

**CITY OF PALMER
ACTION MEMORANDUM NO. 11-033**

Subject: Authorize the City Manager to Execute Change Order Two for the First Renewal Option with Alaska Sure Seal in the Amount of \$76,246.70 for the Crack Sealing and Street Striping in 2011

Agenda of: May 24, 2011

Council Action: Authorized _____

Approved for presentation by:

City Manager	_____
City Attorney	_____
City Clerk	_____

Certification of Funds:

Total amount of funds listed in legislation: \$ 76,246.70

This legislation (√):

_____ Has no fiscal impact

√ Funds are budgeted from this (these) line item(s):

- 01-17-40-6068 - \$27,000
- 01-17-40-6065 - \$49,246.70
-

_____ Funds are not budgeted. Budget modification is required. Affected line item(s):

-
-

Unrestricted/undesignated fund balance (after budget modification) \$ _____

Director of Administration signature certifying funds: _____

Attachment(s):

- Change Order 2
- Action Memorandum 10-027

Summary statement: Action memorandum 11-033 requests the authorization to exercise the first one year renewal option for the 2010 Crack Sealing and Street Striping Contract with Alaska Sure Seal. The contract was bid and awarded to Alaska Sure Seal through Council action in action memorandum 10-027. The City and the Contractor have mutually agreed to exercise the first one year renewal option and the funds are budgeted. The attached Change Order Two reflects the change in quantity and extends the contract, the unit prices remain the same. After Change Order Two there will be one additional renewal option for this contract.

Administration recommendation: Approve action memorandum 11-033.

CHANGE ORDER

PROJECT: Crack Sealing and Street Striping
Palmer, Alaska

CHANGE ORDER NUMBER: 002
INITIATION DATE: 4/1/2011
PROJECT NO: 10-03PW-2143
CONTRACT DATE: 5/20/2010
NOTICE TO PROCEED: 5/20/2010

TO: Alaska Sure Seal
785 Brooks Avenue
Soldotna, AK 99669

This Change Order changes the following items:

Section 10.07 MEASUREMENT AND PAYMENT, Article 7.2 Scope of Payment, Paragraph two (2):
Change Order Two will execute the first (1st) of two (2) one year renewal options to the contract as stated in Section 10.07 Article 7.2 paragraph two (2) page SP-7. The contractor agrees to the unit price of the contract.

Item	Description	Unit	Unit Price	Quantity	Total
A-1	Rubberized Asphalt Crack Sealant	LB	\$ 2.85	9,473	\$ 27,000.00
B-1	Painted Traffic Markings, 4", White	LF	\$ 0.36	34,387	\$ 12,379.32
B-2	Painted Traffic Markings, 4" Yellow	LF	\$ 0.36	86,958	\$ 31,304.88
B-3	Painted Traffic Markings, 48" White Turn Arrow	EA	\$ 50.00	19	\$ 950.00
B-4	Painted Traffic Markings, 24" White Stop Bars	LF	\$ 2.50	649	\$ 1,622.50
B-5	Painted Traffic Markings, 24" White Banded Crosswalk	LF	\$ 2.50	1,196	\$ 2,990.00
NET REVISION TO CONTRACT SUM					\$ 76,246.70

Year 2011 the First Renewal Option replace with the following - Section 70.31 CRACK AND JOINT SEALER Article 31.1 General, The following streets are listed in priority to be crack sealed. Direction will be given by Public Works Director or designee.

- | | | | |
|----|----------------------|-----|-------------------|
| 1. | W. Arctic Avenue | 10. | S. Chugach Street |
| 2. | W. Albrecht Street | 11. | S. Colony Way |
| 3. | N. Hill Top Drive | 12. | S. Felton Street |
| 4. | E. Cottonwood Avenue | 13. | S. Ellen Street |
| 5. | E. Blueberry Avenue | 14. | E. Helen Drive |
| 6. | E. Birch Avenue | 15. | E. Moore Road |
| 7. | S. Alaska Street | 16. | W. Caron Drive |
| 8. | E. Caribou Street | 17. | W. Fern Avenue |
| 9. | S. Bonanza Street | 18. | S. Ronda Way |

Note: All work shall be in accordance with the Contact Documents and must be approved by the City of Palmer representative.

The original Contract Sum was	\$ 49,620.24
Net change by previously authorized Change Orders	\$ 19,722.50
The Contract Sum prior to this Change Order was	\$ 69,342.74
The Contract Sum will be (Increased) by this Change Order	\$ 76,246.70
The new Contract Sum including this Change Order will be	\$ 145,589.44

Change Order 2 will execute the first of two one year renewal options, which will extend the contract through **June 17, 2011**.

CHANGE ORDER

BY ACCEPTING THIS CHANGE ORDER, THE CONTRACTOR AGREES THAT THE AMOUNT PAID FOR ON THE ABOVE ITEMS IS EQUITABLE AND THAT NO FURTHER COMPENSATION FOR THE ABOVE ITEMS WILL BE MADE.

Accepted:
Alaska Sure Seal
CONTRACTOR
785 Brooks Ave.
Soldotna, AK 99669

Authorized:
City of Palmer
OWNER
231 W. Evergreen Ave.
Palmer, AK 99645

Tracy Palm
Date: _____

Douglas Griffin, City Manager
Date: _____

Fund source and verification of funds for this project:

01-17-40-6065	Road Painting Services 2011 Budget	\$	49,246.70
01-17-40-6068	Crack Sealing 2011 Budget	\$	27,000.00
	Total 2011 Budget	\$	76,246.70

Verified by

Date

CITY OF PALMER ACTION MEMORANDUM No. 10-027

SUBJECT: Authorize the City Manager to Award and Execute a Contract in the Amount of \$49,620.24 and Change Order No. One in the Amount of \$19,722.50 for the Crack Sealing and Street Striping Project to Alaska Sure Seal for a Total Amount of \$69,342.74 for both Contract and Change Order One

AGENDA OF: May 11, 2010

Council action: <div style="border: 1px solid red; padding: 2px; display: inline-block; color: red;">Authorized</div>

Approved for presentation by B. B. Allen, City Manager Bob Casey

Route To:	Department/Individual:	Initials/Date:	Remarks:
X	Originator – Public Works	<i>CR</i>	
X	City Clerk	<i>JR</i> 5/3/10	
X	City Attorney	<i>[Signature]</i> 5/3/10	
X	Director of Administration	<i>[Signature]</i>	
	Director of Community Development		
	Director of Community Services		
	Director of Public Safety		
	Director of Public Works		

Attachment(s): 2010 Bid Schedule
Change Order One

Certification of Funds:

	No fiscal impact.	
X	Funds are budgeted from this account number:	01-17-40-6065 01-17-40-6068
	Funds are not budgeted. Budget modification is required. Affected account number:	

Director of Administration Signature: *[Signature]*

Summary statement: Two bids were received for the Crack Sealing and Street Striping work, the low bidder was Alaska Sure Seal for a total amount of \$49,620.24 (see the attached bid schedule). The funds are budgeted from 01-17-40-6065 and 01-17-40-6068. The total amount budgeted for this work is \$70,000.

The quantities used in the bid were based on last year's costs. The costs were less than

anticipated therefore, the department recommends increasing the quantities by change order to complete additional work which is needed. Change Order One would increase the contract by \$19,722.50 for a new total contract amount of \$69,342.74. The total amount with the adjusted quantities does not exceed the budgeted amount.

The work on the crack sealing and stripping will be completed as soon as the weather conditions permit. It is anticipated that all the work should be completed by May 30, 2010.

Administration recommendation: Approve action memorandum 10-027.

BID RESULTS

Schedule A - Crack Sealing			<i>Alaska Sure Seal</i>			<i>Sockeye Asphalt Maintenance</i>	
Item No.	Spec. No.	Work Description	Estimated Quantity	Unit Price	Total Bid Price	Unit Price	Total Bid Price
A-1		Rubberized Asphalt Crack Sealant Per Pound	6,000	2.85	\$ 17,100.00	2.98	\$ 17,880.00

Schedule A Total	\$ 17,100.00	\$ 17,880.00
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Schedule B - Street Striping				<i>Alaska Sure Seal</i>		<i>Sockeye Asphalt Maintenance</i>	
Item No.	Spec. No.	Work Description	Estimated Quantity	Unit Price	Total Bid Price	Unit Price	Total Bid Price
B-1		Painted Traffic Markings, 4", White Per Linear Foot	32,920	0.36	\$ 11,851.20	0.42	\$ 13,826.40
B-2		Painted Traffic Markings, 4", Yellow Per Linear Foot	46,164	0.36	\$ 16,619.04	0.42	\$ 19,388.88
B-3		Painted Traffic Markings, 48" White Turn Arrow Each	9	50	\$ 450.00	50	\$ 450.00
B-4		Painted Traffic Markings, 24" White Stop Bars Per Linear Foot	120	2.5	\$ 300.00	3.75	\$ 450.00
B-5		Painted Traffic Markings, 24" White Banded Crosswalk Per Linear Foot	1,320	2.5	\$ 3,300.00	3.75	\$ 4,950.00

Schedule B Total	\$ 32,520.24	\$ 39,065.28
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Total of Schedule A and B	\$ 49,620.24	\$ 56,945.28
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CHANGE ORDER

PROJECT: Crack Sealing and Street Striping Bid 2010
Palmer, Alaska

CHANGE ORDER NUMBER: 001
INITIATION DATE:
PROJECT NO: 10-03PW
CONTRACT DATE:
NOTICE TO PROCEED:

TO: Alaska Sure Seal
785 Brooks Avenue
Soldotna, AK 99669

You are directed to make the following changes to this Contract:

A. INCREASE the following work items:

Item	Work Description	Qty	Unit Price	Total Price
A-1	Rubberized Asphalt Crack Sealant	3250 lb	\$ 2.85	\$ 9,262.50
B-1	Painted Traffic Markings, 4", White	10,000 lf	\$ 0.36	\$ 3,600.00
B-2	Painted Traffic Markings, 4", Yellow	10,000 lf	\$ 0.36	\$ 3,600.00
B-4	Painted Traffic Markings, 24" White Stop Bars	600 lf	\$ 2.50	\$ 1,500.00
B-5	Painted Traffic Markings, 24" White Banded Crosswalk	704 lf	\$ 2.50	\$ 1,760.00
SUBTOTAL				\$ 19,722.50

B. DECREASE the following work items:

Item	Work Description	Qty	Unit Price	Total Price
	N/A			
SUBTOTAL				\$ -

NET REVISION TO CONTRACT SUM \$ 19,722.50

Note: All works shall be in accordance with the Contact Documents and must be approved by the City of Palmer.

The original Contract Sum was	\$ 49,620.24
Net change by previously authorized Change Orders	\$ -
The Contract Sum prior to this Change Order was	\$ 49,620.24
The Contract Sum will be (Increased) by this Change Order	\$ 19,722.50
The new Contract Sum including this Change Order will be	\$ 69,342.74
The Contract Time will remain the same with this Change Order	0
Completion as of the date of this Change Order remains the same	<u>May 30, 2010</u>

BY ACCEPTING THIS CHANGE ORDER, THE CONTRACTOR AGREES THAT THE AMOUNT PAID FOR ON THE ABOVE ITEMS IS EQUITABLE AND THAT NO FURTHER COMPENSATION FOR THE ABOVE ITEMS WILL BE MADE.

Accepted:
Alaska Sure Seal
CONTRACTOR
785 Brooks Ave.
Soldotna, AK 99669

Authorized:
City of Palmer
OWNER
231 W. Evergreen Ave.
Palmer, AK 99645

By: _____
Date: _____

By: _____
Date: _____