July 25, 2016

To: ACHD Commission
    Bruce Wong, Director

From: Tim Nicholson, Maintenance Manager

Subject: 2017 Crack Seal Material MD-381 – Piggyback Purchase Agreement

Agenda Date: September 7, 2016

Facts and Findings:
Idaho Code Section 67-2803(1) allows ACHD to make a piggyback procurement when the procurement duplicates the price and substance of a contract for like goods or services that was competitively bid by the state of Idaho or one of its political subdivisions.

On September 2, 2015, ACHD signed an agreement for the 2016 Crack Sealing Material MD-325, with Specialty Construction Supply, in the amount of $248,000.00. The 2016 Crack Sealing Material MD-325 Agreement with Specialty Construction Supply was competitively bid using formal bid procedures by the ACHD Contract Administration Department to ensure compliance with Idaho Law and ACHD Policy.

The Maintenance Department conducted market research with local vendors to determine the current market price for crack sealing material.

Based on cost, Specialty Construction Supply is the lowest price and the best market value for ACHD. Specialty Construction Supply has agreed to match the scope and unit pricing of the 2016 Crack Sealing Material MD-325 Agreement for the 2017 Crack Sealing Material MD-381 Piggyback Purchase Agreement.

<table>
<thead>
<tr>
<th>Item</th>
<th>Estimated Quantity</th>
<th>Price</th>
<th>Total Price</th>
</tr>
</thead>
<tbody>
<tr>
<td>Crack Sealing Material</td>
<td>250 Tons</td>
<td>Current Market $1.047.00 Per Ton</td>
<td>$261,175.00</td>
</tr>
<tr>
<td>Crack Sealing Material</td>
<td>250 Tons</td>
<td>Piggyback $992.00 Per Ton</td>
<td>$248,000.00</td>
</tr>
<tr>
<td><strong>Piggyback Cost Savings</strong></td>
<td></td>
<td></td>
<td><strong>$13,175.00</strong></td>
</tr>
</tbody>
</table>

The Staff Report and Service Agreement were reviewed by the ACHD Legal Staff and were approved to go to Commission.

Fiscal Impacts:

Staff Recommendation:
Staff recommends the ACHD Commission approve the 2017 Crack Sealing Material MD-381 Piggyback Agreement of 2016 Crack Sealing Material MD-325 with Specialty Construction Supply. The contract amount will not exceed $248,000.00.

cc: Timothy R Morgan, Maintenance Deputy Director