



City Council Report

Date: October 20, 2014
To: City Council
Through: Alex Deshuk, Manager of Technology and Innovation
From: Edward Quedens, MPA, C.P.M., CPPO, Business Services Director
Matt Bauer, MBA, CPPO, CPPB, CPSM, Procurement Administrator
Subject: Two-Year Term Contract for Crack Seal Services for the Transportation Department **(Citywide)**

Purpose and Recommendation

Council is requested to approve the Term Contract for Crack Seal Services as recommended.

Transportation and Purchasing recommend awarding the contract to the lowest priced, responsive and responsible bidders, CPC Construction LLC (Primary); and Cholla Pavement Maintenance, Inc. (Secondary); not to exceed \$755,000 annually, based on estimated requirements.

Background / Discussion

This contract will provide crack seal materials and full service crack seal application services on five types of City street classifications (residential, collector, arterial, intersections and parking lots) totaling approximately 2,000,000 square yards. The work consists of furnishing and placing sealant material in Contractor prepared cracks and joints of asphalt concrete or Portland cement concrete pavements per general specifications. The unit price for each type of crack seal will be used for any additional areas identified by the City during this contract period.

It is the City's intent to award to a primary and secondary Contractor for this contract. The primary Contractor shall provide crack sealing services, based on the contract specifications. If the primary Contractor is unable to provide the services specified in this contract, the secondary Contractor will be contacted to perform the crack sealing services.

Alternatives

Council may choose not to authorize the purchase and new responses will be solicited.

Fiscal Impact

The annual contract amount is available in the Transportation department operating budget.

Coordinated With

Transportation and Purchasing

PURCHASING INFORMATION

Action: Initial Award

Procurement Type: Request for Bids

Solicitation Number: 2015040

Vendors Registered: ProcureAZ (131) and Vendor Self Service (3)

Advertising: Arizona Republic, Bid Net, ProcureAZ and Purchasing Website

Downloads: Twenty-Four

Responses: Seven, includes One "Withdrawn" response

Local Consideration: Policy did not apply to this procurement for crack seal services

Protests Received: None

Initial Contract Term: Two years

Possible Renewals: Two, one-year renewals subject to future Council consideration

Prices: Future price increases are capped by the Consumer Price Index

Pricing Available to Other Cooperative Agencies: Yes

September 11, 2014 Responses:

CPC Construction LLC Gilbert, AZ	\$714,620.00 (Recommended – Primary)
Cholla Pavement Maintenance, Inc. Apache Junction, AZ	\$814,440.00 (Recommended – Secondary)
Regional Pavement Maintenance of Arizona Inc. Phoenix, AZ	\$836,100.00
Cactus Asphalt, a Division of Cactus Transport, Inc. Tolleson, AZ	\$1,046,410.00
Sunland Inc. – Asphalt and Sealcoating Phoenix, AZ	\$1,536,430.00
Vincon Engineering Construction, LLC Mesa, AZ	\$1,336,950.00
Graham Contractors, Inc. San Jose, CA	Withdrew Bid (clerical error by headquarter office, transposed their estimator's pricing for items 1, 2 and 3 which resulted in a significantly lower bid than intended.)

AWARD RECOMMENDATION

CPC Construction LLC
Gilbert, AZ

Cholla Pavement Maintenance, Inc.
Apache Junction, AZ

Description
<p>Crack seal materials and full service square yard crack seal application services for Residential, Collector, Arterial, Intersections and Parking Lots for approximately 2,000,000 square yards per Terms and Conditions, Specifications and Pricing as offered</p> <p>Annual Contract Amount: <u>\$755,000.00</u></p>