



**PURCHASING ITEM
FOR
COUNCIL AGENDA
MEMO NO. ST10-011**

1. Agenda Item Number:

28

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. PW9-745-2663 for Alley & Road Shoulder Rehabilitation to G & G Construction Company for one year in the amount of \$610,000.

6. RECOMMENDATION: Recommend approving extension of Agreement No. PW9-745-2663 for Alley & Road Shoulder Rehabilitation to G & G Construction Company for one year in the amount of \$610,000.

7. BACKGROUND/DISCUSSION: The City will be performing alley and road shoulder dust suppression and rehabilitation throughout the City as part of the County's regional PM-10 5% reduction plan required by the Environmental Protection Agency through the State of Arizona. The work will consist of lowering the alleys and road shoulder grades and replacing removed material with crushed asphalt millings. The asphalt millings will be graded, compacted, and the alleys sealed with an asphalt sealer to rejuvenate the asphalt. This process will significantly reduce dust emissions in the alleys and reuse asphalt milling material. The first two phases of this project included 20 miles of alleys and also improved 18 miles of shoulder. This is the third phase of the project. It consists of placing asphalt millings on approximately 13 miles of alleys and the arterial road shoulders completed in phase two.

The contractor completed the first two phases of the project, and the outcome was successful. This process has been featured in the League of Cities and Towns recent magazine and the American Public Works Association conference in September 2009.

8. EVALUATION: On October 30, 2008, the City issued a bid for Alley & Shoulder Rehabilitation. The bid was sent to 171 registered vendors. Eleven (11) bids were received. The Council awarded the contract for one year with three one-year extensions to G & G Construction Company on January 8, 2009. For this second extension, the contractor is offering a 12.5% decrease on preparing and placing millings that will result in a \$28,290 savings to the City. The term of this extension will be January 1, 2010 through December 31, 2010 with the option to extend for one additional one-year period.

9. FINANCIAL IMPLICATIONS:

Cost: \$610,000

Savings: N/A

Long Term Costs: N/A

Fund Source:

<u>Acct. No.:</u>	<u>Fund Name:</u>	<u>Program Name:</u>	<u>CIP Funded:</u>	<u>Amount:</u>
101.3300.0000.6513	General Fund	Street Maintenance	N/A	\$610,000

10. PROPOSED MOTION: Move to approve extension of Agreement No. PW9-745-2663 for Alley & Road Shoulder Rehabilitation to G & G Construction Company for one year in the amount of \$610,000.

APPROVALS

11. Requesting Department

Daniel W. Cook, Deputy Public Works Director

13. Department Head

R.J. Zeder, Public Works Director

12. Procurement Officer

Sharon Brause, CPPB, CPCP

14. City Manager

W. Mark Pentz

**AMENDMENT NUMBER TWO,
TO AGREEMENT BETWEEN THE CITY OF CHANDLER
AND
G&G CONSTRUCTION INC,
AGREEMENT NO. ST9-745-2663**

This Amendment #1 to that certain Agreement Between the City Of Chandler (CITY) and G & G CONSTRUCTION INC (CONTRACTOR) for alley and shoulder rehab, concrete crushing, and dust control dated January 13, 2009 and is entered into this ____ day of _____, 2010.

WHEREAS, the parties have agreed;

NOW THEREFORE, the parties agree as follows:

1. This Agreement is extended for a one-year period, January 1, 2010 – December 31, 2010.
2. The Agreement price is a total not to exceed **Six Hundred Ten Thousand Nine Hundred Ninety Eight Dollars and Eighty Two Cents (\$609,998.82)** which sum shall include all costs or expenses incurred by CONTRACTOR payable as set forth in amended Exhibit C.
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:

By: _____
Mayor

APPROVED AS TO FORM:

City Attorney

ATTEST:

City Clerk

CONSULTANT:

By: Monica Jean Stree
Title: President



ATTEST: (If corporation)

Monica Jean Stree
Secretary

WITNESS: (If individual or Partnership)

[SEAL]

**EXHIBIT B
PRICING – 09/10**

No.	Description	Est. Qty.	Unit	Unit Price	Extended Price
1	Cut / over-excavate alley 4"-6"	109,000	SY	\$2.12	\$231,080.00
2	Cut / over-excavate shoulder 2"-3"	10,000	SY	\$2.17	\$ 21,700.00
3	Alley asphalt millings (prepared & placed)	109,000	SY	\$1.58	\$172,220.00
4	Shoulder asphalt millings (prepared & placed)	10,000	SY	\$1.61	\$ 16,100.00
5	Asphalt Emulsion (Fog Seal)	15,000	GL	\$1.55	\$ 23,250.00
6	Pre-video Alley Conditions	1	LS	\$3,500.00	\$ 3,500.00
7	Traffic Control Per Job	1	LS	\$10,500.00	\$ 10,500.00
8	Project Signs	1	LS	\$2,400.00	\$ 2,400.00
9	Information Signs	1	LS	\$1,500.00	\$ 1,500.00
10	Adjust Manholes	90	EA	\$50.00	\$ 4,500.00
11	Adjust Valve Boxes	92	EA	\$50.00	\$ 3,600.00
12	Survey Monuments	5	EA	\$100.00	\$ 500.00
13	Crushing / asphalt materials	42,719	TONS	\$2.78	\$118,758.82
14	City of Chandler Uniformed Police Officer, (if required)	10	HR	\$ 39.00	\$ 390.00
TOTAL (Items 1- 14 inclusive)					\$609,998.82