

Mayor and Council Communication

DATE: 01/12/21

M&C FILE NUMBER: M&C 21-0024

LOG NAME: 20202018CIPY3C5-MCCLENDON

SUBJECT

(CD 3) Authorize Execution of a Contract with McClendon Construction Co., Inc., in the Amount of \$4,478,841.30 for Combined Street Paving Improvements, and Water and Sanitary Sewer Main Replacements for 2018 Bond Year Three Street Reconstruction Contract 5 project, Adopt Appropriation Ordinances and Update the FY 2021-2025 Capital Improvement Program (2018 Bond Program)

RECOMMENDATION:

It is recommended that the City Council:

1. Authorize execution of a contract with McClendon Construction Co., Inc., in the amount of \$4,478,841.30 for combined street paving improvements, and water and sanitary sewer main replacements for the 2018 Bond Year Three Street Reconstruction Contract 5 project;
2. Adopt the attached Appropriation Ordinance increasing receipts and appropriations in the Water and Sewer Capital Projects Fund in the amount of \$2,359,547.00, transferred from available funds within the Water and Sewer Fund, for the purpose of funding the 2018 Bond Street Reconstruction Contract 5 and 6 project (City Project No. 101452);
3. Adopt the attached Appropriation Ordinance adjusting appropriations in the 2018 Bond Program Fund by increasing appropriations in the 2018 Bond Year Three Street Reconstruction Contract 5 and 6 project, in the amount of \$2,959,628.00 and reducing appropriations in the Street Construction/Reconstruction/Rehabilitation programmable project (City Project No. PB0001) by the same amount; and
4. Revise the scope of the streets in this project as described in the 2018 Bond Program from asphalt rehabilitation to concrete reconstruction.

DISCUSSION:

This Mayor and Council Communication (M&C) is to authorize a construction contract for paving improvements on approximately 2.85 lane miles for the 2018 Bond Year Three Street Reconstruction Contract 5, along with water and sanitary sewer improvements on the following streets:

Street	From	To	Scope
Volder Drive	Oak Forest Drive	Burton Hill Drive	Water/Paving
Hervie Street	Diaz Avenue	Wellesley Avenue	Paving
Humbert Avenue	Faron Street	Horne Street	Water/Paving
Libby Avenue	Faron Street	Horne Street	Water/Paving
Libbey Avenue	Horne Street	Littlepage Street	Water/Paving
Locke Avenue	Mary's Lane	Sappington Place	Water/Sewer/Paving

The project was advertised for bid on October 22, 2020, and October 29, 2020 in the *Fort Worth Star-Telegram*. On November 19, 2020, the following bids were received:

	Amount	

Bidder	Alternate 1 (Asphalt Paving)	Alternate 2 (Concrete Paving)	Time of Completion
McClendon Construction Co., Inc.	\$4,411,984.00	\$4,478,841.30	360 Calendar Days
Stabile & Winn, Inc.	\$5,012,387.75	\$4,774,034.75	
Reyes Group, Inc.	\$5,475,538.50	\$6,075,839.50	

The 2018 Bond Program provided for the project streets to be reconstructed with new asphalt and replacement of damaged curb and gutter. In an effort to secure the most value for the City, staff advertised the project seeking prices for asphalt and concrete reconstruction. Concrete paving typically has a longer life span and lower the maintenance cost than asphalt. Staff recommends award of the contract for Alternate 2 (concrete paving).

The Transportation & Public Works Department's share on this contract is \$2,456,065.30. 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 \$2,022,776.00 will be available in the Water & Sewer Capital Projects Fund for the project (City Project No. 101452).

In addition to the contract amount, \$616,392.00 (Water: \$124,192.00, Sewer: \$111,440.00, Paving: \$380,760.00) is required for project management, material testing and inspection and \$223,941.70 (Water: \$52,897.00, Sewer: \$48,242.00, Paving: \$122,802.70) 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 Three Street Reconstruction Contract 5 project by Fund will consist of the following:

Fund	Existing Appropriations	Additional Appropriations	Project Total*
2018 Bond Program - Fund 34018	\$386,110.00	\$2,959,628.00	\$3,345,738.00
Water & Sewer Capital Projects - Fund 56002	\$784,423.00	\$2,359,547.00	\$3,143,970.00
Project Total	\$1,170,533.00	\$5,319,175.00	\$6,489,708.00

*Numbers rounded for presentation purposes

MWBE OFFICE: McClendon Construction Co., Inc. is in compliance with the City's BDE Ordinance by committing to 5% MBE participation and documenting good faith effort. McClendon Construction Co., Inc. identified several subcontracting and supplier opportunities. However, the firms contacted in the areas identified did not respond or did not submit the lowest bids. The City's MBE goal on this project is 16%.

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 update the 2021-2025 Capital Improvement Program.

This project is located in COUNCIL DISTRICT 3.

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 Fund and 2018 Bond Program Fund for the 2018 Bond Yr 3 - Contract 5&6 project. Prior to any expenditure being incurred, the Transportation & Public Works and Water Departments have the responsibility to validate the availability of funds.

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