

**City of Palmer
Action Memorandum No. 17-027**

Subject: Authorize the City Manager to Execute Change Order Five for the Second Renewal Option with Alaska Sure Seal in the Amount of \$72,641.70 for Crack Sealing and Striping in 2017

Agenda of: April 11, 2017

Council Action: **Approved** **Amended:** _____
 Denied

Originator Information:

Originator: Greg Wickham, Public Works

Department Review:

Route to:	Department Director:	Signature:	Date:
_____	Community Development	_____	_____
<u> √ </u>	Finance	<u><i>E. Sheene</i></u>	<u>03-23-17</u>
_____	Fire	_____	_____
_____	Police	_____	_____
<u> √ </u>	Public Works	<u><i>W. Wall</i></u>	<u>03/23/17</u>

Approved for Presentation By:

	Signature:	Remarks:
City Manager	<u><i>[Signature]</i></u>	_____
City Attorney	<u><i>[Signature]</i></u>	_____
City Clerk	<u><i>Norma L. Alley</i></u>	_____

Certification of Funds:

Total amount of funds listed in this legislation: \$ **72,641.70**

This legislation (√):

- Creates revenue in the amount of: \$ _____
- Creates expenditure in the amount of: \$ 72,641.70
- Creates a saving in the amount of: \$ _____
- Has no fiscal impact

Funds are (√):

- Budgeted Line item(s): 01-17-40-6065 (road paint) 01-17-40-6068 (crack sealing)
- Not budgeted

Director of Finance Signature: *E. Sheene*

Attachment(s):

- CO 5 with Alaska Sure Seal

Summary Statement:

Action Memorandum 17-027 requests authorization to exercise the second one-year renewal option for the 2015 Crack Sealing and Striping contract with Alaska Sure Seal. The contract was bid and awarded to Alaska Sure Seal by AM 15-028. The City budgets annually for pavement crack sealing and street striping maintenance.

The City and Contractor have mutually agreed to exercise the second one-year renewal option and the funds are budgeted. The attached change order reflects the change in quantities and extends the contract. The unit prices remain the same.

This is the last renewal option for this contract. In 2018, the City will put the crack sealing and striping out for competitive bid.

Administration's Recommendation:

Approve Action Memorandum No. 17-027 authorizing the City Manager to execute the second renewal option with Alaska Sure Seal in the amount of \$72,641.70.

CHANGE ORDER

**PROJECT: 2015 Crack Sealing and Street Striping
Palmer, Alaska**

**CHANGE ORDER NUMBER: 005
INITIATION DATE: 3/10/2017
PROJECT NO: 15-01PW
CONTRACT DATE: 5/5/2015
NOTICE TO PROCEED: 5/5/2015**

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

This Change Order changes the following items:

Change Order 05 will add additional quantities to the original contract and will execute the second of two one-year renewal options to the contract as stated in Section 10.07 Article 2 paragraph 2. The contractor agrees that the prices will be the same for the change order as they were for the base bid.

Item	Description	Unit	Unit Price	Qty	Total
A-1	Rubberized Asphalt Crack Sealant	Per Pound	\$ 1.99	9,000	\$ 17,910.00
B-1	Painted traffic markings, 4" white	LF	\$ 0.39	10,500	\$ 4,095.00
B-2	Painted traffic markings 4' yellow	LF	\$ 0.39	105,000	\$ 40,950.00
B-3	Painted traffic markings 48" white turn arrow	EA	\$ 100.00	21	\$ 2,100.00
B-4	Painted traffic markings 24" white stop bars	LF	\$ 2.85	559	\$ 1,593.15
B-5	Painted traffic markings 24" white banded crosswalk	LF	\$ 2.85	2,103	\$ 5,993.55
NET REVISION TO CONTRACT SUM					\$ 72,641.70

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	\$ 48,325.35
Net change by previously authorized Change Orders	\$ 21,744.64
The Contract Sum prior to this Change Order was	\$ 70,069.99
The Contract Sum will be (Increased) by this Change Order	\$ 72,641.70
The new Contract Sum including this Change Order will be	\$ 142,711.69

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, Owner
Date: _____

Nathan Wallace, City Manager
Date: _____

Fund source and verification of funds for this project:

01-17-40-6068	2017 Crack Sealing Budget Amount	\$ 25,000.00
01-17-40-6065	2017 Road Painting Servies	\$ 60,000.00

Verified by _____ Date _____