 WATER MAIN RFR ACCIDENT
 DFD TABULATION (GRABED) SEWER AND WATER

LINE NUMBER	DESCRIPTION	LINE OR MESSAGE	TOTAL QUANTITY	LOAN ELIGIBLE QUANTITY	NON-LOAN ELIGIBLE QUANTITY	UNIT PRICE	LOAN ELIGIBLE COST	NON-LOAN COST	TOTAL COST
1	TREE REMOVAL	UNIT	13	13	0	\$30.00	\$390.00	\$0.00	\$390.00
2	TREE - MALE ORNARD, 2 1/2"	EA	1	1	0	\$725.00	\$725.00	\$0.00	\$725.00
3	TREE - HYDRANT, 2 1/2"	EA	1	1	0	\$425.00	\$425.00	\$0.00	\$425.00
4	TREE - MALE OAK, 2 1/2"	EA	1	1	0	\$450.00	\$450.00	\$0.00	\$450.00
5	REMOVAL AND DISPOSAL OF UNDESIRABLE MATERIAL	CU YD	100	100	0	\$12.00	\$1,200.00	\$0.00	\$1,200.00
6	SPECIAL BRUSH (GA-1)	CU YD	100	100	0	\$12.00	\$1,200.00	\$0.00	\$1,200.00
7	TOPSOIL FURNISH & PLACE, 4"	SO YD	3,248	3,248	0	\$5.50	\$17,864.00	\$0.00	\$17,864.00
8	AMBIOSOL FERTILIZER NUTRIENT	POUND	24	24	0	\$3.00	\$72.00	\$0.00	\$72.00
9	PHOSPHORUS FERTILIZER NUTRIENT	POUND	24	24	0	\$3.00	\$72.00	\$0.00	\$72.00
10	POTASSIUM FERTILIZER NUTRIENT	POUND	24	24	0	\$3.00	\$72.00	\$0.00	\$72.00
11	SOONING SALT TOLERANT	POUND	24	24	0	\$3.00	\$72.00	\$0.00	\$72.00
12	SUPERABSORBENT WATERING	POUND	24	24	0	\$3.00	\$72.00	\$0.00	\$72.00
13	WET PROTECTION	EA	114	114	0	\$2.50	\$285.00	\$0.00	\$285.00
14	B-C CONCRETE MANHOLE 8"	EA	52	45	0	\$100.00	\$4,500.00	\$0.00	\$4,500.00
15	DUCT OPENING REMOVAL, STORM PILE AND RELAY	EA	62	62	0	\$48.00	\$2,976.00	\$0.00	\$2,976.00
16	DUCT OPENING REMOVAL, STORM PILE AND RELAY	EA	1	1	0	\$1,200.00	\$1,200.00	\$0.00	\$1,200.00
17	DUCT OPENING REMOVAL, STORM PILE AND RELAY	EA	1	1	0	\$400.00	\$400.00	\$0.00	\$400.00
18	DUCT OPENING REMOVAL, STORM PILE AND RELAY	EA	20	20	0	\$4.00	\$80.00	\$0.00	\$80.00
19	DUCT OPENING REMOVAL, STORM PILE AND RELAY	EA	109	109	0	\$39.00	\$4,251.00	\$0.00	\$4,251.00
20	DUCT OPENING REMOVAL, STORM PILE AND RELAY	EA	64	64	0	\$4.00	\$256.00	\$0.00	\$256.00
21	DUCT OPENING REMOVAL, STORM PILE AND RELAY	EA	2,265	2,265	0	\$1.00	\$2,265.00	\$0.00	\$2,265.00
22	DUCT OPENING REMOVAL, STORM PILE AND RELAY	EA	448	448	0	\$22.00	\$9,856.00	\$0.00	\$9,856.00
23	DUCT OPENING REMOVAL, STORM PILE AND RELAY	EA	2,485	2,485	0	\$12.00	\$29,820.00	\$0.00	\$29,820.00
24	DUCT OPENING REMOVAL, STORM PILE AND RELAY	EA	45	45	0	\$60.00	\$2,700.00	\$0.00	\$2,700.00
25	DUCT OPENING REMOVAL, STORM PILE AND RELAY	EA	31	31	0	\$64.00	\$1,984.00	\$0.00	\$1,984.00
26	DUCT OPENING REMOVAL, STORM PILE AND RELAY	EA	122	122	0	\$48.00	\$5,856.00	\$0.00	\$5,856.00
27	DUCT OPENING REMOVAL, STORM PILE AND RELAY	EA	3,103	3,103	0	\$50.00	\$155,150.00	\$0.00	\$155,150.00
28	DUCT OPENING REMOVAL, STORM PILE AND RELAY	EA	250	250	0	\$2.50	\$625.00	\$0.00	\$625.00
29	DUCT OPENING REMOVAL, STORM PILE AND RELAY	EA	20	20	0	\$75.00	\$1,500.00	\$0.00	\$1,500.00
30	DUCT OPENING REMOVAL, STORM PILE AND RELAY	EA	307	307	0	\$80.00	\$24,560.00	\$0.00	\$24,560.00
31	DUCT OPENING REMOVAL, STORM PILE AND RELAY	EA	144	144	0	\$65.00	\$9,360.00	\$0.00	\$9,360.00
32	DUCT OPENING REMOVAL, STORM PILE AND RELAY	EA	24	24	0	\$250.00	\$6,000.00	\$0.00	\$6,000.00
33	DUCT OPENING REMOVAL, STORM PILE AND RELAY	EA	1,242	1,242	0	\$4.00	\$4,968.00	\$0.00	\$4,968.00
34	DUCT OPENING REMOVAL, STORM PILE AND RELAY	EA	25	25	0	\$8.00	\$200.00	\$0.00	\$200.00
35	DUCT OPENING REMOVAL, STORM PILE AND RELAY	EA	28	28	0	\$10.00	\$280.00	\$0.00	\$280.00
36	DUCT OPENING REMOVAL, STORM PILE AND RELAY	EA	24	24	0	\$12.00	\$288.00	\$0.00	\$288.00
37	DUCT OPENING REMOVAL, STORM PILE AND RELAY	EA	5	5	0	\$100.00	\$500.00	\$0.00	\$500.00
38	DUCT OPENING REMOVAL, STORM PILE AND RELAY	EA	13	13	0	\$110.00	\$1,430.00	\$0.00	\$1,430.00
39	DUCT OPENING REMOVAL, STORM PILE AND RELAY	EA	22	22	0	\$2,750.00	\$60,500.00	\$0.00	\$60,500.00
40	DUCT OPENING REMOVAL, STORM PILE AND RELAY	EA	4,054	4,054	0	\$62.00	\$251,348.00	\$0.00	\$251,348.00
41	DUCT OPENING REMOVAL, STORM PILE AND RELAY	EA	248	248	0	\$80.00	\$19,840.00	\$0.00	\$19,840.00
42	DUCT OPENING REMOVAL, STORM PILE AND RELAY	EA	617	617	0	\$10.00	\$6,170.00	\$0.00	\$6,170.00
43	DUCT OPENING REMOVAL, STORM PILE AND RELAY	EA	3	3	0	\$1,700.00	\$5,100.00	\$0.00	\$5,100.00
44	DUCT OPENING REMOVAL, STORM PILE AND RELAY	EA	1	1	0	\$4,750.00	\$4,750.00	\$0.00	\$4,750.00
45	DUCT OPENING REMOVAL, STORM PILE AND RELAY	EA	1	1	0	\$2,000.00	\$2,000.00	\$0.00	\$2,000.00
46	DUCT OPENING REMOVAL, STORM PILE AND RELAY	EA	16	16	0	\$1,125.00	\$18,000.00	\$0.00	\$18,000.00
47	DUCT OPENING REMOVAL, STORM PILE AND RELAY	EA	18	18	0	\$1,225.00	\$22,050.00	\$0.00	\$22,050.00
48	DUCT OPENING REMOVAL, STORM PILE AND RELAY	EA	37	27	0	\$1,500.00	\$40,500.00	\$0.00	\$40,500.00
49	DUCT OPENING REMOVAL, STORM PILE AND RELAY	EA	7	9	0	\$1,400.00	\$12,600.00	\$0.00	\$12,600.00
50	DUCT OPENING REMOVAL, STORM PILE AND RELAY	EA	7	7	0	\$1,750.00	\$12,250.00	\$0.00	\$12,250.00
51	DUCT OPENING REMOVAL, STORM PILE AND RELAY	EA	14	14	0	\$4,750.00	\$66,500.00	\$0.00	\$66,500.00
52	DUCT OPENING REMOVAL, STORM PILE AND RELAY	EA	13	13	0	\$500.00	\$6,500.00	\$0.00	\$6,500.00
53	DUCT OPENING REMOVAL, STORM PILE AND RELAY	EA	1	1	0	\$10,000.00	\$10,000.00	\$0.00	\$10,000.00
54	DUCT OPENING REMOVAL, STORM PILE AND RELAY	EA	12	12	0	\$300.00	\$3,600.00	\$0.00	\$3,600.00
55	DUCT OPENING REMOVAL, STORM PILE AND RELAY	EA	148	0	148	\$13.50	\$0.00	\$2,088.00	\$2,088.00
56	DUCT OPENING REMOVAL, STORM PILE AND RELAY	EA	56	26	30	\$2,900.00	\$161,400.00	\$85,500.00	\$246,900.00
57	DUCT OPENING REMOVAL, STORM PILE AND RELAY	EA	1	1	0	\$2,900.00	\$2,900.00	\$0.00	\$2,900.00
58	DUCT OPENING REMOVAL, STORM PILE AND RELAY	EA	1	1	0	\$2,500.00	\$2,500.00	\$0.00	\$2,500.00
59	DUCT OPENING REMOVAL, STORM PILE AND RELAY	EA	1	1	0	\$97,000.00	\$97,000.00	\$0.00	\$97,000.00
60	DUCT OPENING REMOVAL, STORM PILE AND RELAY	EA	1	1	0	\$97,000.00	\$97,000.00	\$0.00	\$97,000.00
						GRAND TOTAL-	\$1,168,787.27	\$13,334.00	\$1,182,121.27

Vogt, Fred

From: Cathy Morley [cmorley@rjn.com]
Sent: Tuesday, June 19, 2012 5:17 PM
To: 'Vogt, Fred'; 'Seveska, Dan'; 'Somogyi, John'

Attachments: Loan eligibility tabulation.pdf

This is the tabulation that will determine the construction portion of the loan. Some items (mainly Magnolia intersection repaving) are ineligible. This is the breakdown for State. The 3% is the construction contingency that they build into the loan. (It can go higher if something unforeseen arises)

Cathy

6/20/2012

Vogt, Fred

From: Cathy Morley [cmorley@rjn.com]
Sent: Tuesday, June 19, 2012 5:42 PM
To: Fred Vogt
Cc: Gallagher, Melissa; 'Krumstok, Barry'
Subject: Loan calculation

Based on the bid to day these are the numbers that I have for the loan:

Construction Contract	\$1,100,797.27*
3% contingency	\$33,023.92
Burns and Mac Design Engineering	\$33,300.00
Burns and Mac Amendment	\$7,478.86
RJN Design Engineering	\$34,780.00
RJN Amendment	\$29,020.00
RJN Resident Engineering Contract	\$79,520.00
	<u>\$1,317,920.05</u>

- *There is \$13,334.00 of costs that are ineligible for loan -- hence this is lower than the as-read bid number.
- IEPA adds a 3% contingency (can go up if circumstances arise that require an increase but cannot exceed your cap of \$1.5M)
- Total of engineering fees is less than 12% of eligible construction costs -- this is the limitation for this magnitude of project -- so all fees should be loan eligible

You have the option to request reimbursement of financial and legal costs associated with loan procurement (these cannot be force account) -- could be external fees to your attorneys for their legal opinions previously rendered on other parts of this application.

Otherwise you are will under your \$1.5 M ceiling (which originally included Killarney so we would have been much closer with that).

Melissa, I would still run the cash flow projections based on the \$1.5M -- all previous documentation referenced that figure, including the user charge increase -- so unless it presents a problem with the size of the fund balance I would keep it the same. I will make a point in my cover letter of highlighting the fact that we are now probably looking at a lower loan so of course the cash flow will be even more positive.

Thanks for all your help and input

Cathy

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6/20/2012