

City of Fort Worth, Texas

Mayor and Council Communication

DATE: 06/25/24 M&C FILE NUMBER: M&C 24-0557

LOG NAME: 202022 BOND YEAR 2 CONTRACT 8 - MCCLENDON

SUBJECT

(CD 8, CD 9 and CD 11) Authorize Execution of a Contract with McClendon Construction Company, Inc., in the Amount of \$7,282,054.00, for Combined Street Paving Improvements, Water and Sanitary Sewer Main Replacements for 2022 Bond Year 2 - Contract 8 Project, Adopt Appropriation Ordinances to Effect a Portion of Water’s Contribution to Fiscal Years 2024-2028 Capital Improvement Program, and for Street Repair Funding, and Amend the Fiscal Years 2024-2028 Capital Improvement Program (2022 Bond Program)

RECOMMENDATION:

It is recommended that the City Council:

1. Authorize execution of a contract with McClendon Construction Company Inc., in the amount of \$7,282,054.00 for combined street paving improvements in addition to water and sanitary sewer main replacements for the 2022 Bond Year 2 - Contract 8 project (City Project No. 104183);
2. Adopt the attached appropriation ordinance increasing estimated receipts and appropriations in the Water and Sewer Capital Projects Fund in the amount of \$4,915,667.00, from available PayGo residuals within the Water and Sewer Capital Projects Fund, for the purpose of funding the 2022 Bond Year 2- Contract 8 project (City Project No. 104183) to effect a portion of Water’s Contribution to the Fiscal Years 2024-2028 Capital Improvement Program;
3. Adopt the attached appropriation ordinance adjusting appropriations in the 2022 Bond Program Fund in the amount of \$3,562,375.00 by increasing appropriations in the 2022 Bond Year 2 - Contract 8 project (City Project No. 104183) and decreasing appropriations in the Street Improvement-Deteriorating Streets programmable project (City Project No. PB0019) by the same amount; and
4. Amend the Transportation & Public Works Contribution to the Fiscal Years 2024-2028 Capital Improvement Program.

DISCUSSION:

This Mayor and Council Communication (M&C) is to authorize a construction contract for the Year 2 Neighborhood Streets Improvements project associated with the 2022 Bond Program. The 2022 Bond Year 2 - Contract 8 project, includes water, sanitary sewer, and street paving improvements on approximately 2.72 lane miles, on the following streets:

Street	From	To	Scope	Council District
5 th Avenue	W Seminary Drive	Flint Street	Water/Paving	11
W Bewick Street	Hemphill Street	May Street	Water/Sewer/Paving	11
W Bewick Street	5 th Avenue	S Henderson Street	Water/Paving	9
McClure Street	Debbie Drive	Elva Warren Street	Water/Paving	8
5 th Avenue*	W. Broadus Street	W Seminary Drive	Water/Paving	9
Elva Warren Street*	McClure Street	E. Dead End	Water/Sewer/Paving	8
Blodgett Avenue*	90 feet east of McClure	215 feet east	Sewer/Paving	8

Meriwether Ave*	Berke Road	East Dead End	Water/Sewer/Paving	8
McClure Street*	Elva Warren Street	285 feet north of Elva Warren Street	Water/Paving	8
Alley between Hemphill Street and Jennings Avenue	246 feet south W Bewick Street	W Shaw Street	Sewer	11
Easement between May Street and Railroad Right of Way	80 feet south W Bewick Street	450 feet north W Bewick Street	Sewer	11

*Due to the close proximity to the 2022 Bond Year 2 Contract 8 project streets above, the Water Department requested that water main extensions on these streets be included in order to loop the water system and provide increased efficiency. Asphalt paving rehabilitation will be conducted on the indicated streets subsequent to the water main installation. Additionally, deteriorated sanitary sewer mains will be replaced in the indicated alley and railroad right-of-way.

The project was advertised for bid on April 11th and April 18th, 2024 in the *Fort Worth Star-Telegram*. On May 9th, 2024 the following bids were received:

Bidder	Amount		Time of Completion
	Base Bid** (Concrete Paving)	Alternate A (Asphalt Paving)	
McClendon Construction Company, Inc.	\$7,282,054.00**	\$7,344,386.50	400 Calendar Days
Stabile & Winn, Inc.	\$7,977,086.00	\$7,867,076.00	
Jackson Construction, LTD	\$8,222,467.00	\$8,033,687.00	

**In an attempt to secure alternate bids, staff advertised the project with concrete as the base bid to reconstruct existing streets included in the bond with concrete travel lanes. Alternative A was bid as a rehabilitation of existing roadway with new asphalt and replacement of damaged curb and gutter. Staff recommends award of the contract for the base bid (concrete option). Concrete paving typically has a twenty-year life span, while asphalt paving has a ten-year span. In addition, the maintenance cost of concrete pavement is typically less than asphalt pavement.

The Transportation & Public Works (TPW) Department's share of this contract is \$2,955,024.00. The paving funds for this project are included in the 2022 Bond Program. The Water Department's share of this contract is \$4,327,030.00 and will be available in the Water & Sewer Capital Projects Fund for the project (City Project No. 104183). In addition to the contract amount, \$831,885.00 (water: \$247,360.00, sewer: \$124,925.00, and paving: \$459,600.00) is required for project management, material testing, and inspection and \$364,103.00 (water: \$143,360.00, sewer: \$72,992.00, and paving: \$147,751.00) is provided for project contingencies.

This project will have no impact on the operating budgets of the TPW Department or the Water Department when completed. The sanitary sewer component of this project is part of the Sanitary Sewer Overflow Initiative Program of the Water Department. Approximately 6,357 linear feet of cast iron water pipe will be removed and replaced as part of this project.

The action in this M&C will amend TPW's contribution to the Fiscal Years 2024-2028 Capital Improvement Program as follows:

Capital Fund Name	Project Name	Existing Appropriations	Budget Change Increase/Decrease	Revised FY2024 Budget
2022 Bond Program -	Street Imprv-Deteriorating Sts-	\$48,059,424.00	(\$3,562,375.00)	\$44,497,049.00

Fund 34027	PB0019			
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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 Department’s portion of the City of Fort Worth’s Fiscal years 2024-2028 Capital Improvement Program, as follows:

2022 Bond Year 2 Contract 8 – McClendon

Capital Fund Name	Project Name	FY2024 CIP Appropriations	Authority	Budget Change Increase/Decrease	Revised FY2024 Budget
W&S Capital Projects - Fund 56002	104183 - 2022 Bond Year 2 - Contract 8	\$0.00	This M&C	\$4,915,667.00	\$4,915,667.00

Funding is currently available in the Unspecified All-Funds project within the Water & Sewer Capital Projects Fund for the purpose of funding the 2022 Bond Year 2 - Contract 8 project.

Funding is also budgeted in the 2022 Bond Program Fund in the Street Improvement-Deteriorating Streets programmable project.

Appropriations for the water, sanitary sewer, and paving improvements for 2022 Bond Year 2 - Contract 8 project by Fund will consist of the following:

Fund	Existing Appropriations	Additional Appropriations	Project Total*
2022 Bond Program - Fund 34027	\$337,803.00	\$3,562,375.00	\$3,900,178.00
W&S Capital Projects - Fund 56002	\$436,444.00	\$4,915,667.00	\$5,352,111.00
Project Total	\$774,247.00	\$8,478,042.00	\$9,252,289.00

*Numbers rounded for presentation purposes.

Business Equity placed a 15% business equity goal on this project. McClendon Construction Company Inc., is committing to 11.09% MWBE participation, and Good Faith Effort (GFE) with supporting documentation was submitted, which is in accordance with the City's Ordinance.

This project is included in the 2022 Bond Program. The City's Extendable Commercial Paper (ECP) (M&C 22-0607; Ordinance 25765-08-2022) provided liquidity to support the appropriation. Available resources will be used to actually make any interim progress payments until debt is issued. Once debt associated with a project is sold, debt proceeds will reimburse the interim financing source in accordance with the statement expressing official Intent to Reimburse that was adopted as part of the ordinance canvassing the bond election (Ordinance 25515-05-2022).

This project is located in COUNCIL DISTRICTS 8, 9 AND 11.

FISCAL INFORMATION / CERTIFICATION:

The Director of Finance certifies that funds are currently available in the Street Imprv-DeterioratingSts programmable project within the 2022 Bond Program Fund and in Unspecified All-Funds project within the W&S Capital Project Funds and upon the approval of the above recommendations and adoption of the attached appropriation ordinances, funds will be available in the W&S Capital Projects Fund and 2022 Bond Program Fund for the 2022 Bond Year 2 - Contract 8 project to support the above recommendations and execution of the construction contract. Prior to any expenditure being incurred, the Transportation & Public Works and Water Departments have the responsibility of verifying the availability of funds.

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Expedited