

## Mayor and Council Questions and Staff Responses

**Question from Councilmember Myles regarding Item 9A, Approve and Authorize the City Manager to Execute First Amendments to The Standard Form of Agreement for Requirements Contracts for Asphalt Paving, Patching, Milling and Related Maintenance Work for Two of the Original Contractors Awarded the Contracts in 2021 in the Amount Not to Exceed \$8,000,000 in Total for Both Contracts.**

**1. Question. Is the contract going from \$3.5M to \$8M?**

**Response.** The current asphalt contract IFB 05-22 was awarded with a not to exceed spending limit of \$3.5M per annum. This was an appropriate limit for the first 2 years of the contract but as the total funding for the contract was increased year after year, the available funding exceeded the available spending authority. This created a situation that we are unable to execute much of the FY25 funds in the TA21 CIP project.

The contract amendment is for a one time increase to the spending authority only for the final year of the IFB 05-22 contract. Due to the contract being awarded according to the calendar year and funding being provided on a fiscal year basis, the requested increase is to be able to spend all of the remaining FY25 funds (TA21) and the majority of the FY26 funds (TA26) by the end of calendar year 2025.

A new IFB will be advertised in the fall of 2025 to contract asphalt maintenance services for the next 5-year period and the total spending authority will return to \$5.5M per annum. This amount will allow for the current funding level to be spent, other divisions within public works to utilize the asphalt maintenance contract, and for inflationary increases in awarded funding over the 5-year period.