



**PURCHASING ITEM
FOR
COUNCIL AGENDA**

MEMO NO. ST07-024

1. Agenda Item Number:

29

2. Council Meeting Date:
May 10, 2007

TO: MAYOR & COUNCIL

3. Date Prepared: April 4, 2007

THROUGH: CITY MANAGER

4. Requesting Department: Public Works

5. SUBJECT: Extension of Contract No. ST6-745-2260 to Southwest Slurry Seal for one year to provide asphalt emulsion slurry seal and micro seal in an amount not to exceed \$1,500,000.

6. RECOMMENDATION: Recommend the extension of Contract No. ST6-745-2260 to Southwest Slurry Seal for one year to provide asphalt emulsion slurry seal and micro seal in an amount not to exceed \$1,500,000.

7. BACKGROUND/DISCUSSION: Slurry seal and micro seal are applied to City streets to preserve and lengthen the life of the asphalt and protect the City's long-term investment.

This product of a polymer-modified asphalt along with small aggregate adds a new riding surface to the pavement and will provide added years to the pavement life. These sealants are used throughout the valley as a staple of street maintenance. Southwest Slurry Seal has performed this type of work in the City for the past 15+ years and the City has been satisfied with cost and performance.

This contract is for an estimated 451,000 square yards of slurry and micro-seal applications to local, collector and arterial streets throughout the City, plus some allowance for unanticipated needs.

8. EVALUATION PROCESS: In May 2006, Council awarded a one-year contract, from June 1, 2006 to May 31, 2007, with four one-year extensions. This is the first contract extension. Staff has monitored the contract for the past year and is satisfied with the services provided by Southwest Slurry Seal. The contractor has agreed to extend the contract for an additional year with a slight decrease on some line items. The decrease in pricing is due to the use of this contract by Maricopa County (\$1,275,000), City of Peoria (\$500,000) and Town of Gilbert (\$500,000) through the multi-agency purchasing cooperative. The contract term will begin June 1, 2007. By extending the contract the City will avoid administrative costs associated with rebidding.

9. FINANCIAL IMPLICATIONS:

Cost:	\$1,500,000
Savings:	N/A
Long Term Costs:	N/A

This contract extension does not obligate the City, and funds will not be encumbered until there is a need and a project agreement is approved.

*Contract will only be issued if the CIP Budget is approved and adopted by Council.

10. PROPOSED MOTION: Move to approve the extension of Contract No. ST6-745-2260 to Southwest Slurry Seal for one year to provide asphalt emulsion slurry seal and micro seal in an amount not to exceed \$1,500,000.

ATTACHMENTS: Location Map, Amendment Number One

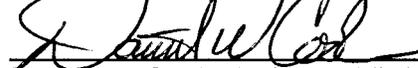
APPROVALS

11. Requesting Department



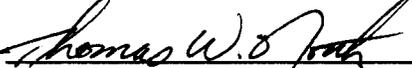
Mike Normand, Acting Assistant Public Works Director/
Transportation & Operations

12. Department Head



Daniel W. Cook, Acting Public Works Director

13. Procurement Officer.



Thomas W. North, CFPB

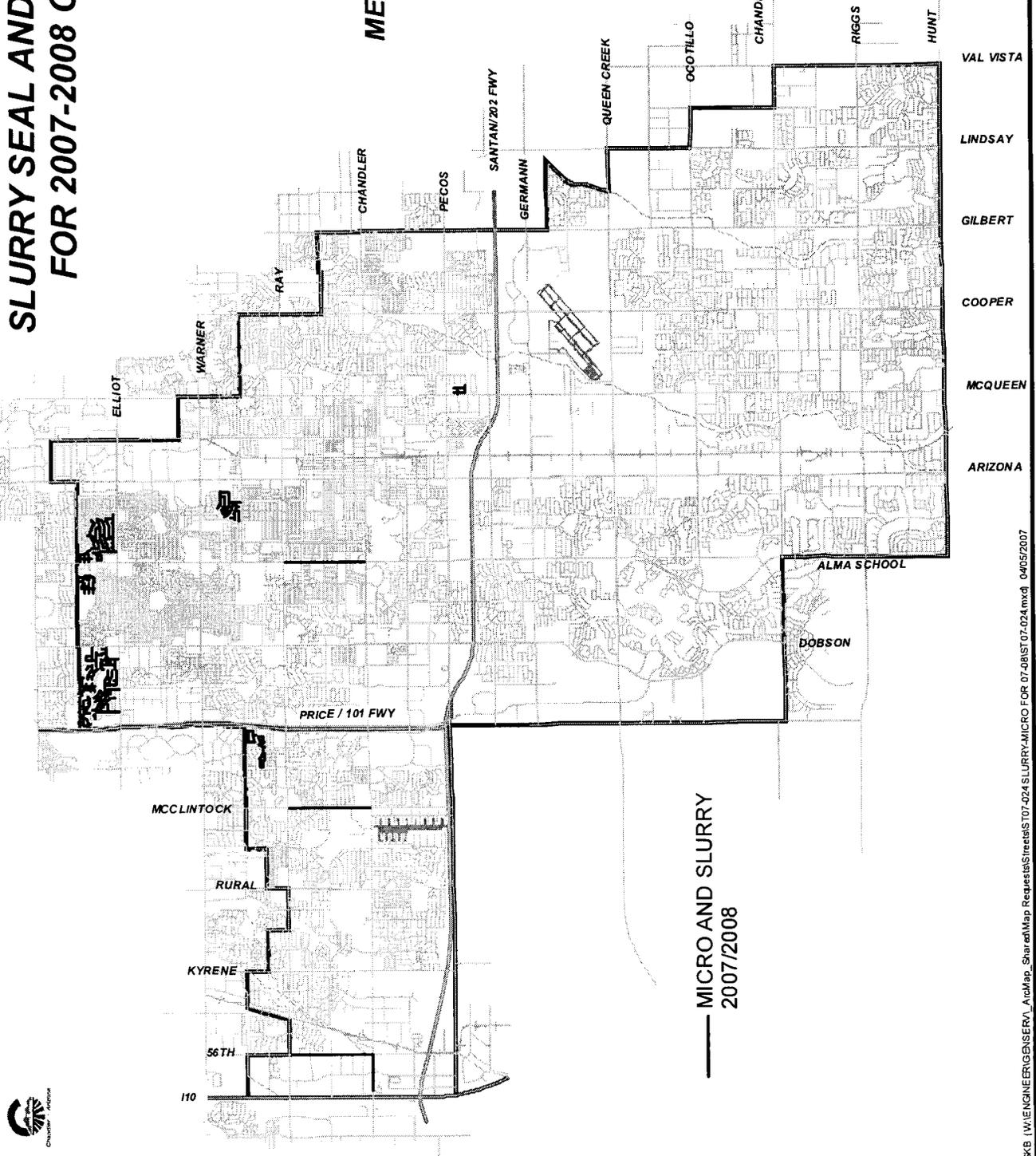
14. City Manager



W. Mark Pentz

SLURRY SEAL AND MICRO SEAL FOR 2007-2008 CONTRACT

MEMO NO. ST07-024



**AMENDMENT NUMBER ONE,
TO AGREEMENT BETWEEN THE CITY OF CHANDLER AND SOUTHWEST SLURRY SEAL, INC.
FOR ASPHALT EMULSION SLURRY AND MICRO SEAL SERVICE, CONTRACT NO. ST6-745-2260**

This Amendment #ONE to that certain Agreement Between the City Of Chandler and Southwest Slurry Seal, Inc. for the asphalt emulsion slurry and micro seal application to various City streets dated May 11, 2006 between the City of Chandler (CITY) and Southwest Slurry Seal, Inc. is entered into this _____ day of _____, 2007.

WHEREAS, the parties have agreed to extend the Contract for an additional one year term June 1, 2007 to May 31, 2008;

NOW THEREFORE, the parties agree as follows:

1. **EXHIBIT B, PRICING:** is hereby amended to reduce lines 1 through 4 as follows:
TYPE II (Approximately 400,000 Square Yards)
Pricing Per Ton (TN)
 1. PMQS-h from \$190.73 TN to \$182.00 TN
 2. PMCQS-1h from \$190.73 TN to \$182.00 TN
 3. Dry Aggregate from \$105.73 TN to \$105.00 TNMicro Surfacing (Type II) Approximately 450,000 Square Yards
 4. CSS-1h from \$200.00 TN to \$185.00 TN

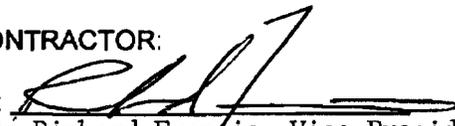
2. All other terms and conditions of the above referenced Agreement shall remain unchanged and in full force and effect.

IN WITNESS WHEREOF, the parties have hereunto subscribed their names this _____ day of _____, 2007.

CITY OF CHANDLER:

By: _____
City Mayor

CONTRACTOR:

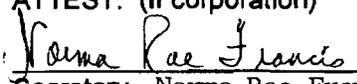
By: 
Title: Richard Francis, Vice President

APPROVED AS TO FORM:

City Attorney 

ATTEST: _____

City Clerk

ATTEST: (If corporation)

Assistant Secretary Norma Rae Francis

WITNESS: (If individual or Partnership)

[SEAL]