



City of Rochester Hills
AGENDA SUMMARY
FINANCIAL ITEMS

1000 Rochester Hills Dr.
Rochester Hills, MI 48309
248.656.4630
www.rochesterhills.org

Legislative File No: 2015-0552

TO: Mayor and City Council Members
FROM: Allan Schneck, P.E. Director of Public Services
DATE: January 25, 2016
SUBJECT: Ready Mix Concrete Materials

REQUEST:

City Council is requested to authorize the issuance of a blanket purchase order to Superior Materials, Farmington Hills, Michigan as primary vendor and Paragon Ready Mix, Utica, Michigan as secondary vendor, as required for Ready Mix Concrete Materials in the amount not-to-exceed \$220,860.00 through December 31, 2017.

REASON FOR PURCHASE:

The Department of Public Service purchases ready mix concrete materials on an as-needed basis to use for local and major road repairs. Concrete is also utilized in water main and sewer breaks when it becomes necessary to dig into roads and driveways. The concrete materials are delivered as needed for department operations.

Sealed bids were solicited using the MITN website and two responses were received. Award is recommended to Superior Materials as the primary vendor and the lowest, responsive, responsible bidder meeting the specifications of the bid. Paragon Ready Mix was the second bidder and selected as a secondary vendor.

If Superior Materials is unable to supply the concrete materials in order to meet the delivery times required by the department for daily operations, concrete will be obtained from Paragon Ready Mix.

PROCESS:

Vendor Name and Address:

Primary Vendor:

Superior Materials, LLC.
30701 W. 10 Mile, Suite 500
Farmington Hills, MI 48333

Secondary Vendor:

Paragon Ready Mix, Inc.
48000 Hixson
Utica, MI 48317

Reason for Selection:

Lowest responsive, responsible bidder

Method of Purchase:
Blanket Purchase Order

BUDGET:

Funding is included in the FY 2016 Adopted and FY 2017 Projected Budgets

Fund Name	Department Account No	Account No. Description	2-Year Budget Amount	2-Year Cost	2-Year Remaining Budget
Major Roads	462.781000	Materials-Rd Maint	\$21,860	\$21,860	\$0
Local Roads	464.781000	Materials-Rd Maint	\$187,000	\$187,000	\$0
Sewer	510.781000	Materials	\$2,000	\$2,000	\$0
Water	530.781000	Materials	\$10,000	\$10,000	\$0
		TOTAL	\$220,860	\$220,860	\$0

RECOMMENDATION:

It is recommended that City Council authorize the issuance of a blanket purchase order to Superior Materials, Farmington Hills, Michigan as primary vendor and Paragon Ready Mix, Utica, Michigan as secondary vendor, for Ready Mix Concrete Materials in the amount not-to-exceed \$220,860.00 through December 31, 2017.

APPROVALS:	SIGNATURE	DATE
Department Review		
Department Director		
Budget Content: Finance Director		
Purchasing Process: Supervisor of Procurement		
Mayor		
Deputy Clerk		