

2018 Quarterly RPP Report

QUARTER 4

DEPARTMENT OF PUBLIC WORKS

October 1 – December 31, 2018

CITY OF MILWAUKEE



SUMMARY

The Department of Public Works (DPW) closed 25 formal contracts from October 1 – December 31, 2018. In the fourth quarter of 2018, 100% of all closed contracts were compliant with Resident Preference Program (RPP) requirements.

Beginning in 2017, all contracts let with a RPP requirement also included a requirement that one quarter of all RPP hours be worked by residents of high-poverty zip codes as identified by the City Clerk's Office. The following zip codes are identified as high-poverty for this reporting period: 53204, 53205, 53206, 53208, 53210, 53212, 53215, 53218 and 53233. A new provision of this program allows each RPP hour from these zip codes in excess of the required amount to be counted as 1.5 hours. DPW closed nine construction contracts in the fourth quarter that made use of the provision for high-poverty credit hours. In fact, every contract closed in this period that was let in 2017 or later included credit hours for exceeding the required number of RPP hours from those living in high-poverty zip codes. This demonstrates that the contracting community is hiring from Milwaukee's high-poverty neighborhoods.

Two of the contracts closed during this period were let without RPP requirements.

A detailed listing of all closed contracts from October – December 31, 2018 begins on the following page.

HIGHLIGHTS OF QUARTER 1 RPP COMPLIANCE

- 25 contracts closed
- 100% of contracts closed during this period were compliant with RPP requirements
- 2 contracts let without RPP requirements
 - o Both are stump grinding contracts. These contracts have a maximum crew size of two and do not provide sufficient labor participation to support a RPP requirement without artificially inflating the crew size and project cost. Additionally, the skill level and experience required to safely operate a stump grinder in confined public spaces between the sidewalk and curb along streets does not lend itself to unskilled labor participation
- All contracts with required RPP met or exceeded the 40% RPP requirement

YEAR	ON #	AWARD	CONTRACT #	CONTRACTOR	DESCRIPTION	RPP REQ'D	FINAL RPP	NOTES
2014	55	\$ 1,813,792.81	C523140092	LaLonde Contractors Inc	Asphalt Surface	40%	57%	
2015	113	\$ 304,126.54	C523150117	Milwaukee General Const	Construction of concrete pavement, curb and gutter, walk, etc;	40%	40%	
2016	24	\$ 328,568.43	C523160044	Milwaukee General Const	Asphalt pavement resurfacing	40%	58%	
2016	30	\$ 1,485,105.96	C523160050	Stark Pavement Corporation	Asphalt pavement resurfacing	40%	47%	
2016	74	\$ 259,619.15	C523160086	Snorek Construction Inc	Asphalt pavement resurfacing	40%	53%	
2017	19	\$ 1,598,746.32	C523170021	Milwaukee General Const	Handicap ramp work to meet ADA requirements on 2017 High Impact paving projects	40%	75%	utilized provision for credit
2017	15	\$ 401,481.15	C523170028	Stark Pavement Corporation	Asphalt surface overlays	40%	53%	utilized provision for credit
2017	43	\$ 213,716.25	C523170040	Stark Pavement Corporation	Asphalt pavement resurfacing	40%	62%	utilized provision for credit
2017	31	\$ 157,097.25	C523170043	Snorek Construction Inc	Asphalt pavement resurfacing	40%	65%	utilized provision for credit
2017	81	\$ 184,536.49	C523170082	Snorek Construction Inc	Asphalt pavement resurfacing	40%	62%	utilized provision for credit
2017	80	\$ 710,068.10	C523170093	Snorek Construction Inc	Asphalt pavement resurfacing	40%	68%	utilized provision for credit
2018	37	\$ 149,665.00	C545180034	Trees R Us Inc	Stump Grinding, Removal and Site Restoration Standards	0%	0%	Max crew size of two & highly skilled work
2018	37	\$ 149,665.00	C545180035	Trees R Us Inc	Stump Grinding, Removal and Site Restoration Standards	0%	0%	Max crew size of two & highly skilled work
2016	48	\$ 709,780.00	C641160040	MJ Construction Inc	Water Main Relays	40%	47%	
2016	69	\$ 304,565.00	C641160063	American Sewer Services Inc	Water Main Relays	40%	45%	
2016	119	\$ 722,000.00	C641160114	JF Ahern Company	HP-184 Coagulation Basin #4 Flocculator Upgrades	40%	56%	
2017	39	\$ 299,186.71	C661170046	Concrete & Masonry Restoration	Traffic Deck Recoating and Repairs of Parking Levels 4-8	20%	52%	utilized provision for credit
2014	51	\$ 578,123.00	C683140066	MJ Construction Inc	sewer work	40%	46%	
2014	62	\$ 433,333.00	C683140083	MJ Construction Inc	COMBINED, SANITARY AND STORM SEWER MAINS LINING & REPAIR AND MANHOLE REPAIR	40%	48%	

YEAR	ON #	AWARD	CONTRACT #	CONTRACTOR	DESCRIPTION	RPP REQ'D	FINAL RPP	NOTES
2014	134	\$ 229,145.00	C683150002	CW Purpero Inc	2015 N 27th St Bio-Retention Reconstruction	40%	40%	
2015	30	\$ 658,691.00	C683150061	American Sewer Services Inc	Sewer Work	40%	52%	
2015	128	\$ 574,254.94	C683150125	Visu-Sewer Inc	sewers	40%	65%	
2016	55	\$ 767,347.05	C683160059	Visu-Sewer Inc	Sewer Work	40%	40%	
2017	7	\$ 276,263.00	C683170012	MJ Construction Inc	Combined and Storm Sewers Relay	40%	41%	utilized provision for credit
2017	6	\$ 1,932,931.60	C683170013	Musson Bros Inc	Building Sanitary Sewer Lateral Lining	40%	44%	utilized provision for credit

CONCLUSION

DPW contracts meet—and often exceed—RPP requirements. All formal contracts closed by DPW during the fourth quarter of 2018 met RPP requirements. All closed construction contracts let in 2017 made use of the provision for RPP credit hours by employing RPP-certified workers from high-poverty areas beyond the requirement that 25% of all hours are worked by employees living in these zip codes. Contractors are meeting new RPP requirements and are employing RPP participants from high-poverty zip codes to a greater degree than expected.

Overall, the rate of RPP compliance on DPW contracts closed from Oct 1 – December 31, 2018 is in line with previous reports of the department’s compliance with RPP requirements. The Department of Public Works expects this trend to continue as the department and the contractors who work with DPW most often are committed to the success of the Residents Preference Program.