



**PURCHASING ITEM  
FOR  
COUNCIL AGENDA  
Memo No. CP17-033**

**1. Agenda Item Number:**  
*65*  
**2. Council Meeting Date:**  
September 15, 2016

**TO: MAYOR & COUNCIL**  
**THROUGH: CITY MANAGER**

**3. Date Prepared:** August 24, 2016  
**4. Requesting Department:**  
Transportation & Development

**5. SUBJECT:** Contract Amendment No. 1 extending Annual Water/Wastewater Services with Aztec Engineering Group, Inc.

**6. RECOMMENDATION:** Staff recommends City Council approve Contract Amendment No. 1 extending Annual Water/Wastewater Services, Contract No. EN1523.101, with AZTEC Engineering Group, Inc., in an amount not to exceed \$750,000 per year, for a two (2) year term.

**7. BACKGROUND/DISCUSSION:** Staff anticipates needing services related to Water/Wastewater Services in support of the Capital Improvement Program. City Council approved the initial contract on September 11, 2014, with the option to renew for a single two (2) year term. Dependent upon the project Water/Wastewater needs, work will rotate among six (6) firms based on availability and expertise. This action will save on the cost of the selection process and time to bring individual projects forward.

**8. EVALUATION:** Consultant selection was conducted in accordance with established City policies and procedures. On June 24, 2014, staff received Statements of Qualifications from twenty-one (21) firms for Engineering/Consultant Services for Water/Wastewater Services. The Selection Committee reviewed the qualifications and chose six (6) firms for recommendation.

Staff recommends a contract extension to Aztec Engineering Group, Inc. The term of this extension is September 25, 2016, through September 24, 2018. Work pursuant to this contract will be issued by individual project agreements. Project agreements exceeding \$30,000 will require City Council approval.

**9. FINANCIAL IMPLICATIONS:** Staff anticipates up to \$750,000 per year, for two (2) years, will be spent on Water/Wastewater Services. The owner/user department shall provide funding for each individual project requiring Water/Wastewater Services. The contract amendment includes a proposed average four percent increase in hourly rates.

**10. PROPOSED MOTION:** Move City Council approve Contract Amendment No. 1 extending Annual Water/Wastewater Services, Contract No. EN1523.101, with AZTEC Engineering Group, Inc., in an amount not to exceed \$750,000 per year, for a two (2) year term.

**ATTACHMENTS:** Contract Amendment

**APPROVALS**

**11. Requesting Department**

Bob Fortier, Capital Projects Manager

**13. Department Head**

R. J. Zeder, Transportation & Development Director

**12. Transportation & Development**

Daniel W. Cook, City Engineer

**14. City Manager**

Marsha Reed

AMENDMENT NUMBER ONE  
ANNUAL CONTRACT FOR ENGINEERING SERVICES  
PROJECT NUMBER EN1523.101

The City Council authorized the City of Chandler (hereinafter referred to as "CITY") and **Aztec Engineering Group, Inc.**, an Arizona corporation, (hereinafter referred to as "ANNUAL CONSULTANT") to enter into an Annual Contract for Water/Wastewater services (hereinafter referred to as "CONTRACT") which was approved by the City Council on September 11, 2014 and executed on September 25, 2014.

WHEREAS, the CITY and ANNUAL CONSULTANT intend pursuant to this Amendment to amend and extend this CONTRACT for a term from September 25, 2016 through September 24, 2018.

NOW, THEREFORE, in consideration of the mutual covenants and provisions contained herein and other good and valuable consideration, the parties agree as follows:

1. This amendment is hereby incorporated to the CONTRACT and must be filed with the City Clerk of the City of Chandler.
2. Sections 1.1 and 4.2 of this CONTRACT shall remain unchanged. CITY shall pay ANNUAL CONSULTANT an amount not to exceed Seven Hundred Fifty Thousand Dollars (\$750,000) for each year of the Term of the CONTRACT. Project Agreements exceeding Thirty Thousand Dollars (\$30,000) shall require City Council approval.
3. Section 5.1 of this CONTRACT is amended to extend the CONTRACT for an additional term from September 25, 2016 through September 24, 2018.
4. City shall pay ANNUAL CONSULTANT for each Project an amount not to exceed that specified in each Project Agreement based on the rates shown on the Fee Schedule attached to this Amendment One as "REVISED EXHIBIT B FEE SCHEDULE RATES – EFFECTIVE 2016".
5. All other terms and conditions of the above referenced CONTRACT shall remain unchanged and in full force and effect.

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

CITY OF CHANDLER:

By: \_\_\_\_\_

MAYOR

Date

APPROVED AS TO FORM:

City Attorney by: *[Signature]*

ATTEST:

City Clerk

ANNUAL CONSULTANT:

By: *[Signature]*

Title: CEO

ATTEST: (If corporation)

*[Signature]*  
Secretary

WITNESS: (If Individual or Partnership)

SEAL

C: Project Mgr. / Consultant / File

**REVISED EXHIBIT B  
FEE SCHEDULE RATES – EFFECTIVE 2016**

<b>Classification</b>	<b>Hourly Rate</b>
Project Principal	\$195.00
Construction Manager/Project Manager	\$180.00
Resident Engineer	\$160.00
Project Engineer/Inspector	\$140.00
Engineer/Designer	\$115.00
Drafter/Technician	\$95.00
Secretary/Clerical	\$60
Project Surveyor	\$120.00
2-Person Crew	\$181.00
3-Person Crew	\$210.00
<b>Reimbursable Expenses To Be Billed At Cost</b>	