

City Council Agenda Summary Sheet (Purchases)

Agenda No: 2004-1156
Date: November 19, 2004
Prepared By: Roger Rousse, Department of Public Service, 841-2497
City File No:

Meeting Date: December 8, 2004

PURPOSE:

City Council is requested to authorize the issuance of a blanket purchase order to Ajax Materials Corporation of Troy, Michigan for Bituminous Patching Material in the not-to-exceed amount of \$60,000.00 through December 31, 2006.

DISCUSSION:

The Department of Public Service purchases bituminous patching material on an as needed basis for driveway and road repairs due to water taps or water and sewer main repairs and routine maintenance.

Sealed bids were solicited and the lowest responsive, responsible bidder was Ajax Materials, which the Department of Public Service selected as a primary vendor. Barrett Paving was the second lowest bidder and selected as a secondary vendor.

In previous years, the Department of Public Service has found that one vendor is unable to keep up with the overwhelming demand for Bituminous Patching Materials. Both vendors will be utilized, based on their ability to supply the patching materials to meet the delivery times required by the department for daily operations.

FISCAL INFORMATION:

Funds for bituminous patching materials are budgeted in various funds depending on the usage.

*Various other materials, not purchased on this blanket are also budgeted in these line items.

Funds are included in the 2005 budget and will be proposed for 2006.

| Fund Name | Fund Account # | Description | Budget Amount | Cost | Remaining Budget |
|------------------|-----------------------|--------------------|----------------------|-------------|-------------------------|
| Major Rds | 462.781000 | Material-Rd Maint | \$ 25,000.00* | \$18,000.00 | \$ 7,000.00 |
| Local Rds | 464.781000 | Material Rd Maint | \$165,000.00* | \$30,000.00 | \$135,000.00 |
| Sewer | 510.781000 | Materials | \$ 20,000.00* | \$ 6,000.00 | \$ 14,000.00 |
| Water | 530.781000 | Materials | \$ 20,000.00* | \$ 6,000.00 | \$ 14,000.00 |
| | | | | | |

Vendor Name and Address:

Primary: Ajax Materials Corporation
830 Kirts Blvd, Ste 100
Troy, MI 48007

Secondary: Barrett Paving
2040 Barrett Street
Troy, MI 48084

Reason for Selection:

Lowest responsive, responsible bidder

Method of Purchase:

Blanket Purchase Order

RECOMMENDATION:

It is recommended that City Council authorize the issuance of a blanket purchase order to Ajax Materials Corporation of Troy, Michigan for Bituminous Patching materials in the not-to-exceed amount of \$60,000.00 through December 31, 2006.

ATTACHMENTS:

Bid Tabulation

Department Authorization: Roger Rouse

Reviewed by:

Fiscal: *Jean Farris*

Clerks: *Susan Koliba-Galeczka*

Approved by: *Pat Somerville*

RESOLUTION

NEXT AGENDA ITEM

RETURN TO AGENDA