

**TOWN OF PRESCOTT VALLEY  
REQUEST FOR COUNCIL ACTION  
Date: June 12, 2014**

**SUBJECT:** Annual Chip Seal Maintenance Program

**SUBMITTING DEPARTMENT:** Public Works

**PREPARED BY:** Alex Romero, Public Works Operations Manager, for  
Norm Davis, PE, Public Works Director

**AGENDA LOCATION:** Comments/Communications , Consent , Work/Study ,  
New Business , Public Hearing , Second Reading

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**ATTACHMENTS:** a) Contract b) Engineering & Testing Consultants (ETC) - Proposal

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**SUMMARY BACKGROUND:** The Public Works Department budgets yearly for Highway Users Revenue Funds (HURF) received from gas tax dollars to maintain the Town of Prescott Valley Streets. Chip seal application is one of the maintenance treatments used to maintain the life cycle of paved streets. Per specification, chip seal application workmanship and performance is best applied between the summer dates of June 1 to August 31.

The proposed FY 14/15 Public Works budget has \$400,000 for the chip seal maintenance program. Bids were received May 19, 2014 and were favorable for Staff's recommendation to award additive alternatives to best utilize available budgeted funding. Contract specifications require work to start after July 1<sup>st</sup> to take best advantage of summer season and all work is to be complete prior to August 1<sup>st</sup>.

The Public Works Department prepared specifications and secured bid proposals for this project with the following results:

Table 1

Rank	Bidder	Base Bid A	Schedule 1C	Schedule 2C	Totals
1st	Sunland, Inc.	\$320,966.62	\$29,639.93	\$17,302.18	\$367,908.73
2nd	Earth Resources	\$329,583.17	\$31,353.23	\$18,240.25	\$379,176.65
3rd	Cactus Asphalt	\$348,970.42	\$29,468.61	\$19,178.32	\$397,617.35
4th	Graham Contractors, Inc.	\$379,128.36	\$30,153.92	\$18,344.48	\$427,626.76
5th	Cholla Pavement Maintenance	\$385,590.77	\$30,667.91	\$18,657.17	\$434,915.85

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**OPTIONS ANALYSIS:** The Council may choose to:

- a.) Award the 2014/2015 contract to lowest responsive bidder for the total bid amount of \$367,908.73, and approve testing services from Engineering & Testing Consultants, Inc., **OR**
- b.) Do not award the contract

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**ACTION OPTION:** Motion to award the construction contract for the Fiscal Year 2014/2015 annual Chip Seal program to Sunland, Inc. Asphalt and Seal Coating in the total bid amount of up to **\$367,908.73** and approve testing services from Engineering & Testing Consultants, Inc. in an amount not to exceed \$1,980, **OR** Motion to reject all bids and testing services. **VOTE.**

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**RECOMMENDATION:** Staff recommends awarding the entire construction contract to low bidder, Sunland, Inc. Asphalt and Seal Coating, in the bid amount of \$367,908.73 and approving required testing services from Engineering & Testing Consultants, Inc. in an amount not to exceed \$1,980.00.

**FISCAL ANALYSIS:** The proposed budget for FY 14/15 is shown in the table below:

HTE Code: 202-5510-631.43-71		Finance Proj. # N/A
<b>FISCAL YEAR 2014/2015</b>	Adjusted Budget Amount:	\$400,000.00
	Expended & Encumbered:	\$0.00
	Construction Contract:	(\$367,908.73) this action
	ETC - Testing Services	(\$1,980.00) this action
	Balance:	<u>\$30,111.27</u>
<b>FISCAL YEAR 2014/2015</b>		

**REVIEWED BY:**

Management Services Director \_\_\_\_\_

Town Clerk \_\_\_\_\_

Town Attorney \_\_\_\_\_

Town Manager \_\_\_\_\_

**COUNCIL ACTION:**

Approved    Denied    Tabled/Deferred    Assigned to \_\_\_\_\_