



TO: Board of Contracts and Awards
FROM: Kurtis D. Kingsolver, P.E., Public Works Director/City Engineer *KDK*
Rae Bailey, Division Manager, Public Works Street Operations
COPY: City Council, City Manager, City Clerk, SBE Coordinator, LEAP Coordinator, and
Doreen Klaaskate, Finance/Purchasing
SUBJECT: Hot Mix Asphalt
Request for Bids Specification No. PW19-0131F - May 14, 2019
DATE: April 29, 2019

RECOMMENDATION SUMMARY:

The Public Works Department recommends a contract be awarded to Tucci & Sons Inc, Tacoma, WA, for as-needed hot mix asphalt, in the amount of \$589,500.00, plus a 25 percent contingency, for a total amount of \$736,875.00, plus applicable taxes, for an initial contract term of one year, with the option for four additional one-year renewal terms, for a projected contract amount of \$3,684,375.00.

STRATEGIC POLICY PRIORITY:

- Strengthen and support a safe city with healthy residents.
- Ensure all Tacoma residents are valued and have access to resources to meet their needs.
- Encourage and promote an efficient and effective government, which is fiscally sustainable and guided by engaged residents.

The hot mix asphalt (HMA) will be used for street repair and properly maintained streets reduces claims for damages and reduces commute times, which then decreases fuel consumption.

BACKGROUND:

HMA will be used in the City’s street system for such street maintenance programs as the residential street paving, arterial street maintenance, and the permanent pavement repair programs. HMA will be on an as-needed basis by Street Operations. This contract will augment HMA produced by the City’s asphalt plant. The City’s asphalt plant produces 10,000 to 15,000 tons of HMA mix per year; however, it cannot produce the quantity of HMA required to meet all of the City’s maintenance needs.

ISSUE: Street Operations has the need for an as-needed HMA contract as the City’s asphalt plant cannot produce the quantity of HMA to meet the City’s needs.

ALTERNATIVES: With no contract in place, Street Operations would have to rely on the City’s asphalt plant for all of their HMA needs, which would impact the City’s ability to make necessary repairs.



COMPETITIVE SOLICITATION:

Request for Bids Specification No. PW19-0131F was opened April 23, 2019, and three companies were invited to bid in addition to normal advertising of the project. Two submittals were received.

<u>Respondent</u>	<u>Location</u>	<u>Submittal Amount</u>
Tucci & Sons Inc	Tacoma, WA	\$589,500.00
Miles Resources LLC	Puyallup, WA	\$769,000.00

Pre-bid Estimate: \$4,884,080.00 (All five years)
The recommended award is 24.6 percent below the pre-bid estimate.

CONTRACT HISTORY: New Contract

SUSTAINABILITY: Properly maintained streets reduces claims for damages and reduces commute times, which then decreases fuel consumption.

SBE/LEAP COMPLIANCE: Not applicable

FISCAL IMPACT:

EXPENDITURES:

FUND NUMBER & FUND NAME	COST OBJECT (CC/WBS/ORDER)	COST ELEMENT	TOTAL AMOUNT
1065-Street Fund	662424	5220100	\$1,842,187.50
1085-Streets Initiative Fund	663025	5220100	\$1,842,187.50
TOTAL			\$3,684,375.00

REVENUES:

FUNDING SOURCE	COST OBJECT (CC/WBS/ORDER)	COST ELEMENT	TOTAL AMOUNT
Street Fund Revenues	662420	Various	\$1,842,187.50
Streets Initiative Revenues	663020	Various	\$1,842,187.50
TOTAL			\$3,684,375.00

FISCAL IMPACT TO CURRENT BIENNIAL BUDGET: \$1,166,718.75

ARE THE EXPENDITURES AND REVENUES PLANNED AND BUDGETED? Yes

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