



AGENDA MEMORANDUM

Action Item for the City Council Meeting June 8, 2021

DATE: June 8, 2021

TO: Peter Zaroni, City Manager

FROM: Richard Martinez, Director of Public Works
RichardM5@cctexas.com
(361) 826-3419

Josh Chronley, Assistant Director of Contracts and Procurement
Joshc2@cctexas.com
(361) 826-3169

Crushed Limestone for Public Works

CAPTION:

Motion authorizing a three-year supply agreement, with two additional one-year period options, for Crushed Limestone to be used by Public Works in the City's street maintenance programs with Vulcan Construction Materials, LLC. of San Antonio, Texas for an estimated amount of \$810,000.00 and a potential total cost \$1,382,000.00 if all options are exercised with FY 2021 funding in an amount not to exceed \$90,000.00 available through the Street Maintenance Fund.

SUMMARY:

This motion authorizes a three-year supply agreement with Vulcan Construction Materials, LLC. of San Antonio, Texas. This supply agreement will provide for needed material to the Public Works Department for city-wide street maintenance and repair projects.

BACKGROUND AND FINDINGS:

Vulcan Construction Materials, LLC. has provided crushed limestone to Public Works since FY 2015. The previous three-year supply agreement with Vulcan Construction Materials has expired, therefore warranting a new three-year contract. City limestone usage has increased by 67% along with price per ton of 14.8% since previous contract. The rise in costs is directly related to increases in supplies seen throughout the industry. This supply agreement authorizes 10,000 tons per year for the three-year contract for a total of 30,000 tons.

The crushed limestone base will be used by the Department of Public Works as a base foundation for street maintenance and repair. This process is used throughout the industry and serves to ensure the materials meet industry standards.

Crushed limestone is essential for stabilizing the road base. This material serves as a structural base foundation on new pavement designs or pavement reconstruction. When conducting rehab street repairs and crews have identified the need for a base foundation, they are required to

remove all-natural soils during reconstruction and lay six to eight inches of limestone to serve as a structural design on the street.

PROCUREMENT DETAIL:

Contracts and Procurement conducted a competitive Request for Bid process to obtain bids for a new long-term contract. The City received five bids and is recommending award to the lowest responsive, responsible bidder, Vulcan Construction Materials, LLC. of San Antonio, Texas.

ALTERNATIVES:

The alternative is not to award this supply agreement; however, crushed limestone serves as an integral material for street maintenance and repair projects.

FISCAL IMPACT:

The fiscal impact for FY 2021 is an amount of \$90,000.00 for this supply agreement with the remaining cost of \$720,000.00 budgeted in future years through the annual budget process.

FUNDING DETAIL:

Fund:	1041	Street Maintenance Fund
Organization/Activity:	00000	
Mission Element:	000	
Project # (CIP Only):	N/A	
Account:	119000	Material Inventory

RECOMMENDATION:

Staff recommends approval of the motion, as presented.

LIST OF SUPPORTING DOCUMENTS:

Bid Tabulation
Service Agreement