



City of Ketchum

### PROCUREMENT MEMO

Meeting Date:  Staff Member/Dept:

Agenda Item:

**Recommended Motion:**

"I move to approve Purchase Order #23092 in the amount of \$40,460.60 for the Fog Seal treatment of East Avenue."

**Summary of Procurement Process:**

Bidder	Bid Price
<b>Asphalt Systems, Inc. –</b> Asphalt Systems, Inc is giving us the Chip/Fog Seal product for the same bid price as Minidoka County, Idaho awarded them on February 15th, 2023. Asphalt Systems, Inc will honor the 2023 bid, to help us save on the per ton price. We have added some polymer to our fogseal to promote rock bonding, which is in addition to the bid price.	\$40,460.60

Low Bid Contractor	Bid Price	Budget Account/Number
Asphalt Systems, Inc.	\$ 40,460.60	01-4310-6950

**Background (if necessary):**

- Minidoka County is specifying this product for their use because of the success they have had with it.
- We have been wanting to try something different than our standard chip seal on Fourth Street and this process looks like it is a good candidate.
- The Fog Seal is basically a chip seal with a fog or slurry seal applied over the chip seal to bind the chips and help prevent chip loss. This process aids in creating a smoother, stronger road surface and helps preserve the integrity of the newly chip sealed street.
- If we like this project, I would like to try it on Fourth Street this Fall if we are able.

**Sustainability Impact:**

The two ASI treatments combined (chip sealing and fog sealing) will hopefully provide a better alternative to traditional chip sealing to preserve East Ave. until we can perform a mill and inlay.

**Attachments:**

1. Purchase Order #23092
2. Asphalt Systems, Inc Quote



**CITY OF KETCHUM**  
 PO BOX 2315 \* 191 5TH ST. \* KETCHUM, ID 83340  
 Administration 208-726-3841 (fax) 208-726-8234

## PURCHASE ORDER

BUDGETED ITEM?  Yes  No

**PURCHASE ORDER - NUMBER: 23092**

<b>To:</b> 5253 ASPHALT SYSTEMS INC. BOX 30015 SALT LAKE CITY UT 84130	<b>Ship to:</b> CITY OF KETCHUM PO BOX 2315 KETCHUM ID 83340
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P. O. Date	Created By	Requested By	Department	Req Number	Terms
05/08/2023	bancona	bancona	Street Dept.	0	

Quantity	Description			Unit Price	Total
1.00	FOG SEALING	01-4310-6950	4310041	40,460.60	40,460.60
				SHIPPING & HANDLING	0.00
				TOTAL PO AMOUNT	40,460.60

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 Authorized Signature



ASPHALT SYSTEMS INC.®



www.asphaltsystemsinc.com

## Commercial / Agency Quote Form

Date	Expires*	Prepared By	Quote ID #
5/8/2023	7/8/2023	Name: Rick LaBelle Phone: 208-313-3455	#ASIRL-KC-05823

\* Price quoted is valid for 60 days.

Company /Agency Name	City of Ketchum, Idaho
Contact Name	Brian Christiansen
Contact Phone	208-726-7831
Contact Email	<a href="mailto:bchristiansen@ketchumidaho.org">bchristiansen@ketchumidaho.org</a>
Project Name	East Avenue Chipsealing & Fogsealing
Estimated Project Dates	Late August/Early September
Estimated Gallons:	A) Chipsealing: GM-RSS crackseal/chipseal emulsion - 13,000 sq. yds. @ .45 gal/sq/yd. = <u>5,850 gallons</u> B) Fogsealing: GSB-88 fogseal emulsion, 2:1 formulation + 2% polymer - 13,000 sq. yds. @ .14 gal/sq/yd. = <u>1,820 gallons</u>

Item	A) GM-RSS (gilsonite-modified rejuvenating surface sealer) Crackseal/Chipseal emulsion B) GSB-88 (gilsonite sealer-binder) fogseal emulsion, 2:1 blend + 2% polymer
Price	A) GM-RSS: * Oil Cost: 5,850 gallons x \$3.58/gal = \$20,943.00 F.O.B. SLC, UT * Estimated Freight: \$2,800 (plus any fuel surcharges) * Spreading/Application: \$2,700 (one day) <b>Total: \$26,443.00 (does not include road prep, traffic control, chips, rolling, or sweeping)</b> <b>*** Pause One Week Between Treatments ***</b> B) GSB-88 2:1 + 2% Polymer: * Oil Cost: 1,820 gallons x \$4.68/ea. = \$8,517.60 F.O. B. SLC, UT * Estimated Freight: \$2,800 (25-ton minimum, plus any fuel surcharges) * Spreading/Application: \$2,700 (one day) <b>Total: \$14,017.60 (does not include road prep or traffic control)</b>  <b>Total Estimated Cost A + B: = \$40,460.60</b>

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All pricing above is FOB plant and subject to the following:

1. Price quoted is valid for 60 days. ASI will seek to maintain price for longer than 60 days but may increase price after 60 days if required by increased costs to ASI.
2. Contractor will provide ASI a minimum of 10 working days between the date of the order and the date of pickup. Delivery of orders with less than 10 working day's notice may be subject to delayed shipment due to production schedules.
3. Product is sold FOB ASI's production facility, unless otherwise stated.
4. Assignment and transfer of legal title to the product from ASI to customer is immediate upon product transfer from plant to contractor shipping container.
5. Freight: Shipping, handling and storage is the responsibility of the contractor.
6. All short- and long-term product storage is the responsibility of the contractor.
7. ASI will only certify products manufactured, at our designated facilities.
8. Customers storing products in bulk or diluting and mixing them for specific projects are responsible for material certifications.
9. The performance and safety of ASI Products is dependent upon shipping, handling, storage and application in strict compliance with the SDS and technical data sheet, ASI's Best Practices Manual. Contractor certifies that it has read and understood these documents and their requirements for shipping, handling, storage and application of all ASI Products.
10. While ASI will assist in facilitating the resolution of any disputes about the performance of services by the freight company and/or the applicator company, it is understood and agreed that the freight company and/or the applicator company and not ASI will be liable for all costs arising from or related to any deficiency in performance of their services.

**Terms:** Net 30. In the event the full amount of the Purchase Price is not paid in full in accordance with the terms set forth herein, Purchaser agrees to pay interest on the unpaid balance at the rate of 1.5% per month or the maximum amount allowed by applicable law if such amount is less than 1.5% per month.

**Terms Understood and Accepted By:**

<b>Name:</b>		<b>Signature:</b>	
<b>Company:</b>		<b>Date:</b>	