



CITY COUNCIL ACTION REPORT

August 29, 2007

TO: Phillip L. Nelson, City Manager

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

SUBJECT: Standard Purchasing Resolution #1: Award to Low Bidder
Contract 07-7 – Northwood, Maple to Maplelawn Mill and Overlay

Background:

- Bids were received and publicly read on August 29, 2007. The low bid of \$255,813.00 was submitted by Florence Cement Co., 12798 23 Mile Road, Shelby Township, MI 48315, as shown on the attached tabulation of bids.
- The Engineer's estimate at the time of bidding was \$354,073.75. The low bid is \$98,260.75 or 27.8% below the Engineer's estimate.
- The work to be performed on Northwood includes 8,800 square yards of pavement milling (grinding) and 1,500 tons of asphalt overlay.
- Work is scheduled to begin by late September and all work is to be complete, including restoration, by November 16, 2007.

Financial Considerations:

- Funds for this work are included in the 2007/08 Major Road fund, account number 401479.7989.300. The budgeted amount includes funds for engineering, construction, inspection and contingencies.

Legal Considerations:

- Work was competitively bid and publicly opened with four (4) 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 Northwood, Maple to Mapelawn Mill and Overlay project to Florence Cement Co., 12798 23 Mile Road, Shelby Township, MI 48315, for their low bid amount of \$255,813.00. In addition, we are requesting authorization to approve additional work, if needed, not to exceed 25% of the original project cost due to unknown joint conditions exposed after the milling operation and prior to placement of the asphalt overlay.

BID TABULATION
CONTRACT 07-7
NORTHWOOD, MAPLE TO MAPLELAWN MILL & OVERLAY
CITY OF TROY
OAKLAND COUNTY, MICHIGAN

	<u>TOTAL BID</u>
Florence Cement Co.	\$255,813.00
Ajax Paving Industries, Inc.	\$271,523.00
Cadillac Asphalt LLC	\$310,755.00
Asix Asphalt Paving LLC	\$318,100.25