

**VILLAGE OF LOMBARD
REQUEST FOR BOARD OF TRUSTEES ACTION**
For Inclusion on Board Agenda
Bids and Proposals

TO: President and Village Board of Trustees
FROM: William T. Lichter, Village Manager
DATE: May 5, 2005
AGENDA DATE: May 18, 2006
TITLE: Bid Opening For: The FY 2007 Asphalt Patching and Paving Program
SUBMITTED BY: David A. Dratmol, P.E., Village Engineer *WAL*

RESULTS:

Date Bids Were Published 4/5/06 Bidding Closed 5/5/06
 Total Number of Bids Received 2
 Total Number of Bidders Meeting Specifications 2
 Bid Security Required Yes X
 Performance Bond Required Yes X
 Were Any Bids Withdrawn Yes X
 Explanation:
 Waiver of Bids Requested? Yes X No
 If yes, explain:
 Award Recommended to Lowest Yes X No
 Responsible Bidder? Yes X No
 If no, explain: Staff recommends rejection of bids (see attached memorandum)

FISCAL IMPACT:

Engineer's estimate/budget estimate \$271,379.13/\$280,000.00
 Amount of Award \$0.00

BACKGROUND/RECOMMENDATION:

Has Recommended Bidder Worked for Village Previously Yes — No
 If yes, was quality of work acceptable Yes — No
 Was item bid in accordance with Public Act 85-1295? Yes — No
 Waiver of bids - Public Act 85-1295 does not apply Yes — No

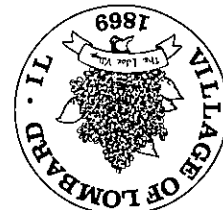
REVIEW (as needed):

Village Attorney XX _____ Date _____
 Finance Director XX W.M.T. Lichter Date 5/10/06
 Village Manager XX _____ Date _____

NOTE: All materials must be submitted to and approved by the Village Manager's Office by 4:30 pm, Wednesday, prior to the Board Agenda distribution.

InterOffice Memo

To: William T. Lichter, Village Manager
Through: Wes Anderson, P.E., Director of Public Works *Wes*
 David A. Dratmol, P.E., Village Engineer *DA*
Date: May 10, 2006
Subject: The FY 2007 Asphalt Patching and Paving Program
 Project Number: ST 07-02



Eight (8) potential bidders purchased plans for the referenced project. Two bids were received and opened at 11:00a.m. on May 5, 2006.

The results are listed below:

Company	TOTAL
Johnson Paving, Arlington Heights, IL	\$498,125.00
R. W. Dunteman Company, Addison IL	\$575,875.00
Engineer's Estimate	\$271,379.13

Due to the unexpected high bids, the Engineering Division recommends rejection of all bids and requests authorization to negotiate terms with these two bidders. Based on informal conversations with the bidders, some of the reasons for the high bids were: 1) The uncertainty in oil prices for the upcoming fiscal year (the contract runs for the entire fiscal year). 2) The grind and overlay portion of the contract included smaller lengths of work in more areas than typically performed on previous contracts. 3) The majority of the grind and overlay work is on higher traffic volume streets and so the traffic control was higher than usual.

After staff has completed negotiations, this item will be brought back to the Board for further consideration. Please present this item to the President and Board of Trustees for their review and approval at their regular meeting on May 18, 2006.