

CITY COUNCIL ACTION REPORT

February 11, 2010

TO: John Szerlag, City Manager

FROM: Mark F. Miller, Acting Assistant City Manager/Economic Development Services
Susan A. Leirstein, Purchasing Director
Timothy L. Richnak, Public Works Director

SUBJECT: Standard Purchasing Resolution 3: Exercise Renewal Option – Pavement Marking

Background:

- On August 11, 2008, Troy City Council approved a two-year contract to furnish Major Street Pavement Marking with an option to renew for one additional year. CC Res#2008-08-254-F-4d
- R.S. Contracting Inc, the awarded low total bidder has agreed to renew the current contract under the same prices, terms and conditions until June 30, 2011.
- The Purchasing department conducted a market survey and determined no benefit would be derived from soliciting additional sealed bids at this time due to an anticipated 4% - 5% increase in overall operating expenses in the industry. With the anticipated increase and the limited number of vendors providing these services, the possibility of obtaining a better price is highly doubtful. To clarify this point, in September 2009 the City of Auburn Hills awarded a new contract for pavement marking services at unit prices for striping higher than those under Troy's current contract.
- R.S. Contracting Inc has performed the City's street pavement marking work for the past couple years producing a quality product for the City.

Financial Considerations:

- Funds for this project are budgeted in the 2010/11 Streets Budget for Major Road Markings, account # 101.447.22.477.7802.070.
- Funds budgeted for the current fiscal year 2009/10 total \$60,000.00. To date, the City has spent \$4,100.00, with the balance to be spent this spring.

Legal Considerations:

- ITB-COT 08-22, to furnish two-year requirements of major street pavement marking with an option to renew for one additional year was competitively bid, in accordance with City Charter and Code.

Recommendations:

- City management and the Public Works Department recommend exercising the one-year option to renew for major street pavement marking with R. S. Contracting Inc of Casco Twp, MI, under the same prices, terms, and conditions not to exceed budgetary amounts estimated at \$60,000.00, to expire June 30, 2011.

DATE: January 12, 2010

TO: Susan Leirstein CPPO CPPB
Purchasing Director

FROM: Linda N. Bockstanz
Associate Buyer

RE: MARKET SURVEY – STREET PAVEMENT MARKINGS

PK CONTRACTING INC – Lawrence Schlafley (248) 362-2130
Larry indicated that there has been an increase of about 4% to 5% in overall operating costs since July 2008. There has been no technology improvement in the materials used by the City.

On September 14, 2009, PK CONTRACTING INC – was awarded the 2009 Street Markings contract for the City of Auburn Hills – Unit Prices for striping were higher than the contract we have with R.S. Contracting, Inc. (R.S. Contracting \$.083 vs. PK Contracting \$.094) –

Based on market research completed for the street pavement marking contract, I respectfully recommend that the City accept the offer to renew the contract with the current vendor based on anticipated overall increases in operating expenses.

CC: File

A **R.S.**
CONTRACTING INC.
A **PAVEMENT MARKING**
SPECIALIST

December 15, 2009

City of: CITY OF TROY
4693 ROCHESTER RD
TROY, MI 48080

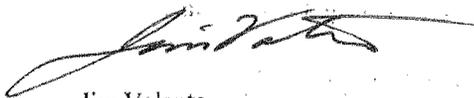
Attention: SUSAN LEIRSTEIN

Re: 2010 Pavement Marking Proposal

Dear Mrs. Leirstein

This letter is to inform you that R.S. Contracting, Inc., upon consent from City of Troy, is willing to extend the contract prices for pavement marking from the year 2009 through the year 2010.

Very truly yours,



Jim Valente
Treasurer

 WE ACCEPT THE ABOVE PROPOSAL

WE DO NOT ACCEPT THE ABOVE PROPOSAL

Representative signature for City of Troy

Date

**Please make a copy for your files. Please return original to R.S. Contracting, Inc. in the enclosed self addressed stamped envelope.

c) **Standard Purchasing Resolution 3: Exercise Renewal Option – Sidewalk Replacement and Installation Program**

Resolution #2008-08-254-F-4c

WHEREAS, On August 20, 2007, a contract to complete the Sidewalk Replacement and Installation Program for 2007/08 with an option to renew for two additional one-year periods was awarded to the low total bidder, Viking Construction, Inc. of Warren, Michigan (Resolution #2007-08-250-E-4e); and

WHEREAS, Viking Construction has agreed to exercise first of two one-year options to renew the contract under the same pricing, terms and conditions;

THEREFORE, BE IT RESOLVED, That Troy City Council hereby **EXERCISES** the first one-year option to renew the contract with Viking Construction to provide sidewalk replacement and installation for the 2008/09 construction season under the same prices, terms, and conditions as contained in the bid tabulation opened July 19, 2007, to expire June 30, 2009.

d) **Standard Purchasing Resolution 1: Award to Low Bidder – Major Street Pavement Marking Program**

Resolution #2008-08-254-F-4d

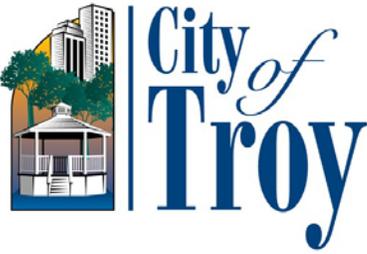
RESOLVED, That Troy City Council hereby **AWARDS** a two-year contract to furnish major street pavement markings with an option to renew for one (1) additional year to the low total bidder, RS Contracting, Inc. of Casco Twp, MI, at unit prices contained in the bid tabulation opened July 11, 2008, a copy of which shall be **ATTACHED** to the original Minutes of this meeting to expire June 30, 2010; and

BE IT FURTHER RESOLVED, That the award is **CONTINGENT** upon contractor submission of properly executed bid and contract documents, including bonds, insurance certificate(s) and all other specified requirements.

e) **Standard Purchasing Resolution 2: Bid Award – Lowest Bidder Meeting Specifications – Initial Issue Police Uniforms and Equipment**

Resolution #2008-08-254-F-4e

RESOLVED, That Troy City Council hereby **AWARDS** a contract to supply two-year requirements of initial issue police uniforms and equipment for newly hired Police Department employees, with an option to renew for two one-year periods, to the lowest bidder meeting specifications, Metropolitan Uniform Company, 3065 Orchard Lake Road, Keego Harbor, MI 48320, at an estimated cost of \$1,638.98 per employee, plus tailoring charges of \$8.00 per flashlight pocket, shirt or pants, at unit prices contained in the bid tabulation opened on July 16, 2008, a copy of which shall be **ATTACHED** to the original Minutes of this meeting to expire August 11, 2010.



CITY COUNCIL ACTION REPORT

July 30, 2008

TO: Phillip L. Nelson, City Manager

FROM: Brian P. Murphy, Assistant City Manager/Economic Development Services
Susan A Leirstein, Purchasing Director
Timothy L. Richnak, Public Works Director

SUBJECT: Standard Purchasing Resolution 1: Award To Low Bidder – Major Street Pavement Marking Program

Background

- On July 11, 2008, bids were received to furnish two-year requirements of Major Street Pavement Marking with an option to renew for one additional year with mutual consent of both parties.
- (32) Vendors were notified of the bid opportunity via the MITN system and two (2) bid responses were received.
- RS Contracting Inc of Casco Twp, MI, was the low total bidder. The project is being awarded on a low total basis due to bonding and insurance requirements.

Financial Considerations

- Funds for this project are available in the 2008/09 Streets Budget for Major Road Markings, account # 101.447.22.477.7802.070.

Legal Considerations

- The pavement-marking program was competitively bid as required by City Charter and Code.
- All bidders were given the opportunity to respond with their level of interest in the pavement-marking program for the City of Troy.
- Contract contingent upon vendor submission of properly executed bid and contract documents, including bonds, insurance certificate(s) and all other specified requirements.

Policy Considerations

- Moving this work forward would improve public safety and also reduce the liability for the City. (Goal I)

Options

- City management and the Public Works department recommend awarding a contract to RS Contracting Inc of Casco Twp for an estimated total two-year cost of \$136,430.00 at unit prices contained in the bid tabulation opened 7/11/08, not to exceed budgetary limitations.

VENDOR NAME:				** R.S. Contracting Inc		P.K. Contracting Inc	
Check Number				1250385450		2116458	
Check Amount				\$ 2,500.00		\$ 2,500.00	
ITEM	EST QTY	DESCRIPTION		Year 1 Unit Price	Year 2 Unit Price	Year 1 Unit Price	Year 2 Unit Price
PROPOSAL A Retrace							
1	175,000	Sprayable Thermo Plastic 4"Solid white		0.08	0.083	0.089	0.098
2	57,000	Sparyable Thermo Plastic 4" Skip white		0.08	0.083	0.089	0.098
3	296,000	Sprayable Thermo Plastic 4" Solid Yellow		0.08	0.083	0.089	0.098
4	34,000	Sprayable Thermo Plastic 4"Skip Yellow		0.08	0.083	0.089	0.098
5	1,000	Removal/Pavement Marking 4"Yellow/White		0.50	0.50	0.40	0.40
ESTIMATED TOTAL OF PROPOSAL A:				\$ 45,460.00	\$ 47,146.00	\$ 50,418.00	\$ 55,476.00
PROPOSAL A -GRAND TOTAL- 2 YEARS				Estimated Year 1 Unit Price	\$ 92,606.00 Year 2 Unit Price	Estimated Year 1 Unit Price	\$ 105,894.00 Year 2 Unit Price
PROPOSAL B New Pavement							
1	500	4" Solid White		0.25	0.35	0.25	0.25
2	500	4" Skip White		0.25	0.35	0.25	0.25
3	500	4" Solid Yellow		0.25	0.35	0.25	0.25
4	500	4" Skip Yellow		0.25	0.35	0.25	0.25
ESTIMATED TOTAL OF PROPOSAL B:				\$500.00	\$700.00	\$500.00	\$500.00
PROPOSAL B -GRAND TOTAL- 2 YEARS				Estimated Year 1 Unit Price	\$1,200.00 Year 2 Unit Price	Estimated Year 1 Unit Price	\$1,000.00 Year 2 Unit Price
PROPOSAL C Legends - Removal							
1	2 ea	School Legend		40.00	40.00	33.25	33.25
2	35 ea	Only Legend		22.00	22.00	21.85	21.85
3	35 ea	Right Arrow & Left Arrow		16.00	16.00	19.95	19.95
4	2 ea	Straight Left Turn or Right Turn		29.00	29.00	33.25	33.25
5	200 L.F.	Stop bars (Local Rd.) - 12"		1.00	1.00	0.95	0.95
6	330 L.F.	Stop bars (Major Rd.) - 24"		2.00	2.00	1.90	1.90
7	450 L.F.	Cross walk (Major Rd.) -24"		2.00	2.00	1.90	1.90
ESTIMATED TOTAL OF PROPOSAL C:				\$3,228.00	\$3,228.00	\$3,268.00	\$3,268.00
PROPOSAL C -GRAND TOTAL- 2 YEARS				Estimated Year 1 Unit Price	\$6,456.00 Year 2 Unit Price	Estimated Year 1 Unit Price	\$6,536.00 Year 2 Unit Price
PROPOSAL D Polyurea							
1	2 ea	School Legend		90.00	95.00	90.00	95.00
2	48 ea	Only Legend		70.00	75.00	70.00	75.00
3	48 ea	Right Arrow & Left Arrow		65.00	70.00	65.00	70.00
4	2 ea	Straight left turn or right turn		80.00	85.00	80.00	85.00
5	200 L.F.	Stop bars (Local Rd.) - 12"		2.65	2.80	2.65	2.80
6	330 L.F.	Stop bars (Major Rd.) - 24"		5.25	5.60	5.25	5.60
7	450 L.F.	Cross walk (Major Rd.) -24"		5.25	5.60	5.25	5.60
ESTIMATED TOTAL OF PROPOSAL D:				\$11,445.00	\$12,248.00	\$11,445.00	\$12,248.00
PROPOSAL D -GRAND TOTAL- 2 YEARS				Estimated Year 1 Unit Price	\$23,693.00 Year 2 Unit Price	Estimated Year 1 Unit Price	\$23,693.00 Year 2 Unit Price
PROPOSAL E Tape							
1	2 ea	School Legend		125.00	140.00	135.00	140.00
2	6 ea	Only Legend		75.00	80.00	95.00	99.50
3	3 ea	Right Arrow & Left Arrow		70.00	75.00	90.00	95.00
4	2 ea	Straight left turn or right turn		140.00	150.00	135.00	141.75
5	100 L.F.	Stop bars (Local Rd.) - 12"		4.00	4.00	4.25	4.50
6	100 L.F.	Stop bars (Major Rd.) - 24"		8.00	8.00	8.50	9.00
7	100 L.F.	Cross walk (Major Rd.) -24"		8.00	8.00	8.50	9.00
ESTIMATED TOTAL OF PROPOSAL E:				\$3,190.00	\$3,285.00	\$3,505.00	\$3,695.50
PROPOSAL E -GRAND TOTAL- 2 YEARS				Estimated	\$6,475.00	Estimated	\$7,200.50

Opening Date -- 7/11/08
 Date Prepared -- 7/30/08 sl

CITY OF TROY
 BID TABULATION
 STREET PAVEMENT MARKINGS

ITB-COT 08-22
 Page 2 of 2

VENDOR NAME:

**

R.S. Contracting Inc

P.K. Contracting Inc

PROPOSAL F MDOT Special Provisions

- 1 1000 Recessing Pavement Marking
- 2 1000 Primerless Patterned 4" Tape

**ESTIMATED TOTAL OF PROPOSAL E:
 PROPOSAL F -GRAND TOTAL- 2 YEARS**

**GRAND TOTALS OF ESTIMATED A - F
 PROPOSAL A TO F -GRAND TOTAL- 2 YEARS**

CONTACT INFORMATION Hr of Operations
 24 Hr Phone No.

COMPLETION SCHEDULE:
 Cannot Meet - but offers
 Can Meet

YEARS OF EXPERIENCE:

INSURANCE:
 Cannot Meet
 Can Meet

LIST OF EQUIPMENT Yes or No

PREQUALIFICATION REQUIREMENTS:
 MDOT Classification:
 Company Numerical Rating:

PROGRESS PAYMENTS:

TERMS:

WARRANTY:

EXCEPTIONS:

ACKNOWLEDGEMENT: Y or N

FORMS: Legal Status of Bidder Y or N
 Non-Collusion Affidavit Y or N

Year 1 Unit Price	Year 2 Unit Price	Year 1 Unit Price	Year 2 Unit Price
1.00	1.00	0.95	0.95
2.00	2.00	1.25	1.25
\$3,000.00	\$3,000.00	\$2,200.00	\$2,200.00
Estimated	\$6,000.00	Estimated	\$4,400.00
\$ 66,823.00	\$ 69,607.00	\$ 71,336.00	\$ 77,387.50
	\$ 136,430.00		\$ 148,723.50
Jim Valente	1-248-362-2130		
810-217-1659	248-640-4948		
By October 1st			
XX	XX		
25 yrs	29 yrs		
XX	XX		
YES	NO		
N3 & N96I	N39		
8102	46,000,000.00		
N/30	30 Days from Invoice		
N/30	Net 30		
Blank	Per MDOT		
Blank	NONE		
Yes	Yes		
Yes	Yes		
Yes	Yes		

** DENOTES LOW TOTAL BIDDER

Susan Leirstein CPPB
 Purchasing Director

ATTEST:

Emily Frontera
 Laura Campbell
 Linda Bockstanz