



City of Rochester Hills  
AGENDA SUMMARY  
FINANCIAL ITEMS

1000 Rochester Hills Dr.  
Rochester Hills, MI 48309  
248.656.4630  
[www.rochesterhills.org](http://www.rochesterhills.org)

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Legislative File No: 2019-0034

**TO:** Mayor and City Council Members  
**FROM:** Allan E. Schneck, P.E., Director Department of Public Services  
**DATE:** January 28, 2019  
**SUBJECT:** 5G Slag and 22X Slag - Aggregates

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**REQUEST:**

City Council is requested to authorize a blanket purchase order to Gary's Transport, Inc., Macomb, Michigan for 5G Slag and 22X Slag in the amount not-to-exceed \$17,000.00 through December 31, 2020.

**REASON FOR PURCHASE:**

The Department of Public Service purchases 5G Slag and 22X Slag on an as-needed basis for routine road and ditching/shoulder repair and maintenance. The water and sewer division also uses the 5G Slag in underground water and sewer repairs.

Sealed bids were solicited on MITN for aggregates for the 2019 and 2020 maintenance seasons. Although eight bids were received, only six vendors bid on 5G and 22X Slag. The lowest responsive, responsible bid was Gary's Transport, Inc.

The Department has used Gary's Transport, Inc in the past and has been very pleased with the product and service received. The award of bid is recommended to Gary's Transport, Inc.

**PROCESS:**

**Vendor Name and Address:**

Gary's Transport, Inc.  
54255 Card Road  
Macomb, MI 48042

**Reason for Selection:**

Lowest Responsive Responsible Bidder

**Method of Purchase:**

Blanket Purchase Order

**BUDGET:**

Funds are included as part of the FY 2019 Adopted Budget and 2020 Projected Budget.

| <b>Fund Name</b>   | <b>Department Account No.</b> | <b>Account No. Description</b> | <b>2 Year Budget Amount</b> | <b>2 Year Cost</b> | <b>Remaining Budget</b> |
|--------------------|-------------------------------|--------------------------------|-----------------------------|--------------------|-------------------------|
| Major Roads Fund   | 462.781000                    | Materials                      | \$9,000                     | \$6,100            | \$2,900                 |
| Local Streets Fund | 464.781000                    | Materials                      | \$8,000                     | \$5,400            | \$2,600                 |
| Sewer Fund         | 510.781000                    | Materials                      | \$2,000                     | \$1,400            | \$600                   |
| Water Fund         | 530.781000                    | Materials                      | \$6,080                     | \$4,100            | \$1,980                 |
|                    |                               | <b>TOTAL</b>                   | <b>\$25,080</b>             | <b>\$17,000</b>    | <b>\$8,080</b>          |

**RECOMMENDATION:**

It is recommended that City Council authorize a blanket purchase order to Gary's Transport, Inc., Macomb, Michigan for 5G Slag and 22X Slag in the amount not-to-exceed \$17,000.00 through December 31, 2020.

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| <b>APPROVALS:</b>                                | <b>SIGNATURE</b> | <b>DATE</b> |
|--|------------------|-------------|
| Department Review                                |                  |             |
| Department Director                              |                  |             |
| Budget Content:<br>Chief Financial Officer       |                  |             |
| Purchasing Process:<br>Supervisor of Procurement |                  |             |
| Mayor  |                  |             |
| Deputy Clerk                                     |                  |             |