



Date: January 18, 2011

To: Thomas J. Bonfield, City Manager
Through: Theodore L. Voorhees, Deputy City Manager
From: Edward R. Venable, Manager of Engineering and Stormwater
Subject: Contract ST-251, 2011 Street Repairs and Repaving

Executive Summary

On January 11, 2011, bids were opened for Contract ST-251: 2011 Street Repairs and Repaving. This contract consists of pavement repairs, milling, utility adjustments, and repaving for City streets in various locations throughout the City of Durham funded by the 2010 Bonds. The lowest responsive bid was submitted by Rea Contracting Company, of Raleigh, North Carolina. The Public Works Department recommends that the City Council authorize the City Manager to execute a contract with Rea Contracting Company, for Contract ST-251 in the amount of \$4,063,220.00.

Recommendation

The Administration recommends that the City Council authorize the City Manager to execute a contract for ST-251: 2011 Street Repairs and Repaving, with Rea Contracting Company in the amount of \$4,063,220.00.

Background

This project involves pavement repairs, milling, utility adjustments, and repaving for City streets. There are approximately 36 miles of street repairs and resurfacing in the contract. Funding for this project comes from the 2010 General Obligation Repaving Bonds. The low bidder, Rea Contracting Company's bid was deemed to be responsive. Therefore, it is our recommendation that the City award this contract to the low bidder.

Issues/Analysis

The following is a summary of bids received:

| | | |
|------------------------------|----------------|---------|
| Rea Contracting Company | \$4,063,220.00 | Low Bid |
| Barnhill Contracting Company | \$4,299,676.00 | |
| Triangle Grading and Paving | \$4,386,550.00 | |
| Fred Smith Company | \$4,398,895.00 | |
| Blythe Construction Company | \$4,858,515.00 | |

The Public Works Department recommends awarding Contract ST-251 to Rea Contracting Company in the amount of \$4,063,220.00

Alternatives

The Department of Public Works has not identified any alternatives since the bids received are competitive. The bids received were under the engineering estimate.

Financial Impact

This project is budgeted for in the 2010 General Obligation Repaving Bond Fund.

SDBE Summary

The Equal Opportunity/Equity Assurance Department reviewed the bid submitted by Rea Contracting Company of Raleigh, North Carolina to determine compliance with the Ordinance to Promote Equal Business Opportunities in City Contracting. The goals for this project are MSDBE 5% and WSDBE 3%. It was determined that Rea Contracting Company was in compliance with the Ordinance to Promote Equal Business Opportunities in City Contracting.

SDBE Requirements

Rea Contracting Company will subcontract to the following certified firms:

| Firm | ID | City/State | Amount | % of Contract |
|-----------------------------|-----------|-------------------|---------------|----------------------|
| Kelvin Whitehurst Trucking* | MBE | Raleigh, NC | \$203,161.00 | 5% |
| Royals Contracting, Inc.* | WBE | Roxboro, NC | \$142,213.00 | 3% |

Both the MSDBE and WSDBE goals were met.

*Both Kelvin Whitehurst Trucking and Royals Contracting, Inc. are certified as a MBE and WBE respectively with the North Carolina Department of Transportation and therefore can be used to meet the minority and woman goals for this project.

Workforce Statistics

The workforce statistics for Rea Contracting Company are as follows:

| | | |
|-----------------|-----|------|
| Total Workforce | 194 | |
| Total Females | 11 | 6% |
| Total Males | 183 | 94% |
| Black Males | 50 | 26% |
| White Males | 71 | 37% |
| Other Males | 59 | 31% |
| Black Females | 3 | 2% |
| White Females | 7 | 3.5% |
| Other Females | 1 | .5% |