



**PURCHASING ITEM
FOR
COUNCIL AGENDA**

1. Agenda Item Number:

27

2. Council Meeting Date:

July 26, 2012

TO: MAYOR AND COUNCIL

3. Date Prepared: July 12, 2012

THROUGH: CITY MANAGER

4. Requesting Department: Municipal Utilities

5. SUBJECT: Agreement No. MU2-745-3077 Amendment No. 1 for an increase of \$50,000 for Right-of-Way Repairs with Standard Construction Company, Inc. for a total amount not to exceed \$149,000.

6. RECOMMENDATION: Recommend approval of Agreement No. MU2-745-3077 Amendment No. 1 for an increase of \$50,000 for Right-of-Way Repairs with Standard Construction Company, Inc. for a total amount not to exceed \$149,000.

7. BACKGROUND/DISCUSSION: Repair and maintenance of water distribution mains, service connections, valves and hydrants require removal of existing concrete and or asphalt within the right-of-way. Water Distribution will use this contract on an as needed basis to repair damages to City right-of-ways as a result of water main break repairs or maintenance of the water distribution system.

8. EVALUATION PROCESS: On December 15, 2011 Council approved an Agreement with Standard Construction Company, Inc. for Right-of-Way repairs for an amount not to exceed \$99,000. There has been an unexpected increase in the number of right-of-way repairs since the approval of this Agreement. Temporary asphalt and concrete repair will be required if additional funds are not secured. Staff is requesting \$50,000 in additional funds to permanently address repairs that may occur within the Agreement term.

The term of this Agreement remains January 1, 2012 through December 31, 2012 with options to renew for up to two (2) additional one-year periods.

9. FINANCIAL IMPLICATIONS:

Cost: \$50,000

Savings: N/A

Long Term Costs: N/A

Fund Source:

<u>Account No.:</u>	<u>Fund</u>	<u>Program Name:</u>	<u>CIP Funded:</u>	<u>Funds:</u>
605.3800.5332.0.0	Water Operating	Street Construction	No	\$50,000

10. PROPOSED MOTION: Move to approve Agreement No. MU2-745-3077 Amendment No. 1 for an increase of \$50,000 for Right-of-Way Repairs with Standard Construction Company, Inc. for a total amount not to exceed \$149,000.

ATTACHMENT: Amendment 1

APPROVALS

11. Requesting Department

Gregg M Capps

Gregg Capps, Water Resource Manager

12. Department Head

Dave Siegel

Dave Siegel, Municipal Utilities Director

13. Procurement Officer

Sharon Brause

Sharon Brause, CPPB, CPCP

14. City Manager

Rich Dlugas

Rich Dlugas

**AMENDMENT NUMBER ONE,
TO AGREEMENT BETWEEN THE CITY OF CHANDLER
AND
STANDARD CONSTRUCTION for
RIGHT OF WAY REPAIRS
AGREEMENT NO.: MU2-745-3077**

This Amendment #1 to that certain Agreement between the City of Chandler (CITY) and **STANDARD CONSTRUCTION** (CONTRACTOR) for Right of Way Repairs dated November 5, 2010 and is entered into this _____ day of _____, 2012.

WHEREAS, the parties have agreed;

NOW THEREFORE, the parties agree as follows:

1. Section 3.4 shall be revised to read - **PRICE:** CITY shall pay to CONTRACTOR an amount not to exceed **One Hundred Forty Nine Thousand Dollars (\$149,000)** for the completion of all the work and services described herein, which sum shall include all costs or expenses incurred by CONTRACTOR, payable as set forth in Exhibit C of the original Agreement and made a part hereof by reference.
2. All other terms and conditions of the above referenced Agreement shall remain unchanged and in full force and effect.

IN WITNESS WHEREOF, the parties have hereunto subscribed their names this ____ day of _____, 2012.

CITY OF CHANDLER:

By: _____
MAYOR

APPROVED AS TO FORM:

City Attorney _____

ATTEST: _____

City Clerk _____

CONTRACTOR:

By: _____
Title: PRESIDENT

ATTEST: (If corporation)

Secretary

WITNESS: (If individual or Partnership)

[SEAL]