

# Mayor and Council Communication

DATE: 08/20/19

M&C FILE NUMBER: M&C 19-0047

LOG NAME: 6019EMERCON-CIRCLEC

**SUBJECT**

Authorize Execution of a Contract with William J. Schultz, Inc. dba Circle C Construction Company, in the Amount of \$1,250,000.00 for the 2019 Sanitary Sewer Emergency Response Contract, Provide for Additional Project Costs for a Total Project Amount of \$1,500,000.00 and Adopt Appropriation Ordinance (ALL COUNCIL DISTRICTS)

**RECOMMENDATION:**

It is recommended that the City Council:

1. Adopt the attached appropriation ordinance increasing estimated receipts and appropriations in the Water and Sewer Capital Projects Fund in the amount of \$1,500,000.00 from available funds; and
2. Authorize the execution of a contract with William J. Schultz, Inc. dba Circle C Construction Company, in the amount of \$1,250,000.00 for 2019 Sanitary Sewer Emergency Response Contract which includes two optional renewals. (City Project No. 102082)

**DISCUSSION:**

The work to be performed under this contract consists of replacing and/or relocating large diameter sanitary sewer mains and other pertinent construction required in response to emergency sanitary sewer main break incidents.

The project was advertised for bid on May 2, 2019 and May 9, 2019 in the Fort Worth Star-Telegram and on June 13, 2019, the following bids were received.

| Bidder   | Amount         | Time of Completion |
|--|----------------|--------------------|
| William J. Schultz, Inc. dba Circle C Construction Company | \$5,072,800.00 | 365 Calendar Days  |

In addition to the contract amount, \$250,000.00 is required for project management, material testing and inspection.

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 \$1,250,000.00. Final payments will be made based on actual measured quantities. The bid documents also included a stipulation giving the City the option to renew (subject to appropriated funding) this contract two times under the same terms, conditions and unit prices.

This project will have no impact on the Water Department's operating budget when completed. Construction under this contract is on an as-needed basis. The contract will expire when the contract amount is exhausted or one year after the effective date, whichever occurs later.

M/WBE OFFICE: William J. Schultz Inc. dba Circle C Construction Company is in compliance with the City's BDE Ordinance by documenting good faith effort. William J. Schultz Inc. dba Circle C Construction Company identified several subcontracting and supplier opportunities. However, the firms contacted in the areas identified did not respond or did not submit the lowest bids. The City's MBE goal on this project is four percent.

This project is located in ALL COUNCIL DISTRICTS.

**FISCAL INFORMATION / CERTIFICATION:**

The Director of Finance certifies that upon approval of the above recommendation and adoption of the attached appropriation ordinance, funds will be available in the current capital budget, as appropriated, of the Water and Sewer Capital Projects Fund. The Fiscal Year 2019 Water Operating Budget includes appropriations of \$35,856,873.00 for the purpose of providing Pay-As-You-Go Funding for Sewer Capital Projects. After this transfer for Fiscal Year 2019, the balance will be \$15,697,009.00.

Appropriations for 2019 Sanitary Sewer Emergency Response Contract are as depicted below:

| FUND        | Existing Appropriations | Additional Appropriations | Project Total* |
|-------------|-------------------------|---------------------------|----------------|
| W&S Capital |                         |                           |                |

|                          |        |                |                |
|--------------------------|--------|----------------|----------------|
| Projects - Fund<br>56002 | \$0.00 | \$1,500,000.00 | \$1,500,000.00 |
| Project Total            | \$0.00 | \$1,500,000.00 | \$1,500,000.00 |

\*Numbers rounded for presentation purposes.

**Submitted for City Manager's Office by:** Dana Burghdoff 8018

**Originating Business Unit Head:** Chris Harder 5020

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