A U	UST I	N C	T Y	C O U N	C I L
AGENDA					
Recommendation for Council Action (CCO)					
Austin City Council		Item ID:	69113	Agenda Number	4.
Meeting Date:	April 13, 2017				
Department:	Capital Contracting Office				
Subject Authorize award and execution of a construction contract with MASTEC NORTH AMERICA, INC., for the Fiscal Year 2016-2017 Traffic Signal Maintenance – Indefinite Delivery/Indefinite Quantity project, in an estimated amount of \$656,250 for 12 months, with four 12-month extension options in an estimated amount of \$600,000 for each extension option, for a total contract amount not to exceed of \$3,056,250, to be allocated among the initial 12-month term and the four extension option periods needed.					
Amount and Source of Funding					
Funding for the initial term is available in the Fiscal Year 2016-2017 Operating Budget of the Austin Transportation Department. Funding for the remaining months of the original contract period and extension options are contingent upon available funding in future budgets.					
Fiscal Note					
A fiscal note is not required.					
Purchasing Language:	Lowest responsive bid of one bid received.				
Prior Council Action:					
For More Information:	Rolando Fernandez, 512-974-7749; Sarah Torchin, 512-974-7141; Robert Spillar, 512-974-2488; Gilda Powers, 512-974-7092; Jorge Riveros, 512-974-7768.				
Boards and Commission Action:					
Related Items:					
MBE / WBE:	This contract will be awarded in compliance with Chapter 2-9A of the City Code (Minority Owned and Women Business Enterprise Procurement Program) by meeting the goals with 4.03% MBE and 2.24% WBE participation.				
Additional Backup Information					

Indefinite Delivery/Indefinite Quantity contracts provide for an indefinite quantity of services for a fixed time, usually an initial term with extension options. They are commonly used when precise quantities of supplies or services, above a specified minimum, cannot be determined. Indefinite Delivery/Indefinite Quantity contracts help streamline the contract process and service delivery and allow the City the flexibility to add work as needs arise or change. As each project is defined, a specific work assignment will be given to the contractor who will complete the scope of work for the unit prices included in the contract. Work deadlines will be established for each work assignment.

This Indefinite Delivery/Indefinite Quantity contract includes engineered specifications for the timely maintenance of existing traffic signals and Pedestrian Hybrid Beacons as well as modifications to existing traffic signals and Pedestrian Hybrid Beacons as identified. Each work order for work will be accompanied by detail showing the location of the equipment to be installed. An increase of \$131,250 to year one has been requested to account for the early traffic signal or Pedestrian Hybrid Beacon modifications.

This request allows for the award and execution of a construction contract with the recommended consultant for an estimated period of 12 months with four 12-month extensions. However, in the event available funding during a term has been expended, the City may initiate the early execution of an available extension option, but in no event will exceed the total contract amount. The extension options are subject to the mutual agreement of both parties.

The base bid was used to identify and determine the lowest responsive bidder and to determine contract unit prices for each bid item. The not-to-exceed contract amount of \$3,056,250 is the amount budgeted for this contract and Council authorization will allow the Austin Transportation Department to issue work assignments up to the budgeted amount within the specified contract time. One firm submitted bids.

The Capital Contracting Office contacted the vendors who attended the pre-bid meeting and chose not bid. The responses we received from the vendors who chose not to bid were as follows:

- When estimating the cost to bid on the project, the estimated amount was higher than the City's estimated amount;
- Minority participation was too high for the dollar amount of the project, and
- This project was too small; the vendor decided to bid on other, bigger projects.

The work performed by this service contract may be located anywhere within the Austin city limits and may be performed in all Districts. The project will be managed by the Austin Transportation Department.

MasTec North America, Inc., Austin, Texas

Information for this solicitation is available on the City's Austin Finance Online website. Link: <u>Solicitation</u> <u>Documents.</u>