

A G E N D A



Recommendation for Council Action (CCO)

Austin City Council

Item ID:

67154

Agenda Number

15.

Meeting Date:

January 26, 2017

Department:

Capital Contracting Office

Subject

Authorize award and execution of a construction contract with SANTA CLARA CONSTRUCTION, LTD., for the Wastewater Line Renewal Spot Rehab Service Indefinite Delivery/Indefinite Quantity project in an amount not to exceed \$3,200,000 for an initial 12-month term, with two 12-month extension options, for a total contract amount not to exceed \$9,600,000.

Amount and Source of Funding

Funding in the amount of \$2,900,000 is available in the Fiscal Year 2016-2017 Capital Budget of Austin Water. Funding in the amount of \$300,000 is available in the Fiscal Year 2016-2017 Operating Budget of the Watershed Protection Department. Funding for the extension options is dependent on availability in future budgets.

Fiscal Note

A fiscal note is attached.

Purchasing Language:

Lowest responsive bid of seven bids received through a competitive Invitation for Bid solicitation.

Prior Council Action:

For More Information:

Rolando Fernandez, 512-974-7749; Sarah Torchin, 512-974-7141; Denise Avery, 512-972-0104; Greg Kirton, 512-972-2053.

Boards and Commission Action:

December 14, 2016 - Recommended by the Water and Wastewater Commission on a vote of 8-0 with Commissioners Blanding and Michel absent and Commissioner Lee off the dais.

Related Items:

MBE / WBE:

This contract will be awarded in compliance with City Code Chapter 2-9A (Minority Owned and Women Owned Business Enterprise Procurement Program) by meeting the goals with 6.25% MBE and 0.73% WBE participation.

Additional Backup Information

This project involves the rehabilitation and replacement of deteriorated wastewater mains throughout the City using an Indefinite Delivery/Indefinite Quantity construction contract including performing emergency repairs on wastewater mains and the wastewater collection system. In general, work sites are larger or more complex than City crews can complete, but too small, isolated, or time sensitive to competitively bid as individual construction contracts.

The wastewater collection system includes over 2,800 miles of piping throughout the City that transports wastewater from residences and businesses to the wastewater treatment plants. Due to growth in Austin and deterioration from age and harsh wastewater environment, existing collection system assets require on-going maintenance including repair and replacement.

Indefinite Delivery/Indefinite Quantity contracts provide for an indefinite quantity of services for a fixed time, usually an initial term with extension options. They are commonly used when precise quantities of supplies or services, above a specified minimum, cannot be determined. Indefinite Delivery/Indefinite Quantity contracts help streamline the contract process and service delivery and allow the City the flexibility to add work as needs arise or change. As each project is defined, a specific work assignment will be given to the contractor who will complete the scope of work for the unit prices included in the contract. Work deadlines will be established for each work assignment.

The base bid was used to identify and determine the lowest responsive bidder and to determine contract unit prices for each bid item. The not-to-exceed contract amount of \$9,600,000 is the amount budgeted for this contract and Council authorization will allow Austin Water to issue work assignments up to the budgeted amount within the specified contract time. This request allows for the award and execution of a construction contract with the recommended firm for an estimated period of 1 year with two 1-year extensions. The extension options are subject to the mutual agreement of both parties.

Funding in the amount of \$300,000 will be used for the repair and replacement of storm water mains throughout the City, including performing emergency repairs on storm water mains, paid for by the Watershed Protection Department.

This construction contract is time sensitive. A delay in awarding this contract impacts a critical component of maintenance and emergency repairs to the City's wastewater collection system.

The work performed by this service contract may be located anywhere within Austin Water's service area and may be performed in all Districts. The project will be managed by Austin Water.

Santa Clara Construction, Ltd. is located in Austin, Texas.

Information on this solicitation is available through the City's Financial Services Austin Finance Online website. Link: [Solicitation Documents](#).