

CIP EXPENSE DETAIL

DATE OF COUNCIL CONSIDERATION:
CONTACT DEPARTMENT(S):

9/22/11
Austin Water Utility

SUBJECT Authorize execution of a construction contract with C & Z Enterprises, LLC of Pflugerville, TX for the Ulrich WTP Basin Coating Project in an amount not to exceed \$74,999.99 plus a \$7,499.99 contingency for a total contract amount not to exceed \$82,499.98.

CURRENT YEAR IMPACT:

Department:	Austin Water Utility
Project Name:	Ulrich WTP Basin Coatings
Fund/Department/Unit:	3960 2207 7189
Funding Source:	Commercial Paper
Current Appropriation:	500,000.00
Unencumbered Balance:	203,194.00
Amount of This Action:	(82,499.98)
Remaining Balance:	<u>120,694.02</u>
Total Amount of this Action	<u><u>82,499.98</u></u>

ANALYSIS / ADDITIONAL INFORMATION: Following the recent Ulrich WTP litigation on the 160 million gallons per day (MGD) upgrade, a project was established to fix the leaks in the concrete structures associated with up flow Clarifiers 1 and 2. The design to correct the leaks was completed and a contractor was hired. In the progress of the work, it was discovered that the desired result was not being achieved because the application method was not in accordance with the process recommended by the manufacturer (bonding primer was not used). As a result, the contract was terminated by the City for convenience. The City still has 20 drums of the coating materials remaining from the terminated contract.

To complete the sealing of the leaks in the Basins, Raw water and the Re-carbonating flumes, the coating vendor, Sherwin Williams, indicated to the City that they will only warranty their product and final coating system if a recommended primer is used and the application is performed by a certified Sherwin Williams applicator.

Due to the potential for unknown conditions of the basins during repair, a 10% contingency in funding has been included to allow for the expeditious processing of any change orders. The contract allows forty seven (47) calendar days for completion of this project. Work is anticipated to start in September 2011. This project is located within zip code 78746.

The Contractor, C&Z Enterprises, LLC previously submitted a MBE/WBE Compliance Plan that demonstrated Good Faith Efforts and was approved by the Small and Minority Business Resources Department when the project was originally awarded to C&Z Enterprises, LLC in 2010.