



## CITY COUNCIL AGENDA ITEM

Date: March 31, 2014

To: Brian Kischnick, City Manager

From: MaryBeth Murz, Purchasing Manager  
 Timothy L. Richnak, Public Works Director  
 Kurt Bovensiepe, Superintendent Parks, Streets and Drains

Subject: Standard Purchasing Resolution 3: - Exercise Renewal Option - Aggregates

### History

- On April 8, 2013 Troy City Council approved one (1) year contracts to provide Aggregate materials with an option to renew for one additional year to low bidders Tri-City Aggregates Inc of Holly, Edward C. Levy Co of Detroit, Novak Construction of Almont and Osburn Industries Inc of Taylor, {Resolution #2013-04-075-J4b}.
- Aggregate material is used by the Department of Public Works to maintain City infrastructure including underground systems.
- The current contract expires April 30, 2014.

### Purchasing

- The awarded companies have met all contract terms and conditions in accordance with bid specifications ITB-COT 13-03.
- Tri-City Aggregates and Novak Construction have agreed to renew their contracts under the same prices, specifications, terms and conditions of the original bid.
- Osburn Industries and Edward C. Levy Co. were not interested in renewing their respective contracts for 6A Slag, 21AA Limestone and 3" – 6" Limestone. These aggregates which are used on a much lower volume basis and are below the bid threshold; will be obtained as needed; utilizing the quote process.
- Based on the current market and survey it is to the City's advantage to renew this contract.

### Financial

Funds for these materials are available through the Public Works operating budgets.

### Recommendation

City management recommends exercising the options to renew the contract with Tri-City Aggregates, Inc. of Holly and Novak Construction of Almont, for Aggregates as specified, under the same prices, terms and conditions for one (1) additional year; contract expiring April 30, 2015.

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