



**Request for City Council Committee Action
From the Department of Public Works and Procurement**

Date: April 1st, 2014
To: Honorable Kevin Reich, Chair Transportation & Public Works Committee
Referral to: Honorable John Quincy, Chair Ways & Means Committee
Subject: Approval of Official Publication No. 7912 Bids for Bituminous Mixtures

Recommendation:

Acceptance of the single bid of Commercial Asphalt Company for an estimated annual expenditure of \$5,409,950.00 to furnish and deliver hot mix asphalt to the Minneapolis Public Works Department as needed and called for through March 31st, 2015, as follows:

Plant Location: 920 West Cliff Road, Burnsville, MN 55337

Vendor delivery charge for Hot Mix (South Zone) \$9.50 per ton

			<u>Unit Price</u>	<u>Total Cost</u>
1.	36,000 tons	SPWEB540L	\$51.30 per ton	\$1,846,800.00
2.	42,000 tons	SPWEB440L	\$42.40 per ton	\$1,780,800.00
3.	15,000 tons	SPNWB430L	\$40.00 per ton	\$ 600,000.00
4.	21,000 tons	SPWEA540L	\$55.35 per ton	\$1,162,350.00
5.	8 each	Open Plant on Saturday	\$1,000.00 per day	\$ 8,000.00
6.	6 each	Open Plant on Sunday	\$2,000.00 per day	\$12,000.00

Plant Location: 10000 81st Avenue North, Maple Grove, MN55369

Vendor delivery charge for Hot Mix (North Zone) \$9.50 per ton

			<u>Unit Price</u>	<u>Total Cost</u>
1.	36,000 tons	SPWEB540L	\$49.85 per ton	\$1,794,600.00
2.	42,000 tons	SPWEB440L	\$42.40 per ton	\$1,780,800.00
3.	15,000 tons	SPNWB430L	\$42.85 per ton	\$ 642,750.00
4.	21,000 tons	SPWEA540L	\$55.35 per ton	\$1,162,350.00
5.	8 each	Open Plant on Saturday	\$1,000.00 per day	\$ 8,000.00
6.	6 each	Open Plant on Sunday	\$2,000.00 per day	\$12,000.00

Total: \$5,409,950.00

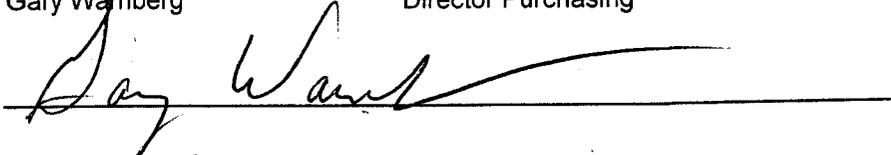
Terms are Net 30 days

F.O.B.: Destination

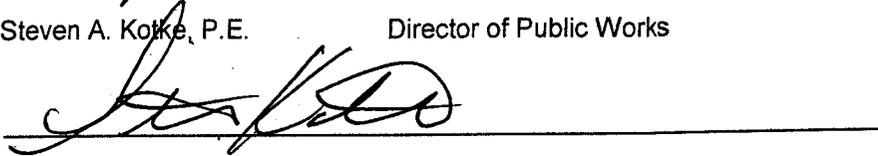
Further recommend proper Officers be authorized and directed to execute a contract for this service, all in accordance with our specifications.

This has been approved by the Civil Rights Department

Prepared by: Gary Warnberg Director Purchasing



Approved by: Steven A. Kotke, P.E. Director of Public Works



Financial Impact (Check those that apply)

- No financial impact - or - Action is within current department budget.
(If checked, go directly to Background/Supporting Information)
- Action requires an appropriation increase to the Capital Budget
- Action requires an appropriation increase to the Operating Budget
- Action provides increased revenue for appropriation increase
- Action requires use of contingency or reserves
- Other financial impact (Explain): Action is within Budget
- Request provided to the Budget Office when provided to the Committee Coordinator

Background/Supporting Information:

Tabulation of one (1) bid received on Official Publication No. 7912 for Bituminous Mixtures

Attachments - Staff Memo
Tabulation Sheet

cc: S. Malmberg
R. Crossland
L. Woyee

MEMORANDUM

CITY OF MINNEAPOLIS, PUBLIC WORKS DEPARTMENT TRANSPORTATION PLANNING & ENGINEERING DIVISION

309 Second Avenue South, Room 300

Minneapolis, MN 55401-2268

Office: (612)-673-3365 Cell: (612) 919-2991 Fax: (612)-673-2048

stephanie.malmberg@ci.minneapolis.mn.us

TO: David Schlueter **DATE:** March 12, 2014
Procurement Division

FROM: Stephanie Malmberg **SUBJECT:** Single Bid Response on OP 7912
Engineering Laboratory

David

The Call for Bids for Hot Mix Asphalt was mailed to the 8 Vendors on February 5, 2014, the same date that advertising began.

Historically we have received bids from three Vendors, until 2012 when one of the three Vendors went out of business. In 2012 and 2013 The City received bids from two Vendors (Commercial Asphalt and Bituminous Roadways).

Since 2009, Commercial Asphalt has been the low bidder for all mixes, with the exception of those that contain steel slag (which is a specialty product which is currently not being used).

In 2014 the City received a sole bid by Commercial Asphalt Company for Hot Mix Bituminous Asphalt.

I have reviewed the unit prices that Commercial Asphalt Company submitted for Hot Mix Bituminous Asphalt bid (OP 7912) and compared these unit prices to historic bids from this company as well as other companies and analysis has shown that the 2014 individual unit prices fall within or lower than historic averages.

Based on the fact that the prices fall in line with the historic prices, I recommend that the City moves forward with awarding this contract in the amount of \$5,409,950 to Commercial Asphalt Company.

If you have any questions or concerns please feel free to contact me.

