

ST. PETERSBURG CITY COUNCIL

Consent Agenda

Meeting of October 1, 2009

TO: The Honorable Jeff Danner, Chair, and Members of City Council

SUBJECT: A resolution approving the first annual renewal to the Agreement with All American Concrete, Inc. dated September 26, 2008 for Sanitary Sewer Repair/Replacement - FY 2008 (Project No. 08039-111), extending the Agreement through September 26, 2010, increasing the Agreement by \$2,000,000 and increasing unit prices; authorizing the Mayor or the Mayor's Designee to execute all documents necessary to effectuate this transaction; and providing an effective date.

EXPLANATION: The Water Resources Department's strategy for the renewal/rehabilitation of the sanitary sewer system utilizes open-cut and trenchless methods under annual contracts. In September of 2008, City Council approved an annual contract with All American Concrete, Inc. in the amount of \$2,250,000 for the Sanitary Sewer Repair/Replacement FY 2008 Project. The contract includes provisions to exercise four (4) one-year renewals from the date of contract expiration, with unit prices to be adjusted based on 20 Cities Average Cost Index for Construction Cost and Common Labor, as published in the Construction Economics section of *Engineering News Record*.


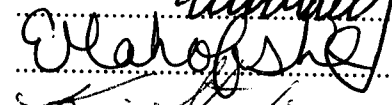

All American Concrete, Inc. has agreed to increase the contract amount and extend the terms, conditions, and adjusted unit item prices of the contract for an additional year as defined under Change Order No. 1. The unit price adjustment will be based on the percentage adjustment in the construction cost index for common labor, as published in the *Engineering News Record* (ENR) for September 2008 compared to September 2009, in the amount of .34%.

The contract funds approved in September 2008 in the amount of \$2,250,000 will be expended by approximately October 2009 based on scheduled and anticipated projects. Additional funds in the amount of \$2,000,000 were budgeted for FY 2009 and have been appropriated into the Water Resources Capital Projects Fund for this contract renewal.

Administration recommends approval of this Change Order No. 1 for a one-year renewal, unit price increase, and increase in the contract amount of \$2,000,000, which will increase the total contract amount to \$4,250,000.

COST/FUNDING/ASSESSMENT INFORMATION: Funds are available in the Water Resources Capital Projects Fund (4003) SAN Pipe Rehab & Replace FY09 Project (12330).

ATTACHMENTS: Resolution

APPROVALS: Administrative: 
Budget: 
Legal: 

NO. _____

A RESOLUTION APPROVING THE FIRST ANNUAL RENEWAL TO THE AGREEMENT WITH ALL AMERICAN CONCRETE, INC. DATED SEPTEMBER 26, 2008 FOR SANITARY SEWER REPAIR/REPLACEMENT - FY 2008 (PROJECT NO. 08039-111), EXTENDING THE AGREEMENT THROUGH SEPTEMBER 26, 2010, INCREASING THE AGREEMENT BY \$2,000,000 AND INCREASING UNIT PRICES; AUTHORIZING THE MAYOR OR THE MAYOR'S DESIGNEE TO EXECUTE ALL DOCUMENTS NECESSARY TO EFFECTUATE THIS TRANSACTION; AND PROVIDING AN EFFECTIVE DATE.

WHEREAS, in September of 2008, City Council approved an annual agreement with All American Concrete, Inc. in the amount of \$2,250,000 for Sanitary Sewer Repair/Replacement - FY 2008 (Eng. Project No. 08039-111, Oracle Project No. 11689), (the "Agreement"); and

WHEREAS, the Agreement dated September 26, 2008 included a provision authorizing up to four (4) one-year renewals from the date of contract expiration; and

WHEREAS, the Agreement provides that if the Agreement is renewed, unit prices may be adjusted for each renewal period based on the 20 Cities Average Cost Index for Construction Cost and Common Labor, as published in the Construction Economics section of *Engineering News Record*; and

WHEREAS, additional funds in the amount of \$2,000,000 have been appropriated into the Water Resources Capital Projects Fund for the Agreement renewal for FY 2009, increasing the total contract amount to \$4,250,000; and

WHEREAS, All American Concrete, Inc. has agreed to increase the contract amount and extend all other terms, conditions and adjust unit item prices based on the *Engineering News Record* index for an additional year in accordance with the contract renewal terms of the Agreement;

NOW, THEREFORE, BE IT RESOLVED By the City Council of the City of St. Petersburg, that a one-year renewal of the Agreement with All American Concrete, Inc. in the amount of \$2,000,000 is hereby approved and the Mayor or the Mayor's designee is authorized to execute all documents necessary to effectuate this transaction; and

BE IT FURTHER RESOLVED that the extension of the Agreement will be effective through September 26, 2010.

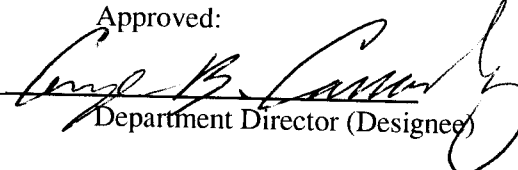
This resolution shall become effective immediately upon its adoption.

Approved as to Form and Substance



City Attorney (Designee)

Approved:



Department Director (Designee)