



**Construction Contract
CITY OF AUSTIN
RECOMMENDATION FOR COUNCIL ACTION**

**AGENDA ITEM NO.: 18
AGENDA DATE:** Thu 01/29/2004
RCA TYPE: Resolution not Required
PAGE: 1 of 2

SUBJECT: Authorize execution of a construction contract with SALAS CONSTRUCTORS, INC. (MBE/MH 86.56%), Buda, TX, for the Austin Clean Water Program: South Congress Avenue Wastewater Project in the amount of \$666,666 plus a \$66,666 contingency, for a total contract amount not to exceed \$733,332.

AMOUNT & SOURCE OF FUNDING: Funding in the amount of \$733,332 is included in the Fiscal Year 2003-2004 Capital Budget of the Austin Water Utility.

FISCAL NOTE: A fiscal note is attached.

REQUESTING Public Works
DEPARTMENT: for Austin Water Utility;

**DIRECTOR'S
AUTHORIZATION:** Sondra Creighton

FOR MORE INFORMATION CONTACT: Anne Scharlach, P.E., 479-1648; Rose San Miguel, 974-5612; Laura Bohl, 974-7064

PRIOR COUNCIL ACTION: N/A

BOARD AND COMMISSION ACTION: N/A

PURCHASING: Lowest bid of six received.

MBE / WBE: 6.08% MBE and 7.36% WBE subcontractor participation.

This construction contract will provide for wastewater improvements along South Congress Avenue, from south of Ben White Boulevard to just north of Williamson Creek. The improvements will replace aging and deteriorated wastewater facilities and eliminate the repeat wastewater overflows currently occurring in this area. This project is part of the Austin Clean Water Program (ACWP), which was developed to respond to the requirements of the Environmental Protection Agency's Administrative Order regarding Sanitary Sewer Overflows.

The proposed improvements include the installation of approximately 3500 linear feet of 8-inch sanitary sewer including all the ancillary construction, and the excavation and disposal of Class I and Class II materials at a regulated landfill.

Due to the potential for unknown subsurface conditions and utility conflicts when working in the right-of-way, a 10% contingency in funding has been included to allow for the expeditious processing of any future change orders. The contract allows 120 calendar days for completion of this project.

Bid documents were distributed to 10 general contractors. Bids were opened on December 05, 2003. Salas Constructors, Inc. submitted the lowest of 6 bids received:

Salas Constructors, Inc., (MBE) Buda, TX	\$666,666.00
Austin Engineering Company, Inc., Austin, TX	\$731,904.25
C.C. Carlton Industries, Ltd, Pflugerville, TX	\$743,035.00
Texas Road & Utilities, Inc., (WBE) Buda, TX	\$896,000.00
Haeglin Construction Company, Ltd., Austin, TX	\$941,188.50



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Cash Construction Company, Ltd., Pflugerville, TX

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\$974,940.00

The contractor's choice of work methodology provides for 3 areas of subcontracting opportunities: Asphaltic Concrete/Hot Mix, Pipe PVC and Diesel Fuel.

Project specific subgoals stated in the solicitation were 3.83% African American; 16.23% Hispanic; 1.55% Native/Asian American, 6.42% WBE. Total participation estimated on base bid amount of \$666,666.00:

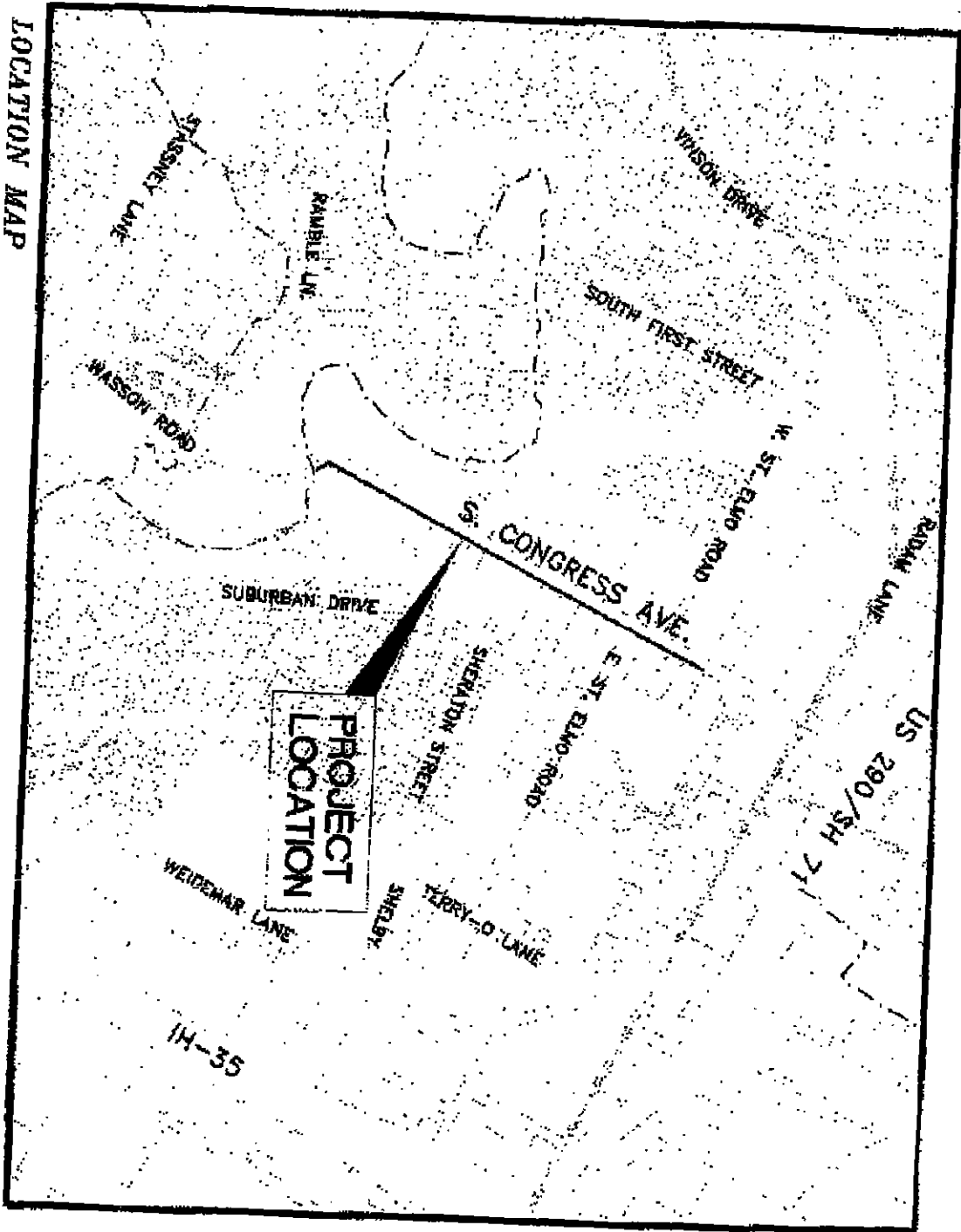
<u>TOTAL – PRIME</u>	<u>\$577,072.70</u>	<u>86.56%</u>
(MBE – MH) Salas Constructors, Inc., Buda, TX	\$577,072.70	86.56%
<u>MBE TOTAL – SUBCONTRACTORS</u>	<u>\$40,540.50</u>	<u>6.08%</u>
<u>FB Subtotal</u>	<u>\$30,207.18</u>	<u>4.53%</u>
Haynes-Eagin-Waters (HEW), Austin, TX (Pipe - PVC)	\$30,207.18	4.53%
<u>MA Subtotal</u>	<u>\$10,333.32</u>	<u>1.55%</u>
Benquest, LLC, Austin, TX (Diesel Fuel)	\$10,333.32	1.55%
<u>WBE TOTAL – SUBCONTRACTORS</u>	<u>\$49,052.80</u>	<u>7.36%</u>
Industrial Asphalt, Inc., Buda TX (Asphaltic Concrete, Hot Mix)	\$49,052.80	7.36%

The Contractor submitted a MBE/WBE Compliance Plan that was approved by the Department of Small & Minority Business Resources. Second and third low bidder information is provided, but were not evaluated.

SECOND BIDDER – Austin Engineering, Co., Inc., Austin, TX - \$731,904.25
72.9% Non M/WBE prime participation; 4.2% MB; 13.9% MH; 1.5% NA; 7.4% WBE; 0% Non M/WBE subcontractor participation.

THIRD BIDDER – C.C. Carlton Industries, Ltd., Austin, TX - \$743,035.00
68.9% Non M/WBE prime participation; 0.46% MB; 12.9% MH; 1.6% NA; 16.9% WBE; 0% Non M/WBE subcontractor participation.

LOCATION MAP



N.T.S.

CIP FISCAL NOTE

DATE OF COUNCIL CONSIDERATION:
WHERE ON AGENDA:
DEPARTMENT:

1/29/2003
Resolution
Austin Water Utility

DESCRIPTION:


Authorize execution of a construction contract with Salas Constructors, Inc. (MBE-86.56%) Buda, TX, for the ACWP South Congress Avenue Wastewater Project in the amount of \$666,666 plus a \$66,666 contingency, for a total contract amount not to exceed \$733,332.

FINANCIAL INFORMATION:

Parent Project Name:	Wastewater Unfunded Future
Project Authorization:	2003-04 Capital Budget
Funding Source:	Commercial Paper
Number:	4570 237 2017

Current Appropriation	\$ 410,907,293.00
Unencumbered Balance	197,550,049.62 *
Amount of This Action	<u>(733,332.00)</u>
Remaining Balance	<u>\$ 196,816,717.62</u>
 Current Available Balance	 \$ 219,873,646.86
Less Outstanding Commitments	<u>(22,323,597.04)</u>
Estimated Unencumbered Balance	<u>\$ 197,550,049.62 *</u>

Utility Finance:



David Anders, Utilities Finance Manager

Date: 12/31/03

REF. #4570 237 8589