

Mayor and Council Communication

DATE: 08/13/24

M&C FILE NUMBER: M&C 24-0632

LOG NAME: 13P ITB24-0101 RD AND HWY BUILDING MATERIALS (READY MIX) TPW CB

SUBJECT

(ALL) Authorize Execution of Non-Exclusive Purchase Agreements with H & H Concrete on Demand Inc. and David-Tehoungue Ltd Co. for a Combined Annual Amount Up to \$1,100,000.00 for the First Year for Road and Highway Building Materials and Authorize Four One-Year Renewal Options for the Same Amount for the Transportation and Public Works Department and Park and Recreation Department

RECOMMENDATION:

It is recommended that the City Council authorize non-exclusive purchase agreements with H & H Concrete on Demand Inc. and David-Tehoungue Ltd Co. for a combined annual amount up to \$1,100,000.00 for the first year for road and highway building materials and authorize four one-year renewal options for the same amount for the Transportation and Public Works Department and Park and Recreation Department.

DISCUSSION:

The purpose of this Mayor and Council Communication (M&C) is to authorize non-exclusive purchase agreements with H & H Concrete on Demand Inc., and David-Tehoungue Ltd Co., for a combined annual amount up to \$1,100,000.00 for road and highway building materials (Ready Mix) for the Transportation and Public Works Department (TPW) and Park and Recreation Departments for various street repairs, new installations of utilities, and road construction projects throughout the City of Fort Worth.

The bid was advertised in the *Fort Worth Star-Telegram* on April 3, 2024, April 10, 2024, April 17, 2024, and April 24, 2024. Two bid responses were received.

The Invitation to Bid (ITB) consisted of detailed specifications from the Texas Department of Transportation for road and highway building materials (Ready Mix), including the grade of materials and method of delivery required. The TPW certifies that H & H Concrete on Demand Inc., and David-Tehoungue Ltd Co. meet the requirements stated in the specifications.

It is recommended that multiple agreements be awarded to ensure Ready Mix is provided to the City in a timely manner. Under these non-exclusive purchase agreements, the Departments shall request products based on the lowest cost available considering availability and vendor proximity to the worksite.

No guarantee was made that a specific amount of product would be purchased. The Departments have included sufficient resources in their budget to acquire these products on an as-needed basis. The combined annual amount under these agreements will be \$1,100,000.00. However, the actual amount will be based on the needs of the department and the available budget. Purchase of these items will be based on price and availability.

Item	UOM	Estimated Quantity Required	Mixed Design #	Unit Price Vendor 1	Total Cost Vendor 1	Unit Price Vendor 2	Total Cost Vendor 2
3,000 PSI (5 Sack) Ready Mix Concrete Delivered to the Jobsite.	Cubic Yard	229	3000	\$220.00	\$50,380.00	\$185.00	\$42,365.00
5,000 PSI (7 Sack) Ready Mix Concrete Delivered to the Jobsite.	Cubic Yard	2182	5000	\$263.00	\$573,866.00	\$195.00	\$425,490.00
3,000 PSI (5 Sack) Ready Mix Concrete Picked up at Vendor's Plant	Cubic Yard	408	3000	\$215.00	\$87,720.00	No Bid	No Bid

5,000 PSI (7 Sack) Ready Mix Concrete Picked up at Vendor's Plant	Cubic Yard	339	5000	\$253.00	\$85,767.00	No Bid	No Bid
Flowable Fill No.3, Delivered to jobsite.	Cubic Yard	410	3	\$215.00	\$88,150.00	\$135.00	\$55,350.00
Flowable Fill No.3, Picked up at Vendors Plant.	Cubic Yard	294	3	\$193.00	\$56,742.00	No Bid	No Bid
Transportation/Delivery Rate for all material Specified above for delivery, per mile	Mile	1	1	\$10.00	\$10.00	\$1.00	\$1.00
Fuel Surcharge	Surcharge	1	1	\$185.00	\$185.00	\$100.00	\$100.00
Standing Time Charge	EA	1	1	\$105.00	\$105.00	\$180.00	\$180.00
Total					\$942,925.00		\$523,486.00

Funding is and will be budgeted in the General Fund and Stormwater Utility Fund for the TPW Department and the General Fund for the Park and Recreation Department for the initial term of the agreements in Fiscal Years 2024 & 2025.

DVIN-BE: The Business Opportunity Division placed a 5% business equity goal on this solicitation/contract. H & H Concrete On Demand, Inc., will be exceeding the goal at 5.99%, meeting the City's Business Equity Ordinance. David-Tehoungue Ltd Co is in compliance with the City's Business Equity Ordinance by committing to 85.72% MWBE participation on this project. Any changes in subcontractors will be reviewed by the Business Opportunity Division.

AGREEMENT TERMS: Upon City Council approval, this agreement shall begin upon execution and shall expire one year after that date.

RENEWAL TERMS: The agreements may be renewed for four (4) one-year terms at the City's option. This action does not require specific City Council approval provided that the City Council has appropriated sufficient funds to satisfy the City's obligations during the renewal term.

ADMINISTRATIVE CHANGE ORDER: An administrative change order or increase may be made by the City Manager up to the amount allowed by relevant law and the Fort Worth City Code and does not require specific City Council approval as long as sufficient funds have been appropriated.

FISCAL INFORMATION / CERTIFICATION:

The Director of Finance certifies that upon approval of the above recommendation, funds are available in the current operating budget, as previously appropriated, and upon adoption of the Fiscal Year 2025 Budget by the City Council, funds will be available in the Fiscal Year 2025 Operating Budget, as appropriated, in the General and Stormwater Utility Funds. Prior to an expenditure being incurred, the Transportation and Public Works and Park and Recreation Departments have the responsibility to validate the availability of funds.

Submitted for City Manager's Office by: Reginald Zeno 8517
 Jessica McEachern 5804

Originating Business Unit Head: Reginald Zeno 8517
 Lauren Prieur 6035

Additional Information Contact: Jo Ann Gunn 8525

