



CITY COUNCIL REPORT

Date: July 14, 2009

TO: John Szerlag, Acting City Manager

FROM: Brian P. Murphy, Assistant City Manager/Economic Development Services
Timothy Richnak, Public Works Director

SUBJECT: Review of Recent Sidewalk and Drive Approach Bids

Background:

- During the City Council Meeting of June 15, 2009, Item F-04a was pulled from the consent agenda for comment before approval by City Council. The comment addressed extending the current prices for concrete sidewalk replacement and if they were favorable.
- A favorable market survey was conducted by the Purchasing Department in 2008. A review of the Producer Price index (PPI) shows a drop in commodities and industry data for 2009 but still higher than prices originally bid in 2007.
- A survey of local communities bidding sidewalk replacement in the first six months of 2009, are listed and attached. They are Madison Heights, Royal Oak, Sterling Heights and the most recent bid opened June 22, 2009 is the City of Birmingham.
- When reviewing the bid results from the four communities it revealed a variety in specifications and quantities. Due to these variances and locations which would require movement of equipment and a greater amount of traffic control prices vary in accordance.
- This survey supports the recommendation that no benefit would have been derived from soliciting additional sealed bids.

July 2009 Sidewalk Bid Comparison

	4"REMOVE AND REPLACE	6"REMOVE AND REPLACE	8"REMOVE AND REPLACE	HANDICAP RAMPS
CITY OF TROY EXTENDED PRICES	\$2.98 SQ.FT.	\$3.15 SQ.FT.	\$3.95 SQ.FT.	\$298 EACH
CITY OF MADISON HEIGHTS	\$3.10 SQ.FT.	\$3.50 SQ.FT.	\$6.00 SQ.FT.	
CITY OF ROYAL OAK	\$4.20 SQ.FT.	\$4.70 SQ.FT.	\$4.70 SQ.FT	\$361 EACH
CITY OF STERLING HEIGHTS	\$2.60 SQ.FT.	\$2.87 SQ.FT.	\$3.75 SQ.FT.	\$339 EACH
CITY OF BIRMINGHAM	\$2.75 SQ.FT.+ .25 SQFT FOR SAW CUTTING \$3.00 SQ.FT. TOTAL	\$3.00 SQ.FT. + .25 SQ.FT. FOR SAW CUTTING \$3.25 SQ.FT. TOTAL		\$421 EACH