# INDIAN RIVER COUNTY OFFICE OF MANAGEMENT AND BUDGET PURCHASING DIVISION

**DATE:** March 8, 2017

TO: BOARD OF COUNTY COMMISSIONERS

**THROUGH:** Jason E. Brown, County Administrator

Mike Smykowski, Budget Director

**FROM:** Jennifer Hyde, Purchasing Manager

**SUBJECT:** Approval of Award for Bid 2017033 – Annual Bid for Asphalt Paving and Resurfacing

# **BACKGROUND:**

On September 20, 2016, the Board of County Commissioners rejected responses received for Bid 2017002, Annual Paving and Resurfacing and authorized release of a new bid, due to a significant variance between the estimated quantities listed in the bid and actual anticipated need. The Board also authorized an extension to the award of the previous bid (2014004) through March 31, 2017 on December 13, 2016.

### **BID RESULTS:**

Bid Opening Date: February 22, 2017
Advertising Date: January 22, 2017
Demandstar Broadcast to: 61 Subscribers
Specifications/Plans Downloaded by: 16 Vendors
Replies: 3 Vendors

Bidder	Location	Paving of Roadways SP-9.5 over 300 tons		Paving of Roadways SP-12.5 over 300 tons	
		Price per	Est. annual	Price	Est. annual
		ton	6,000 tons	per ton	2,000 tons
GC Works*	Miami	DQ	N/A	DQ	N/A
Community Asphalt	Vero Beach	\$97.00	\$582,000.00	\$97.00	\$194,000.00
Ranger Construction Industries	Fort Pierce	\$116.00	\$696,000.00	\$130.00	\$230,000.00

<sup>\*</sup>GC Works disqualified – bid form not signed.

## **ANALYSIS:**

The low bid price represents an approximate 12-percent increase to the annual cost for purchase and/or placement of asphalt compared to the prior bid (2014004). The increase can be attributed to several factors. First, under the new bid, the contractor is now solely responsible for supplying Maintenance of Traffic (MOT) for every paving project performed under this contract. Second, bid

items were upgraded to meet the current FDOT standards for paving. Finally, the cost of asphalt, including manpower, equipment, and raw materials, has increased since the last bid.

The current contractor's annual expenditures for the previous year (FY15/16) were \$1,065,423.04. Expenditures to date for FY 16/17 are \$190,017.21.

# **SOURCE OF FUNDS:**

Estimated expenditures for the remaining FY of 16/17 is \$700,000 and is available as follows:

Account Number		Projected 16/17 Budget		
10921441-053360	Road Resurfacing	\$625,000		
11121441-035310	Paving Material	\$75,000		

#### **RECOMMENDATION:**

Staff recommends the Board award Bid 2017033 to the lowest responsive and responsible bidder, Community Asphalt Corp., and authorize the Purchasing Division to issue blanket purchase orders for the period of April 1, 2017 through March 31, 2018 to the recommended bidder. Staff also recommends the Board authorize the Purchasing Manager to renew this bid for two additional one-year periods subject to satisfactory performance, vendor acceptance, and the determination by Public Works that renewal of this annual bid is in the best interest of Indian River County.