

# Mayor and Council Communication

**DATE:** 02/14/23

**M&C FILE NUMBER:** M&C 23-0130

**LOG NAME:** 60WMAINREPL2022-CIRCLEC

**SUBJECT**

(ALL) Authorize Execution of a Contract with William J. Schultz, Inc. dba Circle C Construction Company, in the Amount of \$1,000,000.00 for Water Main Replacement Contract 2022, with Two Optional Renewals, and Adopt Appropriation Ordinance to Effect a Portion of Water's Contribution to the Fiscal Years 2023-2027 Capital Improvement Program

**RECOMMENDATION:**

It is recommended that the City Council:

1. Authorize execution of a contract with William J. Schultz, Inc. dba Circle C Construction Company, in the amount of \$1,000,000.00, for Water Main Replacement Contract 2022, with two optional renewals; and
2. Adopt the attached appropriation ordinance increasing estimated receipts and appropriations in the Water and Sewer Capital Projects Fund in the amount of \$1,300,000.00, transferred from available funds within the Water and Sewer Fund, for the purpose of funding the Misc 2022 Water Main Replacements project (City Project No. 104265) to effect a portion of Water's contribution to the Fiscal Years 2023-2027 Capital Improvement Program.

**DISCUSSION:**

The purpose of this Mayor and Council Communication (M&C) is to authorize execution of a contract with William J. Schultz, Inc. dba Circle C Construction Company, in the amount of \$1,000,000.00, for Water Main Replacement Contract 2022, with two optional renewals.

The work to be performed under this contract consists of repairing, replacing or relocating water mains and services as required to provide quality water service to individual customers or developers. While funding for this project comes from the Water and Sewer Capital Fund, the Water Department issues work orders to the contractor after payment of applicable estimated costs by the customer and/or developer.

The bid documents included a stipulation that the total quantities listed may not reflect actual quantities and that the amount budgeted for the projects is \$1,000,000.00. Final payments will be made based on actual measured quantities. The bid documents also included a stipulation giving the City the option to renew this contract two times under the same terms, conditions and unit prices subject to appropriated funding.

The project was advertised for bid on August 25, 2022 and September 1, 2022 in the *Fort Worth Star-Telegram* and on September 22, 2022 the following bids were received:

Bidder	Amount	Time of Completion
William J Schultz, Inc. dba Circle C Construction Company	\$6,283,225.00	365 Calendar Days

Staff has reviewed the proposed unit prices and considers them to be fair and reasonable.

In addition to the contract amount, \$300,000.00 is required for project management, material testing and inspection.

It is the practice of the Water Department to appropriate its Capital Improvement Program (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 2023-2027 Capital Improvement Program, as follows:

**60WMAINREPL2022-CIRCLEC**

Capital Fund Name	Project Name	FY2023 CIP Appropriations	Authority	Budget Change (Increase/Decrease)	Revised FY2023 Budget
56002 - W&S Capital Projects Fund	104265 – Misc 2022 Water Main Repl	\$0.00	This M&C	\$1,300,000.00	\$1,300,000.00

Funding is budgeted in the Transfer to Water/Sewer account of the Water Capital Project Department's Water & Sewer Fund for the purpose of funding the Misc 2022 Water Main Replacement project within the Water & Sewer Capital Projects Fund.

Appropriations for Water Main Replacements Contract 2022 as depicted below:

<b>Fund</b>	<b>Existing Appropriations</b>	<b>Additional Appropriations</b>	<b>Project Total*</b>
W&S Capital Project - Fund 56002	\$0.00	\$1,300,000.00	\$1,300,000.00
<b>Project Total</b>	<b>\$0.00</b>	<b>\$1,300,000.00</b>	<b>\$1,300,000.00</b>

**\*Numbers rounded for presentation purposes.**

This project will have no impact on the Water Department's operating budget when completed.

**Business Equity:** William J. Schultz, Inc. dba Circle C Construction Company is in compliance with the City's Business Equity Ordinance by committing to 12 percent Business Equity participation on this project. The City's Business Equity goal on this project is 12 percent.

This project is located in ALL COUNCIL DISTRICTS.

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**FISCAL INFORMATION / CERTIFICATION:**

The Director of Finance certifies that funds are available in the Water & Sewer Fund and upon approval of the above recommendations and adoption of the attached appropriation ordinance, funds will be available in the W&S Capital Projects Fund for the Misc 2022 Water Main Repl project to support the approval of the above recommendations and execution of the contract. Prior to any expenditures being incurred, the Water Department has the responsibility of verifying the availability of funds.

**Submitted for City Manager's Office by:** Dana Burghdoff 8018

**Originating Business Unit Head:** Chris Harder 5020

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Expedited