# City Council Agenda Summary Sheet (Purchases)

**Date:** July 1, 2004

**Prepared By:** Barbara Key, Contract Specialist

Paul Shumejko, P.E., PTOE, Transportation Engineer

City File No: E03-034

Meeting Date: July 14, 2004

#### **PURPOSE:**

The Department of Public Service recommends accepting the bid and awarding a contract for the Hampton Circle Road Rehabilitation and Walnut Creek Estates Concrete Slab Replacement Project to John Carlo, Inc. of Clinton Township, Michigan as the lowest responsive, responsible bidder in the amount of \$688,553.50 and authorize the Mayor and Clerk to execute a contract on behalf of the City.

## **DISCUSSION:**

On Thursday, June 24, 2004, the City received three (3) sealed bids for the Hampton Circle Road Rehabilitation and Walnut Creek Estates Concrete Slab Replacement Project. Of the three (3) bids received, John Carlo, Inc. was the lowest responsive, responsible bidder. The bid received by John Carlo, Inc. is approximately 4% below the engineering cost estimate shown on the attached bid tabulation. Work is expected to begin in August with the final completion date scheduled for the Fall of 2004.

### FISCAL INFORMATION:

Costs associated with the Hampton Circle Road Rehabilitation were identified in the 2004 Capital Improvement Plan (CIP) and in the approved 2004 budget identified as MR-36B Hampton Circle Road Rehabilitation in Major Road Fund.

Walnut Creek Estates concrete slab replacement is being performed by the City in response to a private developer, not meeting its obligation. Monies in the amount of \$19,210.75 were received in 2003 from the developer's surety to offset the cost for work that should have been performed by the developer. The City will use those funds toward this project. \$1094.75 of the Walnut Creek Estates project was not recovered with the surety monies, as additional slabs failed since the original inspection two years ago.

|                  | Fund       |                         | Budget    |              | Remaining    |
|------------------|------------|-------------------------|-----------|--------------|--------------|
| <b>Fund Name</b> | Account #  | Description             | Amount    | Cost         | Budget       |
|                  |            | MR-36B, Hampton Circle  |           |              |              |
| Major Roads      | 452.970000 | Reconstruction          | \$700,000 | \$668,248.   | \$31,752     |
| Local Roads      | 203.677000 | Reimbursement(rev acct) | \$0       | -\$19,210.75 | -\$19,210.75 |
| Local Roads      | 454.954000 | Misc Expense            | \$0       | -\$1094.75   | -\$1094.75   |

The Department of Public Service staff will administer the Construction Engineering services for the Hampton Circle Road Rehabilitation and Walnut Creek Estates Concrete Slab Replacement Project, which includes, but not limited to, overseeing the inspection of the project, preparing pay estimates, contract management and complaint resolution.

#### **Vendor Name and Address:**

John Carlo, Inc. 45000 River Ridge Drive Clinton Township, Michigan 48038

#### **Reason for Selection:**

Lowest, Responsible, Responsive Bidder

#### **Method of Purchase:**

Purchase Order & Contract

#### **RECOMMENDATION:**

It is recommended that City Council award the contract for the Hampton Circle Road Rehabilitation and Walnut Creek Estates Concrete Slab Replacement Project to John Carlo, Inc. of Clinton Township, Michigan as the lowest responsive, responsible bidder in the amount of \$688,553.50 and authorize the Mayor and Clerk to execute a contract on behalf of the City.

#### **ATTACHMENTS:**

Bid Tab Resolution

Department Authorization: Roger Rousse, Director, Department of Public Service

Reviewed by: Fiscal: Julie Jenuwine

Fiscal: Jean Farris

Clerks: Susan Koliba-Galeczka

Approved by: *Pat Somerville* 

### <u>RESOLUTION</u>

### NEXT AGENDA ITEM

# RETURN TO AGENDA