

REPORT TO MAYOR & MEMBERS OF CITY COUNCIL



Requestor: Patrick Frerich, Asst. Director of Operations, Operations, (325) 657-4206

Meeting Date: January 22, 2019

Item type: Regular Item

Caption:

Update and possible action allowing the City Manager to negotiate the buyback provision and execute any related documents regarding the Hot In Place Asphalt Recycler (HIPAR) (Presentation made by Operations Director Shane Kelton)

Summary/History:

In response to City Council's ranking of street infrastructure as its number one priority, City Staff researched options to improve the overall condition of the City's streets. Many options and their respective costs were explored including conventional methods, as well as methods that are applied less commonly in this region.

It was determined that Hot In-Place Asphalt Recycling (HIPAR) had the potential to be a viable option to improve the City's roadways at a substantially lower cost when compared to other rehabilitation methods.

City Staff published RFB FS-06-17 seeking bids for HIPAR machinery, awarded the bid and contract to Angelo Benedetti, Inc. on December 6, 2016, and initiated the asphalt recycling program in July 2017 using the Benedetti Phoenix. The bid contract included an 18-month buyback clause should the program not meet the City's expected results.

After 18 months of utilizing the HIPAR process on various roadways throughout San Angelo, Staff has concluded that the operation does not meet an acceptable rate of efficiency on San Angelo's roadways. Thus, the buyback provision included with the bid will be exercised. The original buyback provision expired in December 2018, but an amendment to the original contract was executed to extend the deadline indefinitely while buyback details are discussed.

Financial Impact:

To be determined.

Other Information/Recommendation:

Staff recommends approving the City Manager to negotiate and accept buyback terms for the HIPAR equipment.

Attachments:

Presentation:

Approvals/Reviews:

Patrick Frerich
Shane Kelton

Created/Initiated
Approved

Theresa James
Anthony Wilson
Candice Blake
Tina Dierschke
Theresa James
Becky Dunn
Julia Antilley

Approved
Approved
Approved
Approved
Approved
Approved
Final Approval