

City Council Memorandum

City of Arts & Innovation

TO: HONORABLE MAYOR AND CITY COUNCIL DATE: FEBRUARY 4, 2020

FROM: PUBLIC WORKS DEPARTMENT WARDS: ALL

SUBJECT: INCREASE PURCHASE ORDER NO. 203823 TO VULCAN MATERIALS

COMPANY BY \$448,088.26 FOR A TOTAL AMOUNT OF \$498,088.26; APPROVE EXPENDITURES TO VULCAN MATERIALS COMPANY UNDER ANNUAL PURCHASE ORDER NO. 201198 IN THE AMOUNT OF \$51,911.74; AND AWARD PUBLIC WORKS PORTION OF BID NO. 7722 TO VULCAN MATERIALS COMPANY AND ALL-AMERICAN ASPHALT IN THE COMBINED AMOUNT OF \$50,000 FOR THE ANNUAL PURCHASE AND/OR DELIVERY OF ASPHALT MATERIALS USED IN THE MAINTENANCE OF STREETS PERFORMED BY CITY CREWS FOR A COMBINED TOTAL ANNUAL

EXPENDITURE AMOUNT OF \$600,000 FOR ASPHALT MATERIALS

ISSUE:

Increase Purchase Order No. 203823 to Vulcan Materials Company of Corona, CA by \$448,088.26 for a total amount of \$498,088.26, approve expenditures to Vulcan Materials Company under Annual Purchase Order No. 201198 in the amount of \$51,911.74 and award Bid No. 7722 to Vulcan Materials Company of Corona, CA and All American Asphalt of Corona, CA in the combined amount of \$50,000 for the annual purchase and/or delivery of asphalt materials used in the maintenance of streets performed by City crews for a combined total annual expenditure amount of \$600,000.

RECOMMENDATIONS:

That the City Council:

- 1. Approve an increase to Purchase Order No. 203823 to Vulcan Materials Company of Corona, CA by \$448,088.26 (including \$110,000 in materials purchased during FY 2019/20 that exceeded Purchase Order No. 203823) for a total amount of \$498,088.26;
- 2. Approve expenditures to Vulcan Materials Company under Annual Purchase Order No. 201198 in the amount of \$51,911.74;
- 3. Award Bid No. 7722 to Vulcan Materials Company of Corona, CA and to All-American Asphalt of Corona, CA for the purchase and/or delivery of Public Works annual requirements for asphalt materials for street maintenance for the remaining fiscal year period February 1, 2020 through June 30, 2020 in a combined amount of \$50,000; and
- 4. Authorize the City Manager, or his designee, to approve three optional one-year renewal

periods with Vulcan Materials Company and All-American Asphalt in accordance with Bid No. 7722 pricing for the purchase of asphalt materials in a combined annual amount of \$600,000 per year beginning July 1, 2020 through June 30, 2023 subject to the availability of budgeted funds.

BACKGROUND:

The Public Works Department is responsible for the daily maintenance of approximately 750 miles of surface streets throughout the City of Riverside. Currently, the City's street maintenance is delivered through two principle methods – Capital Improvement Projects and by Public Works Street Maintenance Division Crews.

In FY 2018/19, City crews addressed over 351,000 square feet of potholes. City crews are also responsible for removing and repairing large street sections, resurfacing streets, applying slurry seal to streets, and making permanent street repairs for work performed by RPU Water Crews in repairing water lines underneath the roadways. Street maintenance is a core Public Works function and is critical for road preservation, road safety and added quality of life for City residents.

DISCUSSION:

In October 2019, the Public Works Department, working with the Purchasing Division, posted Bid 7722 for Annual Requirements for Asphalt Material for Riverside Public Works and Riverside Public Utilities through June 30, 2023.

Vulcan Materials and All-American Asphalt of Corona, California submitted valid bids that together will satisfy the City's needs for large quantities of asphalt materials throughout the year.

The Public Works Department has solicited bids for asphalt material needs in smaller quantities until such time as Bid 7722 for annual requirements was awarded. Public Works is requesting approval for annual expenditure authority in an amount of \$600,000 for asphalt materials, which includes purchases made in FY 2019/20.

The Purchasing Manager concurs that the recommended action to award Bid No. 7722 is in compliance with Purchasing Resolution 23256.

FISCAL IMPACT:

The total fiscal impact for FY 2019/20 totals \$600,000. The funds are available in the Construction Maintenance Materials – Street Maintenance account 4110100-424121.

Prepared by: Kris Martinez, Public Works Director

Certified as to

availability of funds: Edward Enriquez, Chief Financial Officer/Treasurer

Approved by: Rafael Guzman, Assistant City Manager

Approved as to form: Gary G. Geuss, City Attorney

Attachment: Bid No. 7722 Recommendation