

Mayor and Council Communication

DATE: 08/04/20

M&C FILE NUMBER: M&C 20-0510

LOG NAME: 602014CIPY3C1CO3-TEXASBIT

SUBJECT

Authorize the Execution of Change Order No. 3 in the Amount of \$93,396.00 and the Addition of 60 Calendar Days to a Contract with Texas Materials Group, Inc. dba Texas Bit, for Combined Street Paving Improvements and Water and Sanitary Sewer Main Replacements for 2014 CIP Year 3, Contract No. 1 and Area Water System Improvements, for a Total Revised Contract Amount of \$9,513,893.64, and Adopt Appropriation Ordinance (COUNCIL DISTRICT 9)

RECOMMENDATION:

It is recommended that the City Council:

1. Authorize the execution of Change Order No. 3 in the amount of \$93,396.00 and the addition of 60 calendar days to City Secretary Contract No. 51702 with Texas Materials Group, Inc. dba Texas Bit, for combined street paving improvements and water and sanitary sewer main replacements for 2014 CIP Year 3, Contract No. 1 thereby increasing the contract amount to \$9,513,893.64 (City Project No. C02693); and
2. Adopt the attached Appropriation Ordinance increasing receipts and appropriations in the Water and Sewer Capital Projects Fund in the amount of \$93,396.00 transferred from available funds within the Water & Sewer Fund.

DISCUSSION:

On December 11, 2018, (M&C C-28979), the City Council authorized a contract with JLB Contracting, Inc., now Texas Materials Group, Inc. dba Texas Bit, in the amount of \$9,361,366.64 for combined street paving improvements and water and sanitary sewer main replacements for 2014 CIP Year 3, Contract No. 1 (City Project No. C02693).

The contract was subsequently revised by Change Order No. 1 in the amount of \$59,131.00 administratively authorized on March 8, 2019, and Change Order No. 2 with a net total of \$0.00 administratively authorized June 3, 2020. Change Order No. 3 will allow for the replacement of the deteriorated and shallow existing water main on 5th Avenue from W. Magnolia Avenue to W. Allen Avenue to facilitate the Transportation and Public Work Department's rehabilitation of the roadway.

Appropriations for Water, Sanitary Sewer and Paving Improvements for 2014 CIP Year 3, Contract 1 and Area Water System Improvements Project by Fund will consist of the following:

| Fund | Existing Appropriations | Additional Appropriations | Project Total* |
|--|-------------------------|---------------------------|------------------------|
| 2014 Bond Program - 34014 | \$3,793,753.00 | \$0.00 | \$3,793,753.00 |
| General Capital Projects - 30100 | \$700,000.00 | \$0.00 | \$700,000.00 |
| Street Improvement COs Residuals - 39412 | \$816,282.00 | \$0.00 | \$816,282.00 |
| 2008 Bond Program Residuals - 39411 | \$623,376.00 | \$0.00 | \$623,376.00 |
| Water Capital - 59601 | \$2,658,571.00 | \$0.00 | \$2,658,571.00 |
| Sewer Capital Legacy - 59607 | \$139,496.00 | \$0.00 | \$139,496.00 |
| Water & Sewer Capital Projects - 56002 | \$7,004,793.00 | \$93,396.00 | \$7,098,189.00 |
| Project Total | \$15,736,271.00 | \$93,396.00 | \$15,829,667.00 |

*Numbers rounded for presentation purposes.

Office of Business Diversity - Texas Materials Group, Inc. dba Texas Bit is in compliance with the City's BDE Ordinance by committing to an additional 10 percent MBE participation on this Change Order No. 3.

This project is located in COUNCIL DISTRICT 3.

A Form 1295 is not required because: This contract will be with a publicly-traded business entity or a wholly-owned subsidiary of a publicly-traded business entity: Texas Bit

FISCAL INFORMATION / CERTIFICATION:

The Director of Finance certifies that funds are available in the current operating budget of the Water & Sewer Fund, and upon approval of the above recommendations and adoption of the attached appropriation ordinance, funds will be available in the Water & Sewer Capital Projects (W&S Capital Projects) Fund. Prior to an expenditure 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

Additional Information Contact: Liam Conlon 6824