F-04a

CITY COUNCIL ACTION REPORT

April 13, 2009

TO: John Szerlag, Acting City Manager

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

SUBJECT: Agenda Item – Standard Purchasing Resolution #1: Award to Low Bidder Contract 09-3 – Heide, Thunderbird, and Oliver Roads Water Main Replacement Project Nos. 08.503.5, 08.504.5, 08.505.5

Background:

- Bids were received and publicly read on April 7, 2009. The low bid of $1,708,368.10, as submitted by Teltow Contracting, Inc., can be seen in the attached tabulation of bids.
- The Engineer's estimate at the time of bidding was $1,943,000.00. The low bid is therefore $234,631.90 or 12% below the Engineer's estimate.
- Work will include replacing the existing water main with a 16" water main and partial replacement of concrete pavement on Heide, Thunderbird, and Oliver Roads in Section 28. This work is scheduled to start in May of 2009 and be complete by October 2009.

Financial Considerations:

- Funds for work are included in the 2008/09 Water Fund, account numbers 591.537.555.7972.085035 (Heide), 591.537.555.7972.085045 (Thunderbird), and 591.537.555.7972.085055 (Oliver). The budgeted amount includes funds for construction, inspection and contingencies.

Legal Considerations:

- Work was competitively bid and publicly opened with thirteen (13) bidders responding.
- Award is contingent upon submission of proper proposal and bid documents, including insurance certificates, bonds and all specified requirements.

Policy Considerations:

- Troy is rebuilding for a healthy economy reflecting the values of a unique community in a changing and interconnected world.

Options:

- It is recommended that City Council award a contract for the Heide, Thunderbird, and Oliver Roads Water Main Replacement to Teltow Contracting, Inc., 4678 Meldrum Road, Casco, MI 48064 for their low total bid amount of $1,708,368.10. 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 - 2009\09-3 - Thunderbird, Heide, Oliver WM Replacement\Correspondence\Bid Award.doc

BID TABULATION
CONTRACT 09-03
Heide, Thunderbird, and Oliver Roads Water Main Replacement
City of Troy
Oakland County, Michigan

Bids Due: April 7, 2009
Project No's. 08.503.5, 08.504.5, 08.505.5

	Total Bid Amount	
TELTOW CONTRACTING, INC.	$1,708,368.10	
CAPITAL CONTRACTING, CO.	$1,766,392.50	
FDM CONTRACTING, INC.	$1,769,018.40	*
PAMAR ENTERPRISES, INC.	$1,848,025.20	*
ADJ EXCAVATING	$1,854,457.50	*
TYGER EXCAVATING, INC.	$1,876,311.25	
VIL CONSTRUCTION, INC.	$1,898,600.50	*
MAJOR CEMENT	$1,927,967.00	
TROELSEN EXCAVATING CO.	$1,942,557.45	
DIPONIO CONTRACTING	$1,974,869.10	
SUPERIOR EXCAVATING, INC,	$2,046,564.18	*
ANGELO IAFRATE CONSTRUCTION CO.	$2,046,737.50	
ZITO CONSTRUCTION CO.	$2,127,558.95	

* Corrected by Engineer