

**AGENDA**



**Recommendation for Council Action (CCO)**

Austin City Council	Item ID:	64898	Agenda Number	8.
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Meeting Date:	December 1, 2016
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Department:	Capital Contracting Office
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**Subject**

Authorize negotiation and execution of an amendment to the Indefinite Delivery/Indefinite Quantity contract with PEABODY CONSTRUCTION, INC. for the Facilities and Force Main Services Indefinite Delivery/Indefinite Quantity-Rebid contract in the amount of \$1,252,665 for a total contract amount not to exceed \$15,580,202.

**Amount and Source of Funding**

Funding is available in the Fiscal Year 2016-2017 Capital Budget of Austin Water.

**Fiscal Note**

A fiscal note is not required.

<b>Purchasing Language:</b>	Lowest responsive bid of two bids received through a competitive Invitation for Bid solicitation.
<b>Prior Council Action:</b>	June 26, 2014 – Council approved an Indefinite Delivery/Indefinite Quantity Rebid contract with Peabody Construction, Inc.
<b>For More Information:</b>	Rolando Fernandez, 512-974-7749; Sarah Torchin, 512-974-7141; Darryl Haba, 512-974-7205; Chris Wolter, 512-972-0224.
<b>Boards and Commission Action:</b>	November 9, 2016 - Recommended by the Water and Wastewater Commission on a vote of 9-0 with Commissioners Parker and Turrieta absent.
<b>Related Items:</b>	
<b>MBE / WBE:</b>	This contract was awarded in compliance with City Code Chapter 2-9A (Minority Owned and Women Owned Business Enterprise Procurement Program) by meeting the goals with 33.13% MBE and 28.15% WBE participation to date.

**Additional Backup Information**

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 used when the City cannot determine, above a specified maximum, the precise quantities of supplies or services that will be required during the contract period. The City issues work assignments in accordance with the contract for individual service requirements. The Indefinite Delivery/Indefinite Quantity contract method allows for the City to have flexibility to add projects as needs and priorities arise or change. As each project location is further defined, a specific work assignment is provided to the contractor who will complete the scope of work for the unit prices included in the contract.

Previous Council Action authorized the execution of an Indefinite Delivery/Indefinite Quantity contract with an initial amount of \$4,544,818 with two contract extension options, the first extension amount of \$4,772,058, and the second extension amount of \$5,010,661, for a total contract amount not to exceed \$14,327,537 over an estimated three years or until financial authorization is depleted.

The contract is currently in the last option term which expires in June 2017. Due to numerous flood events over the past two years, a significant amount of unplanned emergency work was performed and the total authorization was expended sooner than expected. The additional authority of \$1,252,665 is being requested in order to continue performing needed work at Austin Water's treatment facilities and to provide contingency for responding to potential future emergencies. Another Indefinite Delivery/Indefinite Quantity contract for these services will be solicited in the near future.

This amendment has been approved by the City's Change Control Committee. The Change Control Committee was established to comply with Council Resolution No. 20120126-048, which required the establishment of consistent criteria and process to evaluate contractual changes for all contracts administered by the Capital Contracting Office. The Change Control Committee is comprised of management-level subject matter experts.