

MEMORANDUM
COUNTY OF PLACER
ADMINISTRATIVE SERVICES DEPARTMENT
PROCUREMENT SERVICES DIVISION

TO: Honorable Board of Supervisors

FROM: Jim Boggan, Purchasing Manager *JB*

DATE: March 16, 2010

SUBJECT: Approve the Renewal of Blanket Purchase Orders with Vulcan Materials and Teichert Aggregates for Asphalt Concrete in the Maximum Aggregate Amount of \$880,000.00

ACTION REQUESTED

Approve the renewal of Blanket Purchase Orders (BPOs) with Vulcan Materials of Grass Valley and Vulcan Materials of Roseville as a result of competitive Bid No. 9871, and approve the renewal of a negotiated BPO with Teichert Aggregates of Martis Valley for asphalt concrete in the maximum aggregate amount of \$880,000.00, and authorize the Purchasing Manager to sign the resulting BPOs and to transfer funds between BPOs as needed.

BACKGROUND

The Department of Public Works, Road Maintenance Division, requires blanket purchase orders for the as-needed purchase of asphalt concrete in Eastern and Western Placer County regions. On April 21, 2009, your Board approved the award of competitive Bid No. 9871 to Vulcan Materials for the Western Placer County region. Two BPOs were issued for the period of April 1, 2009 through March 31, 2010. On May 26, 2009, your Board approved the award of a negotiated BPO with Teichert Aggregates, the only known asphalt concrete producer in the Eastern Placer County region. The maximum aggregate amount of the 2009 BPOs was \$1,038,000.00. The Department of Public Works, Road Maintenance Division, has requested to renew these BPOs in the maximum aggregate amount of \$880,000.00.

Vulcan Materials has agreed to renew for another one-year term with no changes to the current pricing, terms, and conditions. Teichert Aggregates has agreed to renew for another one-year term with price decreases averaging 8.3%. Staff has determined that both renewals are reasonable based on the commodity information obtained from the Bureau of Labor Statistics and the California Department of Transportation Office Engineer. Staff recommends these renewals in accordance with Purchasing Policy Manual, Section 1.3(o), based on satisfactory service and reasonable prices.

FISCAL IMPACT

The BPOs resulting from this recommendation will be issued to the following vendors for the period of April 1, 2010 through March 31, 2011 in the maximum amounts listed below:

1. Vulcan Materials – Grass Valley in the not-to-exceed amount of \$347,000.00;
2. Vulcan Materials – Roseville in the not-to-exceed amount of \$333,000.00; and
3. Teichert Aggregates in the not-to-exceed amount of \$200,000.00.

Attachment: Department of Public Works Fiscal Impact Statement

cc: Kevin Taber, Department of Public Works Road Maintenance Division Manager
Cynthia Taylor, Department of Public Works Senior Administrative Services Officer

MEMORANDUM

DEPARTMENT OF PUBLIC WORKS
County of Placer

TO: Honorable Board of Supervisors

DATE: Jan. 20, 2010

FROM: Ken Grehm, Director

SUBJECT: **FISCAL IMPACT STATEMENT**
Supply Asphaltic Concrete

Sufficient funding has been budgeted in the amount of \$880,000.00 in the FY 2009-10 Roads Division budget.