



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

Date: April 5, 2005
To: Honorable Sandra Colvin Roy, Chair Transportation & Public Works Committee
Referral to: Honorable Barb Johnson, Chair Ways & Means Committee
Subject: **Approval of Official Publication No. 6394 - Bids for Bituminous Mixtures**

Recommendation:

Acceptance of the low responsive bids as indicated below to furnish and deliver bituminous mixtures, as follows:

All quantities are estimates.

Bituminous Roadways, Inc. - for an estimated expenditure of \$ 984,000.00

			(L) -PG Grade FOB Hot Mix - Price Per Ton
1.	9,000 tons	SPWEA540	\$ 36.50
2.	6,500 tons	SPWEB540	35.25
3.	6,500 tons	SPNWB540	32.25
4.	4,000 tons	SPMWB430	30.00
5.	28,000 tons	SPWEB440	30.00
6.	2,000 tons	SPWEA440	34.00

Additional Charges - if applicable:

a.	Keeping plant open after normal business hours	\$ 150.00 hour
b.	Opening plant on Saturday	1,000.00
c.	Opening plant on Sunday	300.00 hour
d.	Opening plant on a holiday	300.00 hour
e.	Opening plant after Thanksgiving day	2,500.00 day
f.	Opening plant on short notice for an emergency	400.00 hour
g.	Any trucking surcharges for Saturday, Sunday or holiday delivery	2.00 ton
h.	Any mix surcharge (per ton) for Saturday, Sunday or holiday orders	N/C

Terms are net 30 days. F.O.B.: Destination.

Midwest Asphalt Corporation - for an estimated expenditure of \$ 863,000.00

Vendor delivery charge for Hot Mix (North Zone)	per ton \$ 5.95
Vendor delivery charge for Hot Mix (South Zone)	per ton 5.95

			(L) -PG Grade FOB Hot Mix - Price Per Ton
1.	9,000 tons	SPWEA540	\$ 35.55
2.	6,500 tons	SPWEB540	32.90
3.	6,500 tons	SPNWB540	30.75
4.	4,000 tons	SPMWB430	28.10
5.	28,000 tons	SPWEB440	31.15
6.	2,000 tons	SPWEA440	33.25
7.	650 tons	MVWE350 (SC250)	45.00

Midwest Asphalt Corporation - continued:

Additional Charges - if applicable:

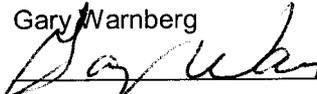
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|----|--|------------------------|
| a. | Keeping plant open after normal business hours | \$ 2.50 per ton |
| b. | Opening plant on Saturday (Minimum 500 tons) | 3.50 per ton |
| c. | Opening plant on Sunday (Minimum 500 tons) | 4.70 per ton |
| d. | Opening plant on a holiday (Minimum 500 tons) | 4.70 per ton |
| e. | Opening plant after Thanksgiving day (Minimum 500 tons) | 3.50 per ton |
| f. | Opening plant on short notice for an emergency (Minimum 500 tons) | 3.50 per ton |
| g. | Any trucking surcharges for Saturday, Sunday or holiday delivery | 5.95 per ton |
| h. | Any mix surcharge (per ton) for Saturday, Sunday or holiday orders | (Listed above b, c, d) |

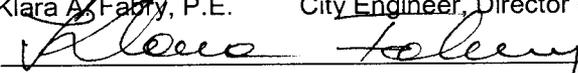
Terms are net 30 days. F.O.B.: Destination.

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

Contingent on approval of the Civil Rights Department.

Prepared by: Gary Warnberg Director, Procurement


Approved by: Klara A. Fabry, P.E. City Engineer, Director of Public Works


Presenters: Paul Ogren Director of Field Services

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 three (3) bids received on Official Publication No. 6394 for Bituminous Mixtures is attached.

Attachments - Tabulation Sheet

cc: P. Ogren
K. Danen
R. Nubbe

**CITY OF MINNEAPOLIS
DEPARTMENT OF PUBLIC WORKS
ENGINEERING MATERIALS & TESTING DIVISION
ENGINEERING LABORATORY**

1901 EAST 26TH STREET
MINNEAPOLIS, MINNESOTA 55404-4028

MEMORANDUM



TO: Klara Fabry, P.E.
FROM: Kevin J. Danen, P.E.
DATE: March 29, 2005
SUBJECT: Hot-Mix Asphalt Bid Prices

In 2004 and 2005 the Engineering Laboratory has worked with the City of Minneapolis Purchasing Department on the bids for hot-mix asphalt. Due to the locations of private asphalt plants in the Metro area, during both years the City was divided into North and South Zones for purposes of awarding the bid to take advantage of associated savings in transportation costs.

In 2004 Midwest Asphalt won both the North and the South Zones for hot-mix asphalt construction mixes, while Bituminous Roadways won the North and the South Zones for the hot-mix asphalt maintenance mix.

In 2005 Midwest Asphalt has won the North Zone for hot-mix asphalt construction mixes and Bituminous Roadways has won the South Zone for hot-mix asphalt construction mixes. In addition, Midwest Asphalt has won hot-mix asphalt maintenance mix delivered, and Bituminous Roadways has won hot-mix asphalt maintenance picked-up.

In an effort to eliminate past specifications and mix designs, Mn/DOT will be issuing a new hot-mix asphalt specification in its 2005 Construction Specification book. Mn/DOT will soon be requiring hot-mix asphalt mixes be produced under the new specification for projects. The City of Minneapolis Department of Public Works has taken a proactive approach and adopted this new specification before its required use. As a result, the hot-mix asphalt mixes that were bid out in 2005 are different from the mixes in 2004.

As shown in the table on the following page, prices have increased from 2004. This is a result of the new mixes specified and price increases due to petroleum and transportation costs.

2003 City Prices 2003		2004 Midwest Asphalt Prices 2004		2005 Midwest Asphalt Prices 2005		2005 BR Asphalt Prices 2005	
Mix	Price	Mix	Price	Mix	Price	Mix	Price
#12	\$37.00	HVWE37540B	\$28.75	SPWEB540L	\$32.90	SPWEB540L	\$35.25
#14	\$38.00	HVWE47540B	\$33.75	SPWEA540L		SPWEA540L	\$36.50
#15	\$29.00	HVNW37540B	\$28.25	SPNWB540L	\$30.75	SPNWB540L	\$32.25
#16	\$29.00	MVNW35035B	\$22.30	SPNWB430L	\$28.10	SPNWB430L	\$30.00
#18	\$31.00	MVWE35035B	\$22.30	SPWEB440L	\$31.15	SPWEB440L	\$30.00
#22	\$34.00	MVWE350XX	\$42.50	MVWE350x	\$45.00	MVWE350x	

"BIDS FOR BITUMINOUS MIXTURES" - P/W Asphalt Plant

	Offl. Publ. #6394 Bids opened 10 AM CST February 15, 2005 Minneapolis MN	Midwest Asphalt Corp	Bituminous Roadway Inc.	Commercial Asphalt				
	Bid Deposit - 2%	BB	BB	BB				
	Plant Location/City for Hot Mix Pickup - North Zone	New Brighton	2878 Longfellow	Maple Grove				
	Plant Location/City for Hot Mix Pickup South Zone	N. Brighton	Same	Burnsville				
	Vendor delivery charge for Hot Mix - North Zone	5.95	5.50	N/B				
	Vendor delivery charge for Hot Mix - South Zone	5.95	5.00	N/B				
1.	9000 tons SPWEA540 (1) PG Grade FOB Hot Mix \$	35.55	36.50	Maple G. Burnsville 36.65	Burnsville 37.55			
	(E) PG Grade FOB Hot Mix \$	39.50	44.80	39.50	40.40			
2.	6500 tons SPWEB540 (1) PG Grade FOB Hot Mix \$	32.90	35.25	35.00	35.95			
	(E) PG Grade FOB Hot Mix \$	36.40	42.25	37.60	38.55			
3.	6500 tons SPNWB540 (1) PG Grade FOB Hot Mix \$	30.75	32.25	32.60	31.00			
	(E) PG Grade FOB Hot Mix \$	34.35	39.50	35.10	33.55			
4.	4000 tons SPNWB430 (1) PG Grade FOB Hot Mix \$	28.10	30.00	34.35	33.45			
	(E) PG Grade FOB Hot Mix \$	31.20	38.00	36.95	36.05			
5.	28,000 tons SPWEB440 (1) PG Grade FOB Hot Mix \$	31.15	30.00	36.05	36.75			
	(E) PG Grade FOB Hot Mix \$	34.20	36.00	38.70	39.45			
6.	2000 tons SPWEA440 (1) PG Grade FOB Hot Mix \$	33.25	34.00	36.75	37.55			
	(E) PG Grade FOB Hot Mix \$	37.20	41.00	39.70	40.50			
7.	650 tons MVWE350 (L) PG Grade FOB Hot Mix \$	45.00	52.00	N/B	N/B			
a.	Keeping plant open after normal business hours	2.50 per ton	\$150/hr	see note I				
b.	Opening Plant on Saturday	3.5 per ton	1000.00/hr	1,000				
c.	Opening Plant on Sunday	4.70 per ton	300.00/hr	2,000				

"BIDS FOR BITUMINOUS MIXTURES" - P/W Asphalt Plant

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	(1)	(2)	(3)
d. Opening plant on a Holiday \$	4.70	300.00	2,000
e. Opening plant after Thanksgiving Day \$	3.50	2,500.00/day	1,000
f. Opening plant on short notice for emergency \$	3.50	400.00	see note 4
g. Any trucking surcharges for Saturday, Sunday, Holiday	5.95	2.00/ton	N/A
h. Any mix surcharge for Saturday, Sunday, Holiday	as listed above	0	0
Bituminous Mixtures Accept bituminous millings	YES	YES	YES
What charge or credit will be given per ton	0	2.00	2.00
Is this a credit or a charge to the City	—	Credit	Credit
Bituminous Rubble Accept bituminous rubble	YES	YES	YES
What charge or credit will be given	0	truckload 15.00	free dump
Is this a charge or credit to the City	—	Charge	—
Plant Accommodations Are platforms provided	YES	YES	YES
Is an approved release agent available	YES	YES	YES
Address of the actual asphalt plant	see bid	see bid	see bid
Will this location change during the contract period	NO	NO	see bid
If yes on what date and to what location	—	—	↓
Cash discount - % 20 days	2%	0	4%

We, the undersigned, hereby certify that the above bids were publicly opened and read aloud:

Adar Jackson
FINANCE OFFICER

David M. Hawn
ASST. DIRECTOR, PURCHASING