



TO: Board of Contracts and Awards
FROM: Kurtis D. Kingsolver, P.E., Public Works Director/City Engineer /KDW
Rae Bailey, Division Manager, Public Works Street Operations
COPY: City Council, City Manager, City Clerk, SBE Coordinator, LEAP Coordinator, and
Chuck Blankenship, Finance/Purchasing
SUBJECT: Asphalt AC-15P, Polymer Modified, Hot Applied Chip Seal Binder – WA State
Contract 01211 – August 12, 2011 to August 17, 2015 – June 17, 2014
DATE: June 2, 2014

SUMMARY:

The Public Works Department recommends a contract be awarded to Albina Asphalt, Vancouver, WA, for the purchase of AC-15P (polymer modified, hot applied chip seal binder). The contract amount reflects a total award of \$1,000,000.00, plus sales tax, to apply surface treatments to streets over the next four years.

STRATEGIC POLICY PRIORITY:

- Plan for and improve public infrastructure that meets the transportation needs of all Tacoma residents and visitors.

This asphalt oil will be used in the Public Works Street Operations Division’s surface treatment program. Surface treatments extend the life of pavement protecting the City’s infrastructure investment and provide a safe driving surface and aesthetically pleasing finished roadway.

BACKGROUND:

On October 15, 2013, City Council approved per Resolution No. 38755, an agreement with Wright Asphalt Products in the amount of \$950,000.00, plus sales tax, to purchase AC15-5TR as-needed. The agreement was based on Pierce County Contract 807, which was initiated in May 2012 and is active for a period of five years. In May 2014, the City was notified that Wright Asphalt could no longer provide this product. The City found a similar product on WA State Contract 01211, which is available to use. The product purchased through this agreement will allow for continuation of the chip seal program used by the Street Operations Division. The \$1,000,000.00, plus sales tax, is intended to cover the 2014 through 2018 chip seal programs.

ISSUE: Over the next four years, Street Operations anticipates using an estimated 250 tons of AC-15P per year. By approving the agreement with Albina Asphalt in the amount of \$1,000,000.00, plus sales tax, per WA State Contract 01211, Public Works will be able to undertake four years of maintenance projects that will prolong the useful life of street surfaces by seven to ten years.

ALTERNATIVES: AC-15P is the only acceptable replacement product for AC15-5TR available at this time.

COMPETITIVE SOLICITATION: WA State Contract 01211 is a competitively solicited contract that meets Tacoma’s competitive solicitation requirements. Through an interlocal purchasing agreement, Public Works will procure product for the current chip seal season at the same prices, terms and conditions of said contract.



COMPETITIVE ANALYSIS: This contract, competitively bid by the WA State Department of Enterprise Services, allows state and local agencies to utilize the contract through an interlocal purchasing agreement. Public Works is choosing to use this contract because of the very limited time in which to procure this product for the current chip seal season after being notified by our current vendor of the non-availability of the former product.

CONTRACT HISTORY: New contract.

SUSTAINABILITY: This product is used in Public Works surface maintenance programs to extend the life of Tacoma pavements by seven to ten years, thus lowering the overall life cycle cost of asphalt roadways.

SBE/LEAP COMPLIANCE: Not applicable.

RECOMMENDATION:

The Public Works Department recommends a contract be awarded to Albina Asphalt, for the purchase of AC-15P (polymer modified, hot applied chip seal binder). The contract amount reflects a total award of \$1,000,000.00, plus sales tax, to apply surface treatments to streets over the next four years.

FISCAL IMPACT:

EXPENDITURES:

FUND NUMBER & FUND NAME *	COST OBJECT (CC/WBS/ORDER)	COST ELEMENT	TOTAL AMOUNT *
1065-STOP Street Ops & Mnt Fund	662424	5220100	\$250,000
TOTAL			

* Plus applicable sales tax

REVENUES:

FUNDING SOURCE	COST OBJECT (CC/WBS/ORDER)	COST ELEMENT	TOTAL AMOUNT
Transportation Benefit District	662420	6311137	\$250,000
TOTAL			

FISCAL IMPACT TO CURRENT BIENNIAL BUDGET: \$250,000.00, plus applicable sales tax.

ARE THE EXPENDITURES AND REVENUES PLANNED AND BUDGETED? Yes

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