



TO: Board of Contracts and Awards
FROM: Patsy Best, Procurement and Payables Division, Finance Department
Mike Riley, Water Distribution Operations
COPY: City Council, City Manager, City Clerk, SBE Coordinator, LEAP Coordinator, and
Joe Parris, Finance/Purchasing
SUBJECT: Increase for Pavement Restoration Services for Utility Cuts and Miscellaneous Areas
Request for Bids Specification No. CT14-0059F, Contract No. 4600010150 –
January 31, 2017
DATE: December 16, 2016

SUMMARY:

The Finance Department, Procurement and Payables Division requests approval to increase Contract No. 4600010150 with Asphalt Patch Systems, Inc., Puyallup, WA, by \$2,574,000, plus sales tax, for citywide asphalt patching and concrete repair services. This increase will bring the contract to a cumulative amount of \$4,320,290, plus sales tax.

STRATEGIC POLICY PRIORITY:

- Strengthen and support a safe city with healthy residents.

This project provides street and sidewalk repairs in accordance with the City’s Right-of-Way Restoration Policy and Curb Ramp Installation Matrix.

BACKGROUND:

ISSUE: This citywide contract provides for as-needed general asphalt patching repair services and street and sidewalk repairs due to utility cuts for multiple City departments including Tacoma Water, Tacoma Power, Environmental Services, and Public Works. By combining individual department needs the City is able to leverage its purchasing power under one contract. This increase will allow continued services through November 2018.

ALTERNATIVES: The alternative course of action would be to not increase the contract and approach each repair as an individual project. This would result in a significant cost increase and a decreased level of service for customers and the community due to the time involved in soliciting each project separately and familiarizing contractors with the City’s specific repair policies.

COMPETITIVE SOLICITATION: This contract was originally awarded to Asphalt Patch Systems, Inc., as a result of Request for Bids Specification No. CT14-0059F in November 2014. The contractor has agreed to extend and increase the contract with a 10 percent price escalation, as allowed per the specification, at the same terms and conditions as the original contract.

CONTRACT HISTORY: This contract was approved by Utility Board Resolution No. U-10728, October 29, 2014, and City Council Resolution No. 39043, November 4, 2014, for \$1,343,300.00, plus a 30 percent contingency, for a cumulative total of \$1,746,290.00, plus sales tax. This increase will bring the contract to a cumulative total of \$4,320,290.00, plus sales tax, for the period of November 4, 2014 through November 3, 2018. The first amendment to the contract added 30 percent contingency. This is the second amendment.



RECOMMENDATION:

The Finance Department, Procurement and Payables Division requests approval to increase Contract No. 4600010150 with Asphalt Patch Systems, Inc., Puyallup, WA, by \$2,574,000, plus sales tax, for citywide asphalt patching and concrete repair services. This increase will bring the contract to a cumulative amount of \$4,320,290, plus sales tax.

FISCAL IMPACT:

EXPENDITURES:

FUND NUMBER & FUND NAME *	COST OBJECT (CC/WBS/ORDER)	COST ELEMENT	TOTAL AMOUNT
Various departmental funds			\$2,574,000
TOTAL			

* General Fund: Include Department

REVENUES:

FUNDING SOURCE	COST OBJECT (CC/WBS/ORDER)	COST ELEMENT	TOTAL AMOUNT
TOTAL			

POTENTIAL POSITION IMPACT:

POSITION TITLE	PERMANENT/ PROJECT TEMPORARY POSITION	FTE IMPACT	POSITION END DATE
TOTAL			

FISCAL IMPACT TO CURRENT BIENNIAL BUDGET: \$2,574,000

ARE THE EXPENDITURES AND REVENUES PLANNED AND BUDGETED? Yes

IF EXPENSE IS NOT BUDGETED, PLEASE EXPLAIN HOW THEY ARE TO BE COVERED.