



CITY OF NOVI CITY COUNCIL
AUGUST 10, 2026

SUBJECT: Consideration of approval to award the construction contract to Koala-T Construction Corp., the low bidder, for the 2026-27 Neighborhood Roads Program – Concrete, in the amount of \$4,731,490.

SUBMITTING DEPARTMENT: Department of Public Works, Engineering Division

KEY HIGHLIGHTS:

- The project scope includes 43,000 square yards of concrete road reconstruction and/or rehabilitation.
- The NRP concrete program includes rehabilitation and reconstruction of local roadways. Roads selected for the two-year concrete program are White Pines, Arden Glen, Denby, Padding Ct, Norfolk Ct, Westmont Dr, Emerald Forest Dr, Avon Ct, Portsmouth Ave, Chase Dr, Hampshire St, Mystic Forest Dr, Franklin Mill St, Oak Tree Dr, Valley Starr, and Nilan Dr.
- Construction will begin immediately following award, with final completion expected in October 2027.

FINANCIAL IMPACT

	Budget
EXPENDITURE REQUIRED	\$ 4,731,490.01 Construction Award \$ <u>300,014.29 Engineering Services</u> \$ 5,031,504.30 Total
BUDGET Local Streets Fund	\$ 5,534,655.00 Includes FY 2025-26 Rollover, FY 2026-27 Budget, and FY 2027-28 Proposed Budget
APPROPRIATION REQUIRED	\$ 0
FUND BALANCE IMPACT	\$ 0
Budget includes current estimated total project costs for construction (construction engineering, crew days, contingency, etc.), which is \$5.5M.	

BACKGROUND INFORMATION:

City engineering consultant, OHM, assisted the Engineering Division with the design of the 2026-27 Neighborhood Roads Program - Concrete. OHM and City staff developed a potential list of streets for the 2026 and 2027 Neighborhood Roads Program (NRP). The program is divided into two contracts, concrete roads, and asphalt roads. The program was advertised for a two-year contract to secure unit prices and lower the overall costs of bidding and design.

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The project was advertised on July 6, 2026. Six bids were received and opened on July 27, 2026, following the solicitation period. Koala-T Construction Corp. is recommended in the best interest of the City as it is responsive and complies with all the requirements of the bidding instructions. The award recommendation letter and the bid tabulation are attached.

Contractor	Total Bid*
Koala-T Construction Corp.	\$ 4,811,490.01
Great Lakes Contracting Solutions, LLC	\$ 4,927,467.10
Mattioli Cement Co. LLC	\$ 4,966,073.20
Angelo lafrate Construction Company	\$ 5,992,508.00

***Crew Days are included to compare bids but not included in the award. See bid tabulation for all bids received.**

The contract administration and geotechnical engineering services related to this project will be awarded to the following pre-qualified firms using the fee percentages in the Agreements for Professional Engineering Services and Geotechnical Engineering Services for Public Projects.

AECOM	Contract Administration	2.75% of the construction award	\$130,115.98
	Crew Days	\$800 daily inspection fee x 100 days	\$ 80,000.00
G2	Material testing services	1.9% of the construction award	\$ 89,898.31
TOTAL			\$ 300,014.29

Construction will begin immediately following award, with final completion expected to occur in October 2027.

RECOMMENDED ACTION: Approval to award the construction contract to Koala-T Construction Corp., the low bidder, for the 2026-27 Neighborhoods Road Program – Concrete, in the amount of \$4,731,490.01.