## **Recommendation for Council Action**

**AUSTIN CITY COUNCIL** 

Regular Meeting: March 1, 2018 Item Number: 004

## **Capital Contracting Office**

Authorize award and execution of a construction contract with Peabody General Contractors Inc. (WBE), for the 2018 Waterline On-Call Services Indefinite Delivery/Indefinite Quantity project in the amount of \$2,000,000 for an initial one-year term and a two one-year extension options in the amount of \$2,000,000 each, for a total contract amount not to exceed \$6,000,000. [Note: This contract will be awarded in compliance with City Code Chapter 2-9A (Minority Owned and Women Owned Business Enterprise Procurement Program) by meeting the minimum goals with 6.37% MBE and 1.00% WBE participation.]

**District(s) Affected:** District 1, District 2, District 3, District 4, District 5, District 6, District 7, District 8, District 9, District 10

Capital Contracting Office
Managing Department(s) Austin Water
Funding for the initial amount of \$2,000,000 is available in the Fiscal Year 2017-2018 Capital Budget of Austin Water. Funding for the extension options is contingent upon available funding in future budgets.
Lowest responsive bid of three bids received through a competitive Invitation for Bid solicitation.
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, Aiden Cohen, 512-974-1929, or the Project Manager, Jeff Kyle,

	512-974-1180.
Council Committee, Boards and Commission Action	February 14, 2018 - Recommended by the Water and Wastewater Commission on a vote of 9-0 vote with Commissioners Kellough and Turrieta absent.

## **Additional Backup Information:**

This Indefinite Delivery/Indefinite Quantity contract will provide a contractor to respond to emergencies related to waterline repairs that Austin Water crews are unable to address. The selected contractor will also repair or replace water valves, fire hydrants, water meters, as well as assist with Austin Water's leak detection and condition assessment program, and perform other work associated with water mains and associated appurtenances that crews are unable to address. The project was bid as a service contract with numerous bid items to accommodate the anticipated work. The bid documents did not include engineered plans as exact scope of work and work locations are unknown at this time. Work performed under this contract will be entirely within the Austin Water service area.

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, with the respective engineered plans, 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.

The base bid was used to identify and determine the lowest responsive bidder and to determine contract unit prices for each bid item and the lowest bidder.

This request allows for the award and execution of a construction contract with Peabody General Contractors, Inc. for an initial term of one-year with two one-year extension options. However, if funds for the initial term are expended early, staff may accelerate the extension options, but in no event will exceed the total contract amount of \$6,000,000. The extension options are subject to the agreement of both parties.

This project is located entirely within Austin Water's service area.

Peabody General Contractors, Inc. is located in Austin, TX.

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