



CITY COUNCIL ACTION REPORT

June 6, 2016, 2016

TO: Brian Kischnick, City Manager

FROM: Kurt Bovensiep, Public Works Manager
MaryBeth Murz, Purchasing Manager

SUBJECT: Rescind / Re-Award Contract – Topsoil

History

On August 10, 2015, Troy City Council awarded a two (2) year contract to provide topsoil on an as needed basis with an option to renew for one (1) additional year to low bidder meeting specifications; Spurt Industries of Grand Haven, MI (CC Res #2015-08-104-J-04c).

The material delivered by Spurt Industries is a 50/50 blend of topsoil and compost which exceeds the City's allowance of 30% organic material as per the bid specifications. The City recommends the company be placed in default of contract for supplying material that does not meet specifications and not disclosing the exception or deviation as required.

The bid document states that any exceptions, substitutions, deviations, etc. from the City of Troy specifications and bid proposal must be stated. The reasons for the exception(s), substitution(s), deviation(s), etc. are an integral part of the bid offer.

Purchasing

It is in the City's best interest to re-award the contract to the next lowest bidder meeting specifications, Anderson Excavating Inc of Farmington Hills, MI, who has agreed to honor the bid pricing as originally quoted.

Financial Considerations

The City's total estimated cost under this contract will increase by \$7,950.00 due to re-awarding to the next lowest bidder.

Recommendation

City Management recommends that Troy City Council rescind with prejudice the contract approved on August 10, 2015, to Spurt Industries of Grand Haven, MI for Topsoil (Resolution #2015-08-104-J-04c) and re-award the contract to the next lowest bidder, Anderson Excavating Inc of Farmington Hills, MI at unit prices contained in the bid tabulation opened July 23, 2015.