

# Recommendation for Council Action (CCO)

Austin City Council Item ID: 73217 Agenda Number 8.

Meeting Date: August 31, 2017

Department: Capital Contracting Office

## Subject

Authorize award and execution of a construction contract with AUSTIN MATERIALS, LLC, for the Miscellaneous Street Overlay Indefinite Delivery/Indefinite Quantity project in the initial amount of \$2,000,000 for an initial 12-month term, with three one-year extension options of \$2,000,000 each, for a total contract amount not to exceed \$8,000,000.

## Amount and Source of Funding

Funding for the initial amount of \$2,000,000 is available in the Fiscal Year 2016-2017 Operating Budget of the Public Works Department. Funding for extension options is contingent upon available funding in future budgets.

## Fiscal Note

#### A fiscal note is not required.

Purchasing Language:	Lowest responsive bid of four bids received through a competitive Invitation for Bid solicitation.
Prior Council Action:	N/A
For More Information:	Inquiries should be directed to the City Manager's Agenda Office, at 512-974-2991 or AgendaOffice@ austintexas.gov.  NOTE: Respondents to this solicitation, and their representatives, shall direct inquiries to Rolando Fernandez, 512-974-7749 or Garrett Cox, 512-974-9423.
Boards and Commission Action:	N/A
Related Items:	
MBE / WBE:	This contract will be awarded in compliance with City Code Chapter 2-9A (Minority Owned and Women Owned Business Enterprise Procurement Program) through the achievements of

Good Faith Efforts with 5.02% MBE and 2.07% WBE participation.

## Additional Backup Information

This contract will provide mill and overlay preventive maintenance to approximately 17 lane miles of City of Austin maintained streets. Given the nature of an Indefinite Delivery/Indefinite Quantity contract, the actual completed lane miles depends on final work assignments. The Public Works Operation's Pavement Management Information System identified the candidate streets/projects for preventive maintenance. Work involves all necessary street preparation including, but not limited to milling; crack sealing; hot mix asphalt concrete pavement surface replacement and level up; followed by the installation of an asphalt overlay, lane and pavement markings, traffic control, and adjustment of manholes and water valve boxes. The Indefinite Delivery/Indefinite Quantity contract documents include City standard details and specifications, and estimated quantities of work anticipated under the contract.

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 contract may also provide emergency, on-call responses as situations occur. While the locations of these repairs will not be known until an emergency occurs, public communication to the affected areas will be achieved through a combination of emails, mailings and a project website.

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 \$8,000,000 is the amount budgeted for this contract and Council authorization will allow the Public Works Department to issue work assignments up to the budgeted amount within the specified contract time.

This request allows for the award and execution of a construction contract with the recommended firm for an estimated period of one year with three possible one-year extensions. However if funds for the initial term is expended staff may accelerate expenditure of the funds allocated to the extension option, but in no event will exceed the total contract amount. The extension options are subject to the mutual agreement of both parties.

This work may be performed in any zip code and any Council district in the City. This project will be managed by the Public Works Department.

Austin Materials, LLC is located in Austin, Texas.

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