



**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: 2011-0034**

**TO:** Mayor and City Council Members  
**FROM:** Paul Davis, Interim Director of Public Services, 248-841-2486  
**DATE:** January 10, 2011  
**SUBJECT:** Crack Sealant Material

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**REQUEST:**

City Council is requested to authorize a blanket purchase order for crack sealant material to National Highway Maintenance Systems, LTD in the amount not-to-exceed \$73,050.00 through December 31, 2011.

**REASON FOR PURCHASE:**

Sealed bids were solicited in 2010 using the MITN System. Only one (1) response was received. National Highway Maintenance Systems LTD (NHMS) has provided crack sealant material to the City over the past several years and the Department of Public Services has been very satisfied with their services. NHMS provides the City with two (2) melter applicators, which is machines used to heat the material for application to the roads, at no additional fee. NHMS, on this bid, has reduced the cost of the materials by approximately 55% compared to previous years. NHMS has agreed to allow the City to exercise its option to renew clause and hold past pricing. It is recommended that award be made to NHMS as the lowest, responsive, responsible bidder.

The Department of Public Services uses crack seal material to repair cracks in the roads and pathways. Due to the deteriorating road conditions throughout the City, the Department of Public Services is applying more crack sealant materials than in previous years to maintain the City's roads.

**PROCESS:**

**Vendor Name and Address:**

National Highway Maintenance Systems LTD  
PO Box 5315  
Akron, OH 44334

**Reason for Selection:**

Lowest responsive, responsible bidder

**Method of Purchase:**

Blanket Purchase Order

**BUDGET:**

<b>Fund Name</b>	<b>Department Account No</b>	<b>Account No. Description</b>	<b>Budget Amount</b>	<b>Cost</b>	<b>Remaining Budget</b>
Local Roads	464.781000	Materials	\$70,550.00	\$70,550.00	\$0
Pathway	214.781000	Materials	\$2,500.00	\$2,500.00	\$0

**RECOMMENDATION:**

It is recommended that Rochester Hills City Council authorize a blanket purchase order for crack sealant material to National Highway Maintenance Systems LTD, Akron, Ohio in the amount not-to-exceed \$73,050.00 through December 31, 2011.

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<b>APPROVALS:</b>	<b>SIGNATURE</b>	<b>DATE</b>
<b>Department Review</b>		
<b>Department Director</b>		
<b>Budget Content: Finance Director</b>		
<b>Purchasing Process: Supervisor of Procurement</b>		
<b>Mayor</b>		
<b>City Council Liaison</b>		