

Agenda Report

August 17, 2009

TO: City Council

FROM: City Manager

SUBJECT: Authorization to Enter into Contracts with Yellowstone Rock and Sand, Inc. and Logans Marketing for Furnishing and Delivering Aggregate Base, Cement Slurry and Cold Mix for the Water and Power Department, Specification WD-09-03

RECOMMENDATION:

It is recommended that the City Council:

1. Accept the bid dated May 1, 2009 from Yellowstone Rock and Sand, Inc. in response to Specification WD-09-03, for Furnishing and Delivering Aggregate Base for the Water and Power Department;
2. Accept the bid dated May 1, 2009 from Logans Marketing in response to Specification WD-09-03, for Furnishing and Delivering Cement Slurry and Cold Mix for the Water and Power Department;
3. Reject all other bids;
4. Authorize the City Manager to issue a purchase order for a one-year period to Yellowstone Rock and Sand, Inc. in the amount of \$225,000 with two optional one-year extensions. The annual amount of the extensions shall not exceed \$225,000; and
5. Authorize the City Manager to issue a purchase order for a one-year period to Logans Marketing in the amount of \$215,000 with two optional one-year extensions. The annual amount of the extensions shall not exceed \$215,000.

The contracts are for an initial term of one year with an option for two additional one-year terms.

BACKGROUND:

Specification WD-09-03 provides for a contract to furnish and deliver aggregate base, cement slurry and asphalt cold mix for the City's Water Division construction crews to back fill excavations in the street when installing pipes. The main replacement program is part of the 2002 Water System Master Plan.

The Notice Inviting Bids for Specification WD-09-03 was published on July 2, 2009 in *The Pasadena Journal* and on "Bids on Line." The Specification was divided into three sections (1. Aggregate Base, 2. Cement Slurry and 3. Asphalt Cold Mix). Bidders had the option to bid on any or all three of the sections. In response to the Notice Inviting Bids, seventeen contractors received the Specification and bids were received from three contractors as follows:

Construction Material Items	Yellowstone Rock and Sand, Inc.	Cal Portland	Logans Marketing
³ / ₄ " Aggregate Base (unit price per ton)	\$20.4844	No Bid	\$22.88
Controlled Low Strength Material (CLSM) - Slurry (unit cost per yard)	No Bid	\$82.32	\$67.50
AC Cold Mix (unit cost per yard)	No Bid	No Bid	\$101.63

Yellowstone Rock and Sand, Inc. was the lowest responsive bidder for Bid item 1 (aggregate base). Logans Marketing was the lowest responsive bidder for Bid items 2 (Cement Slurry) and 3 (Asphalt Cold Mix). Both bidders comply in all respects with the requirements of the Specification.


Staff recommends the City Council authorize a Purchase Order in the amount of \$225,000 with Yellowstone Rock and Sand, Inc. for Bid item 1 (Aggregate Base); and authorize a Purchase Order in the amount of \$215,000 with Logans Marketing for Bid items 2 (Cement Slurry) and 3 (Asphalt Cold Mix). These amounts are based on unit price and the highest volume of each product purchased over the last three fiscal years.

The proposed contracts are in compliance with the Competitive Bidding and Purchasing Ordinance P.M.C. 4.08.

FINANCIAL IMPACT:

Sufficient funds are available in the FY 2010 Capital Improvement Program Budget
Number 1001- Distribution Mains (\$285,000) and 1019- Fire Protection System
Improvements (\$155,000).

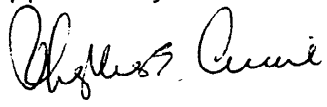
Respectfully submitted,


Michael J. Beck
City Manager

Prepared by:


Tim Roe
Management Analyst III
Water and Power Department

Approved by:


Phyllis E. Currie
General Manager
Water and Power Department