

City of Ann Arbor

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Legislation Text

File #: 08-1062, Version: 1

Resolution to Award a Construction Contract to P.K. Contracting Inc., for Annual Pavement Markings (Bid No. ITB 3977 - \$368,700.00) (8 Votes Required)

Attached is a resolution for your approval authorizing a one-year contract in the amount of \$368,700.00 with P.K. Contracting Inc., for Pavement Markings on Major and Local streets throughout the City. The resolution authorizes the expenditure of the \$195,000.00 previously authorized as part of the FY09 budget to restore markings lost due to winter plow damage during the winter of 2008 and the annually-budgeted \$173,700.00. The resolution also authorizes an option to extend the contract with P.K. Contracting Inc., for two additional one-year periods at the anticipated annual budget amount of \$173,700.00. The total authorization equals \$716,100.00 over three years, under the same terms and conditions subject to the annual appropriation of funds in FY09-10 and FY10-11.

The contract is a unit price contract for pavement markings on various streets throughout the City. The low bid came in at \$168,782.50 which is below the engineer's estimate of \$170,324.00. Based on the quantity of parking repairs outstanding, we intend to increase the quantity of work to utilize the available funds in the Major and Local Street Funds.

Requests for bids were posted online via BidNet and one bid was received (P.K. Contracting Inc.). After evaluating the bid, Staff determined that the prices were competitive and recommends P.K. Contracting Inc., to be awarded the contract. The bid tabulation is attached. Funding for this work is budgeted in the Public Services Area, Field Operations Unit Major and Local streets operating budget for FY 08-09.

P.K. Contracting Inc., received Living Wage and Contract Compliance approval on October 27, 2008. Prepared by: Kirk Pennington, Field Operations Supervisor, Karla Henderson, Field Operations Manager

Reviewed by: Sue F. McCormick, Public Services Administrator

Approved by: Roger W. Fraser, City Administrator

Whereas, Sealed unit price bids for Annual Pavement Markings were received in October 2008, and P.K. Contracting Inc. was the lowest responsible bidder at \$168,782.00 for the quantity of work specified.

Whereas, The Public Services Area recommends approval of a one-year contract with P.K. Contracting Inc., with the option to extend the contract for two additional one-year periods under the same terms and conditions;

Whereas, \$368,700.00 is available in the FY08-09 Public Services Area, Field Operations Unit, Major and Local Street Fund operating budget, which provides for an increased quantity of markings intended to recover from the severe winter damage sustained in FY08; and

Whereas, P.K Contracting Inc., received Living Wage and Contract Compliance approval on October

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27, 2008;

RESOLVED, That City Council approve a contract, per Bid No. ITB 3977, with P.K. Contracting Inc., in the amount of \$368,700.00 for one year with the option to extend the base bid contract for two additional one-year periods in the amount of \$173,700.00, upon approval by the City Administrator, for a total of \$716,100.00 over three years;

RESOLVED, That these services during the first year be funded from the approved FY09 Field Operations Unit, Major and Local Street Fund Operating budgets, that the extensions through FY10 and FY11 be funded from the FY10 and FY11 Field Operations Unit, Major and Local Street Fund Operating budgets if so approved by Council, and the funds from each budget year remain available without regard to fiscal year;

RESOLVED, That the Mayor and City Clerk be authorized and directed to execute said contract and the extensions thereof after approval as to form by the City Attorney and approval as to substance by the City Administrator; and

RESOLVED, That the City Administrator be authorized to take all necessary administrative actions to implement this resolution.