



Item: Asphaltic Concrete Material
From: Kenny Jorgensen, Street Supervisor
Initiated By: Public Works Department
Presented By: Jim Rearden, Public Works Director
Action Requested: Award Bid

Suggested Motion:

1. Commissioner moves:

“I move that the City Commission (approve/reject) the bid award to supply asphaltic concrete material to Great Falls Sand & Gravel, Inc., of Great Falls for \$716,250.”

2. Mayor calls for a second, discussion, public comment, and calls for the vote.

Staff Recommendation: Staff recommends that the City Commission approve the bid award to supply asphaltic concrete material to Great Falls Sand & Gravel, Inc., of Great Falls for \$716,250.

Background:

Purpose

The asphaltic concrete materials requested will be used by the Street Division to conduct street repair and maintenance projects, including overlays and street opening patches.

Evaluation and Selection Process

The specifications were advertised two times in the Great Falls Tribune, mailed to two prospective bidders and advertised on the City of Great Falls Website. The bids were opened on May 4, 2016, with two bidders responding.

Along with price per ton numbers staff calculates a mileage factor: calculations are figured using the miles from the City Shop to the manufacturer source. Great Falls Sand & Gravel is 3.3 miles and United Materials is 7.3 miles.

Great Falls Sand & Gravel: 14,000 tons x \$.21 per ton = \$2,940.00 x 3.3 miles = \$ 9,702.00
United Materials: 14,000 tons x \$.21 per ton = \$2,940.00 x 7.3 miles = \$21,462.00

Each of these figures is added to the bidders total and the low bid is determined.

After mileage calculations the cost difference between the two bid sources is \$.83 per ton which leaves Great Falls Sand & Gravel as the low bid.

Conclusion

The materials bid by Great Falls Sand & Gravel, Inc., meets specifications for the asphaltic concrete material. The pricing is as shown in the following table: (Using estimated tons for 2016)

BIDDER 2016	MATERIAL	PRICE PER TON	ESTIMATED TONS	TOTAL COST
Great Falls Sand & Gravel, Inc.	MPWSS Type B	\$51.00/ton	11,000	\$561,000
	MPWSS Type C	\$51.75/ton	3,000	\$155,250
			TOTAL BID PRICE	\$716,250

Fiscal Impact: The contracted price for asphaltic concrete in FY 2016 was \$53.25 per ton for MPWSS Type B; and \$54.00 per ton for MPWSS Type C. The total bid price difference from last year is a decrease of \$31,500 or -4.21%. Funding for this year's purchase of asphaltic concrete is in the proposed FY 2017 Street Maintenance Budget.

Alternatives: The City Commission could vote to reject the bids.

Attachments/Exhibits: Bid List, Bid Tab

ASPHALTIC CONCRETE MATERIAL BID LIST

1. GREAT FALLS SAND & GRAVEL
P.O. BOX 1989
GREAT FALLS, MT 59403

2. UNITED MATERIALS
P.O. BOX 1690
GREAT FALLS, MT 59403

