City of Birmingham
A Walkable Community

MEMORANDUM

Department of Public Services

DATE: **June 19, 2015**

TO: **Joseph A. Valentine, City Manager**

FROM: **Lauren A. Wood, Director of Public Services**

SUBJECT: **Bituminous Paving Materials Bid Award**

The Department of Public Services (DPS) publicly opened bids titled "Bituminous Paving Materials", Tuesday, June 16, 2015. Bid specifications were advertised with the Michigan Intergovernmental Trade Network (MITN) and Observer/Eccentric newspaper. The asphalt materials specified were 36A hot asphalt mix used for permanent street repairs, and UPM cold patch which is used for temporary street repairs. There were two bidders, Cadillac Asphalt LLC, and Ajax Materials Corporation. The bids are broken down as follows:

Material	Cadillac Asphalt LLC	Ajax Materials Corporation
36A Hot Mix	**$54.00/Ton**	$57.00/Ton
UPM Cold Patch (Delivered)	**$115.00/Ton**	$115.00/Ton (50 Ton min.)
UPM Cold Patch (Picked Up)	**$111.00/Ton**	$110.00

The Department of Public Services uses the various mixes referenced above for both permanent and temporary asphalt repairs throughout the City. We recommend purchasing this material from Cadillac Asphalt LLC. Our City crews use this product for pothole patching and pavement repairs to streets, alleys, parking lots, and sewer and water trenches. Typically, the purchases of asphalt paving materials cost approximately $80,000.00 annually. This material purchase amount is spread across the Major and Local streets, Sewer, and Water funds.

Last year the pricing for the hot mix was $49.00/ton, UPM cold patch (delivered) was $112.00/ton. The vendor used during 2014 was Barrett Paving Materials Inc. and they recently were bought out by Cadillac Asphalt LLC.

SUGGESTED RESOLUTION:
To approve the purchase of 36A hot asphalt mix at $54.00/ton, UPM cold patch (delivered) at $115.00/ton and UPM cold patch (picked up) at $111.00/ton from Cadillac Asphalt LLC for fiscal year 2015-2016 to be charged to account #s 202-449.003-729.0000, 203-449.003-729.0000, 590-536.002-729.0000 and 591-537.005-729.0000.