



**Recommendation for
Water & Wastewater Commission**

Commission Meeting Date:	June 12, 2019
Council Meeting Date:	June 20, 2019
Department:	Capital Contracting Office (19-2012)
Client:	Aiden Cohen, Mike Russ, Kevin Koeller
SUBJECT	
<p>Authorize award and execution of a construction contract with Facilities Rehabilitation Inc. (MBE) for Wastewater Indefinite Delivery/Indefinite Quantity (2019 to 2022) - Manhole Rehab and Installations Plus Services contract in the amount of \$750,000 for an initial 12-month term, with three 12-month extension options of \$750,000, for a total contract amount not to exceed \$3,000,000.</p>	
AMOUNT AND SOURCE OF FUNDING	
<p>Funding for the initial amount of \$750,000 is available in the Fiscal Year 2018-2019 Capital Budget of Austin Water. Funding for the extension options is contingent upon available funding in future budgets.</p>	
Purchasing Language:	Lowest responsive bid of five bids received through a competitive Invitation for Bid solicitation.
Prior Council Action:	
Boards and Commission Action:	To be reviewed by the Water and Wastewater Commission on June 12, 2019.
MBE/WBE:	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 goals with 98.68% MBE and 1.32% WBE.

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.

Austin Water has over 55,000 wastewater manholes in service. Manholes provide access points to the wastewater collection system. Manholes require periodic maintenance, and this contract allows work to be performed at any of the manholes as needed. This contract also allows for the installation of new manholes and the installation of wastewater services.

Manhole rehabilitation includes the application of corrosion resistant materials to the interior surface of the manholes. City forces do not have the specialty equipment or training to provide this service. While most of the work performed under this contract will be planned, the contractor will also respond to emergency requests. The current manhole rehabilitation service contract is ending and this new contract will provide a continuation of the maintenance capability.

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

This request allows for the award and execution of a construction contract with Facilities Rehabilitation Inc. for an estimated period of 12-months with three 12-month extension options. However, if funds for the initial term are expended staff may accelerate the extension options, but in no event will exceed the total contract amount without returning to Council. The extension options are subject to the agreement of both parties.

The manhole rehabilitation work to be provided under this contract is outside the capabilities of City forces and the current contract time has ended. This item is needed to continue to provide required services for the operation and maintenance of the collection system.

The work to be performed under this contract may be in all Districts. The project will be managed by Austin Water.

Facilities Rehabilitation Inc. (MBE) is located in Austin, Texas.

Information on this solicitation is available on the City's Austin Finance Online website. Link: [Solicitation Documents](#).

M/WBE Summary

Public notice was given for this solicitation CLMC741 Wastewater IDIQ (2019 to 2022) - Manhole Rehab and Installations Plus Services contract, through the City's Vendor Connection web portal. Five bids were received and opened on May 9, 2019. Of the five of bids received three bids were from MBE/WBE certified firms.

Facilities Rehabilitation Inc. (MBE/MH), Austin, Texas	\$2,518,700
Santa Clara Construction Ltd (MBE/MH), Austin, Texas	\$2,533,280
D Guerra Construction LLC (MBE/MH), Austin, Texas	\$2,824,510
Austin Underground Inc., Lago Vista, Texas	\$3,962,570
National Power Rodding Corp, Austin, Texas	\$5,154,945

The contractor's choice of work methodology provides for one area of subcontracting opportunity which is listed below. Participation subgoals stated in the solicitation were 7.93% MBE and 1.32% WBE. Total participation estimated on base bid amount of \$2,518,700:

<u>MBE TOTAL – Prime</u>	<u>98.68%</u>
(MH) Facilities Rehabilitation Inc., Austin, Texas	98.68%
 <u>WBE TOTAL – SUBCONTRACTORS</u>	 <u>1.32%</u>
(FH) CL Concrete Construction Corporation, Taylor, Texas (construction of manholes)	1.32%

The Contractor submitted a MBE/WBE Compliance Plan that met the goals of the solicitation and was approved by the Small and Minority Business Resources Department. Second and third low bidder information is provided.

SECOND BIDDER – Santa Clara Construction Ltd. (MBE/MH), Austin, Texas \$2,533,280
98.68% MBE prime participation; 1.32% WBE; Unknown % Non M/WBE subcontractor participation

THIRD BIDDER – D Guerra Construction LLC. (MBE/MH), Austin, Texas \$2,824,510
98.68% MBE prime participation; 1.32% WBE; and 0% Non M/WBE subcontractor participation