

Mayor and Council Communication

DATE: 06/28/22

M&C FILE NUMBER: M&C 22-0478

LOG NAME: 60WSIII24WM-REYES

SUBJECT

(CD 3) Authorize Execution of a Contract with Reyes Group Ltd., in the Amount of \$3,488,888.88 for Westside III 24-inch Water Main, Provide for Project Costs for Project Total Amount of \$3,911,777.00, and Adopt Attached Appropriation Ordinance to Effect a Portion of Water’s Contribution to the Fiscal Years 2022-2026 Capital Improvement Program

RECOMMENDATION:

It is recommended that the City Council:

1. Authorize execution of a contract with Reyes Group Ltd., in the amount of \$3,488,888.88 for the Westside III 24 – inch Water Transmission; and
2. Adopt the attached appropriation ordinance increasing estimated receipts and appropriations in the Water and Sewer Capital Projects Fund, in the amount of \$3,911,777.00, from available funds, for the purpose of funding the Westside III 24” Water Main project (City Project No. 102689), and to effect a portion of the Water’s contribution to the Fiscal Years 2022-2066 Capital Improvement Program.

DISCUSSION:

The Westside III 24-inch Water Transmission project from Chapin School Road / I.H. 20 intersection 9,600 feet westerly was advertised for bid on April 14, 2022 and April 21, 2022 in the *Fort Worth Star-Telegram*. On May 19, 2022 the following bids were received:

BIDDER	AMOUNT	TIME OF COMPLETION
Reyes Group Ltd.	\$3,488,888.88	300 Calendar Days
William J. Schultz, Inc. dba Circle C Construction Company	\$4,204,928.00	
S.J. Louis Construction of Texas LTD	\$4,241,521.68	
Mountain Cascade of Texas, LLC	\$4,531,155.00	

In addition to the contract cost, \$248,444.00 is required for project management, inspection and material testing and \$174,444.00 is provided for project contingency.

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 Mayor and Council Communication (M&C) will appropriate funds in support of the Water’s portion of the City of Fort Worth’s Fiscal Years 2022-2026 Capital Improvement Program, as follows:

60WSIII24WM-REYES

Capital Fund Name	Project Name	FY2022 CIP Appropriations	Authority	Budget Change (Increase/ Decrease)	Revised FY2022 Budget
56002 – Water & Sewer Capital Projects Fund	102689 – Westside III 24” Water Main	\$0.00	This M&C	\$3,911,777.00	\$3,911,777.00

Funding is currently available in the Unspecified-All Funds project within the Water Capital Projects Fund for the purpose of funding the Westside III 24-inch Water Transmission Main project.

Funding for the Westside III 24-inch Water Transmission Main are as depicted below:

Fund	Existing Appropriations	Additional Appropriations	Project Total*
W&S Rev Bonds Series 2021 – Fund 56019	\$1,892,373.00	\$0.00	\$1,892,373.00
Water & Sewer Capital Project Fund – Fund 56002	\$0.00	\$3,911,777.00	\$3,911,777.00
Project Total	\$1,892,373.00	\$3,911,777.00	\$5,804,150.00

*Numbers rounded for presentation purposes.

Business Equity: Reyes Group Ltd., is in compliance with the City's Business Equity Ordinance by committing to 92 percent Business Equity participation on this project. The City's Business Equity goal on this project is six percent. Additionally, Reyes Group, Ltd. is a certified M/WBE firm.

The project is located in COUNCIL DISTRICT 3.

FISCAL INFORMATION / CERTIFICATION:

The Director of Finance certifies that funds are currently available in the Unspecified - All Funds within W&S Capital Projects 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 WESTSIDE III 24" Water Main project to support the approval of the above recommendations and execution of the contracts. Prior to any 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: Walter Norwood 5026

Expedited