



TO: Board of Contracts and Awards
FROM: Kurtis D. Kingsolver, P.E., Public Works Director/City Engineer */KDK*
 Rae Bailey, P.E., Division Manager, Public Works Street Operations
COPY: City Council, City Manager, City Clerk, SBE Coordinator, LEAP Coordinator, and
 Chuck Blankenship, Finance/Purchasing
SUBJECT: Ready Mixed Concrete and Related Concrete Materials – Rebid
 Request for Bids Specification No. PW17-0014F – February 28, 2017
DATE: February 13, 2017

SUMMARY:

The Public Works Department recommends a contract be awarded to Holroyd Co., Inc., Lakewood, WA, in the amount of \$155,022.50, plus a 15 percent contingency, for a one year total of \$178,275.88, plus applicable sales tax, for an initial contract term of one year, with the option to renew for up to four additional one-year periods, for a projected contract amount of \$775,112.50, plus a 15 percent contingency, for an estimated contract total amount of \$891,379.38, plus applicable sales tax, for the purchase of ready mixed concrete and related concrete materials on an as-needed basis.

STRATEGIC POLICY PRIORITY:

- Strengthen and support a safe city with healthy residents.

The ready mixed concrete and related concrete materials will be used to construct ADA ramp requirements and concrete pavement repair. This contract is for concrete and related materials to be used in projects for both the Arterial Maintenance Program and the Residential Street Maintenance Program.

BACKGROUND:

ISSUE: Street Operations maintains the safety of the travelling public by using ready mix concrete to construct permanent ADA ramps and concrete pavement repair as part of the Residential and Arterial Street Maintenance Programs.

ALTERNATIVES: The Council could choose not to approve the ready mix concrete and related concrete materials; however, Street Operations would be unable to construct the City's ADA ramps and perform concrete pavement repairs.

COMPETITIVE SOLICITATION: Request for bids PW17-0014F was opened February 7, 2017. Four companies were invited to bid in addition to normal advertising of the project. One proposal was received. The contract award was based on the lowest price for the pickup of ready mixed concrete and related concrete materials with cost escalation increases tied to the most recent Producer Price Index for Concrete, Ready-Mix Mfg. and Dist. (Industry Code: 32732 and 327320).

<u>Respondent</u>	<u>Location (city and state)</u>	<u>Submittal Amount</u>
Holroyd Co., Inc.	Lakewood, WA	\$155,022.50

Pre-bid Estimate: \$1,015,000 (All five years)
The recommended award is 23.6 percent below the pre-bid estimate.

CONTRACT HISTORY: New contract.



SUSTAINABILITY: Holroyd Co., Inc. has in place practices which regularly include reclamation, well monitored areas, workplace exams to identify water quality, and recycle wood, paper, and steel that maintain water sources to support the habitat and wildlife. They have mixer truck chute wash-out systems, a Spill Prevention and Reporting Program, and the prevention of fugitive materials into environment.

SBE/LEAP COMPLIANCE: Not Applicable.

RECOMMENDATION:

The Public Works Department recommends a contract be awarded to Holroyd Co., Inc., Lakewood, WA, in the amount of \$155,022.50, plus a 15 percent contingency, for a one year total of \$178,275.88, plus applicable sales tax, for an initial contract term of one year, with the option to renew for up to four additional one-year periods, for a projected contract amount of \$775,112.50, plus a 15 percent contingency, for an estimated contract total amount of \$891,379.38, plus applicable sales tax, for the purchase of ready mixed concrete and related concrete materials on an as-needed basis.

FISCAL IMPACT:

EXPENDITURES:

FUND NUMBER & FUND NAME *	COST OBJECT (CC/WBS/ORDER)	COST ELEMENT	TOTAL AMOUNT
1065 PW Street Fund	662424	5220100	\$445,689.69
1085 Streets Initiative	663025	5220100	\$445,689.69
TOTAL			\$891,379.38

* General Fund: Include Department

REVENUES:

FUNDING SOURCE	COST OBJECT (CC/WBS/ORDER)	COST ELEMENT	TOTAL AMOUNT
1065 PW Street Fund	662420	Varies	\$445,689.69
1085 Streets Initiative	663025	Varies	\$445,689.69
TOTAL			\$891,379.38

FISCAL IMPACT TO CURRENT BIENNIAL BUDGET: \$356,551.76

ARE THE EXPENDITURES AND REVENUES PLANNED AND BUDGETED? Yes

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