



TOWN COUNCIL COMMUNICATION

DATE February 21, 2023

FROM: Thad Chambers, Town Administrator

AGENDA ITEM: Discuss and consider approval of a resolution amending the Annual Contract for Miscellaneous Pavement Repair and Drainage Improvements between the Town of Bartonville and SPI Asphalt, LLC., and authorizing the Town Administrator to execute contract documents.

SUMMARY:

The Annual Contract for Miscellaneous Pavement Repair and Drainage contract was awarded to SPI Asphalt, LLC in November of 2021. The agreement was extended and amended to add additional unit items not previously included in the original agreement in November 2022. After meeting with the contractor several times, it has become apparent that the 2021 pricing levels have become problematic due to materials and labor cost increases.

In some cases, unit pricing is now at or below the cost to complete the work. Ultimately this imbalance impacts the Town's ability to get some work scheduled and completed in a timely manner. This has been discussed with SPI, and the proposed price changes are a result of those meetings. The Town Engineer has reviewed the pricing, and has stated that the increases are reasonable and within what is being seen across the industry.

FISCAL INFORMATION:

While the contract amount would increase to \$353,700, the current impact to the Town's budget remains \$100,000 to the street maintenance fund. Should additional work be identified and recommended, it would require a budget amendment to be approved by the Town Council.

RECOMMENDED MOTION OR ACTION:

Move to approve a resolution amending the Annual Contract for Miscellaneous Pavement Repair and Drainage Improvements between the Town of Bartonville and SPI Asphalt, LLC., and authorizing the Town Administrator to execute contract documents.

ATTACHMENTS:

Resolution
Second Amendment to contract
Updated unit bid pricing