



MEMORANDUM

TO: Community and Economic Development Committee
FROM: Matt Rehbein, Economic Development Specialist
DATE: May 10, 2017
RE: Award Vantage Drive and Milis Drive gas, electric, and lighting project as sole source contract to WE Energies in the amount of \$100,983.17 with a 10% contingency of \$10,098.32 for a project total not to exceed \$111,081.49

The City has received quotes from WE Energies to install gas, electrical, and lighting service in the Southpoint Commerce Park along Vantage Drive from Lakeland Drive to Eisenhower Drive and along Milis Drive from Alliance Drive to Eisenhower Drive for a total of \$100,983.17 (attached).

	Electrical	Gas	Lighting	Total
Vantage Dr. (Lakeland Dr. to Eisenhower Dr.)	19,944.52	7,933.90	14,971.03	42,849.45
Milis Dr. (Alliance Dr. to Eisenhower Dr.)	24,384.94	11,947.00	21,801.78	58,133.72
Total				\$100,983.17

WE Energies is the only utility provider of gas, electrical, and lighting service to this area, so no other bids were solicited. This is a sole source contract; as such, it was reviewed by the City's Purchasing Manager and no concerns were identified.

The proposed contract does allow for additional cost in the event of unusual conditions, delays in our construction schedule or other changes we request; therefore, we are requesting approval with a 10% contingency. This work is in the 2017 CIP for Southpoint Commerce Park. Also attached for reference is a map indicating the current locations of gas and electric service in Southpoint Commerce Park.

Staff Recommendation:

Award Vantage Drive and Milis Drive gas, electric, and lighting project as sole source contract to WE Energies in the amount of \$100,983.17 with a 10% contingency of \$10,098.32 for a project total not to exceed \$111,081.49 **BE APPROVED**.