

CITY COUNCIL REGULAR SESSION

Motion to award Bid No. 22068 for 2023 Utilities On-Call Asphalt Restoration contract to AA Asphalt, LLC, as the lowest responsive and responsible bidder, for a term of two years in an amount not to exceed \$1,176,690, plus all applicable taxes.

Nav Ota, Director, 452-2041

Joe Harbour, Utilities Assistant Director, Operations and Maintenance Division, 452-2014

Don McQuilliams, Operations and Maintenance Manager, 452-7865

Utilities Department

EXECUTIVE SUMMARY

This motion will award Bid No. 22068 to AA Asphalt, LLC, for the 2023 Utilities On-Call Asphalt Restoration contract.

RECOMMENDATION

Move to award Bid No. 22068 for 2023 Utilities On-Call Asphalt Restoration contract to AA Asphalt, LLC.

BACKGROUND/ANALYSIS

In the process of repairing underground utility systems and providing maintenance, it is necessary to dig up streets and remove asphalt and restore the street to the previous condition. This contract provides the services needed to replace that asphalt and bring City streets back up to appropriate safety, customer service, and visual standards.

Historically, Utilities has partnered with Transportation for on-call asphalt services via a contract managed by Transportation staff. Given the volume of asphalt services required, it was deemed more effective and efficient for Utilities to hold their own contract to provide asphalt services.

This contract provides for the removal of temporary roadway and sidewalk patches and installation of permanent asphalt and concrete on roadways and sidewalks following Utilities repair work. These permanent repairs are needed to meet City standards, reduce the probability of damages and claims, and meet the City's customer service goals. The on-call contract provides for expedited services at reduced costs, compared to awarding multiple contracts/purchase orders for each location as needs arise.

Bids were opened on December 15, 2022 and are summarized below. Prices listed reflect bid amounts for the initial two-year contract term.

| | |
|-------------------------|-------------|
| AA Asphalt, LLC | \$1,176,690 |
| Becker Blacktop | \$1,581,290 |
| Asphalt Patch Systems | \$1,605,000 |
| Lakeridge Paving Co LLC | \$2,039,157 |

Engineer's Estimate

\$1,071,966

The low bid from AA Asphalt, LLC is 10 percent higher than the engineer's estimate. Staff believe that the 10 percent gap from the engineer's estimate is reasonable given the current market volatility. Staff also believe the low bid received is competitive and reflects the true cost to perform this work.

This is a time and materials contract and therefore does not obligate the City for the full contract amount.

POLICY & FISCAL IMPACTS

Policy Impact

Bellevue City Code 4.28 provides for the fair and equitable treatment of all persons involved in the purchasing process. Council approval is required to award the bid where the cost exceeds \$90,000.

City Comprehensive Plan

- UT-2: Build and manage City-owned utility infrastructure assets to reduce the likelihood of risks to public safety, property, and environment, and disruption due to asset failure.
- TR-55: Maintain and enhance safety for all users of the roadway network.

Fiscal Impact

Awarding this bid commits the City to payment up to \$1,176,690 plus all applicable taxes. Sufficient funds have been budgeted to fund this contract in the 2023-2024 Utilities operating budget.

OPTIONS

1. Award Bid No. 22068 for 2023 Utilities On-Call Asphalt Restoration contract to AA Asphalt, LLC, as the lowest responsive and responsible bidder, for a term of two years in an amount not to exceed \$1,176,690, plus all applicable taxes.
2. Reject all bids and provide alternative direction to staff.

ATTACHMENTS

N/A

AVAILABLE IN COUNCIL LIBRARY

Bid No. 22068 2023 Utilities On-Call Asphalt Restoration contract