# **Recommendation for Action**

# File #: 20-1518, Agenda Item #: 9.

3/26/2020

# Posting Language

Authorize award and execution of a construction contract with Intermountain Slurry Seal, Inc., for the Miscellaneous Streets Slurry Seal and Fog Seal Indefinite Delivery/Indefinite Quantity Rebid contract in the amount of \$2,000,000 for an initial 1-year term with three 1-year extension options in the amount of \$2,000,000, for a total contract amount not to exceed \$8,000,000.

[Note: 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 11.15% MBE and 0.20% WBE participation.].

## Lead Department

Capital Contracting Office

## Managing Department

Public Works Department

#### Fiscal Note

Funding for the initial amount of \$2,000,000 is available in the Fiscal Year 2019-2020 Operating Budget of the Public Works Department. Funding for the extension options is contingent upon available funding in future budgets.

#### Purchasing Language:

Only responsive bid received through a competitive Invitation for Bid solicitation.

#### For More Information:

Inquiries should be directed to the City Manager's Agenda Office, at 512-974-2991 or AgendaOffice@austintexas.gov <mailto:AgendaOffice@austintexas.gov>.

NOTE: Respondents to this solicitation, and their representatives, shall direct inquiries to Rolando Fernandez, 512-974-7749, Garrett Cox, 512-974-9423, or the Project Manager, Jose Ibarra, 512-974-7195.

#### Additional Backup Information:

The Public Works Department is responsible for maintaining a street network comprising of 7,863 lane miles of pavement. The slurry seal is a pavement preservation strategy that the City utilizes for maintaining residential streets. The Public Works Department is not equipped to handle this work in house and has accomplished this work through contracts in previous years.

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 (IDIQ) 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

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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 Miscellaneous Streets Slurry Seal IDIQ project is being undertaken as preventive maintenance for the thin resurfacing of cul-de-sacs and streets to preserve the existing street surface and extend its useful life in selected neighborhood streets across Austin. This involves the application of emulsified asphalt slurry seal to approximately 60 lane miles of roadway. Any crack sealing and minor surface patching that may be required to repair the streets in preparation for the slurry seal application will be included in the project.

This project was originally advertised for bid in April 2019 and the resulting sole bid was rejected due to a higher than estimated cost. This project was rebid in December 2019 resulting in only one bidder. An additional prime contractor attended the pre-bid meeting but chose not to bid due to workload.

This request allows for the award and execution of a construction contract with Intermountain Slurry Seal, Inc., for an estimated period of one year with three, one-year extensions. However, if funds for the initial term are expended, staff may accelerate the extension options but in no event will the total contract amount be exceeded without prior Council approval. The extension options are subject to the agreement of both parties.

If this contract is not approved, the City will not effectively protect and preserve cul-de-sacs. Without an effective preservation strategy, the pavement surface condition of cul-de-sacs and streets will deteriorate at a much faster rate and may require more costly maintenance in the future.

This project is located at various locations within the Austin city limits.

Intermountain Slurry Seal, Inc. is located in Lewisville, TX.

Information on this solicitation is available on the City's Austin Finance Online website. Link: <u>Solicitation</u> <u>Documents <https://www.austintexas.gov/financeonline/account\_services/solicitation/solicitation\_details.cfm?</u> <u>sid=132618></u>.

Safety; Mobility.