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5-18-09

City Council Report

Date: May 18, 2009
To: City Council
Through: Bryan Raines, Deputy City Manager
From: Edward Quedens, Procurement Services Director
Subject: Term Contract for Slurry Seal Sand for the Transportation Department, Field Operations (Mesa Contract #2009123)
"Citywide" contract

Purpose and Recommendation

Council is requested to approve a Term Contract for Slurry Seal Sand as recommended. Bid pricing was obtained and evaluated by the Transportation and Business Services Departments.

The Procurement Services Department recommends awarding contracts to the lowest responsive, responsible bidders, Mesa Materials at \$433,018.48 (primary) and Vulcan Materials Co. at \$22,843.18 (secondary) for a total of \$455,861.66 annually, including applicable sales tax, based on estimated requirements.

Background and Discussion

This purchase will provide materials in support of the City's pavement management program, which provides for preventative maintenance to preserve pavement on City streets. Slurry seal sand is combined with asphalt cement and applied as slurry seal coating to City streets.

It is recommended that both a primary and secondary award be approved in order to assure continuity of supply, should the primary supplier be unable to fill a particular order.

The initial term of the contract is three years with a two-year renewal possible. Any price increases are capped by the Producer Price Index (PPI).

Two responsive bids were received in April 2009.

Alternatives

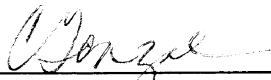
Council may choose not to award this contract and new bids will be obtained.

Fiscal Impact

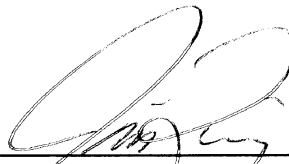
The total amount of \$455,861.66 is available in the Transportation Department's budget through Transportation Sales Tax funds.

Coordinated With:

Transportation Department, Field Operations



Cyndi Gonzales,
Management Assistant II



Jim Ruiz, CPPB
Purchasing Administrator



Edward Quedens, C.P.M.
Business Services Director



Bryan Raines,
Deputy City Manager

CITY OF MESA
 AWARD RECOMMENDATION
SLURRY SEAL SAND
 (REQUEST FOR BID #2009123)

Description	PRIMARY AWARD	SECONDARY AWARD
	<u>Mesa Materials</u> Mesa, AZ	<u>Vulcan Materials Co.</u> Phoenix, AZ
Slurry Seal Sand	\$400,757.50	\$21,092.50
	8.05% Sales Tax <u>32,260.98</u>	8.3% Sales Tax <u>1,750.68</u>
	TOTAL \$433,018.48	TOTAL \$22,843.18

GRAND TOTAL - \$455,861.66

Bid Responses April 2009:

	<u>Zone A</u>	<u>Zone B</u>
Mesa Materials Mesa, AZ	\$196,300.00	\$225,550.00 (Recommended Primary)
Vulcan Materials Co. Phoenix, AZ	\$235,000.00	\$248,000.00 (Recommended Secondary)