

# Mayor and Council Communication

DATE: 01/13/26

M&amp;C FILE NUMBER: M&amp;C 26-0014

LOG NAME: 60WMCASTIRONRDOWNTCO2-CIRCLEC

**SUBJECT**

(CD 9) Authorize Execution of Change Order No. 2 in the Amount of \$1,052,406.00 to a Contract with William J. Schultz, Inc. dba Circle C Construction Company for the 16-42 Inch Cast Iron Water Main Replacement in Downtown Fort Worth and Adopt Appropriation Ordinance to Effect a Portion of Water's Contribution to the Fiscal Years 2026-2030 Capital Improvements Program

**RECOMMENDATION:**

It is recommended that the City Council:

1. Authorize execution of Change Order No. 2 in the amount of \$1,052,406.00 and an additional 80 calendar days to City Secretary No. 62630, a contract with William J. Schultz, Inc. dba Circle C Construction Company for the 16-42 inch Cast Iron Water Main Replacement in Downtown Fort Worth project for a revised contract amount of \$20,831,397.50; and
2. Adopt the attached appropriation ordinance increasing estimated receipts and appropriations in the Water and Sewer Capital Projects Fund in the amount of \$1,052,406.00, transferred from available PayGo funds within the Water and Sewer Fund, for the purpose of funding the 16-42 inch Cast Iron Water Main Replacement in Downtown Fort Worth project (City Project No. 105064) and to effect a portion of Water's Contribution to the Fiscal Years 2026-2030 Capital Improvement Program.

**DISCUSSION:**

On December 10, 2024 by Mayor and Council Communication (M&C) 24-1137, the City Council authorized a construction contract with William J. Schultz, Inc. dba Circle C Construction Company in the amount of \$19,312,041.50 for 16-42 inch Cast Iron Water Main Replacement in Downtown Fort Worth. The contract was subsequently amended by Change Order No.1 in the amount of \$466,950.00 authorized on June 24, 2025 (M&C 25-0640) that primarily provided compensation for the replacement of industrial type pavement that was encountered during construction on Florence Street and W. 13<sup>th</sup> Street, the installation of 24-inch ductile iron pipe to connect to an existing cast iron pipe, ductile iron pipe fittings for existing water main, additional 8-inch water line lowering on the project to clear conflicts and by other than open cut installation to lower a project 8-inch water main under a 90-inch storm drain pipe conflict on the 13<sup>th</sup> Street / Henderson Street intersection.

Change Order No. 2 will primarily provide for increased pay item quantities of 36-inch water pipe with Flowable fill, ductile iron fittings with restraint, pavement repair and connection to an existing 42-inch water main. The change order will also provide new pay items for 30-inch water pipe with Flowable fill, temporary asphalt and pavement repair connection to an existing 30-inch water main located on Lancaster Avenue. The increased and new pay items are necessary due previously unknown field conditions that were encountered during construction on Lancaster Avenue and W 13<sup>th</sup> Street.

It is the practice of the Water Department to appropriate its Capital Improvement Program (CIP) plan throughout the Fiscal Year (FY), instead of within the annual budget ordinance, as projects commence, additional funding needs are identified, and to comply with bond covenants.

Funding is available in the Transfer to Water/Sewer account of the Water and Sewer Fund for the purpose of funding the 16-42 inch Cast Iron Water Main Replacement in Downtown Fort Worth project.

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

FY2026 Original Adopted PayGo	FY2026 Amended PayGo (includes any council actions subsequent to budget adoption)	YTD PayGo Approved for/Moved to Capital Projects	This M&C	FY2026 Remaining PayGo Balance
\$101,090,082.00	\$101,090,082.00	(\$23,812,371.00)	(\$1,052,406.00)	\$76,225,305.00

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

Appropriations for 16-42 inch Cast Iron Water Main Replacement in Downtown Fort Worth project are as depicted below:

Fund	Existing Appropriations	Additional Appropriations	Project Total*

W&S Capital Projects – Fund 56002	\$22,360,135.00	\$1,052,406.00	\$23,412,541.00
General Capital Projects – Fund 30100	\$160,505.00	\$0.00	\$160,505.00
<b>Project Total</b>	<b>\$22,520,640.00</b>	<b>\$1,052,406.00</b>	<b>\$23,573,046.00</b>

**\*Numbers rounded for presentation purposes.**

This project is located in COUNCIL DISTRICT 9.

**FISCAL INFORMATION / CERTIFICATION:**

The Director of Finance certifies that funds are currently 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 16 to 42-in CI WM Dwntwn Repl project to support the execution of the change order. 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:** Jessica McEachern 5804

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