



## AGENDA MEMORANDUM

Future Item for the City Council Meeting of February 12, 2019  
Action Item for the City Council Meeting February 19, 2019

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**DATE:** February 12, 2019

**TO:** Keith Selman, Interim City Manager

**FROM:** Juan Carlos Cardenas, P.E., Interim Director of Street Operations  
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<p style="text-align: center;"><b>Supply Agreement for Emulsified Polymerized Asphalt (HFRS-2P) for Street Operations</b></p>
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**CAPTION:**

Motion authorizing a three-year supply agreement for the purchase of emulsified polymerized asphalt with Ergon Asphalt & Emulsions, Inc. of Austin, Texas for the not to exceed amount of \$2,250,000.

**PURPOSE:**

This item is to approve the purchase of emulsified polymerized asphalt for Street Operations.

**BACKGROUND AND FINDINGS:**

Street Operations uses this material with pre-coated aggregate for street repairs. The City does not have a storage facility for this material. The contractor must have a facility to dispense the heated material into City trucks and/or deliver to the Service Center and load into City trucks with a temperature between 160-170 degrees Fahrenheit.

The Purchasing Division conducted a competitive RFB process to obtain bids for a new contract. The City received one bid. Staff is recommending Ergon Asphalt & Emulsions, Inc.

**ALTERNATIVES:**

No alternatives

**OTHER CONSIDERATIONS:**

None

**CONFORMITY TO CITY POLICY:**

This purchase conforms to the City’s purchasing policies and procedures and State statutes regulating procurement.

**EMERGENCY / NON-EMERGENCY:**

Non-emergency.

**DEPARTMENTAL CLEARANCES:**

Street Operations

**FINANCIAL IMPACT:**

X Operating       Revenue       Capital       Not applicable

<b>Fiscal Year: 2018-2019</b>	<b>Current Year</b>	<b>Future Years</b>	<b>TOTALS</b>
Line Item Budget	\$2,031,276.80	\$1,500,000.00	\$3,531,276.80
Encumbered / Expended Amount	\$253,874.60	\$0.00	\$253,874.60
This item	\$750,000.00	\$1,500,000.00	\$2,250,000.00
BALANCE	\$1,027,402.20	\$0.00	\$1,027,402.20

Fund(s): Streets

**Comments:**

**RECOMMENDATION:**

Staff recommends approval of the motion as presented.

**LIST OF SUPPORTING DOCUMENTS:**

Bid Tabulation  
Supply Agreements