



CITY COUNCIL ACTION REPORT

May 4, 2007

TO: Phillip L. Nelson, City Manager

FROM: Brian P. Murphy, Asst. City Manger/Economic Development Services
Steven J. Vandette, City Engineer *SV*

SUBJECT: Agenda Item – Standard Purchasing Resolution #1: Award to Low Bidder
Contract 07-1 – Section 26 and 30 Bituminous Overlays
Project No. 03.503.5

Background:

- Bids were received and publicly read on May 1, 2007. The low bid of \$417,251.40, as submitted by Asix Asphalt Paving, LLC, can be seen in the attached tabulation of bids.
- The Engineer's estimate at the time of bidding was \$527,500. The low bid is therefore \$110,248.60 or 20.90% below the Engineer's estimate.
- Division 1 work will include asphalt pavement overlays on residential streets in Section 30 that were affected by the water main replacement project completed in 2006. This work is scheduled to start after June 8th (the last day of classes at Pembroke Elementary School) and be complete by August 1st.
- Division 2 work will include milling of the existing pavement and an asphalt pavement overlay on the following Industrial Roads in Section 26: Woodslee, Birchwood and Bellingham. This work is scheduled to start construction within ten (10) days of the notice to proceed and be complete by June 30th.

Financial Considerations:

- Funds for Division 1 work are included in the 2006/07 Water Fund, account number 555.7972.035035. Funds for Division 2 work are included in the 2006/07 Major Road Fund – Industrial Roads, account number 401479.7989.300. The budgeted amount includes funds for construction, inspection and contingencies.

Legal Considerations:

- Work was competitively bid and publicly opened with five (5) bidders responding.
- Award is contingent upon submission of proper proposal and bid documents, including insurance certificates, bonds and all specified requirements.

Policy Considerations:

- Enhance the livability and safety of the community (Goal I)
- Retain and attract investment while encouraging redevelopment (Goal III)
- Maintain relevance of public infrastructure to meet changing public needs (Goal V)

Options:

- It is recommended that City Council award a contract for the Section 26 and 30 – Bituminous Overlays project to Asix Asphalt Paving, LLC, 53162 Pontiac Trail, Suite C, Milford, MI 48381 for their low total bid amount of \$417,251.40. In addition, we are requesting authorization to approve additional work, if needed, not to exceed 10% of the original project cost.

Prepared by: Antonio Cicchetti, PE

G:\Contracts\Contracts - 2007\07-01 Section 30 - Bituminous Overlays\Documents\Bid Award.doc

BID TABULATION
CONTRACT 07-1
SECTION 26 & 30 BITUMINOUS OVERLAYS
CITY OF TROY
OAKLAND COUNTY, MICHIGAN

Bids Due: May 1, 2007
Project # 03.503.5

	DIVISION 1 (SECTION 30)	DIVISION 2 (SECTION 26)	TOTAL BID
Asix Asphalt Paving, LLC	\$ 273,596.40 *	\$ 143,655.00	\$ 417,251.40 *
Florence Cement Company	\$ 281,957.15	\$ 156,676.00	\$ 438,633.15
Cadillac Asphalt LLC	\$ 299,270.00	\$ 173,505.60	\$ 472,775.60
Ajax Paving Industries, Inc.	\$ 306,177.05	\$ 175,720.00	\$ 481,897.05
Barrett Paving Materials, Inc.	\$ 345,412.60	\$ 173,426.00 *	\$ 518,838.60 *

* Corrected by Engineer