

STATEMENT OF BUDGET IMPACT
(Policy Number 94-45)
Budgetary Review of Proposed Resolution &
Ordinances with Financial Implication.

Date: November 19, 2014

File: BIS 15 – 051

File: TMP-2014-00650

Proposed Legislation:

A RESOLUTION OF THE CITY COMMISSION OF THE CITY OF HOLLYWOOD, FLORIDA, AUTHORIZING THE APPROPRIATE CITY OFFICIALS TO EXECUTE THE ATTACHED CONTRACT BETWEEN LANZO LINING SERVICES, INC. AND THE CITY OF HOLLYWOOD FOR THE GRAVITY SEWER SYSTEM CONDITION ASSESSMENT AND RENEWAL AND REPLACEMENT PROGRAM (A.K.A. INFLOW/INFILTRATION REDUCTION PROGRAM) (LEVEL 2), AS IDENTIFIED IN THE 2007/2008 WASTEWATER SYSTEM MASTER PLAN, IN THE AMOUNT OF \$7,757,350.00 AND TO APPROVE A PORTION OF THE FUNDING FOR THE SEWER GRAVITY SYSTEM CONDITION ASSESSMENT AS DETAILED IN THE ATTACHED EXHIBIT A (CITY PROJECT NO. 14-7072).

Statement of Budget Impact:

1. ☐ No Budget Impact associated with this action;
2. ☒ Sufficient budgetary resources identified/available;
3. ☐ Budgetary resources not identified/unavailable;
4. ☐ Potential Revenue is possible with this action;
5. ☒ Will not increase the cost of Housing;
6. ☐ May increase the cost of Housing; (CDAB review required)

Explanation:

This Resolution seeks to authorize the appropriate City officials to enter into and execute an agreement between Lanzo Lining Services, Inc. and the City of Hollywood for certain construction services related to the Gravity Sewer System Condition Assessment, Renewal and Replacement Program, also known as the Inflow/Infiltration Reduction Program, Level 2. This program is identified in the approved 2007/2008 Wastewater System Master Plan pursuant to Resolution R-2009-095 adopted and approved by the City Commission on April 15, 2009. The goal of the Gravity Sewer System Condition Assessment, Renewal and Replacement Program is to reduce the

amount of inflow and infiltration into the Wastewater Treatment Plant and the Level 2 portion of the program will specifically address sewer basins which have been previously identified for rehabilitation as well as assessing other sewer basins that will be evaluated for potential rehabilitation.

Moving forward with this program, Department of Public Utilities staff has prepared and released various documents including technical specifications for the program and advertised a bid notification for needed construction services relating to this program. In response, the City received two (2) bids which were received and reviewed on September 19, 2014 detailing the cost for the construction services to be provided pursuant to the bid notice and related documents. Upon the review and evaluation of the two (2) bids, it was determined that the bid received from Lanzo Lining Services was the lowest, responsible and responsive bid and a recommendation was made to award the bid to Lanzo Lining Services in the amount of \$7,757,350.00.00.

Funding requested for the Gravity Sewer System Condition Assessment, Renewal and Replacement Program (Level 2) will be provided in two parts. The first \$4,574,650 of project funding was made available pursuant to Resolution R-2014-301, adopted and approved by the City Commission on October 15, 2014 which continued and reauthorized certain appropriations for the Gravity Sewer System Condition Assessment, Renewal and Replacement Program (Level 2) in account #42.4000.86873.536.006301. The balance of the funding needed in the amount of \$3,182,700 is available from the Renewal, Replacement and Improvement, "RRI", Reserves within the Department of Public Utilities and will be transferred, subject to the approval and authorization of the City Commission, to the Gravity Sewer System Condition Assessment, Renewal and Replacement Program (Level 2) program account as detailed in Exhibit A of the Resolution.

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