



**PURCHASING ITEM
FOR
COUNCIL AGENDA**

1. Agenda Item Number:

20

2. Council Meeting Date:
May 23, 2013

TO: MAYOR & COUNCIL

3. Date Prepared: April 30, 2013

THROUGH: CITY MANAGER

4. Requesting Department: Management Services

5. SUBJECT: Approve Agreement No. TE0-801-2859 Amendment No. 3 with Safeway Sign Company, Zumar of Arizona and Zumar Industries, Inc. for the purchase of Traffic Signs and Related Items in a combined total amount not to exceed \$100,000.

6. RECOMMENDATION: Recommend approval of Agreement No. TE0-801-2859 Amendment No. 3 with Safeway Sign Company, Zumar of Arizona and Zumar Industries, Inc. for the purchase of Traffic Signs and Related Items in a combined total amount not to exceed \$100,000.

7. HISTORICAL BACKGROUND/DISCUSSION: Annually, Traffic Engineering's preventive maintenance program replaces approximately 1000 traffic signs and posts. Posts and signs are replaced due to damage, age and new requirements. A term agreement is necessary to compensate for the long lead times by carrying an inventory of the historically high use items and to establish firm pricing. The equipment will be distributed from Central Supply.

8. EVALUATION PROCESS: In May 2010, Council approved the award of agreements for the purchase of Traffic Signs & Related Items with Safeway Sign Company, Zumar of Arizona and Zumar Industries, Inc. for a one-year period with options to extend for four one-year periods. The first option to extend was approved by Council on May 12, 2011 and the second on May 10, 2012. This is the third option to extend. Pricing will remain the same with all three vendors. Staff is satisfied with the product and services provided by each vendor and are recommending the third one-year extension. The term of these agreements will be June 1, 2013 through May 31, 2014.

9. FINANCIAL IMPLICATIONS: Funds for purchase of traffic signs and related items will be from the Central Supply Inventory account 101.0000.1516 and charged back to individual cost centers as they are issued.

10. PROPOSED MOTION: Move to approve Agreement No. TE0-801-2859 Amendment No. 3 with Safeway Sign Company, Zumar of Arizona and Zumar Industries, Inc. for the purchase of Traffic Signs & Related Items in a combined total amount not to exceed \$100,000.

APPROVALS

11. Requesting Department

Mike Mandt, CPPB
Acting Purchasing Supervisor

12. Department Head

Dawn Lang, Management Services Director

13. Procurement Officer

Robert Descheemaker, CPPB
Purchasing and Materials Supervisor

14. City Manager

Rich Dlugas

**AMENDMENT NUMBER THREE
TO AGREEMENT BETWEEN THE CITY OF CHANDLER
AND
ZUMAR INDUSTRIES, INC.
FOR TRAFFIC SIGNS & RELATED ITEMS
AGREEMENT NO. TE0-801-2859**

This Amendment Number Two to that certain Agreement Between the City of Chandler (CITY) and Zumar Industries, Inc. (CONTRACTOR) for the purchase of Traffic Signs & Related Items dated May 28, 2010, and is entered into this 7 day of MAY, 2013.

WHEREAS, a one year AGREEMENT with four (4) additional one year renewal options was awarded to Zumar Industries, Inc. for Traffic Signs & Related Items, and the agreement was extended for one year on May 17, 2011 and again on May 10, 2012. This is the third renewal option.

NOW THEREFORE, the parties agree as follows:

1. Section 6, Term of the AGREEMENT is hereby amended to extend the AGREEMENT for a one-year period, June 1, 2013 through May 31, 2014.
2. Section 5, Price of the AGREEMENT is hereby amended, "CITY shall pay to CONTRACTOR a total amount, including all companion Agreements, not to exceed One Hundred Thousand Dollars (\$100,000) for the completion of all the work and services described herein, which sum shall include all costs or expense incurred by CONTRACTOR"
3. All other terms and conditions of the above referenced Agreement shall remain unchanged and in full force and effect. All terms and conditions in the original Agreement, Amendment One and Amendment Two not specifically amended herein shall be incorporated by reference in its entirety and shall remain in full force and effect.

IN WITNESS WHEREOF, the parties have hereunto subscribed their names this _____ day of _____, 2013.

CITY OF CHANDLER:

By: _____
Mayor

APPROVED AS TO FORM:

City Attorney

ATTEST:

City Clerk

CONTRACTOR:

By: _____
Title: GENERAL MANAGER

ATTEST: (If corporation)

Secretary

WITNESS: (If individual or Partnership)

**AMENDMENT NUMBER THREE (3)
TO AGREEMENT BETWEEN THE CITY OF CHANDLER
AND
SAFeway SIGN COMPANY
FOR TRAFFIC SIGNS & RELATED ITEMS
AGREEMENT NO. TE0-801-2859**

This Amendment Number Three to that certain Agreement Between the City of Chandler (CITY) and Safeway Sign Company (CONTRACTOR) for the purchase of Traffic Signs & Related Items dated May 28, 2010, and is entered into this _____ day of _____, 2013.

WHEREAS, a one year AGREEMENT with four (4) additional one year renewal options was awarded to Safeway Sign Company for Traffic Signs & Related Items, and the agreement was extended for one year on May 17, 2011 and May 10, 2012. This is the third renewal option.

NOW THEREFORE, the parties agree as follows:

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IN WITNESS WHEREOF, the parties have hereunto subscribed their names this 6 day of May, 2013.

CITY OF CHANDLER:

By: _____
Mayor

CONTRACTOR:

By: M. J. [Signature]
Title: E. M.

APPROVED AS TO FORM:

City Attorney [Signature]

ATTEST:

City Clerk _____

ATTEST: (If corporation)

[Signature]
Secretary

WITNESS: (If individual or Partnership)

**AMENDMENT NUMBER THREE (3)
TO AGREEMENT BETWEEN THE CITY OF CHANDLER
AND
ZUMAR OF ARIZONA
FOR TRAFFIC SIGNS & RELATED ITEMS
AGREEMENT NO. TE0-801-2859**

This Amendment Number Three to that certain Agreement between the City of Chandler (CITY) and Zumar of Arizona (CONTRACTOR) for the purchase of Traffic Signs & Related Items dated May 28, 2010, and is entered into this _____ day of _____, 2013.

WHEREAS, a one year AGREEMENT with four (4) additional one year renewal options was awarded to Zumar of Arizona for Traffic Signs & Related Items, and the agreement was extended for one year on May 17, 2011 and again on May 10, 2012. This is the third renewal option.

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IN WITNESS WHEREOF, the parties have hereunto subscribed their names this _____ day of _____, 2013.

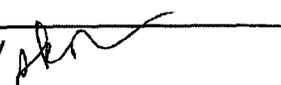
CITY OF CHANDLER:

By: _____
Mayor

CONTRACTOR:

By: 
Title: GM

APPROVED AS TO FORM:

City Attorney 

ATTEST:

City Clerk

ATTEST: (If corporation)


Secretary

WITNESS: (If individual or Partnership)
