



**PURCHASING ITEM  
FOR  
COUNCIL AGENDA**

**MEMO NO. ST13-001**

**1. Agenda Item Number:**

**21**

**2. Council Meeting Date:**

August 16, 2012

**TO: MAYOR & COUNCIL**

**THROUGH: CITY MANAGER**

**3. Date Prepared:** June 18, 2012

**4. Requesting Department:**  
Transportation & Development

**5. SUBJECT:** Extension of Agreement No. ST2-745-3066 for Street Replacement and Asphalt Mill and Inlay Maintenance with M.R.Tanner Development & Construction Inc. in an amount not to exceed \$3,200,000 with the option to renew for one (1) additional one-year period.

**6. RECOMMENDATION:** Recommend extending Agreement No. ST2-745-3066 for Street Replacement and Asphalt Mill and Inlay Maintenance with M.R.Tanner Development & Construction Inc. in an amount not to exceed \$ 3,200,000 with the option to renew for one (1) additional one-year period.

**7. BACKGROUND/DISCUSSION:** Chandler established a program of street rehabilitation that addresses the needs of streets that are beyond maintenance. This program identifies the streets that are at a Pavement Quality Index (PQI) of 40 and below. Currently, we have 247 lane miles of streets that meet this criterion. This project will rehabilitate 26 lane miles of streets in Chandler by milling out the old asphalt, repairing the base (as needed), crack sealing and repaving the street. Utilities will be adjusted and restriping applied as needed.

**8. EVALUATION PROCESS:** On December 15, 2011 Council approved an agreement for Street Replacement and Asphalt Mill and Inlay Maintenance with M. R. Tanner Development & Construction Inc. While we realize the Agreement doesn't expire until December 2012, staff is recommending extending the contract at this time to M. R. Tanner Development & Construction Inc. for an additional year, with the contractor asking for no price adjustments.

The new term of the agreement will be January 1, 2013 – December 31, 2013 with the option to renew for one (1) additional term of 1 year.

**9. FINANCIAL IMPLICATIONS:**

Cost: \$3,200,000

Savings: N/A

Long Term Costs: N/A

**Fund Source:**

<u>Acct. No.:</u>	<u>Fund Name:</u>	<u>Program Name:</u>	<u>CIP Funded:</u>	<u>Amount:</u>
411.3310.6513.6ST248	GO Bonds Streets	Street Repaving	Yes	\$3,200,000

**10. PROPOSED MOTION:** Move to extend Agreement No. ST2-745-3066 for Street Replacement and Asphalt Mill and Inlay Maintenance with M.R.Tanner Development & Construction Inc. in an amount not to exceed \$3,200,000 with the option to renew for one (1) additional one-year period.

**ATTACHMENT:** Location Map, Amendment No. 1

APPROVALS

11. Requesting Department

12. Department Head



for Daniel W. Cook, Transportation Manager

R.J. Zeder, Transportation & Development Director

13. Procurement Officer

14. City Manager



Sharon Brause, CPPB, CPCP

Rich Dlugas

**AMENDMENT NUMBER ONE  
TO AGREEMENT BETWEEN  
CITY OF CHANDLER & M.R. TANNER DEVELOPMENT & CONSTRUCTION INC.  
AGREEMENT NO. ST2-745-3066**

This Amendment #1 to that certain Agreement between the City of Chandler and **M.R. TANNER DEVELOPMENT & CONSTRUCTION INC.** to provide Street Replacement & Asphalt Mill & Inlay services at the request of the City of Chandler Streets Division dated December 22, 2011 between the City of Chandler (CITY) and **M.R. TANNER DEVELOPMENT & CONSTRUCTION INC.** (CONTRACTOR) is entered into this \_\_\_\_ day of \_\_\_\_\_, 2012.

WHEREAS, the parties have agreed to extend the Contract;

NOW THEREFORE, the parties agree as follows:

1. This contract is extended for a one-year period, January 1, 2013 through December 31, 2013.
2. The Agreement price is a total amount not to exceed **Three Million Two Hundred Thousand Dollars (\$3,200,000)** which sum shall include all costs or expenses incurred by CONTRACTOR. Pricing to remain the same as set forth on Exhibit C to the original Agreement.
3. 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

CONTRACTOR:

By: \_\_\_\_\_  
Title: President

APPROVED AS TO FORM:

City Attorney \_\_\_\_\_

ATTEST:  
\_\_\_\_\_  
City Clerk

ATTEST: (If corporation)

\_\_\_\_\_  
Secretary

WITNESS: (If individual or Partnership)

\_\_\_\_\_

SEAL



# 2013 MILL AND INLAY

MEMO NO. ST13-001

