

COUNCIL ACTION FORM

SUBJECT: CONTRACT RENEWAL FOR ANNUAL CONCRETE & ASPHALT CRUSHING FOR PUBLIC WORKS

BACKGROUND:

This contract is for crushing concrete and asphalt for the 2022/23 fiscal year. Salvaged and stockpiled concrete and asphalt from various street projects will be crushed into various sizes to be reused for other projects.

Bids were solicited for FY 2021/22, with two optional extensions. On March 30, 2021, the following bid was received:

<u>BIDDER</u>	<u>ESTIMATED COST</u> (7/1/21 – 6/30/22)	<u>OPTIONAL EXTENSION</u> (7/1/22 – 6/30/23)	<u>OPTIONAL EXTENSION</u> (7/1/23 – 6/30/24)
Maxim Trucking & Materials	\$69,250	\$75,000	\$80,750

The estimated total cost is based on 8,500 tons. The approved FY 2022/23 operating budget for the Public Works Department includes \$60,000 for concrete and asphalt crushing. The bid documents include unit prices for various sizes of crushed materials. **Because the estimated cost exceeds the approved budget, the quantity of material crushed will be reduced so that the final expenditures do not exceed the available funding.**

ALTERNATIVES:

1. Award the optional extension for 2022/23 concrete and asphalt crushing to Maxim Trucking & Materials, Pella, IA, in an amount not to exceed \$60,000. Actual costs billed will depend on the quantity of material crushed.
2. Reject this renewal and attempt to obtain these services on an as-needed basis.

CITY MANAGER'S RECOMMENDED ACTION:

Concrete and asphalt crushing allows for reuse of a waste product from street and utility maintenance operations that aligns with the goal of Environmental Sustainability. Repurposing the material through crushing reduces the amount of aggregate purchased from the quarry. The approved FY 2022/23 budget contains \$60,000 for these services. The amount crushed will be reduced from the amount anticipated when bids were originally solicited, to ensure that expenditures do not exceed the available funding for this activity.

Therefore, it is the recommendation of the City Manager that the City Council adopt Alternative No. 1.