



April 4, 2022

Mayor Bradshaw and City Councilors
City of Ketchum
Ketchum, Idaho

Mayor Bradshaw and City Councilors:

Recommendation to Approve Chip Seal Oil Purchase and Distributor Service Purchase Order #22069

Recommendation and Summary

Staff respectfully recommends the City Council approve award of a purchase order to Idaho Asphalt for chip seal oil, including freight and distribution services, at a rate of \$601.90 per ton and Agreement # 22069 using the following motion:

"I move to approve Purchase Order #22069 in the amount of \$601.90 per ton and authorize the Mayor to sign the Purchase Order."

Introduction and History

The acquisition of chip seal oil supports the City's upcoming summer street's maintenance program (Chip Sealing). The oil contract consists of providing oil, freight and distributing the chip seal oil on the road surface. The selected vendor will work with City staff through the program. City staff hauls, rolls, and sweeps the chips while also providing traffic control, clean up, and project coordination.

Chip Seal dates for this year are anticipated to be June 11th through June 14th. The City anticipates chip sealing the following streets: see attachment A

Analysis

Pursuant to Section 67-2803(1) of the Idaho Statutes allows cities to "piggyback" on bids provided to other political subdivisions of the state. The proposed purchase order price is the same as a bid awarded to Idaho Asphalt by Power County, Idaho, on February 22, 2022. Idaho Asphalt will honor the 2022 bid, to help us save on the per ton price.

Financial Impact

The City expects to use approximately 135 tons of oil this year, resulting in an anticipated total expenditure of approximately \$81,257.00. This program, including chip seal oil, is part of the Streets Department's maintenance and improvements line item and is included in the budget.

Brian Christiansen
Director of Streets and Facilities

Attachments

- Attachment A: Chip Seal Schedule 2022
- Attachment B: Map of 2022 chip seal work
- Attachment C: Idaho Asphalt purchase order
- Attachment D: Agreement # 22069 (4 pages)

PO #22069



The Ketchum Streets Department will be chip sealing city streets in August as weather permits. Chip sealing is a very important part of our street maintenance program and one of the most cost effective ways to help maintain the integrity of our streets and help minimize potholes. Without chip sealing, the streets would quickly deteriorate to the point of reconstruction. If you live or have a business on one of the streets scheduled to be treated, please turn off your sprinklers the day your street is scheduled. Wet roads cause the process to be ineffective. Traffic delays will be kept to a minimum.

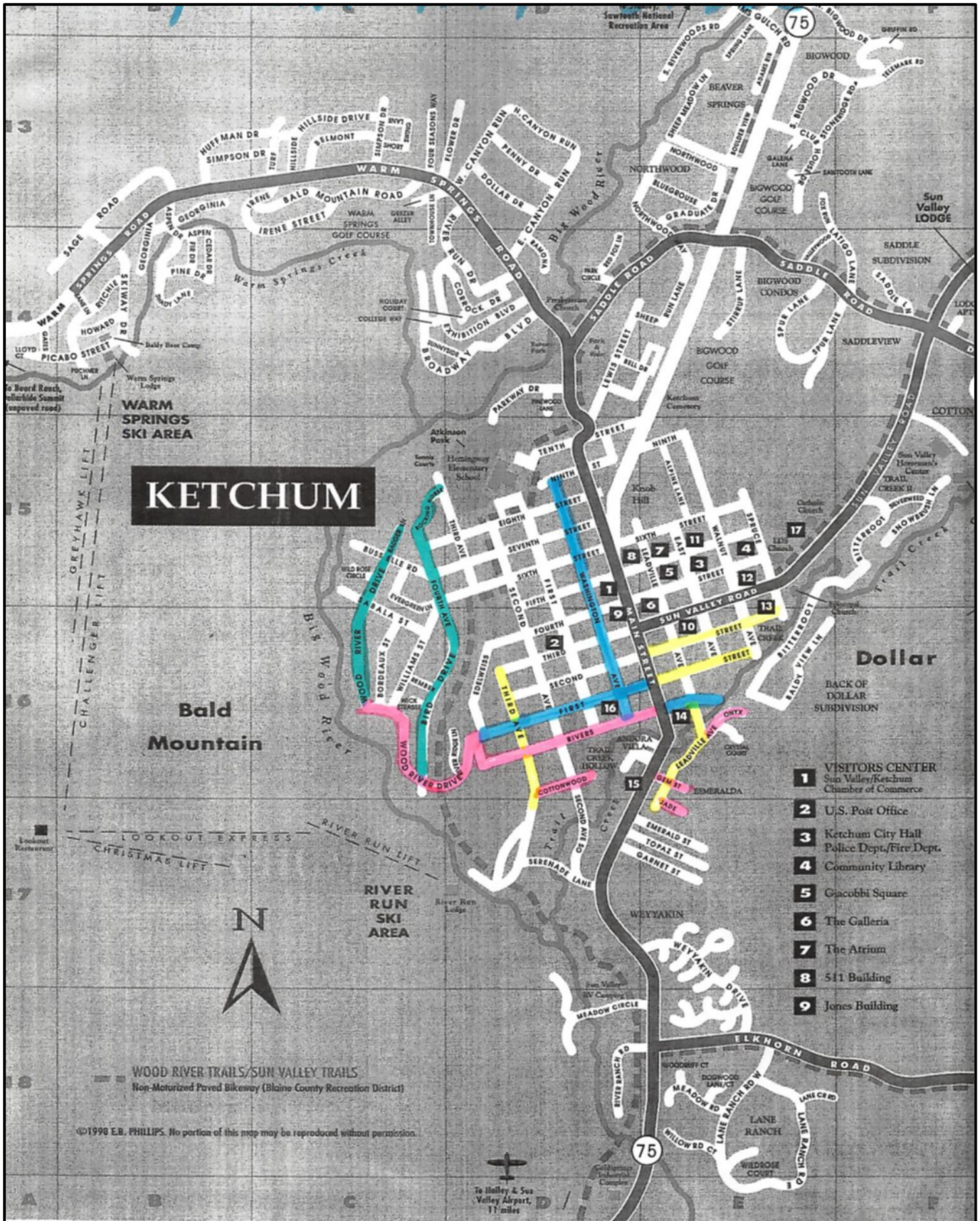
PLEASE REMOVE AUTOMOBILES AND OTHER EQUIPMENT PARKED ON THE STREET OR RIGHT OF WAY PRIOR TO ITS SCHEDULED CHIP SEAL DATE. VEHICLES THAT ARE NOT REMOVED WILL BE TOWED.

| Proposed Chip Seal Schedule 2022 | | | |
|--|--------------|------------|--|
| 1st St – Alley - Main | 6 | Saturday | June 11 th |
| 2nd St – Spruce – Main | 10 | Saturday | June 11 th |
| Leadville – River to South end | 6 | Saturday | June 11 th |
| 3 rd Ave | 9 | Saturday | June 11 th |
| River – East side | 4.2 | Sunday | June 12 th |
| 1st St – Main to 3 rd | 10 | Sunday | June 12 th |
| Washington | 20 | Sunday | June 12 th |
| Onyx | 4 | Monday | June 13 th |
| Gem | 1.5 | Monday | June 13 th |
| Jade | 0.5 | Monday | June 13 th |
| River – Main to West end | 12 | Monday | June 13 th |
| Cottonwood | 1.6 | Monday | June 13 th |
| Wood River Dr. | 25 | Mon & Tues | June 13 th & 14 th |
| Bird – 4 th Ave – Rocking Horse | 23 | Tuesday | June 14 th |
| | | | |
| | 132.8 | | |

ATT: A
PO #22069



Chip Seal Map 2022



ATT: B
PO # 22069



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

PURCHASE ORDER

PURCHASE ORDER NUMBER: 22069

BUDGETED ITEM? Yes No

| | |
|--|--|
| To: 2431 IDAHO ASPHALT PO BOX 50538 IDAHO FALLS, ID 83405 | Ship To: CITY OF KETCHUM PO BOX 2315 KETCHUM, ID 83340 |
|--|--|

| P. O. Date | Created By | Requested By | Department | Req Number | Terms |
|------------|------------|--------------|------------|------------|-------|
| 03/09/2022 | kchoma | kchoma | Streets | 0 | |

| Quantity | Description | Unit Price |
|----------|--|--------------------|
| 1.00 | CHIP SEAL OIL AND DISTRIBUTOR SERV 01-4310-6950 4310040 CRS-2R \$517.00 per ton Spread \$56 per ton Delivery \$ \$28.90 per ton | \$601.90 |
| | CRS-2R Chip Seal Oil 135 tons | |
| | TOTAL PO AMOUNT | \$81,257.00 |

 Authorized Signature, Mayor

 Brian Christiansen, Director of Streets & Facilities



IDAHO ASPHALT SUPPLY, INC.

ASPHALTS * ROAD OILS
P.O. Box 50538 Idaho Falls, Idaho 83405-0538
Phone: (208) 524-5871 Fax: (208) 524-1923



February 22, 2022

COMMISSIONERS OF THE POWER COUNTY HIGHWAY DISTRICT
3090 Lamb Weston Road
American Falls, ID 83211

RE: Attachment to the "Purchasing, Transporting & Spreading of Asphalt 2022" bid offering.

- All quotes will remain firm for the 2022 Road Oil season.
- All quotes are based on 30-ton minimum loads.
- Unloading time: 3 hours free, \$125.00/hour thereafter.
- Overnight holdover: \$400.00 per night.
- Returned oil will be billed at full freight to the job-site and ½ freight rate for returned product.
- Restocking charge for returned product: \$250.00.
- Credit not given for anti-strip, altered or diluted products.
- Large distributor spreading charge: \$56.00/ton or \$250.00/hour whichever is greater. \$1,700.00 Minimum Charge.
- Small distributor spreading charge: \$250.00/hour portal to portal. \$1,700.00 Minimum Charge.
- Truck hold fee for each truck placed on hold at the plant by the customer in excess of two hours, \$100.00 per hour.
- Fuel surcharges will be assessed once the "e.i.a. Weekly Retail On-Highway Diesel Price" meets and exceeds \$2.65/gal. A schedule is attached.
- The Power County Highway District will receive two invoices. One from Idaho Asphalt Supply, Inc. for the asphalt products (emulsions and cutbacks), the other from Johnny B. Transport for freight and distributor services.
- Idaho Asphalt Supply, Inc. reserves the right to "piggyback" at its sole discretion, based on asphalt availability and the provisions in accordance with Idaho Code.
- Due to the volatile nature of the asphalt market, Idaho Asphalt Supply, Inc. will not offer awarded prices after April 22nd, 2022.

Sincerely,

Adam Ackerman
Regional Sales Director

ATT: D Page 1 of 4
PO #22069



Submitted by Idaho Asphalt Supply, Inc. February 22, 2022

BID FORM

OWNER'S RIGHTS RESERVED

The Power County Highway District Commissioners reserve the right to reject any or all bids or to award to the bidder as determined to be in the best interest of Power County Highway District.

SPECIFICATION

All asphalt materials must meet the specifications outlined in the most recent Idaho Transportation Department's "Standard Specifications for Highway Construction" and must meet the most current ASTM standards for the specific material being delivered. The County may, at its discretion, randomly sample any or all loads to determine specifications compliance.

PENALTY

A penalty of twenty five percent (25%) of the total purchase price will be deducted from each LOAD not meeting specifications.

BIDDING RESPONSIBILITIES

The Bidder has carefully examined the specification and contract documents and also understands that all materials and services called for shall be for the bid price.

The Bidder will bill the different entities directly for any of the liquid asphalt and transportation ordered independently.

PIGGYBACK

The Bidder recognizes and agrees that this bid is available to other government agencies in accordance with Idaho Code. Counties, Cities, Highway Districts may piggyback on this bid for the period of 45 days from the date of the bid opening to the changing nature of the oil prices.

BID

The Bid is broken into sections. The product price is listed as Free on Board (FOB). The prices quoted are the product at _____ Blackfoot, ID _____ (you choose). If you bid on the freight, it is understood that the freight will be delivered anywhere in Power County. It is further understood that the freight price will be adjusted for each agency piggybacking off this bid. The spreading cost is a separate line item that may be used if needed. If there are additional or hidden costs, they must be disclosed at this time. The County has an option of accepting or awarding individual products, or segregating the bid by purchasing the oils, transportation, or spreading of the oil separately based upon the line item total from a Bidder for each agency.

TRANSPORTATION BID

Delivery fee per ton delivered to Power County \$ 28.90 /ton.

Bidder must attach an explanation discussing fuel surcharge rates and how they will be applied or transportation of the material.

SPREADING BID

Spreading fee per ton of oil \$ 56.00 /ton.

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PO #22069



ASPHALT BID ITEMS

Submitted by Idaho Asphalt Supply, Inc. February 22, 2022

Product Only: FOB Location Blackfoot, ID (you choose)

Prices do not include freight and is the price per ton on doc.

| Asphalt Type | \$/Ton on Dock |
|--------------|----------------|
| MC-500 | 755.00 |
| MC-800 | 735.00 |
| CRS-2 | 489.00 |
| Quickseal 50 | 353.00 |

| Asphalt Type | \$/Ton on Dock |
|-----------------|----------------|
| CSS-1 DIL 50/50 | 373.00 |
| Quickseal 60/40 | 397.00 |
| | |
| | |

ALTERNATIVE ASPHALT BID ITEM

If the bidder has a product that is not on the Asphalt Bid item listed above and would prefer to bid a product for piggyback purposes, the Bidder may place this below.

Product Only: FOB Location Blackfoot, ID (you choose)

Prices do not include freight and is the price per ton on doc.

| Asphalt Type | \$/Ton on Dock |
|--------------|----------------|
| MC-250 | 775.00 |
| SC-800 | 735.00 |
| MC-3000 | 730.00 |
| CMS-2 | 535.00 |
| CMS-2P | 545.00 |
| CQS-1HP | 595.00 |
| CRS-2R | 517.00 |

| Asphalt Type | \$/Ton on Dock |
|--------------|----------------|
| CRS-2P | 517.00 |
| CRS-3P | 537.00 |
| CSS-1 | 523.00 |
| CSS-1H | 523.00 |
| CSS-1H-DIL | 373.00 |
| DP-1 | 535.00 |
| HFE 150 | 524.00 |

| Asphalt Type | \$/Ton on Dock |
|--------------|----------------|
| HFE 300 | 549.00 |
| | |
| | |
| | |
| | |
| | |

SIGNATURE

By signing this bid, the Bidder acknowledges that they have carefully checked all of the above figures, have read and understand all the accompanying bid documents and specifications and understands that Power County and/or any other officer thereof will not be responsible for any errors or omissions on the part of the undersigned submitting the bid.

Firm's Name Idaho Asphalt Supply, Inc.

Address P.O. Box 50538 Idaho Falls, ID 83405

Authorized Representative Signature

Title

Regional Sales Manager

Print Name

Date

Adam Ackerman

February 22, 2022



Power County Highway District

Tel 208.226.2661
Fax 208.226.5246

3090 Lamb Weston Rd.
PO Box 513
American Falls, ID
83211

pocohwy@co.power.id.us

February 22, 2022

Idaho Asphalt Supply
Adam Ackerman
P.O. Box 50538
Idaho Falls, ID 83405

Dear Adam,

Thank you so much for submitting your Road Oil bid to the Power County Highway District. We are pleased to announce that you are the successful bidder this year. As always we really appreciate your response and look forward to working with you this year.

Sincerely,

Angela Munk
District Clerk

cc. aackerman@idahoasphalt.com

Robert N. Wetzel
Commissioner

Gilbert Hofmeister
Chairman

Wade Povey
Commissioner

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PO #22069