



CITY COUNCIL ACTION REPORT

June 8, 2009

TO: John Szerlag, Acting City Manager

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

SUBJECT: Agenda Item – Standard Purchasing Resolution #1: Award to Low Bidder
Contract 09-4 – Park and Combermere Water Main Replacement

Recommendation:

- It is recommended that City Council award a contract for the Park and Combermere Water Main Replacement to DiPonio Contracting, Inc., 51173 Simone Industrial Dr., Shelby Twp., MI 48316 for their low total bid amount of \$1,536,759.68. In addition, we are requesting authorization to approve additional work, if needed, not to exceed 10% of the original project cost.

Background:

- Bids were received and publicly read on June 2, 2009. The low bid of \$1,536,759.68, as submitted by DiPonio Contracting, Inc., can be seen in the attached tabulation of bids.
- The Engineer's estimate at the time of bidding was \$2,002,333.00. The low bid is therefore \$465,573.32 or 23% below the Engineer's estimate.
- Work will include replacing the existing water main with a 16" water main and mill and overlay of the pavement on Park and Combermere in Section 34. This work is scheduled to start in July of 2009 and be complete by November 2009.

Financial Considerations:

- Funds for work are included in the 2008/09 Water Fund, account numbers 591.537.555.7972.085025. The budgeted amount includes funds for construction, inspection and contingencies.

Legal Considerations:

- Work was competitively bid and publicly opened with ten (10) 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.

Bid Tabulation Summary

1	DiPonio Contracting, Inc.	\$1,536,759.68
2	Cadillac Asphalt LLC	\$1,665,065.73
3	F.D.M. Contracting, Inc.	\$1,845,018.70
4	V.I.L. Construction, Inc.	\$1,861,468.16
5	Capital Contracting Co.	\$1,870,693.26
6	Verdeterre Contracting, Inc.	\$1,966,784.88
7	ADJ Excavating, Inc.	\$1,976,532.30
8	Zito Construction Co.	\$2,003,140.55
9	Troelsen Excavating Co.	\$2,225,000.00
10	Adamo Group, Inc.	\$2,261,983.95