



## CITY COUNCIL ACTION REPORT

September 4, 2009

TO: John Szerlag, City Manager

FROM: Mark Miller, Asst. City Manager/Economic Development Services  
Steven J. Vandette, City Engineer *SJV*

SUBJECT: Agenda Item – Standard Purchasing Resolution #1: Award to Low Bidder  
Contract 09-6 – NE Quarter Section 9 Bituminous Overlay and Florence Street  
Paving S.A.D.  
Project Nos. 01.508.5 and 08.108.1

### Background:

- Bids were received and publicly read on September 2, 2009. The low bid of \$629,749.84 as submitted by Pro-Line Asphalt, can be seen in the attached tabulation of bids.
- The Engineer's estimate at the time of bidding was \$713,000.00. The low bid is therefore \$83,250.16 or 12% below the Engineer's estimate.
- Work will include pavement construction and rehabilitation on the following streets in Section 9: Florence, Blanche, Habrand, McKinley, Houghten, and Wright. This work is scheduled to start in October of 2009 and be complete by May 30, 2010.
- Pavement rehabilitation work on Blanche, Habrand, McKinley, Houghten, and Wright Streets is due to water main construction completed in 2009.
- Pavement construction work on Florence Street was petitioned by the residents and approved by City council in the form of a Special Assessment District (S.A.D.).

### Financial Considerations:

- Funds for the NE Quarter Section 9 Bituminous Overlay are included in the 2009/10 Water Fund, account number 591.537.555.7972.015085. Funds for the Florence Street Paving S.A.D. are included in the Local Road Fund, account number 401.447.499.7989.081081. The budgeted amounts include funds for construction, inspection and contingencies.

### Legal Considerations:

- Work was competitively bid and publicly opened with six (6) bidders responding.
- Award is contingent upon submission of proper proposal and bid documents, including insurance certificates, bonds and all specified requirements.

### Policy Considerations:

- Troy adds value to properties through maintenance or upgrades of infrastructure and quality of life venues (Goal II).

Options:

- It is recommended that City Council award a contract for the NE Quarter Section 9 Bituminous Overlay and Florence Street Paving S.A.D. to Pro-Line Asphalt, 11797 29 Mile Road, Washington, MI 48095 for their low total bid amount of \$629,749.84. 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\09-6 - NE Quarter Section 9 Bituminous Overlay & Florence Street Paving S.A.D\Correspondence\Bid Award.doc

BID TABULATION  
CONTRACT 09-6  
NE QUARTER SECTION 9 BITUMINOUS  
OVERLAY AND FLORENCE STREET PAVING  
S.A.D.  
CITY OF TROY  
OAKLAND COUNTY, MICHIGAN

Bids Due: September 2, 2009  
Project #'s 01.508.5 & 08.108.1

**TOTAL AMOUNT OF BID**

Pro-Line Asphalt	\$629,749.84
* The T & M Companies	\$656,053.00
Florence Cement Company	\$669,953.55
Nagle Paving Company	\$691,520.00
Cadillac Asphalt, L.L.C.	\$692,445.73
AJAX Paving Industries, Inc.	\$762,296.00

**\* Corrected by Engineer**