



Recommendation for Action

File #: 22-2393, Agenda Item #: 35.

7/28/2022

Posting Language

Authorize award and execution of a construction contract with PGC General Contractors, LLC, for the 2021 Facilities - Large Facilities Indefinite Delivery/Indefinite Quantity contract in the amount of \$5,000,000 for an initial one-year term, with two, one-year extension options of \$5,000,000 each, for a total contract amount not to exceed \$15,000,000.

[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 6.28% MBE and 1.35% WBE participation.]

Lead Department

Financial Services Department

Managing Department

Public Works Department

Fiscal Note

Funding for the initial amount of \$5,000,000 is available in the Capital Budget of Austin Water.

Purchasing Language:

One responsive bid received through a competitive Invitation for Bids solicitation.

For More Information:

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, Gary Jackson, 512-974-7115.

Council Committee, Boards and Commission Action:

To be reviewed by the Water and Wastewater Commission on July 20, 2022

Additional Backup Information:

Previous Indefinite Delivery/Indefinite Quantity (ID/IQ) contracts were developed to support facility needs such as emergency response services and non-emergency improvements for components of the Austin Water system. Those contracts have been completed and fully expended.

ID/IQ 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. ID/IQ 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.

The work covered under this contract consists of providing services for operations support and the

rehabilitation of existing large facility projects. The contractor will provide service to repair/replace components of the facilities due to issues such as deterioration, damage, or obsolescence. Consultant design efforts shall be used when required by the scope of the needed work, but are not included in this contract

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

Only one bid was received for this solicitation. Eight prime bidders attended the pre-bid meeting, and the solicitation period was extended to 13 weeks to allow potential bidders more time. Staff inquired why the prime bidders who attended the pre-bid meeting did not bid. Only one response was received, indicating there were challenges providing a firm fixed price bid in the current construction market.

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 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. The extension options are subject to the agreement of both parties.

The previous/current contract authorization has been completely allocated and any delay in execution will cause the facilities in need of repair to continue to suffer further deterioration.

This project will be located citywide in various districts including the City's Extraterritorial Jurisdiction.

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

Strategic Outcome(s):

Safety, Health and Environment.