MEMORANDUM

DATE: November 4, 2025

TO: Melissa R. Marsh, City Manager

FROM: Sean P. Ballantine, Director of Public Services

SUBJECT: Contract Extension - Italia Construction

The City utilizes a contractor for its annual sidewalk replacement program, as well as pavement and landscape restoration relating to water and sewer maintenance work. For many years, the lowest qualified bidder for this work has been Italia Construction, of Washington Township.

Over the years they have been our contractor, Italia has provided quality workmanship, and has maintained a very positive working relationship with the DPS, our engineering firm, and our residents. On the heels of another successful construction season, Italia has reached out to the City offering an extension of their current 2025 pricing.

Considering the ongoing increases in the cost of labor and materials, Staff is highly pleased with this news, and is very supportive of this measure.

The aggregate amount of the contract is directly dependent on the amount and nature of the work performed, and varies year by year. Despite this, it is consistently over the Purchasing threshold for Council approval.

Staff therefore recommends that Council approve the extension with Italia Construction, of Washington Township, for the 2026 construction season. Funding is programmed through various activities in the line-item budget.

City of Madison Heights Department of Public Services

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