City Council – Action Request Form

Date: January 13, 2020

To: Mayor, Mayor Pro Tempore, and Members of the City Council

Johnnie Taylor, Director of Operations

From: Keith Huff, Traffic Field Operations Director

Jerry Bates, Purchasing Director

Council Action Requested:

Resolution Awarding Contract for Utility Cut Pavement Repairs

Strategic Focus Area: Quality Transportation

Strategic Objective: Improve Integrated Road Network

Strategic Plan Action Item: No

Key Work Item: No

Summary of Information:

On November 8, 2019, unit price bids for estimated square foot quantities of repairs were accepted for an annual contract to provide utility cut pavement repairs on state roads at various locations in Forsyth County. This service contract installs a permanent asphalt pavement section where the street has been cut to make a utility repair. Completing these street repairs as quickly as possible is the most typical requirement; therefore, bid specifications requested unit pricing for all repairs to be completed within 30 days. Notices were sent to 33 contractors who perform paving and pavement repair work, including ten minority and woman-owned businesses; however, only a bid from Hanes Construction, Inc., located in Lexington, NC, was offered.

This annual contract runs from date of award through December 31, 2020. Terms of the bid allow the City the right to extend the contract for as many as two additional annual periods (2021, 2022), if both parties agree and funds are made available for that purpose. Unit prices may be adjusted at the beginning of each additional annual period by an amount not to exceed the latest available Consumer Price Index for All Urban Consumers.

The City Streets Division annual budget includes \$82,000 for these repairs: therefore, it is the recommendation of City Staff that a contract for utility cut pavement repairs on state roads at various locations in Forsyth County be awarded to Hanes Construction, Inc. in the annual amount of \$82,000 with the option to extend this agreement for as many as two additional annual periods making the total possible award amount of \$246,000.

M/WBE comment: See Exhibit A for a list of all businesses notified of this opportunity and the workforce demographics for Hanes Construction, Inc.

| Committee Action: | | | |
|-------------------|-------------------|---------|----------|
| Committee | Finance 1/13/2020 | Action | Approval |
| For | Unanimous | Against | |
| Remarks: | | | |