



Recommendation for Action

File #: 20-3335, **Agenda Item #:** 3.

11/12/2020

Posting Language

Authorize award and execution of a construction contract with PGC General Contractors, LLC, for the 2021 Waterline On-Call Services Indefinite Delivery/Indefinite Quantity contract in the amount of \$2,000,000 for an initial one-year term, with two, one-year extension options 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 goals with 9.23% MBE and 1.51% WBE participation.]

Lead Department

Capital Contracting Office

Managing Department

Austin Water

Fiscal Note

Funding for the initial amount of \$2,000,000 is available in the Fiscal Year 2020 - 2021 Capital Budget of Austin Water. Funding for the extension options is contingent upon available funding in future budgets.

Purchasing Language:

Lowest responsive bid of two bids received through a competitive Invitation for Bid solicitation.

For More Information:

Inquiries should be directed to the City Manager's Agenda Office, at 512-974-2991 or AgendaOffice@austintexas.gov <<mailto:AgendaOffice@austintexas.gov>>.

NOTE: Respondents to this solicitation, and their representatives, shall direct inquiries to Rolando Fernandez, 512-974-7749, Garrett Cox, 512-974-9423, or the Project Manager, Jeff Kyle, 512-972-1180.

Council Committee, Boards and Commission Action:

October 14, 2020 - Recommended by the Water and Wastewater Commission on a 9-0 vote with Commissioner Turrieta absent.

Additional Backup Information:

This Indefinite Delivery/Indefinite Quantity (IDIQ) 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 city crews are unable to address.

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 (IDIQ) 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 assigned 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's current Waterline IDIQ contract will expire in November 2020. The 2021 Waterline On-Call Services IDIQ will continue with a new three-year contract. Historically, Waterline IDIQ contracts have been a huge success in allowing Austin Water to respond to large diameter water system emergencies in a timely and efficient manner. They have also allowed for the more efficient repair and replacement of large water valves and associated appurtenances.

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 PGC General Contractors, LLC for an estimated period of one year with two, one-year extensions. 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. The extension options are subject to the agreement of both parties.

A delay in approving this contract could result in the inability to efficiently respond to emergency repairs for large diameter waterlines.

This project is located within the Austin Water service area.

PGC General Contractors, LLC is located in Austin, Texas.

Strategic Outcome(s):

Health and Environment