



"RE-BUILDING THE CITY'S WATER SYSTEMS FOR THE 21ST CENTURY"

Sewerage & Water Board OF NEW ORLEANS

MITCHELL J. LANDRIEU, President
WM. RAYMOND MANNING, President Pro-Tem

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July 6, 2015

TO THE HONORABLE PRESIDENT AND MEMBERS OF THE SEWERAGE AND WATER BOARD OF NEW ORLEANS

The Operations Committee of the Sewerage and Water Board of New Orleans met on Monday, July 6, 2015, at 8:15 AM in the Board Room at 625 St. Joseph Street to address the following matters:

ATTENDANCE

PRESENT: Dr. Tamika Duplessis
Mr. Scott Jacobs
Ms. Suchitra J. Satpathi, Mayor's Representative

ABSENT: Mr. Marion Bracy
Mrs. Kimberly Thomas

Also in attendance: Cedric S. Grant, Executive Director; Robert Miller, Deputy Director; Joseph Becker, General Superintendent; Nolan Lambert, Legal Counsel; Harold Marchand, Legal Counsel; Willie Mingo, Purchasing Director; Robert Jackson, Community and Intergovernmental Relations; Brenda Thornton, Communirep.

Ms. Satpathi served as Chairperson of the meeting in the absence of Mr. Bracy.

ACTION ITEMS

1. Approval of Previous Report

The report of the Regular Operations Committee Meeting held on Monday, June 1, 2015 was received. Upon a motion of Dr. Duplessis and seconded by Mr. Jacobs the report was approved.

2. Bid Recommendations - DBE Participation

Mr. Miller presented the recommendations on behalf of the Economically Disadvantaged Business Enterprise Program staff.

Contract #1371 – HMGP Structural General Contract

On Friday, June 5, 2015 three (3) bids were received for subject contract. The bid totals are as follows:

| | |
|---|----------------|
| Alfred Conhagen Inc. of LA | \$2,220,000.00 |
| Industrial & Mechanical Contractors, Inc. | \$2,345,000.00 |
| Lou-Con, Inc. | \$2,850,000.00 |

Thirty-six percent (36%) SLDBE participation was requested on this contract. The apparent lowest bidder, Alfred Conhagen Inc. of LA, submitted the following subcontractors:

Pro Placement USA, LLC (eligible certified SLDBE) to provide manpower to assist with the demolition, paint preparation, & structural steel
\$520,000.00 – 23.42%

Kenall, Inc. (eligible certified SLDBE) to perform Field Inspection of concrete, structural reinforcement, welding, bolting, air monitoring, lead & asbestos sampling & testing
\$10,000.00 – 0.45%

EFT Diversified, Inc. (eligible certified SLDBE) to supply structural steel, miscellaneous metals, concrete materials, & painting supplies
\$300,000.00 – 13.51%

Metro Service Group, Inc. (eligible certified SLDBE) to provide dumpsters for concrete hauling & disposal
\$20,000.00 – 0.90%

JL Construction Group, LLC (ineligible certified SLDBE) to perform relocation and/or replacement of utilities and conduit
\$30,000.00 – 1.35%

Total SLDBE Participation: \$880,000.00 — 39.64%

Eligible SLDBE Participation Totals: **\$850,000.00 — 38.29%**

Correspondence from all SLDBE's on their own letterhead reaffirming negotiated terms was provided. Mr. DeJohn Branch, the owner of JL Construction Group, LLC, also works as the project manager for the prime contractor, Alfred Conhagen Inc. of LA. Due to this conflict of interest the participation of JL Construction Group, LLC cannot be counted toward the SLDBE Participation Goal.

The apparent second lowest bidder, Industrial & Mechanical Contractors, Inc., did not submit an SLDBE Participation Summary Sheet, Notarized Documented Good Faith Effort, nor required additional documents.

Based upon analysis of SLDBE participation, the Economically Disadvantaged Business Program recommends that the SLDBE participation submitted by Alfred Conhagen Inc. of LA. be accepted, and the SLDBE participation by Industrial & Mechanical Contractors, Inc., be considered as non-responsive.

Contract #3737 – Carrollton Area Sewer Rehabilitation Mistletoe 18" Sewer Line Replacement

On Friday, June 20, 2015 two (2) bids were received for subject contract. The bid totals are as follows:

| | |
|-----------------------------|--------------|
| Wallace C. Drennan, Inc. | \$797,625.00 |
| Cycle Construction Co., LLC | \$799,917.00 |

Sixteen percent (16%) SLDBE participation was requested on this contract. The apparent lowest bidder, Wallace C. Drennan, Inc., submitted the following subcontractors:

C & M Construction Group, Inc. (eligible certified SLDBE) Municipal and Public Works Construction, Fencing, Concrete and Asphalt Patching; Concrete and asphalt restoration

\$30,700.00 – 3.85%

Choice Supply Solutions, LLC (eligible certified SLDBE) General Material Supplier of industrial pipe, fittings, valves, hydrants, & associated products
\$62,718.00 – 7.86%

Prince Dump Truck Service (eligible certified SLDBE) Trucking & Hauling Services, Supply Sand & Aggregate Materials
\$35,730.00 – 4.48%

Total SLDBE Participation: \$129,148.00 — 16.19%

Correspondence from all SLDBE's on their own letterhead reaffirming negotiated terms was provided.

The apparent second lowest bidder, Cycle Construction Co., LLC, submitted **Three C's Properties Inc.** (eligible certified SLDBE) to remove, supply, and install cofferdams, excavate and backfill cofferdams, and support Bore Crew; \$128,000.00 – 16.00%

Correspondence from SLDBE on their own letterhead reaffirming negotiated terms was provided.

Based upon analysis of SLDBE participation, the Economically Disadvantaged Business Program recommends that the SLDBE participation submitted Wallace C. Drennan, Inc.; and Cycle Construction Co., LLC, be accepted.

Contract #30014 – Cleaning and CCTV Inspection of Sanitary Sewer Mains at Scattered Sites within Orleans Parish

On Friday, June 20, 2015 two (2) bids were received for subject contract. The bid totals are as follows:

| | |
|-------------------------------|----------------|
| Compliance EnviroSystems, LLC | \$716,850.00 |
| Gulf Coast Underground, LLC | \$1,105,000.00 |

Thirty-six percent (36%) SLDBE participation was requested on this contract.

The apparent low bidder, Compliance EnviroSystems, LLC, submitted **Blue Flash Drain & Sewer Service** (eligible certified SLDBE) to perform Cleaning & CCTV inspection of Sanitary Sewer Mains; **\$286,740.00 – 40.00%**

Correspondence from SLDBE on their own letterhead reaffirming negotiated terms was provided.

The apparent second lowest bidder, Gulf Coast Underground, LLC, did not submit an SLDBE Participation Summary Sheet, Notarized Documented Good Faith Effort, nor required additional documents.

Based upon analysis of SLDBE participation, the Economically Disadvantaged Business Program recommends that the SLDBE participation submitted by Compliance EnviroSystems, LLC, be accepted, and the SLDBE participation Gulf Coast Underground, LLC, be considered as non-responsive.

Contract #30016 – Restoration of Existing Gravity Flow Sanitary Sewer Mains by Excavation and Replacement from Manhole-to-Manhole, CIPP Lining of Service Laterals and Point Repair at Various Sites throughout the City of New Orleans

On Friday, June 20, 2015 four (4) bids were received for subject contract. The bid totals are as follows:

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| | |
|---------------------------------|----------------|
| Wallace C. Drennan, Inc. | \$4,277,481.00 |
| Fleming Construction Co., LLC | \$5,095,615.00 |
| Boh Bros. Construction Co., LLC | \$6,785,605.00 |
| BLD Services, LLC | \$8,367,600.00 |

Thirty-six percent (36%) SLDBE participation was requested on this contract.

The apparent lowest bidder, Wallace C. Drennan, Inc., submitted the following subcontractors:

C & M Construction Group, Inc. (eligible certified SLDBE) Municipal and Public Works Construction, Fencing, Concrete and Asphalt Patching; Concrete and asphalt restoration
\$376,385.00 – 8.80%

Prince Dump Truck Service (eligible certified SLDBE) Trucking & Hauling Services, Supply Sand & Aggregate Materials
\$1,167,400.00 – 27.29%

Total SLDBE Participation: \$1,543,785.00 — 36.09%

Correspondence from all SLDBE's on their own letterhead reaffirming negotiated terms was provided.

The apparent second lowest bidder, Fleming Construction Co., LLC, submitted the following subcontractors:

Cooper Contracting Group (eligible certified SLDBE) to perform underground utility (pipe work)
\$510,581.00 – 10.02%

Hebert Trucking & Equipment Services (eligible certified SLDBE) to provide trucking and materials
\$815,298.00 – 16.00%

F.P. Richard Construction, LLC (eligible certified SLDBE) to perform asphalt & concrete paving restoration
\$510,581.00 – 10.02%

Total SLDBE Participation: \$1,836,460.00 — 36.04%

Correspondence from all SLDBE's on their own letterhead reaffirming negotiated terms was provided.

Based upon analysis of SLDBE participation, the Economically Disadvantaged Business Program recommends that the SLDBE participation submitted by Wallace C. Drennan, Inc.; and Fleming Construction Co., LLC be accepted.

Mr. Jacobs moved to accept staff recommendations and Dr. Duplessis seconded. The motion carried.

3. Construction Review Committee Recommendations

Due to limited number of construction projects submitted, the Construction Review Committee did not meet for the month of June 2015.

4. Staff Contract Review Committee Recommendations

The Staff Contract Review Committee met on June 16, 2015 and made the following recommendations:

Open Market Contracts

Open Market, 35% SLDBE Participation, one (1) year with four (4), one (1) year renewal options

1. RFP for the 2015 Report on Operations

Estimated Cost: \$118,000.00

Area of Participation: Evaluation of Maintenance and Operation of the Sewerage & Water Board of New Orleans Facilities

Funding Source: Operations and Maintenance Budget

Open Market, 0% SLDBE Participation, one (1) year with a one (1) year renewal option

2. Furnishing and Installing Automotive Remanufactured Engines and Related Parts

Budget Amount: \$ 350,000.00

Percentage Goal Justification: Does not lend itself to SLDBE participation because the prime contractor cannot honor the warranty of work performed by the subcontractors.

Funding Source: Operations and Maintenance Budget

3. Furnishing Hot Mix Asphalt

Budget Amount: \$400,000.00

Percentage Goal Justification: Does not lend itself to SLDBE participation because the product cannot be sub-divided and because of the specialized truck required for the delivery.

Funding Source: Operations and Maintenance Budget

4. Furnishing Sewer Repair Couplings

Budget Amount: \$350,000.00

Percentage Goal Justification: Does not lend itself to SLDBE participation because the products are shipped directly from the manufacturer.

Funding Source: Capital Budget

5. Furnishing Full Circle Stainless Steel Repair & Tap Clamps; Bronze Service Saddles and Transitional Couplings for Cast Iron, Ductile Iron and Transite Pipe to the Sewerage & Water Board of New Orleans

Budget Amount: \$500,000.00

Percentage Goal Justification: Does not lend itself to SLDBE participation because the products are shipped directly from the manufacturer.

Funding Source: Capital Budget

Renewal Contracts

First and Final Renewal, 0% SLDBE Participation.

6. Furnishing Lime

Renewal Cost: \$240,792.00

Prime Contractor: UNIMIN Southern Lime Corporation

Percentage Goal Justification: Does not lend itself to SLDBE participation because the product is shipped directly from the manufacturer in specialized pneumatic tank trucks.

Funding Source: Operations and Maintenance Budget

The Staff Contract Review Committee Recommendations were approved on a motion by Dr. Duplessis and seconded by Mr. Jacobs. The motion carried.

5. Renewal Construction Contracts with DBE Participation

There were no Renewal Construction Contracts with DBE Participation for the month of June 2015.

6. Final Acceptance Contracts with DBE Participation

There were no Final Acceptance Contracts with DBE Participation for the month of June 2015.

PRESENTATION ITEMS

7. Customer Service Results through May 2015

Mr. Miller, Deputy Director provided an update of the Customer Service Results through May 2015. Compensation and morale issues are key factors of high turnovers in Customer Service. The Committee received the report.

8. Amendments to By-Laws of the Sewerage and Water Board

The first reading of the Amendments will take place at the July 2015 Board Meeting. Voting of the Amendments to By-Laws of the Sewerage & Water Board of New Orleans will take place at the August 2015 Board Meeting. Committee received the information.

9. Topics for Future Discussions

None

INFORMATION ITEMS

The following information items were available for review by committee:

10. DBE Participation Report - Received by committee

11. 2015 Committee/Board Meeting Schedule - No changes were requested

12. Any Other Matters – None

ADJOURNMENT

There being no further presentations to come before the Committee, a motion was made by Mr. Jacobs to adjourn the meeting, seconded by Dr. Duplessis. The meeting adjourned at 8:45 AM.

Respectfully yours,

Ms. Suchitra J. Satpathi, Mayor's Representative, Chair