

City of Fort Worth, Texas

Mayor and Council Communication

DATE: 03/11/25M&C FILE NUMBER: M&C 25-0206

LOG NAME: 602022WATER SL REPAIR CONTRACTR3-TEJASC

SUBJECT

(ALL) Adopt Appropriation Ordinance in the Amount of \$900,000.00 to Fund the Third Renewal of a Contract with Tejas Commercial Construction, LLC, for the 2022 Water Service Leak Repair Contract Project and to Effect a Portion of Water’s Contribution to the Fiscal Years 2025-2029 Capital Improvement Program

RECOMMENDATION:

It is recommended that the City Council adopt the attached appropriation ordinance increasing estimated receipts and appropriations in the Water and Sewer Capital Projects Fund in the amount of \$900,000.00, transferred from available PayGo funds within the Water & Sewer Fund, for the purpose of funding of the 2022 Water Service Leak Repair Contract project (City Project No. 104552) and to effect a portion of Water’s Contribution to the Fiscal Years 2025-2029 Capital Improvement Program.

DISCUSSION:

On February 14, 2023, Mayor and Council Communication (M&C) 23-0117, the City Council authorized execution of a contract in the amount of \$750,000.00, with Tejas Commercial Construction, LLC for the 2022 Water Service Leak Repair Contract project (City Secretary Contract No. 59061) and provided for the option of three renewals. M&C 23-0117 also provided for an additional \$150,000.00 for project management, land acquisition, material testing and inspection.

On October 17, 2023, M&C 23-0863, the City Council authorized funding for the first renewal in the contract amount of \$750,000.00 and an additional \$150,000.00 for project management, land acquisition, material testing and inspection.

On February 27, 2024, M&C 24-0171, the City Council authorized funding for the second renewal in the contract amount of \$750,000.00 and an additional \$150,000.00 for project management, land acquisition, material testing and inspection.

The City and the contractor desire to exercise the third renewal of the contract in the amount of \$750,000.00 and an additional \$150,000.00 for project management, land acquisition, material testing and inspection.

The work to be performed under this contract consists of repairing water service lines as leaks in the distribution system are discovered so as to minimize system water loss and respond quickly to customer requests. This contract will augment Water Field Operations efforts to perform timely repairs of service line leaks that are discovered or reported within the water distribution system.

It is the practice of the Water Department to appropriate its CIP plan throughout the Fiscal Year, instead of within the annual budget ordinance, as projects commence, additional funding needs are identified and to comply with bond covenants. The actions in the M&C will appropriate funds in support of the Water’s portion of the City of Fort Worth’s Fiscal Years 2025-2029 Capital Improvement Program, as follows:

602022WATER SL REPAIR CONTRACTR3-TEJASC

Capital Fund Name	Project Name	FY2025 CIP Appropriations	Authority	Budget Change (Increase/ Decrease)	Revised FY2025 Budget
56002 - W&S Capital Projects Fund	104552 – 2022 Water SL Repair 2022	\$0.00	This M&C	\$900,000.00	\$900,000.00

Funding is budgeted in the Transfer to Water/Sewer account of the Water & Sewer Fund for the purpose of funding the 2022 Water Service Leak Repair Contract project within the Water & Sewer Capital Projects Fund.

FY2025 – Water PAYGO Appropriations per City Ordinance 27107-09-2024

	FY2025 Amended			
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