

Mayor and Council Communication

DATE: 03/08/22

M&C FILE NUMBER: M&C 22-0179

LOG NAME: 60WMERRCON2019R1-CIRCLEC

SUBJECT

(ALL) Adopt Appropriation Ordinance in the Amount of \$2,500,000.00 to Fund the First Renewal with William J. Schultz, Inc., dba Circle C Construction Company, for Water Main Extensions, Replacements and Relocations Contract 2019 for Various Locations Throughout the City 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 adopt the attached appropriation ordinance increasing estimated receipts and appropriations in the Water and Sewer Capital Projects Fund in the amount of \$2,500,000.00, transferred from available funds in the Water and Sewer Fund, for the purpose of funding the Water Main Extensions, Replacements and Relocations Contract 2019 project (City Project No. 102195) and to effect a portion of Water's contribution to the Fiscal Years 2022-2026 Capital Improvement Program.

DISCUSSION:

On September 17, 2019, Mayor and Council Communication (M&C 19-0158), the City Council authorized the execution of a contract in the amount of \$2,000,000.00, for the Water Main Extensions, Replacements and Relocations Contract 2019 (City Secretary Contract No. 53039) and provided for the option of two renewals.

The City and the contractor desire to exercise the first renewal of the contract in the amount of \$2,000,000.00.

The work to be performed under this contract consists of extending, replacing and/or relocating water mains, service lines, and other pertinent construction required to upgrade existing water infrastructure or as required to provide water service to individual customers or developers. While funding for this project comes from the Water and Sewer Capital Projects Fund, the Water Department issues work orders to the contractor after payment of applicable estimated costs by the customer and/or developer.

In addition to the contract amount, \$500,000.00 is required for project management, material testing, inspection, and real property acquisition.

It is the practice of the Water Department to appropriate its CIP plan throughout the fiscal year 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's portion of the City of Fort Worth's Fiscal Years 2022-2026 Capital Improvement Program, as follows:

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Capital Fund Name	Project Name	FY2022 CIP Appropriations	Authority	Budget Change (Increase/Decrease)	Revised FY2022 Budget
56002-W&S Capital Projects Fund	102195-Misc. Water Main Contract 2019	\$ -	This M&C	\$2,500,000.00	\$2,500,000.00

Funding is budgeted in the Transfer to Water account of the Water operating budget for the purpose of funding the Misc. Water Main Contract 2019 project within the Water & Sewer Capital Projects Fund.

This project will have no impact on the Water Department's operating budget when completed.

Appropriations for the Water Main Extensions, Replacements and Relocations Contract 2019 for various locations throughout the city are depicted below:

Fund	Existing Appropriations	Additional Appropriations	Project Total*
W & S Capital Projects - Fund 56002	\$2,500,000.00	\$2,500,000.00	\$5,000,000.00

Fund	Existing Appropriations	Additional Appropriations	Project Total*
Project Total	\$2,500,000.00	\$2,500,000.00	\$5,000,000.00

*Numbers rounded for presentation.

Business Equity – William J. Schultz, Inc., dba Circle C Construction Company is in compliance with the City's Business Equity Ordinance by committing to five percent Business Equity participation on this project. The City's Business Equity goal on this project is 10 percent.

This project is located in ALL COUNCIL DISTRICTS.

FISCAL INFORMATION / CERTIFICATION:

The Director of Finance certifies that funds are currently available in the Water & Sewer Fund and upon approval of the above recommendation and adoption of the attached appropriation ordinance, funds will be available in the in the W&S Capital Projects Fund for the Misc. Water Main Contract 2019 project. Prior to any expenditure being incurred, the Water Department has the responsibility to validate the availability of funds.

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Expedited