




**Contract and Award Letter  
Purchase Resolution – Exhibit “A”**

**TO:** Board of Contracts and Awards  
**FROM:** Ramiro A. Chavez, P.E. PgMP, Director/City Engineer, Public Works   
Jake Green, Assistant Division Manager, Public Works Street Operations  
**COPY:** City Council, City Manager, City Clerk, EIC Coordinator, LEAP Coordinator, and  
Carly Fowler, Finance/Procurement  
**SUBJECT:** Hot Mix Asphalt (HMA)  
Request for Bids Specification No. PW24-0160F  
February 25, 2025, City Council  
**DATE:** January 23, 2025

---

**RECOMMENDATION SUMMARY:** The Public Works Department recommends contracts be awarded to Miles Resources, LLC, Puyallup, WA, in the amount of \$2,176,500.00, plus a 25 percent contingency, for a total amount of \$2,720,625.00, plus applicable taxes, and Tucci & Sons, Inc., Tacoma, WA, in the amount of \$3,265,000.00, plus a 25 percent contingency, for a total amount of \$4,081,250.00, plus applicable taxes, budgeted from the Street Fund and Streets Initiative Fund, for the purchase of Hot Mix Asphalt (HMA) as needed over a five-year contract term.

**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 HMA will be used for street repair. Properly maintained streets reduce claims for damages and commute times, decreasing fuel consumption.

**BACKGROUND:**

HMA will support residential paving, arterial maintenance, and permanent pavement repair programs within the City's street system. HMA will be purchased on an as-needed basis by the Public Works Street Operations Division. These contracts will augment HMA produced by the City's Asphalt Plant. The City's Asphalt Plant produces approximately 10,000 to 15,000 tons of HMA annually, which is insufficient to meet the City's full maintenance needs.

**ISSUE:** Street Operations requires an as-needed HMA contract because the City's Asphalt Plant cannot produce enough HMA to meet operational demands.

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

**COMPETITIVE SOLICITATION:** Request for Bids Specification No. PW24-0160F was opened December 10, 2024. Thirty companies were invited to bid in addition to normal advertising of the project. Two submittals were received.



Miles Resources, LLC and Tucci & Sons, Inc. each submitted a bid that resulted in the lowest evaluated submittal after consideration of Equity in Contracting (EIC) participation goals. The table below reflects the amount of the initial contract term.

<u>Respondent (RFB)*</u>	<u>Location (city and state)</u>	<u>Award Amount</u>
Miles Resources, LLC	Puyallup, WA	\$2,176,500.00
Tucci & Sons, Inc.	Tacoma, WA	\$3,265,000.00

\*The Request for Bids Specification was written with the intent of awarding a secondary contract to provide the City additional operational flexibility.

Acronym Definitions: Reclaimed Asphalt Pavement (RAP), Reclaimed Asphalt Shingles (RAS)

Both Miles Resources, LLC and Tucci & Sons, Inc. submitted the same unit pricing for Bid Item 1, “HMA CI 1/2 Inch PG 58 H-22 (PG64-22) Low RAP/No RAS City Pick-Up” and Bid Item 2, “HMA CI 1/2 Inch PG58H-22 (PG64-22) Low RAP/No RAS with Fiber Reinforcement City Pick-Up” and will therefore be awarded 1/2 the estimated value of these two bid items.

Both will also be awarded Bid Item 6, “Night Shift/Weekend Plant Startup”, with Miles Resources, LLC, being the primary provider of this Bid Item as they were the lowest bidder for this bid item. If Miles Resources, LLC is unable to meet the City’s needs, the City will utilize Tucci & Sons, Inc. The City will reserve the right to utilize either vendor depending upon operational needs of Public Works.

Miles Resources, LLC will also be awarded Bid Item 4, “Reclaimed Asphalt Shingles (RAS) - DELIVERED”, and Bid Item 5, “RAP/RAS Blend – DELIVERED”.

Tucci & Sons, Inc. will be awarded Bid Item 3, “MC-250 Cold Mix Asphalt - City Pick-up.”

Pre-bid Estimate: \$7,293,942.96 (excluding applicable taxes).  
The recommended award is 25.4 percent below the pre-bid estimate.

CONTRACT HISTORY: New Contracts

SUSTAINABILITY: Properly maintained streets reduce claims for damages, shorten commute times, and lower fuel consumption.

EQUITY IN CONTRACTING (EIC) COMPLIANCE: Not applicable - Supply purchase - EIC Regulations are not yet established.

LOCAL EMPLOYMENT AND APPRENTICESHIP TRAINING PROGRAM (LEAP)  
COMPLIANCE: Not applicable



**FISCAL IMPACT:**

**EXPENDITURES:**

FUND NUMBER & FUND NAME	COST OBJECT (CC/WBS/ORDER)	COST ELEMENT	TOTAL AMOUNT
1065 – PW Street Fund	662424	5220100	\$2,720,750.00
1085 – 2015 Voted Streets Initiative Fund	663025	5220100	\$4,081,125.00
<b>TOTAL</b>			<b>Up to \$6,801,875.00</b>

**REVENUES:**

FUNDING SOURCE	COST OBJECT (CC/WBS/ORDER)	COST ELEMENT	TOTAL AMOUNT
1065 – PW Street Fund	662420	Various	(\$2,720,750.00)
1085 – 2015 Voted Streets Initiative Fund	663020	Various	(\$4,081,125.00)
<b>TOTAL</b>			<b>Up to (\$6,801,875.00)</b>

**FISCAL IMPACT TO CURRENT BIENNIAL BUDGET:** \$2,176,600.00

**ARE THE EXPENDITURES AND REVENUES PLANNED AND BUDGETED?** Yes

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