

**TOWN OF PRESCOTT VALLEY
REQUEST FOR COUNCIL ACTION
Date: May 12, 2011**

SUBJECT: Award of Construction Contract for the annual Chip Seal Program

SUBMITTING DEPARTMENT: Public Works

PREPARED BY: Ken Stanton, Public Works Operations Manager for
Norm Davis, P.E., Public Works Director

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

ATTACHMENTS: a.) Bid Results (on file at the Town Clerk's Office)
b.) Contract with Grady's Quality Excavating, Inc.

SUMMARY BACKGROUND: The approved budget for Fiscal Year 2010/2011 includes funding for the 2010/2011 annual Chip Seal program in the amount of \$304,300. Also in this current budget year is funding in the amount of \$200,000 for Overlays. The proposed budget for 2011/2012 includes funding for the annual Chip Seal maintenance program in the amount of \$750,000.

Chip Seal is a very cost effective method used for the restoration and preservation of asphalt pavements. Due to the expensive cost of mobilization for this type of construction, it is cost effective to increase the volume of work. Therefore, Town staff has requested bid proposals for both Fiscal Years along with bid alternatives to achieve the best prices in this volatile marketplace.

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

Table 1

Rank	Bidder	Schedule A	Schedule B	Schedule C	Bid Total
Low	Grady's Quality Excavating	\$390,787.05	\$547,005.46	\$133,525.20	1,071,317.71
2nd	Cactus Asphalt	\$402,096.00	\$569,870.64	\$150,288.99	1,122,255.63
3rd	D & O Contractors	\$402,096.00	\$647,260.48	\$139,845.81	1,189,202.29
4th	International Surfacing	\$439,541.19	\$615,249.23	\$144,728.01	1,199,518.43
5th	Asphalt Paving and Supply	\$457,384.20	\$612,083.28	\$147,852.93	1,217,320.41

With the budget available in the 2010/2011 Chip Seal program, Bid Schedule A and alternate bid items 1 and 2 from Schedule C would be awarded. This would consist of:

- Stoneridge Phase 1- including the alley ways
- Granville Phase 1 and 2 (all areas east of Glassford)
- Mingus West - Phases 1 and 2
- Castle Canyon Mesa neighborhood located west of Prescott East Highway and north of Sunset

This work would be completed and invoiced before June 30, 2011.

With the budget available in Fiscal Year 2011/2012 Chip Seal program, Bid Schedule B and alternate bid items 3, 4, and 5 from Schedule C would be awarded. This would consist of:

- the recently built and upgraded section of Viewpoint from 89A to Pinnacle Pass, the new section of Pronghorn Ranch Drive
- the commercial frontage area on the north side of Hwy 69 from Glassford to Prescott East, the commercial frontage area on the south frontage of Hwy 69 from Lake Valley to Prescott East, including Fain Park and the Christmas Loop
- the Downtown area and the Entertainment district, the commercial frontage area on the north side from Truwood to Yavapai, including the Old Town area
- the southeast frontage area, Eastridge, and the Northridge residential area,
- Prescott Valley Business Park area
- Stoneridge Drive from Hwy 69 to Old Black Canyon
- Glassford Hill Commercial Area, from Stoneridge Dr. to Sun Dog on the north side of the Hwy 69
- Sunset from Pine View to Starlight
- Florentine from Grizzly Bear Drive to Yavapai

This work would be scheduled to proceed after July 1, 2011.

Grady's Quality Excavating was the low bidder on this program and they have successfully performed this work for the Town in the past.

Notification to the public will be posted through press releases to the local paper and on the Town's web site. Affected businesses are to be notified in person one week prior to the chip seal.

This annual Chip Seal Maintenance program addresses the current year's goal for maintaining minimum critical core tasks for safe Town function & infrastructure.

OPTIONS ANALYSIS: The Council may choose to:

- A.) award the 2010/2011 contract to lowest bidder for the base bid Schedule A amount only, in the total amount of \$390,787.05, **OR**
- B.) award the 2010/2011 contract to lowest bidder for the bid Schedule A amount and alternate bid Items 1 and 2 from Schedule C, in the total amount of \$453,471.85, **OR**
- C.) award the 2011/2012 contract to lowest bidder for the base bid Schedule B amount only, in the total amount of \$547,005.46, **OR**
- D.) award the 2011/2012 contract to lowest bidder for bid Schedule B amount and alternate bid Items 3, 4 and 5 from Schedule C, in the total amount of \$617,845.86, **OR**
- E.) award the entire contract Schedule A B and C to the lowest bidder in the total amount of \$1,071,317.71,

OR

- F.) do not award the contract

ACTION OPTION: Motion to award the construction contract for the Fiscal Year 2010/2011 2011/2012 annual Chip Seal program including all options to Grady's Quality Excavating in the total bid amount of up to **\$1,071,317.71**, **OR** Motion to reject all bids. **VOTE.**

RECOMMENDATION: Staff recommends awarding the entire construction contract to low bidder, Grady's Quality Excavating, Inc., in the bid amount of \$1,071,317.71 for Schedules A, B and C.

FISCAL ANALYSIS:

Table 2

2010/2011 Chip Seal Maintenance Program		
HTE Code: 202-5510-631.43-71and 72 Finance Proj. # N/A		
FISCAL YEAR 2010/2011	Budgeted - 4371 Amount:	\$304,300.00
	Budgeted - 4372 Amount:	\$200,000.00
	Expended & Encumbered:	\$0.00
	Construction Contract:	(\$453,471.85) < (this action)
	Balance:	<u>\$50,828.15</u>
		FISCAL YEAR 2010/2011

Table 3

2011/2012 Chip Seal Maintenance Program		
HTE Code: 202-5510-631.43-71 Finance Proj. # N/A		
FISCAL YEAR 2011/2012	Adjusted Budget Amount:	\$750,000.00
	Expended & Encumbered:	\$0.00
	Construction Contract:	(\$617,845.86) < (this action)
	Balance:	<u>\$132,154.14</u>

REVIEWED BY:

Management Services Director _____ Town Clerk _____

Town Attorney _____

Town Manager _____

COUNCIL ACTION:

Approved Denied Tabled/Deferred Assigned to _____