

Mayor and Council Communication

DATE: 06/22/21

M&C FILE NUMBER: M&C 21-0458

LOG NAME: 602018CIPY2C13-GRATEX

SUBJECT

(CD 7) Authorize Execution of a Contract with Gra-Tex Utilities, Inc., in the Amount of \$2,534,003.89 for Combined Street Paving Improvements and Water and Sanitary Sewer Main Replacements for 2018 Bond Year Two Street Reconstruction Contract 13, Adopt Attached Appropriation Ordinances and Amend the Fiscal Years 2021-2025 Capital Improvement Program

RECOMMENDATION:

It is recommended that the City Council:

1. Authorize execution of a contract with Gra-Tex Utilities, Inc., in the amount of \$2,534,003.89 for combined street paving improvements and water and sanitary sewer main replacements for the 2018 Bond Year Two Street Reconstruction Contract 13 and 14 project;
2. Adopt the attached appropriation ordinance adjusting appropriations in the 2018 Bond Program Fund in the amount of \$374,579.00 by increasing appropriations in the 2018 Bond Street Reconstruction Contract 13 and 14 project (City Project No. 101475), and decreasing appropriations in the Street Construction/Reconstruction/Rehabilitation programmable project (City Project No. PB0001) by the same amount;
3. Adopt the attached appropriation ordinance increasing receipts and appropriations in the Water and Sewer Capital Projects Fund in the amount of \$1,492,602.00, transferred from available funds within the Water and Sewer Fund, for the purpose of funding the 2018 Bond Street Reconstruction Contract 13 and 14 project (City Project No. 101475);
4. Adopt the attached appropriation ordinance adjusting appropriations in the 2018 Bond Program Fund by increasing appropriations in the 2018 Bond Year Two Street Reconstruction Contract 13 and 14 project, in the amount of \$1,631,385.00 and reducing appropriations in the Street Construction/Reconstruction/Rehabilitation programmable project (City Project No. PB0001) by the same amount; and
5. Amend the Fiscal Years 2021-2025 Capital Improvement Program.

DISCUSSION:

This Mayor and Council Communication (M&C) is to authorize a construction contract for water and paving improvements on approximately 1.73 lane miles for the 2018 Bond Year Two Street Reconstruction Contract 13, along with water and sanitary sewer improvements on the following streets:

Street	From	To	Scope
Belle Place	Collinwood Avenue	Linden Avenue	Paving
Sutter Street	Pershing Avenue	Byers Avenue	Paving
Owasso Street	Calmont Avenue	Byers Avenue	Paving
Margaret Street	Collinwood Avenue	Byers Avenue	Water/Sewer/Paving
Alley between Linden Avenue and Collinwood Avenue	Margaret Street	1,860 feet West	Sewer
Alley between Collinwood Avenue and El Campo Avenue	Belle Place	Montgomery Street	Sewer

There are 264 feet of cast iron water pipe to be replaced in this project.

The project was advertised for bid on April 15, 2021, and April 22, 2021 in the *Fort Worth Star-Telegram*. On May 13, 2021, the following bids were received:

Bidder	Amount	Time of Completion
Gra-Tex Utilities, Inc.	\$2,534,003.89	300 Calendar Days
Stabile & Winn, Inc.	\$2,747,650.75	
McClendon Construction Co., Inc.	\$2,965,220.75	
Jackson Construction, Ltd.	\$3,662,502.00	

The Transportation & Public Works Department's share on this contract is \$1,306,616.14. The paving funds for this project are included in the 2018 Bond Program. Available resources within the General Fund will be used to provide interim financing until debt is issued. Once debt associated with the project is sold, bond proceeds will reimburse the General Fund in accordance with the Statement expressing official intent to reimburse that was adopted as part of the ordinance canvassing the bond election (Ordinance No. 23209-05-2018) and subsequent actions taken by the Mayor and Council.

The Water Department's share on this contract is \$1,227,387.75 will be available in the Water & Sewer Capital Projects Fund for the project (City Project No. 101475). In addition to the contract amount, \$438,735.00 (Water: \$41,214.00, Sewer: \$138,083.00, Paving: \$259,438.00) is required for project management, material testing and inspection and \$151,248.11 (Water: \$19,972.50, Sewer: \$65,944.75, Paving: \$65,330.86) is provided for project contingencies. This project will have no impact on the Transportation & Public Works' or on the Water Department's operating budgets when completed. The sanitary sewer component of this project is part of the Water Department's Sanitary Sewer Overflow Initiative Program.

Appropriations for the water, sanitary sewer and paving improvements for 2018 Bond Year Two Street Reconstruction Contract 13 & 14 project by Fund will consist of the following:

Fund	Existing Appropriations	Additional Appropriations	Project Total*
2018 Bond Program - Fund 34018	\$2,639,460.00	\$1,631,385.00	\$4,270,845.00
Water & Sewer Capital Projects - Fund 56002	\$3,071,927.00	\$1,492,602.00	\$4,564,529.00
Project Total	\$5,711,387.00	\$3,123,987.00	\$8,835,374.00

*Numbers rounded for presentation purposes.

BUSINESS DIVERSITY: Gra-Tex Utilities, Inc. is in compliance with the Business Equity Ordinance by committing to 14 percent Business Equity participation on this project. The City's Business Equity goal on this project is 14 percent.

Approval of Recommendation No. 2 would adjust appropriations between a programmable project and convert the 2018 Bond Street Reconstruction Contract 13 and 14 project (City Project No. 101475) into a static capital project. This action is needed as future funding for the 2018 Bond Street Reconstruction Contract 13 and 14 project (City Project No. 101475) is anticipated from other funding sources and the scope of this project differs from that of the current programmable project.

The 2018 Bond Program funding was included in the 2021-2025 Capital Improvement Program for project PB0001. In order to administratively track the spending of all funding sources in one project, appropriation ordinances are needed to move appropriations from the programmable project to the jointly funded static project. This action will amend the FY2021-2025 Capital Improvement Program as approved in connection with Ordinance 24446-09-2020.

This project is located in COUNCIL DISTRICT 7.

FISCAL INFORMATION / CERTIFICATION:

The Director of Finance certifies that funds are available in the current operating budget of the Water & Sewer Fund and upon the approval of the above recommendations and adoption of the attached appropriation ordinances, funds will be available in the current capital budgets, as appropriated, in the W&S Capital Projects and 2018 Bond Program Funds for the 2018 Bond Yr 2 - Contract 13&14 project to support the approval of the above recommendations and execution of the contract. Prior to any expenditure being incurred, the Transportation & Public Works and Water Departments have the responsibility to validate the availability of funds.

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

Originating Business Unit Head: Chris Harder 5020

Additional Information Contact: Suby Varughese 7803

Expedited