

# **Recommendation for Action**

## File #: 20-2245, Agenda Item #: 47.

6/11/2020

# Posting Language

Authorize award and execution of a construction contract with Austin Materials, LLC, for the Miscellaneous Streets Maintenance Overlay Indefinite Delivery/Indefinite Quantity contract, in the amount of \$6,000,000 for an initial one-year term, with three, one-year extension options of \$6,000,000 each, for a total contract amount not to exceed \$24,000,000.

[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 9.18% MBE and 0.65% WBE participation.]

## Lead Department

Capital Contracting Office

## Managing Department

Public Works Department

#### Fiscal Note

Funding for the initial amount of \$6,000,000 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:

Lowest responsive bid of three bids 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 City of Austin is responsible for the maintenance of 7,863 lane miles of roadway within the City's jurisdiction. The overlay program is a critical part of this maintenance program. This contract provides the overlay services that are planned for the network.

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

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#### each work assignment.

Streets deteriorate with traffic and age and need to be maintained to repair the distressed areas and restore ride conditions. The overlay program provides a new surface and extends the useful life of the pavement structure. A smooth riding surface provides for safe travel with increased citizen satisfaction.

The base bid was used to identify and determine the lowest responsive bidder and to determine contract unit prices for each bid item.

This request allows for the award and execution of a construction contract with Austin Materials, LLC. 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 exceed the total contract amount. The extension options are subject to the agreement of both parties.

If this contract is delayed, the streets will continue to deteriorate, eventually requiring rehabilitation, which is a more expensive option. This investment in overlaying the streets goes a long way in extending the useful serviceable life of the pavement structure.

This project will be located citywide in all Districts.

Austin Materials, LLC is located in Austin, 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=132497></u>.

#### Strategic Outcome(s):

Safety; Mobility