



PURCHASING ITEM  
FOR  
COUNCIL AGENDA

MEMO NO. ST10-010

1. Agenda Item Number:

27

2. Council Meeting Date:  
October 22, 2009

TO: MAYOR & COUNCIL

3. Date Prepared: September 1, 2009

THROUGH: CITY MANAGER

4. Requesting Department: Public Works

5. **SUBJECT:** Extend Agreement No. ST9-745-2623 for Street Asphaltic Concrete Maintenance/Replacement with M. R. Tanner Development and Construction Inc. for one year in the amount of \$4,055,600.

6. **RECOMMENDATION:** Extend Agreement No. ST9-745-2623 for Street Asphaltic Concrete Maintenance/Replacement with M. R. Tanner Development and Construction Inc. for one year in the amount of \$4,055,600.

7. **BACKGROUND/DISCUSSION:** Chandler established a program of street rehabilitation that addresses the needs of streets that are beyond maintenance. This program identifies the streets that are at or below a Pavement Quality Index (PQI) of 40 or less. Currently we have 86 lane miles of streets that meet this criterion. This project will rehabilitate 28 lane miles of streets in Chandler by milling out the old asphalt, repairing the base (as needed), crack sealing and repaving the street. Utilities will be adjusted as needed and streets re-striped.

8. **EVALUATION PROCESS:** In October 2008, City staff issued a bid for Street Asphaltic Concrete Maintenance/Replacement (mill and inlay). Bids were advertised and notices sent to 339 registered vendors. On December 11, 2008 Council approved the agreement to M. R. Tanner Development and Construction Inc. as the lowest, responsive bidder.

The contractor is offering the City a \$1.05 per square yard 14% decrease, in asphalt pricing from last year's \$7.50/square yard to a price of \$6.45/square yard, and no increase for all other items in the contract. This will enable the City to realize a \$303,347 savings.

The initial term of the agreement was January 1, 2009 – December 31, 2009, with options to extend for up to four (4) additional one-year periods. This will be the first extension, and the new term of the agreement will be January 1, 2010 – December 31, 2010.

9. **FINANCIAL IMPLICATIONS:**

Cost: \$4,055,600  
Savings: N/A  
Long Term Costs: N/A  
Fund Source:

Acct. No.:	Fund Name:	Program Name:	CIP Funded:	Amount:
215.3310.0000.6513.10T248	HURF	Street Rehabilitation	Street Rehab	\$ 136,982
411.3310.0000.6513.10T248	Streets Bonds	Street Rehabilitation	Street Rehab	\$3,576,357
411.3310.0000.6513.8ST248	Streets Bonds	Street Rehabilitation	Street Rehab	\$ 140,657
411.3310.0000.6513.5ST248	Streets Bonds	Street Rehabilitation	Street Rehab	\$ 201,604

10. **PROPOSED MOTION:** Move to approve extension of Agreement No. ST9-745-2623 for Street Asphaltic Concrete Maintenance/Replacement with M. R. Tanner Development and Construction Inc. for one year in the amount of \$4,055,600.

**AMENDMENT NUMBER ONE,  
TO AGREEMENT BETWEEN THE CITY OF CHANDLER  
AND  
M. R. TANNER DEVELOPMENT & CONSTRUCTION INC.  
AGREEMENT NO. ST9-745-2623**

This Amendment #1 to that certain Agreement Between the City Of Chandler (hereinafter "CITY") and M. R. TANNER DEVELOPMENT & CONSTRUCTION INC. (hereinafter "CONTRACTOR") for street asphaltic concrete maintenance and replacement dated December 12, 2008 (hereinafter "AGREEMENT") and is entered into this \_\_\_\_ day of \_\_\_\_\_, 2010.

WHEREAS, the parties have agreed;

NOW THEREFORE, the parties agree as follows:

1. Section 6 of AGREEMENT, Term, is hereby amended to extend this Agreement for an additional one-year period from January 1, 2010 through December 31, 2010.
2. Section 4 of AGREEMENT, Price, is hereby amended to provide that CITY shall pay to CONTRACTOR an amount not to exceed Four Million Fifty Five Thousand Six Hundred Dollars (\$4,055,600.00) 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 hereto and made a part hereof by reference.
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 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 \_\_\_\_\_, 2009.

CITY OF CHANDLER:

\_\_\_\_\_  
Mayor

CONSULTANT:

By: \_\_\_\_\_  
Title: President

APPROVED AS TO FORM:

\_\_\_\_\_  
City Attorney

ATTEST: (If corporation)

\_\_\_\_\_  
Secretary

ATTEST:

\_\_\_\_\_  
City Clerk

WITNESS: (If individual or Partnership)

\_\_\_\_\_  
[SEAL]

**EXHIBIT B  
PRICING – 09/10**

No.	Description	Est. Qty.	Unit	Unit Price	Extended Price
1	Mill Asphalt 1.5"- 2.0"	428,902	SY	\$1.30	\$557,572.60
2	Crack Fill	450,000	LF	\$0.20	\$90,000.00
3	Pave 2" (12.5mm EVAC A/C Mix)	428,902	SY	\$6.45	\$2,766,417.90
4	Adjust Manholes	269	Ea.	\$280.00	\$75,320.00
5	Adjust Valve Boxes	445	Ea.	\$220.00	\$97,900.00
6	Survey Monuments	219	Ea.	\$140.00	\$30,660.00
7	Traffic Control Per Job	1	LS		\$197,544.20
8	Project Signs	4	Ea.	\$600.00	\$2,400.00
9	Contractor Information Signs	12	Ea.	\$30.00	\$360.00
10	A/C Base Repair	40,803	SY	\$5.00	\$204,015
11	Speed Humps per COC Traffic Spec	7	Ea	\$3,000.00	\$21,000.00
12	Uniformed, Off-Duty Police Officer	90	Hr.	\$ 39.00	\$3,510.00
<b>NOTE: All striping quantities are based on 4" equivalent.</b>					
13	4" Yellow Paint	500	LF	\$0.20	\$100.00
14	4" White Paint	10	LF	\$0.20	\$2.00
15	6" White Paint	10	LF	\$0.20	\$2.00
16	12" White Speed Hump Tape COC C-234	1,150	LF	\$4.00	\$4,600.00
17	8" White Thermo (Holding Bars)	16	LF	\$0.50	\$8.00
18	12" White Thermo (Crosswalks)	2,040	LF	\$0.50	\$1,020.00
19	18" White Thermo (Stop Bars)	675	LF	\$0.50	\$337.50
20	24" White Thermo (Railroad Stop Bars)	1	LF	\$1.00	\$10.00
21	Railroad Symbols (Per mutcd)	1	SETS	\$400.00	\$400.00
22	School Crosswalks: 24"X10' Yellow High Visibility Crosswalk Squares	1	SETS	\$500.00	\$500.00
23	School Roll Out Yellow Dots (24" Wide)	3	Ea.	\$100.00	\$300.00
24	Thermo Turn Arrows	1	Ea.	\$140.00	\$140.00
25	Bike Lane Symbols	1	Ea.	\$80.00	\$80.00
26	Blue Fire Hydrant Reflectors	150	Ea.	\$4.00	\$600.00
27	Speed Hump Striping Pattern per COC Traffic Spec / DELETE THIS !!!	N/A	Ea.	DELETE	DELETE
28	Temporary Chip Seal Pavement Markers/Tabs Yellow	600	Ea.	\$1.00	\$600.00
29	Temporary Chip Seal Pavement Markers/Tabs White	200	Ea.	\$1.00	\$200.00
<b>TOTAL (Items 1- 29 inclusive)</b>					<b>\$4,055,599.20</b>