



## CITY COUNCIL ACTION REPORT

June 23, 2008

TO: Phillip L. Nelson, City Manager

FROM: John M. Lamerato, Assistant City Manager/Administration and Finance  
Susan A. Leirstein, Purchasing Director  
Carol K. Anderson, Parks and Recreation Director

SUBJECT: Standard Purchasing Resolution 1: - Award to Low Bidder - Building Demolition

### **Background**

- On May 19, 2008, bids proposals were received to provide demolition of various building sites for park land expansion acquisitions.
- 233 vendors were notified via the MITN system. Ten (10) bid proposals were received.
- The locations for the proposed building demolition are: 4265 Rochester Road, 4305 Rochester Road, and 1660 East Square Lake Road.
- The parcels have been recently acquired by the City for use as future park land. The buildings are not in a usable condition and would not be incorporated in any future park development plans.
- The low total bidder is Ferguson Enterprises, Inc., 14385 Wyoming, Detroit, MI 48238, 313-491-4040 at an estimated total cost of \$22,435.00.

### **Financial Considerations**

- Funding for this work is available in Park Development Capital Account #401770.7974.130.
- The contractor will separate salvaged copper from other metals and place in the appropriate on-site dumpsters. All salvageable metals will remain the property of the City of Troy and disposed of by the City, with all revenues retained by the City.

### **Legal Considerations**

- ITB-COT 08-10, a contract for demolition of buildings sites for Park Land expansion acquisitions was competitively bid in accordance with City Charter and Code.
- The award is contingent upon contractor's submission of proper insurance certificates, and all specified requirements.

June 23, 2008

To: Phillip L. Nelson, City Manager  
Re: Award to Low Bidder - Demolition

### **Policy Considerations**

- Maintenance of these properties along with the demolition of the buildings thereon will reduce visual barriers into the property and discourage vandalism of the unoccupied buildings. (Goal #I)
- All bidders were given the opportunity to respond with their level of interest in supplying services to the City of Troy. (Goal #II)
- Property maintenance helps retain and attract investment while encouraging redevelopment. (Goal #III)

### **Options**

- City management and the Parks and Recreation department recommend awarding a contract for demolition of various building sites for park expansion acquisition to the low total bidder, Ferguson Enterprises, Inc., of Detroit for an estimated total cost of \$22,435.00 at prices contained in the bid tabulation opened May 19, 2008.

Opening Date -- 5/19/08  
 Date Prepared -- 6/9/08

CITY OF TROY  
 BID TABULATION  
 DEMOLITION OF HOUSES

VENDOR NAME:

Check #  
 Amount

* Ferguson Enterprises Inc	Ahern Contracting Inc.	Blue Star, Inc	Farrow Group Inc
17324	819349902	985629127	78953016
\$ 2,500.00	\$ 2,500.00	\$ 2,500.00	\$ 2,500.00

PROPOSAL: TO PROVIDE DEMOLITION OF VARIOUS BUILDING SITES FOR PARK LAND EXPANSION ACQUISITION IN ACCORDANCE WITH THE SPECIFICATIONS.

Proposal A: 4265 Rochester Road- Complete for the Sum of:	Proposal B: 4305 Rochester Road- Complete for the Sum of:	Proposal C: 1660 East Square Lake- Complete for the Sum of:	Note: Includes add'l \$1K	
\$ 8,555.00	\$ 4,045.00	\$ 9,835.00	\$ 7,900.00	\$ 12,350.00
			\$ 6,900.00	\$ 10,500.00
			\$ 9,900.00	\$ 9,300.00
<b>GRAND TOTAL:</b>			\$ 24,700.00	\$ 32,150.00
				\$ 10,000.00
				\$ 10,000.00
				\$ 10,000.00
				\$ 30,000.00

SITE INSPECTION	Visited	5/13/08	5/16/08	5/7/08	
	Did Not Visited				XX
COMPLETION DATE:	Can meet	XX	XX	XX	XX
	Cannot Meet				
W/I Two Calendar Weeks					
DISPOSAL SITE:	location	Carleton Farms	Veolia	Saulk Trail Hills	Waste
				Canton, MI 48158	Management
INSURANCE	CAN MEET	XX	XX	XX	XX
	CANNOT MEET				
TERMS:		Net 30	Net 30	Net 30 Days	Blank
EXCEPTIONS:		Blank	Blank	Does not include asbestos - Min. Scrap value in Demo, if Troy supplied boxes + \$1K per house	Our bid is based on backfilling with clean filled dirt
VENDOR QUESTIONNAIRE:	Y or N	Yes	Yes	Yes	Yes
ACKNOWLEDGEMENT:	Y or N	Yes	Yes	Yes	Yes
ADDENDA #1, 2, 3	Y or N	Yes	Yes	Yes	Yes

ATTEST:  
 Diane Fisher  
 Steve Pallotta  
 Linda Bockstanz

\* DENOTES LOW TOTAL BIDDER

Susan Leirstein CPPB  
 Purchasing Director

VENDOR NAME:		Universal		Luke's Trucking & Excavating	Homrich, Inc.
		Pranam GlobalTech Inc	Consolidated Enterprises, Inc.		
Check #		(3) Money Orders*	21586427	520405	294450
Amount		\$ 2,500.00	\$ 2,500.00	\$ 2,500.00	\$ 2,500.00
<b>PROPOSAL: TO PROVIDE DEMOLITION OF VARIOUS BUILDING SITES FOR PARK LAND EXPANSION ACQUISITION IN ACCORDANCE WITH THE SPECIFICATIONS.</b>					
<b>Proposal A:</b> 4265 Rochester Road-	<b>Complete for the Sum of:</b>	\$ 13,995.00	\$ 12,498.00	\$ 17,488.00	\$ 21,000.00
<b>Proposal B:</b> 4305 Rochester Road-	<b>Complete for the Sum of:</b>	\$ 6,995.00	\$ 7,990.00	\$ 10,220.00	\$ 13,000.00
<b>Proposal C:</b> 1660 East Square Lake-	<b>Complete for the Sum of:</b>	\$ 11,005.00	\$ 14,575.00	\$ 12,740.00	\$ 9,000.00
<b>GRAND TOTAL:</b>		<b>\$ 31,995.00</b>	<b>\$ 35,063.00</b>	<b>\$ 40,448.00</b>	<b>\$ 43,000.00</b>
SITE INSPECTION	Visited	5/08/08	5/19/08	5/17/08	5/08/08
	Did Not Visited				
COMPLETION DATE:	Can meet	XX	XX	XX	XX
	Cannot Meet				
W/I Two Calendar Weeks					
DISPOSAL SITE:	location	Riverview	Licensed Type	(Page Missing) Blank	Regulated
		Landfill	II Backfill		Resource &/or State Lic. Facility
INSURANCE	CAN MEET	XX	XX	XX	XX
	CANNOT MEET				
TERMS:		30 days Net	Blank	Net 30 or 2% 10 Days	Net 30 days
EXCEPTIONS:		Blank	Blank	Letter Attached to Bid Recycle as much Material as possible	All or None Award No scrap Metal Asbestos is not included
				Any salvageable lumber to Grace Surplus . . .	
VENDOR QUESTIONNAIRE:	Y or N	Yes	Yes	Yes	Yes
ACKNOWLEDGEMENT:	Y or N	Yes	Yes	Yes	Yes
ADDENDA #1, 2, 3	Y or N	Yes	Yes	Yes	Yes

\*R200565652518  
R200565652507  
R200565652496

Opening Date -- 5/19/08  
 Date Prepared -- 6/9/08

CITY OF TROY  
 BID TABULATION  
 DEMOLITION OF HOUSES

VENDOR NAME:		Bob Turner, Inc.	Brook Valley Homes Inc. / Ellis		
			Excavating		
	Check #	520755	(3) Money Orders*		
	Amount	\$ 2,500.00	\$ 2,500.00		
<b>PROPOSAL: TO PROVIDE DEMOLITION OF VARIOUS BUILDING SITES FOR PARK LAND EXPANSION ACQUISITION IN ACCORDANCE WITH THE SPECIFICATIONS.</b>					
<b>Proposal A:</b> 4265 Rochester Road-	<b>Complete for the Sum of:</b>	\$ 17,133.00	\$ 33,239.70		
<b>Proposal B:</b> 4305 Rochester Road-	<b>Complete for the Sum of:</b>	\$ 12,733.00	\$ 13,413.60		
<b>Proposal C:</b> 1660 East Square Lake-	<b>Complete for the Sum of:</b>	\$ 13,933.00	\$ 19,742.40		
<b>GRAND TOTAL:</b>		<b>\$ 43,799.00</b>	<b>\$ 66,395.70</b>		
SITE INSPECTION	Visited	5/08/08	5/9/2008		
	Did Not Visited				
COMPLETION DATE:	Can meet		XX		
	Cannot Meet	XX			
W/I Two Calendar Weeks					
DISPOSAL SITE:	location	Allied Waste	Eagle Valley Landfill		
		Services	Asphalt - Ajax Bald Mt		
			Concrete - State Crushing		
INSURANCE	CAN MEET	XX	XX		
	CANNOT MEET				
TERMS:		Blank	Blank		
EXCEPTIONS:		Attached to Bid	Septic Pump & Removal Included		
			Metal Separation limited		
			Brush & Log Removal not included		
			Hazardous material not included		
VENDOR QUESTIONNAIRE:	Y or N	Yes	Yes		
ACKNOWLEDGEMENT:	Y or N	Yes	Yes		
ADDENDA #1, 2, 3	Y or N	Addendum 1 only	Addendum 3 only		

\*08-916533657  
 08-916533656  
 08-916533655