



**PURCHASING ITEM
FOR
COUNCIL AGENDA**

MEMO NO. ST16-017

1. Agenda Item Number:

12

2. Council Meeting Date:
February 11, 2016

TO: MAYOR & COUNCIL

3. Date Prepared: January 11, 2016

THROUGH: CITY MANAGER

4. Requesting Department:
Transportation & Development

5. SUBJECT: Amendment No. 2 to Agreement No. ST4-745-3339 for hot-in-place asphalt recycling

6. RECOMMENDATION: Staff recommends City Council approve Amendment No. 2 to Agreement No. ST4-745-3339 for hot-in-place asphalt recycling with Cutler Repaving, Inc., in an amount not to exceed \$1,000,000, for the term of one (1) year, March 2, 2016, through March 1, 2017.

7. BACKGROUND/DISCUSSION: The City will repave 8.8 lane miles of arterials as shown on the attached exhibit. The hot-in-place recycling project will be in addition to the current Street Division's mill and inlay contract for sixty-six lane miles of asphalt rehabilitation. Streets have been selected using the pavement management system pavement quality index.

This work will be done using hot-in-place recycling which is a green technique used by Maricopa County and other valley agencies to reuse and restore asphalt pavement. The work consists of heater scarification to the top one and one-half inch of the existing asphalt, mixing recycling agents with the asphalt, adding an additional two (2) inches of new asphalt and placing the material back on the street in one pass. The process is quick and provides the least inconvenience to the motoring public.

8. EVALUATION PROCESS: On February 27, 2014, City Council approved an agreement for hot-in-place recycling with Cutler Repaving, Inc., with options to extend for up to three (3) additional one-year periods. The vendor has agreed to extend for one (1) additional year with an acceptable 7.6% price increase due to escalating material costs. Staff compared similar contracts with Mesa, Tucson, Yuma and Apache Junction and found our pricing to be lower even with the increase. Staff finds the 7.6% price increase to be fair, reasonable and continues to be satisfied with the service provided by the vendor.

Staff recommends extension of this agreement for the term of March 2, 2016, through March 1, 2017. This is the second extension of the agreement.

9. FINANCIAL IMPLICATIONS:

Cost: \$1,000,000

Savings: N/A

Long Term Costs: N/A

<u>Acct No.</u>	<u>Fund</u>	<u>Program name</u>	<u>CIP Funded</u>	<u>Funds</u>
215.3310.0.6513.6ST248	HURF	Street Repaving	Yes	\$662,746.43
411.3310.0.6513.6ST248	Streets G.O. Bonds	Street Repaving	Yes	\$147,712.35
401.3310.0.6513.6ST248	GeneralFund	Street Repaving	Yes	\$189,541.22

10. PROPOSED MOTION: Move City Council approve Amendment No. 2 to Agreement No. ST4-745-3339 for hot-in-place asphalt recycling with Cutler Repaving, Inc., in an amount not to exceed \$1,000,000, for the term of one year, March 2, 2016, through March 1, 2017.

ATTACHMENT: Agreement, Location Map

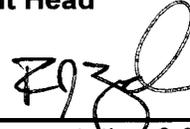
APPROVALS

11. Requesting Department



Kevin Lair, Transportation Manager

13. Department Head



R. J. Zeder, Transportation & Development Director

12. Procurement Officer

 for

Raguél McMahon, CPPB

14. Acting City Manager



Marsha Reed

**AMENDMENT NUMBER TWO
TO AGREEMENT BETWEEN THE CITY OF CHANDLER
AND
CUTLER REPAVING, INC.
HOT IN PLACE ASPHALT RECYCLING-MAINTENANCE
AGREEMENT NO. ST4-745-3339**

This Amendment No. Two to that certain Agreement between the City of Chandler (CITY) and Cutler Repaving, Inc. (CONTRACTOR) for Hot In Place Asphalt Recycling-Maintenance, dated February 28, 2014 is entered into this ___ day of _____, 2016.

WHEREAS, a one year AGREEMENT with three (3) additional one year renewal options was awarded to Cutler Repaving, Inc. for Hot In Place Asphalt Recycling-Maintenance. This is the second renewal option.

NOW THEREFORE, the parties agree as follows:

1. Section 4, Price of the Agreement is hereby amended to read as follows:

Price: CITY shall pay to CONTRACTOR an amount, not to exceed One Million Dollars (\$1,000,000) 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, attached to the agreement as amended by Amendment Number One and incorporated herein by reference.

2. Section 5, Term of the Agreement, is hereby amended to extend the term of the agreement for a one-year period from March 2, 2016 through March 1, 2017.
3. All other terms and conditions of the above referenced Agreement as amended by Amendment Number One shall remain unchanged and in full force and effect. All terms and conditions in the Agreement as amended by Amendment Number One not specifically amended herein shall be incorporated by reference in their entirety and shall remain in full force and effect.

IN WITNESS WHEREOF, the parties have hereunto subscribed their names this ___ day of _____, 2016.

CITY OF CHANDLER:

By: _____
Mayor

APPROVED AS TO FORM:

City Attorney *CT*

ATTEST:

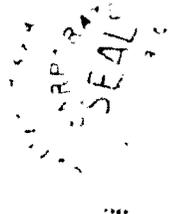
City Clerk

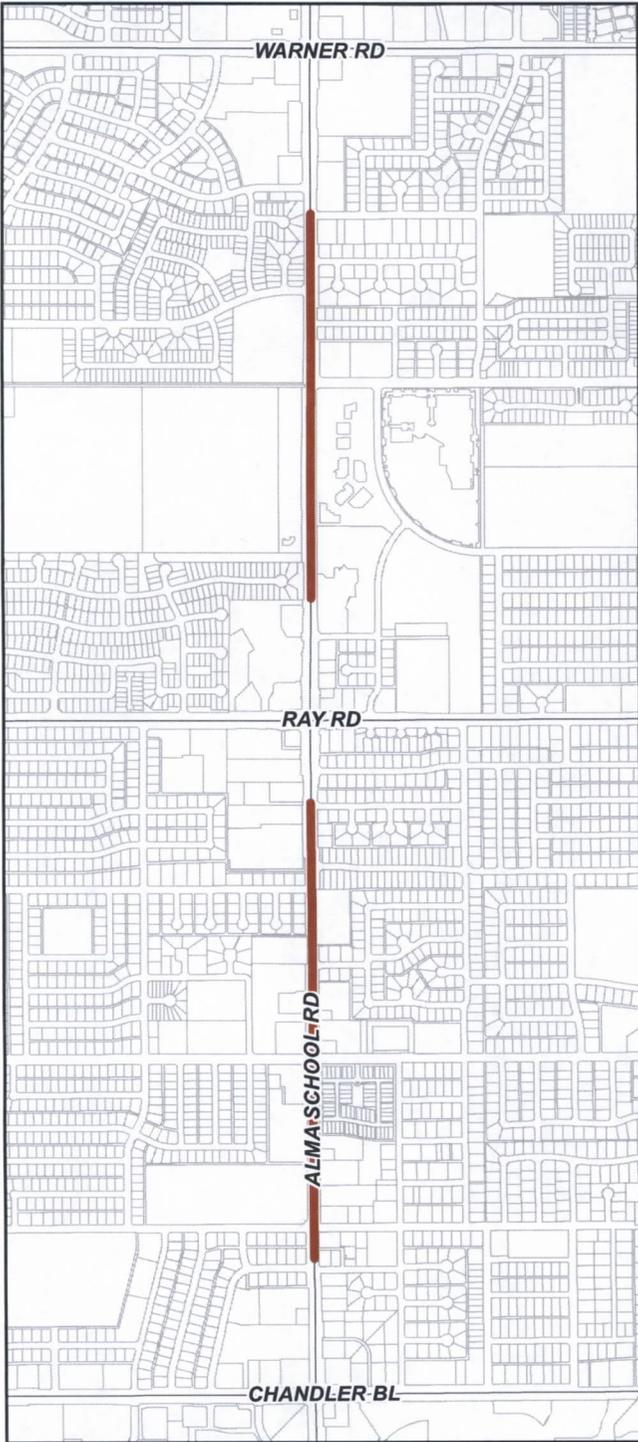
CONTRACTOR:

By: *Charles R. Winkler*
Title: President

ATTEST: (If corporation)

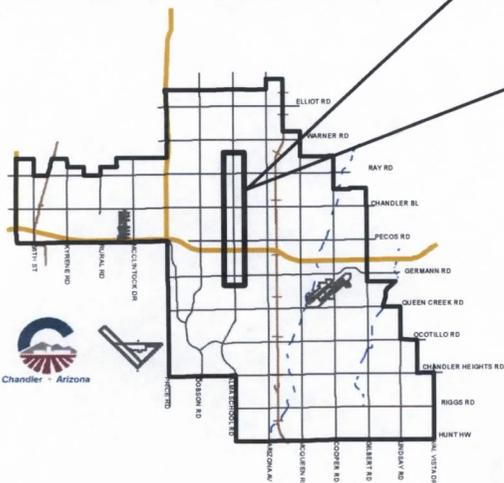
Judith K. Coffman
Secretary





FISCAL YEAR 2015/2016 HOT IN PLACE ASPHALT RECYCLING

MEMO NO. ST16-017



 2015 / 2016, HOT IN PLACE

