

COUNCIL COMMUNICATION

From: The City Manager

Subject: Lois Kay Contracting, Contract (C-1580)

Manager's Recommendation:

I recommend approval of the low bid from Lois Kay Contracting Inc., in the amount of \$123,147.01 be accepted and that a contract be awarded to them in that amount. Contract documents forwarded herein (City Clerk's File _____), have been signed by the contractor. The contract is subject to approval by me as to substance and the City Attorney as to form.

This vendor meets all requirements of the Contract Compliance Provisions, Title 1, Chapter 14, §14.35-14.44, of the Saginaw Code of Ordinances.

Funds for this Contract are available in fiscal year 2009 Major Streets Street Resurfacing Fund Account No. 202-4614-781-8046 (\$29,674.01) Project No. ST0802 and fiscal year 2009 Community Development Block Grant Street Resurfacing Fund Account No. 275-6511-761-8046 (\$93,500) Project No. 09H085.

Justification:

On September 23, 2008, the City received bids for the W. Genesee Avenue, Michigan Avenue to Niagara Street Resurfacing. The existing asphalt surface is deteriorated and in need of repair. In an effort to extend the life of the pavement and avoid full road reconstruction, the City of Saginaw is proposing to cold mill existing asphalt surface and pave with 2 inches of hot mix asphalt material. The railroad companies, as part of this project, will be making improvements to their railroad track crossings.

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Following is a tabulation of the bids, including alternates, received and reviewed by the Purchasing Committee:

	<u>Total Bid</u>
Lois Kay Contracting Saginaw, MI	\$124,008.31*
Pyramid Paving Essexville, MI	\$136,259.93

*Should be \$123,147.01 due to incorrect item price extension.

Council Action:

Council _____ moved that the recommendation of the City Manager be approved.