

Mayor and Council Communication

DATE: 06/09/26

M&C FILE NUMBER: M&C 26-0423

LOG NAME: 60WMAINREPL2026-CIRCLEC

SUBJECT

(ALL) Authorize Execution of a Contract with William J. Schultz, Inc. dba Circle C Construction Company, in the Amount of \$1,000,000.00 for Water Main Replacement Contract 2026, with Two Optional Renewals and Adopt Appropriation Ordinance to Effect a Portion of Water's Contribution to the Fiscal Years 2026-2030 Capital Improvement Program

RECOMMENDATION:

It is recommended that the City Council:

1. Authorize execution of a contract with William J. Schultz, Inc. dba Circle C Construction Company, in the amount of \$1,000,000.00, for Water Main Replacement Contract 2026, with two optional renewals; and
2. Adopt the attached appropriation ordinance increasing estimated receipts and appropriations in the Water and Sewer Capital Projects Fund in the amount of \$1,300,000.00, transferred from available PayGo funds within the Water and Sewer Fund, for the purpose of funding the Water Main Replacement Contract 2026 project (City Project No. 106711) to effect a portion of Water's contribution to the Fiscal Years 2026-2030 Capital Improvement Program.

DISCUSSION:

The purpose of this Mayor and Council Communication (M&C) is to authorize execution of a contract with William J. Schultz, Inc. dba Circle C Construction Company, in the amount of \$1,000,000.00, for Water Main Replacement Contract 2026, with two optional renewals.

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

The bid documents included a stipulation that the total quantities listed may not reflect actual quantities and that the amount budgeted for the projects is \$1,000,000.00. Final payments will be made based on actual measured quantities. The bid documents also included a stipulation giving the City the option to renew this contract two times under the same terms, conditions and unit prices subject to appropriated funding.

The project was advertised for bid on March 18, 2026, and March 25, 2026, in the *Fort Worth Star-Telegram* and on April 16, 2026, the following bid was received:

Bidder	Amount	Time of Completion
William J Schultz, Inc. dba Circle C Construction Company	\$6,687,800.00	365 Calendar Days

Staff has reviewed the proposed unit price and consider it to be fair and reasonable.

Small Business (SB) Goal – William J. Schultz, Inc. dba Circle C Construction – Company is a certified small business and is in compliance with the City’s Small Business Ordinance.

In addition to the contract amount, \$300,000.00 is required for project management, land acquisition, material testing and inspection.

Construction is expected to start June 2026 and be completed by June 2027 or when the contract amount is exhausted, whichever occurs later.

It is the practice of the Water Department to appropriate its Capital Improvement Program (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.

FY2026 – Water PAYGO Appropriations per City Ordinance 27979-09-2025

FY2026 Original Adopted PayGo	FY2026 Amended PayGo (includes any council actions subsequent to	TYD PayGo Approved for/Moved to Capital Projects	This M&C	FY2026 Remaining PayGo Balance

	budget adoption)			
\$101,090,082.00	\$101,090,082.00	(\$55,391,092.29)	(\$1,300,000.00)	\$44,398,989.71

Note: there may be other pending actions or recently approved actions that are not reflected in the table due to timing.

Appropriations for Water Main Replacements Contract 2026 as depicted below:

Fund	Existing Appropriations	Additional Appropriations	Project Total*
W&S Capital Projects - Fund 56002	\$0.00	\$1,300,000.00	\$1,300,000.00
Project Total	\$0.00	\$1,300,000.00	\$1,300,000.00

*Numbers rounded for presentation purposes.

Funding is budgeted in the Transfer to Water/Sewer account within the Water & Sewer Fund for the purpose of funding the Water Main Replacement Contract 2026 project.

This project is located in ALL COUNCIL DISTRICTS.

FISCAL INFORMATION / CERTIFICATION:

The Director of Finance certifies that funds are available in the Water & Sewer 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 Water Main Repl Contract 2026 project to support execution of the contract. Prior to any expenses being incurred, the Water Department has the responsibility of verifying the availability of funds.

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