



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

AGENDA ITEM NO.: 11
AGENDA DATE: Thu 05/27/2004
PAGE: 1 of 2

SUBJECT: Approve execution of a construction contract with KEYSTONE CONSTRUCTION, INC, Austin, TX, for construction of Northeast Area Polybutylene Service Replacements in the amount of \$1,094,200.00.

AMOUNT & SOURCE OF FUNDING: Funding is included in the Fiscal Year 2002-2003 Amended Capital Budget of the Austin Water Utility.

FISCAL NOTE: A fiscal note is attached.

REQUESTING Austin Water Utility **DIRECTOR'S**
DEPARTMENT: **AUTHORIZATION:** Chris Lippe

FOR MORE INFORMATION CONTACT: Matt Cullen 972-0250; Laura Wiley 972-0104

PRIOR COUNCIL ACTION: N/A

BOARD AND COMMISSION ACTION: Recommended by the Water and Wastewater Commission

PURCHASING: N/A

MBE / WBE: 15.95% MBE and 7.15% WBE subcontractor participation

This project will replace 506 Polybutylene (PB) and Polyethylene (PE) water service lines with copper tubing. The City received approximately \$5 million from PB manufacturers to settle a lawsuit concerning the quality of the pipe produced. This is the third project utilizing these funds to replace services in areas in the city that have experienced many PB service line breaks.

Bids were opened March 25, 2004. Bid documents were distributed to 12 general contractors. Of the 12 general contractors receiving plans, one bid was received. KEYSTONE CONSTRUCTION, INC. was the lowest and responsive of the bids received. The bid as received was opened and the results were as follows:

KEYSTONE CONSTRUCTION, Austin, TX \$ 1,094,200.00

The construction contract specifies one-hundred-seventy (170) working days for completion of the project. Project specific goals stated in the solicitation were: 15.86% MBE and 5.80% WBE.

NON M/WBE TOTAL – PRIME	\$ 793,185.00	72.49%
Keystone Construction, Inc.	\$ 793,185.00	72.49%
MBE TOTAL – SUBCONTRACTORS	\$ 174,525.00	15.95%
(MH) Lupe Rubio Construction Company (Excavation and service installation)	\$ 174,525.00	15.95%



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<u>WBE TOTAL – SUBCONTRACTORS</u>	<u>\$ 78,240.00</u>	<u>7.15%</u>
(FA) Marie's Trucking (Base and bedding materials)	\$ 48,700.00	4.45%
(FR) Industrial Asphalt, Inc. (Asphalt paving and/or resurfacing)	\$ 23,700.00	2.17%
(FR) Safety Supply (Barricades and safety Supplies)	\$ 2,650.00	0.24%
(FR) Fuquay, Inc. (Erosion control)	\$ 2,300.00	0.21%
(FH) White Photographic Service (Construction Photos)	\$ 890.00	0.08%
 <u>NON M/WBE TOTAL – SUBCONTRACTORS</u>	 <u>\$ 48,250.00</u>	 <u>4.41%</u>
Municipal Pipe and Fabricating (Pipe, valves and related items)	\$ 48,250.00	4.41%
 TOTAL	 \$1,094,200.00	 100.00%

Participation goals stated in the solicitation were 15.86% MBE and 5.8% WBE. The contractor provided a MBE/WBE Compliance Plan, which was approved by the Department of Small and Minority Business Resources.

No. 050504-B
WATER AND WASTEWATER COMMISSION RESOLUTION
**APPROVE EXECUTION OF A CONSTRUCTION CONTRACT WITH KEYSTONE CONSTRUCTION,
INC. FOR CONSTRUCTION OF NORTHEAST AREA POLYBUTYLENE SERVICE REPLACEMENTS IN
THE AMOUNT OF \$1,094,200.**

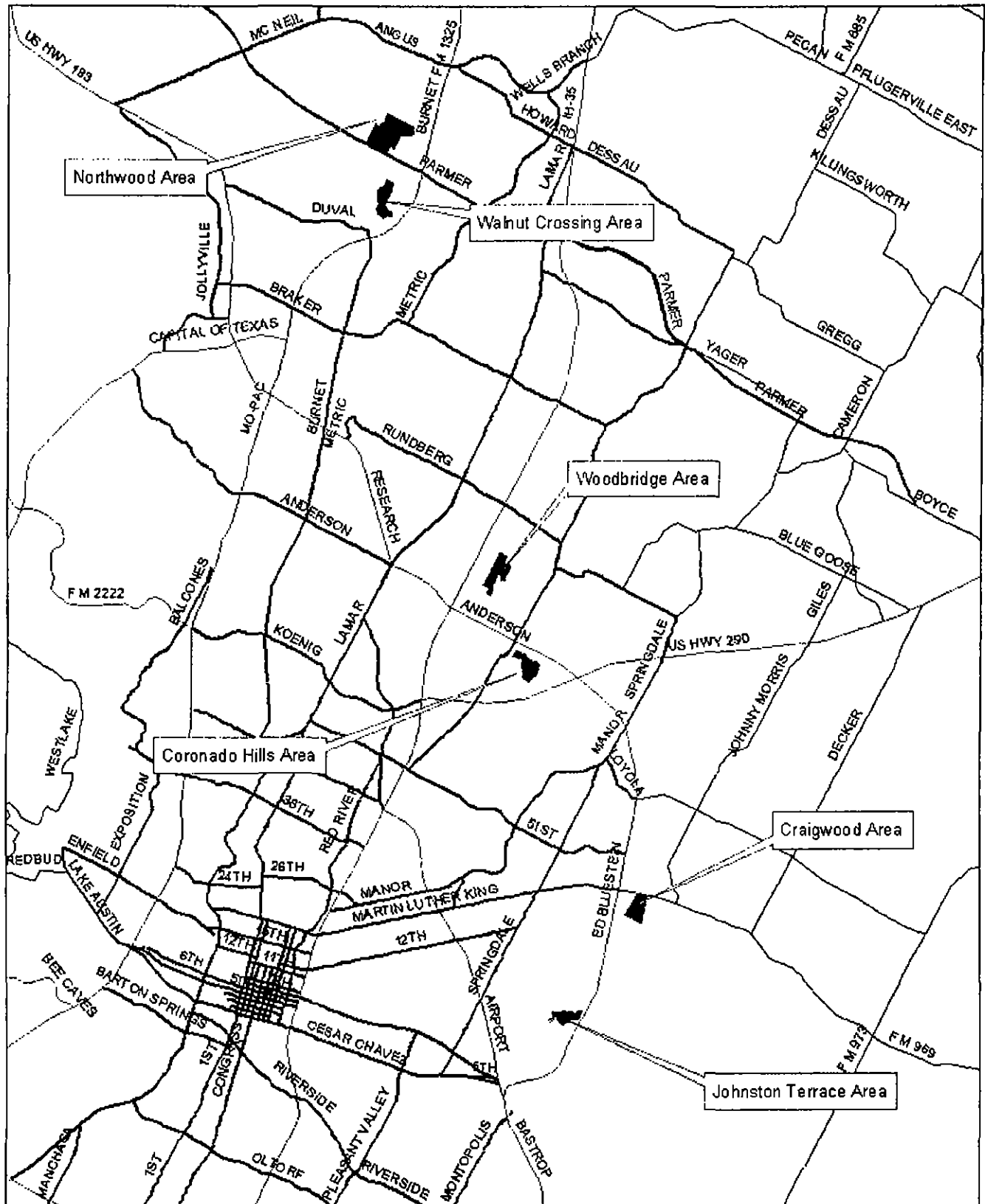
May 5, 2004
REGULAR MEETING
VOTE: 5-0-0-4

Motion made by: Friese
Commissioners Consenting: Chan, Lee, Coleman, Kirfman
Commissioners Dissenting:
Commissioners Abstaining:
Commissioners Absent: Raun, Warner, Pool and Miller

The Water and Wastewater Commission recommends the Council authorize the execution of a construction contract with Keystone Construction, Inc. for construction of Northeast Area Polybutylene Service Replacements in the amount of \$1,094,200.


Michael Warner, Chairperson
Water and Wastewater Commission

5/5/04
Date



Northeast Area PB Service Replacements

CIP FISCAL NOTE

DATE OF COUNCIL CONSIDERATION:
WHERE ON AGENDA:
DEPARTMENT:

5/27/2004
Resolution
Austin Water Utility

DESCRIPTION:


Approve execution of a construction contract with KEYSTONE CONSTRUCTION, INC, Austin, TX for construction of Northeast Area Polybutylene Service Replacements in the amount of \$1,094,200.00.

FINANCIAL INFORMATION:

Parent Project Name:	Water Improvements - Citywide
Project Authorization:	2002-03 Amended Capital Budget
Funding Source:	Current Revenue
Number:	3920 227 1016

Current Appropriation	\$ 95,565,949.00
Unencumbered Balance	16,967,902.97 *
Amount of This Action	<u>(1,094,200.00)</u>
Remaining Balance	<u>\$ 15,873,702.97</u>
 Current Available Balance	 \$ 17,117,352.97
Less Outstanding Commitments	<u>(149,450.00)</u>
Estimated Unencumbered Balance	<u>\$ 16,967,902.97 *</u>

Utility Finance: _____



David Anders, Utilities Finance Manager

Date: _____

4/28/04

REF. # 3920 227 7624