

March 24, 2006

E-04b

TO: John M. Lamerato, Acting City Manager

FROM: Brian Murphy, Assistant City Manager/Services
Steven J. Vandette, City Engineer 

SUBJECT: **AGENDA ITEM** - Standard Purchasing Resolution #1: Award to Low Bidder
Contract 06-1 – Rochester at Wattles and Square Lake – Mill & Overlay

RECOMMENDATION

It is recommended that City Council award a contract for the Rochester Road at Wattles Road and Rochester Road at Square Lake Road Mill and Overlay project to Ajax Paving Industries, Inc., 830 Kirts Blvd., Suite 100, Troy, MI 48084 for their low bid of \$298,196.02 contingent upon submission of proper proposal and bid documents, including insurance certificates, bonds and all specified requirements.

In addition, we are requesting authorization to approve additional work, if needed, not to exceed 10% of the original project cost.

BACKGROUND INFORMATION

Bids were received and publicly read on March 23, 2006. The low bidder was Ajax Paving Industries, Inc., as can be seen in the attached tabulation of bids. The Engineer's estimate at the time of bidding was \$388,562. The low bid is therefore \$90,365.98 or 23.26% below the Engineer's estimate.

The work to be performed will eliminate the ruts in the intersections and provide a new asphalt pavement surface through the intersections as well as along Wattles Road and Square Lake Roads, east and west of Rochester Road. The existing pavement surface material will be partially removed and a new asphalt pavement surface will be applied. All prep work is to take place during nights and the actual milling and resurfacing work will be completed during weekend closures of the intersections. Appropriate detour routes and advance notification signs will be in place prior to the closure of the intersections. The work at Wattles is anticipated to take place during the month of May or June, while the work at Square Lake is anticipated to take place during the month of July or August.

FUNDING

Funds for this work are included in the 2005/06 Major Roads Fund and the proposed 2006/07 Major Roads Fund, account numbers 401479.7989.051025 and 401479.7989.051035. The budgeted amount includes funds for construction, inspection and contingencies.

5 - Bids Sent / 4 - Bids Rec'd

CITY OF TROY
OAKLAND COUNTY, MICHIGAN
BID TABULATION FOR
CONTRACT NO. 06-1
ROCHESTER AT WATTLES & ROCHESTER AT SQUARE LAKE
MILL & OVERLAY

	<u>BIDDER</u>	<u>AMOUNT</u>
1.	Ajax Paving Industries, Inc.	\$ 298,196.02
2.	Cadillac Asphalt, LLC	\$ 307,231.42
3.	Barrett Paving Materials, Inc.	\$ 347,715.62
4.	John Carlo, Inc.	\$ 357,241.62

Bid Opening Date: Thursday, March 23, 2006 at 10:00 a.m.