



City Council Report

Date: March 20, 2017
To: City Council
Through: Michael Kennington, Chief Financial Officer
From: Edward Quedens, MPA, C.P.M., CPPO, Business Services Director
Matt Bauer, MBA, CPPO, CPPB, CPSM, Procurement Administrator
Subject: Three-Year Term Contract for Utility Adjustment Services for the
Transportation Department **(Citywide)**

Purpose and Recommendation

Council is requested to approve the Term Contract for Utility Adjustment Services as recommended.

The Transportation Department and Purchasing recommend awarding the contract to the lowest, responsive and responsible bidder, Lincoln Constructors Inc., at \$515,120.00 annually, based on estimated requirements.

Background / Discussion

Work under this contract will include minor concrete work and the adjustment of gas and water valves, survey monuments, sewer cleanouts, and manholes associated with utility cut repairs and/or failed utility frames and other related services. Utility repairs to manholes and valves are essential for roadway safety; reducing hazards such as failing and/or sinking manholes and valves.

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: 2017069

Vendors Registered: ProcureAZ (474) and Vendor Self Service (73)

Advertising: ProcureAZ and Purchasing Website

Downloads: Not available

Responses: 3 (and 1 No Bid response)
 Local Consideration: Policy did not apply to this procurement (services)
 Initial Contract Term: Three 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

January 30, 2017 Responses

Lincoln Constructors Inc. \$489,500.00 (Recommended)
 Phoenix, AZ

Telcom Construction Inc. \$579,367.25
 Clearwater, MN

Specialty Companies Group, LLC \$875,800.00
 Phoenix, AZ

No Bid response received from
 Wilson Construction Company

AWARD RECOMMENDATION

Lincoln Constructors
Phoenix, AZ

Description	
Utility Adjustment Services per Agreement No. 2017069; Exhibits – Scope of Work / Technical Specifications, Pricing, and Mesa Standard Terms and Conditions; Solicitation including any addenda; and Contractor Response	
Base	\$489,500.00
5.2325% Sales Tax	<u>\$25,613.09</u>
Total	\$515,113.09
Annual Contract Amount: <u>\$515,120.00</u>	