

City of Fort Worth, Texas

Mayor and Council Communication

DATE: 12/10/24 M&C FILE NUMBER: M&C 24-1138

LOG NAME: 60WMAINREPL2022R1-CIRCLEC

SUBJECT

(ALL) Adopt Appropriation Ordinance in the Amount of \$1,300,000.00 to Fund the First Renewal with William J. Schultz, Inc. dba Circle C Construction Company, for Water Main Replacement Contract 2022 and to Effect a Portion of Water's Contribution to the Fiscal Years 2025-2029 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 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 First Renewal of the Miscellaneous Water Main Replacements Contract 2022 project (City Project No. 104265) and to effect a portion of Water's contribution to the Fiscal Years 2025-2029 Capital Improvement Program.

DISCUSSION:

On 02/14/2023, Mayor and Council Communication (M&C) 23-0130, the City Council authorized execution of a contract in the amount of \$1,000,000.00, for the Water Main Replacements Contract 2022 (City Secretary Contract No. 59064) 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 \$1,000,000.00. This M&C will appropriate the funding of the first renewal, plus staff costs.

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 replace existing water mains or as required to provide water service to individual customer 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, \$300,000.00 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 (FY), 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 M&C will appropriate funds in support of the Water's portion of the City of Fort Worth's Fiscal Years 2025-2029 Capital Improvement Program, as follows:

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

60WMAINREPL2022R1-CIRCLEC

Capital Fund Name	Project Name	FY2025 CIP Appropriations	Authority	Budget Change (Increase/ Decrease)	Revised FY2025 Budget
56002 - W&S Capital Projects Fund	104265 - MISC 2022 WATER MAIN REPL	\$0.00	This M&C	\$1,300,000.00	\$1,300,000.00

Funding is budgeted in the Transfer to Water/Sewer account of the Water and Sewer operating budget for the purpose of funding the Water Main Replacements Contract 2022.

FY2025 – Water PAYGO Appropriations per City Ordinance 27107-09-2024

FY2025 Original Adopted PayGo	FY2025 Amended PayGo (includes any council actions subsequent to	YTD PayGo Approved for/Moved to Capital Projects	This M&C	FY2025 Remaining PayGo Balance
-------------------------------	--	--	----------	--------------------------------

	budget adoption)			
\$92,597,771.00	\$92,597,771.00	(\$15,552,949.00)	(\$1,300,000.00)	\$75,744,822.00

Appropriations for Water Main Replacements Contract 2022 for various locations throughout the City are depicted below:

Fund	Existing Appropriations	Additional Appropriations	Project Total*
W&S Capital Project Fund 56002	\$1,300,000.00	\$1,300,000.00	\$2,600,000.00
Project Total	\$1,300,000.00	\$1,300,000.00	\$2,600,000.00

*Numbers rounded for presentation purposes.

This project will have no impact on the Water Department's operating budget when completed. Construction is expected to start January 2025 and be completed by January 2026 or when the contract amount is exhausted, whichever occurs later.

Business Equity: William J. Schultz, Inc., dba Circle C Construction Co. agrees to maintain its initial M/WBE commitment of 12 percent that it made on the original contract and extend and maintain that same M/WBE commitment of 12 percent to this first renewal. Therefore William J. Schultz Inc., dba Circle C Construction Co. remains in compliance with the City's M/WBE Ordinance and attests to its commitment by its signature on the Acceptance of Previous M/WBE Commitment form executed by an authorized representative of its company.

This project is located in ALL COUNCIL DISTRICTS.

A Form 1295 is not required because: This M&C does not request approval of a contract with a business entity.

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 W&S Capital Projects Fund for the MISC 2022 WATER MAIN REPL project to support the approval of the above recommendation and execution of the contract renewal. Prior to any expenditures being incurred, the Water Department has the responsibility of verifying the availability of funds.

Submitted for City Manager's Office by: William Johnson 5806

Originating Business Unit Head: Chris Harder 5020

Additional Information Contact: Scott Lafferty 8213