



## CITY COUNCIL ACTION REPORT

June 14, 2010

TO: John Szerlag, City Manager

FROM: Mark F. Miller, Acting Assistant City Manager/Economic Development Services  
Steven J. Vandette, City Engineer *SV*

SUBJECT: Agenda Item – Standard Purchasing Resolution #1: Award to Low Bidder  
Contract 10-02 – Coolidge Hwy. Pavement Rehabilitation

### Recommendation:

- It is recommended that City Council award a contract for the Coolidge Hwy. Pavement Rehabilitation to Ajax Paving Industries, Inc., 830 Kirks Blvd., Suite 100, Troy, MI 48084 for their low total bid amount of \$621,314.97. In addition, we are requesting authorization to approve additional work, if needed, not to exceed 25% of the original project cost due to unknown joint conditions exposed after the milling operation and prior to placement of the asphalt overlay.

### Background:

- Bids were received and publicly read on June 9, 2010. The low bid of \$621,314.97 as submitted by Ajax Paving Industries, Inc., can be seen in the attached tabulation of bids.
- The Engineer's estimate at the time of bidding was \$650,431.00. The low bid is therefore \$29,098.03 or 4.47% below the Engineer's estimate.
- Work will include milling the asphalt surface, base repairs, curb & gutter repairs, new sidewalk ramps and asphalt overlay. This work is scheduled to start in July and be complete by September 2010.
- A portion of the work is located in Birmingham. The cost of this work is \$16,488.00 which the City Engineer for the City of Birmingham as indicated is acceptable. Birmingham will be invoiced once the work is completed.

### Financial Considerations:

- Funds for this work are included in the 2010/11 Major Road Fund, account number 401.447.479.7989.101015. The budgeted amount includes funds for construction, inspection and contingencies.

### Legal Considerations:

- Work was competitively bid and publicly opened with three (3) 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 the infrastructure and quality of life services.

## Bid Tabulation Summary

**Contract ID:** 10-02  
**Contract Year:** 2010  
**Location:** Maple to Golfview  
**Description:** Coolidge Hwy Pavement Rehabilitation

<b>Project Number:</b> 10.101.5	<b>Project Engineer:</b> Scott Finlay
<b>Estimate Number:</b> 1	<b>Date Created:</b> 5/6/2010
<b>Project Type:</b> Road Rehabilitation	<b>Fed/State #:</b>
<b>Location:</b> Maple to Golfview	<b>Fed Item:</b>
	<b>Control Section:</b>

**Description:** Coolidge Hwy Pavement Rehabilitation

Rank	Vendor	Total Bid	% Over Low	% Over Est.
0	ENGINEER'S ESTIMATE	\$650,431.00	4.68%	0%
1	(00588) Ajax Paving Industries, Inc.	\$621,314.97	0%	-4.47%
2	(01411) Barrett Paving Materials, Inc.	\$652,941.77	5.09%	0.38%
3	(05184) Cadillac Asphalt, LLC.	\$663,976.70	6.86%	2.08%