



TO: Board of Contracts and Awards
FROM: Kathy Katterhagen, Procurement and Payables Division, Finance Department *KK*
 Bob Hinzman, Operations Manager, Water Distribution Operations
COPY: City Council, City Manager, City Clerk, SBE Coordinator, LEAP Coordinator, and Joe Parris, Finance/Purchasing
SUBJECT: Pavement Restoration Services for Utility Cuts and Miscellaneous Areas
 Request for Bids Specification No. CT14-0059F – November 4, 2014
DATE: October 20, 2014

SUMMARY:

The Finance Department, Procurement and Payables Division recommends a contract be awarded to Asphalt Patch Systems, Inc., Puyallup, WA, in the amount of \$1,343,300.00, plus a 30 percent contingency, for a two year contract to provide asphalt patching and concrete repair services for utility cuts and miscellaneous areas, for a projected contract amount of \$1,746,290.00, plus sales tax. A 30 percent is being recommended to cover unforeseen events or needs which would increase contract usage over the next two years.

STRATEGIC POLICY PRIORITY:

- Foster neighborhood, community, and economic development vitality and sustainability.

This project will result in 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 Sewer Maintenance, and Public Works Streets and Grounds. The individual repairs are generally small and range in cost from \$600 to \$10,000 depending on the size and location of the repair. By combining individual department needs the City is able to leverage its purchasing power under one contract.

ALTERNATIVES: The alternative to this contract would be to 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: Request for Bids Specification No. CT14-0059F was opened August 5, 2014. Six companies were invited to bid in addition to normal advertising of the project. Two submittals were received. Asphalt Patch Systems, Inc. submitted the lowest responsive bid. The table below reflects the amount of the base award.

<u>Respondent</u>	<u>Location (city and state)</u>	<u>Submittal Amount</u>	<u>Evaluated Submittal</u>
Asphalt Patch Systems, Inc.	Puyallup, WA	\$1,343,300.00	\$1,343,300.00
AA Asphaltting, Inc.	Sumner, WA	\$1,924,110.00	\$1,924,110.00

Pre-bid Estimate: \$1,300,000

The recommended award is 3.3 percent above the pre-bid estimate.



CONTRACT HISTORY: New Contract

SUSTAINABILITY: The awarded contractor will be encouraged to assist in efforts to address factors for pollutant releases, toxicity of materials used, waste generation, greenhouse gas emissions, recycle content, energy consumption, impact on human health and environment and recycling of construction materials. In addition, vehicles will not idle for more than 3 minutes during repairs unless associated power is necessary.

SBE/LEAP COMPLIANCE: The recommended contractor is in compliance with the Small Business Enterprise (SBE) Regulation requirements per memorandum dated October 6, 2014. The SBE goal for this project is 9 percent. The SBE participation level of the recommended contractor is 0 percent. Asphalt Patch Systems, Inc. submitted the lowest evaluated bid per the SBE Regulation requirements. The Local Employment and Apprenticeship Training Program (LEAP) goal is 1400 hours.

RECOMMENDATION:

The Finance Department, Procurement and Payables Division recommends a contract be awarded to Asphalt Patch Systems, Inc., Puyallup, WA, in the amount of \$1,343,300.00, plus a 30 percent contingency, for a two year contract to provide asphalt patching and concrete repair services for utility cuts and miscellaneous areas, for a projected contract amount of \$1,746,290.00, plus sales tax. A 30 percent is being recommended to cover unforeseen events or needs which would increase contract usage over the next two years.

FISCAL IMPACT:

EXPENDITURES:

FUND NUMBER & FUND NAME *	COST OBJECT (CC/WBS/ORDER)	COST ELEMENT	TOTAL AMOUNT
Various departmental funds			\$1,746,290.00
TOTAL			

* General Fund: Include Department

REVENUES: N/A

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

FISCAL IMPACT TO CURRENT BIENNIAL BUDGET: \$1,746,290.00

ARE THE EXPENDITURES AND REVENUES PLANNED AND BUDGETED? Yes