

**Posting Language**

Recommend approval to execute a contract for spoils disposal with AGH2O Holdings LLC, for a term of five years in an amount not to exceed \$4,875,000.

**MBE/WBE**

This solicitation was reviewed for subcontracting opportunities in accordance with City Code Chapter 2-9C (Minority Owned and Women Owned Business Enterprise Procurement Program). For the services required for this solicitation, there were no subcontracting opportunities; therefore, no subcontracting goals were established. However, the recommended contractor identified subcontracting opportunities.

**Lead Department**

Austin Water

**Client Department**

Austin Water Interim Assistant Director of Operations, Mercedes Garcia-Lopez

**Fiscal Note**

Funding in the amount of \$406,250 is available in the Fiscal Year 2022-2023 Operating Budget of Austin Water. Funding for the remaining contract term is contingent upon available funding in future budgets.

**Purchasing Language**

The Financial Services Department issued an Invitation for Bids (IFB) 2200 SLW1077 for these services. The solicitation was issued on December 19, 2022 and closed on January 10, 2023. Of the two offers received, the recommended contractor submitted the lowest responsive offer. A complete solicitation package, including a tabulation of the bids received, is available for viewing, is available for viewing on the City's Financial Services, website, Austin Finance Online. Link: [Solicitation Document](#).

**Council Committee, Boards and Commission Action**

April 19, 2023 - To be reviewed by the Water & Wastewater Commission

**Additional Backup Information**

The contract will provide spoils disposal services for the pipeline operations and maintenance units and the construction and rehabilitation unit. The contractor will provide the pickup and disposal of spoils material generated by the maintenance and installation of underground wet utility lines. The generated spoils material includes debris such as flexible base, hot mix asphaltic concrete, concrete, asphalt millings, soils, clay pipe, vegetation, rock, and other debris generated from street repair and maintenance activities. The City may also take spoils to the contractor's disposal site, as needed. The spoils materials will be disposed of in accordance with all Federal, State, and Local regulations.

The current contract expires on August 10, 2023. The requested authorization amount was determined using historical spend with estimated projections. The recommended contractor is the current provider for these services.

**Strategic Outcome(s)**

Health and Environment