Chandler · Arizona
Where Values Make The Difference

PURCHASING ITEM
FOR
COUNCIL AGENDA
Memo No. ST17-001

1. Agenda Item Number: 35

2. Council Meeting Date: July 28, 2016

TO: **MAYOR AND COUNCIL**

THROUGH: **CITY MANAGER**

3. Date Prepared: June 15, 2016

4. Requesting Department: Transportation & Development

5. SUBJECT: Purchase of Asphalt Rubber Crack Sealant Material.

6. RECOMMENDATION: Staff recommends City Council approve the utilization of Arizona State Procurement Office Contract No. ADSPO13-035060 for the purchase of asphalt rubber crack sealant material from Crafco, Inc., in an amount not to exceed $200,000 for one year, June 6, 2016, through June 5, 2017.

7. BACKGROUND/DISCUSSION: The Streets Division is requiring the purchase of approximately 448,631 pounds of asphalt rubber crack sealant material for the City's upcoming crack sealing and maintenance projects. The Poly Flex III material manufactured by Crafco, Inc., a Chandler-based company, is an approved material for crack sealing work on City streets and has been used for more than 20 years. Poly Flex III crack seal material is specially formulated to withstand the high temperatures of the Arizona heat. The product does not track on the streets and does not pick up or get carried into driveways, therefore reducing the amount of complaints the City receives when this work is performed. Poly Flex III crack seal material is a very stable and durable product that is widely used in Arizona because of its flexibility and resiliency. The City has been using a cooperative contract available to us through ADOT, which was awarded to Crafco, Inc.

Based on our history of utilizing this product, and the above noted benefits, the Streets Division recommends continued use of this material.

8. EVALUATION PROCESS: In May, 2012, the Arizona State Procurement Office awarded a cooperative contract to Crafco, Inc., for the purchase of asphalt rubber crack sealant materials. One response was received from Crafco, Inc., our current provider. The vendor and State have agreed to a one year extension of the existing contract at a 14% reduction in pricing. The delivered price for this contract period was $0.4458 per pound. Based upon the size of ADOT's contract, we have elected to use their cooperative contract pricing of $0.3834 per pound. The Streets Division used $200,000 of crack seal material last year and will use $200,000 of material again this year.

The Arizona State contract pricing is valid through June 5, 2017, at the same pricing, terms and conditions.

9. FINANCIAL IMPLICATIONS:

Cost: $200,000
Savings: N/A
Long Term Savings: N/A

Acct No.:	Fund:	Program Name:	CIP Funded:	Funds:
101.3300.6513.	General Fund	Asphaltic Pavement	No	$200,000

10. PROPOSED MOTION: Move City Council approve the utilization of Arizona State Procurement Office Contract No. ADSPO13-035060 for the purchase of asphalt rubber crack sealant material from Crafco, Inc., in an amount not to exceed $200,000 for one year, June 6, 2016 through June 5, 2017.

ATTACHMENT: None	
APPROVALS	
11. Requesting Department Kevin Lair, Transportation Manager	**12. Department Head** R.J. Zeder, Transportation & Development Director
13. Procurement Officer Raquel McMahon, CPPB	**14. City Manager** Marsha Reed, City Manager