



**PURCHASING ITEM
FOR
COUNCIL AGENDA**

MEMO NO. TE07-226

1. Agenda Item Number:

31

2. Council Meeting Date:
May 10, 2007

TO: MAYOR & COUNCIL

3. Date Prepared: April 4, 2006

THROUGH: CITY MANAGER

4. Requesting Department: Public Works

5. SUBJECT: Extension of Contract No. TE6-968-2305 to B & F Contracting, Inc. for the replacement of damaged streetlights and the installation of miscellaneous new streetlights for one year in an amount not to exceed \$149,000.

6. RECOMMENDATION: Recommend the extension of Contract No. TE6-968-2305 to B & F Contracting, Inc. for the replacement of damaged streetlights and the installation of miscellaneous new streetlights for one year in an amount not to exceed \$149,000.

7. BACKGROUND/DISCUSSION: This contract is for the replacement of damaged streetlights as a result of traffic accidents or corrosion, and for miscellaneous streetlight installations to increase lighting levels in older developed areas. This contract is used on an as-needed basis, and therefore the quantities are estimates based on the previous two-year history. Staff has estimated that approximately 74 streetlights may be replaced and/or upgraded during the term of the contract, June 1, 2007 through May 30, 2008. Risk Management recovers approximately 80% of the cost for damaged poles through insurance companies and/or persons involved. The remainder will be funded from the City's self-insurance. Rusted streetlight pole replacements and the miscellaneous new installations are funded from the Capital Improvement Program as needed.

8. EVALUATION PROCESS: In May 2006, Council awarded a one-year contract, from June 1, 2006 to May 31, 2007, with four one-year extensions. This is the first contract extension. Staff has monitored the contract for the past year and is satisfied with the services provided by B & F Contracting, Inc. The contractor has agreed to extend the contract for an additional year with the current pricing. The contract term will begin June 1, 2007. By extending the contract the City will avoid administrative costs associated with rebidding.

9. FINANCIAL IMPLICATIONS:

Funding is available from the Risk Management Self-Insurance fund and Public Works Streetlight Upgrade fund. This contract does not obligate the City, and funds will not be encumbered until there is a need and a purchase order is issued.

Cost: Not to exceed \$149,000

Savings: None

Long Terms Costs: Each new streetlight has an operations and maintenance cost of approximately \$310 per year

10. PROPOSED MOTION: Move to approve the extension of Contract No. TE6-968-2305 to B & F Contracting, Inc. for the replacement of damaged streetlights and the installation of miscellaneous new streetlights for one year in an amount not to exceed \$149,000.

ATTACHMENT: Contract Amendment No. 1

APPROVALS

11. Requesting Department



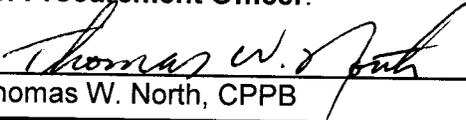
Mike Normand, Acting Assistant Public Works
Director/Transportation & Operations

12. Department Head



Daniel W. Cook, Acting Public Works Director

13. Procurement Officer.



Thomas W. North, CPPB

14. City Manager



W. Mark Pentz

AMENDMENT NUMBER ONE,
TO AGREEMENT BETWEEN THE CITY OF CHANDLER AND B & F CONTRACTING, INC. FOR
STREETLIGHT REPLACEMENT & UPGRADE SERVICE, CONTRACT NO. TE6-968-2305

This Amendment #ONE to that certain Agreement Between the City Of Chandler and B & F Contracting, Inc. to provide streetlight replacement of damaged streetlights and the installation of miscellaneous new streetlights at the request of the City Traffic Engineering Division dated May 25, 2006 between the City of Chandler (CITY) and B & F Contracting, Inc. is entered into this _____ day of _____, 2007.

WHEREAS, the parties have agreed to extend the Contract for an additional one year term June 1, 2007 through May 31, 2008;

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 _____, 2007.

CITY OF CHANDLER:

By: _____
Mayor

APPROVED AS TO FORM:

City Attorney *js*

ATTEST:

City Clerk

CONTRACTOR:

By: *[Signature]*
Title: CFO

ATTEST: (If corporation)

[Signature]
Secretary

WITNESS: (If individual or
Partnership)

[SEAL]