



**CITY OF HOUSTON - CITY COUNCIL**

Meeting Date:

ALL

Item Creation Date: 7/31/2024

HPW-20PMO155 / Contract Award / Tikon Group Inc.

Agenda Item#:

**Background:**

**SUBJECT:** Contract Award for Sidewalk Program (Pkg. 2).

**RECOMMENDATION: (SUMMARY)** Reject low bids, return bid bonds, award Construction Contract for Sidewalk Program (Pkg. 2) to the third bidder, Tikon Group, Inc. and appropriate funds.

**PROJECT NOTICE/JUSTIFICATION:** This project is part of the continuing effort by the City to construct request-based sidewalks throughout the City of Houston to meet the needs of its residents.

**DESCRIPTION/SCOPE:** The Citywide project provides for the construction of sidewalk improvements at various locations. This is a work order contract; projects will be assigned as they are designed in-house. The Contract duration for this project is 365 calendar days.

**LOCATION:** The projects are located throughout the City of Houston (City).

**BIDS:** The project was advertised for bidding on December 15, 2023, and December 22, 2023. Bids were received on January 11, 2024. The Five (5) bids are as follows:

	<u>Bidder</u>	<u>Bid Amounts</u>	
1.	DSW Homes, LLC	\$2,149,419.75	Non-Responsive
2.	Brown Sterling Builders Inc	\$2,155,204.50	Non-Responsive
3.	Tikon Group, Inc.	\$2,348,250.50	
4.	Resicom, Inc.	\$3,557,668.25	
5.	Total Contracting Limited	\$3,816,058.10	

**AWARD:** The apparent low bidder, DSW Homes, LLC was disqualified, as per the City of Houston Code of Ordinance, Sec. 15-85 due to not submitting an acceptable MWBE plan. The second low bidder, Brown Sterling Buildings, Inc. withdrew their bid. Therefore, it is recommended that this Construction Contract be awarded to the third low bidder, Tikon Group, Inc. with a bid amount of \$2,348,250.50.

**PROJECT COST:** The total cost of this project is \$2,648,075.55 to be appropriated as follows:

Bid Amount	\$2,348,250.50
Testing Services	\$65,000.00
CIP Cost Recovery	\$234,825.05

This project will use general funds that were allocated in the FY24 budget for sidewalks.

Testing Services will be provided by B2Z Engineering, LLC, under a previously approved contract.

**HIRE HOUSTON FIRST:** The proposed contract requires compliance with the City's 'Hire Houston First' (HHF) ordinance that promotes economic opportunity for Houston businesses and supports job creation. In this case, Brown Sterling Builder, Inc. is a designated HHF company, but they were the successful awardee without application of the HHF preference.

**PAY OR PLAY PROGRAM:** The proposed contract requires compliance with the City's 'Pay or Play' ordinance regarding health benefits for employees of City contractors. In this case, the Contractor has elected to pay into the Contractor Responsibility Fund in compliance with City policy.

**M/WSBE PARTICIPATION:** The contractor has submitted the following proposed program to satisfy the 13% MBE goal and 7% WBE goal for this project.


	<u>MBE - Name of Firms</u>	<u>Work Description</u>	<u>Amount</u>	<u>% of Contract</u>
1.	Unotec Construction Co.	Concrete Services	\$234,825.05	10.00%

2.	Texas Concrete Enterprise Ready Mix, Inc.	Ready Mix Cement	\$93,930.02	4.00%
<b>TOTAL:</b>			<b>\$328,755.07</b>	<b>14.00%</b>

	<u>WBE – Name of Firms</u>	<u>Work Description</u>	<u>Amount</u>	<u>% of Contract</u>
1.	Tancoe, LLC	Flagging	\$70,447.52	3.00%
2.	SEBL Services Supplier Inc	Construction Materials	\$46,965.01	2.00%
<b>TOTAL:</b>			<b>\$120,412.53</b>	<b>5.00%</b>

	<u>SBE – Name of Firms</u>	<u>Work Description</u>	<u>Amount</u>	<u>% of Contract</u>
1.	Fabco, LLC	Construction Supplies	\$46,965.01	2.00%
<b>TOTAL:</b>			<b>\$46,965.01</b>	<b>2.00%</b>
<b>CONTRACT TOTAL</b>			<b>\$493,132.61</b>	<b>21.00%</b>

**FISCAL NOTE:** No significant Fiscal Operating Impact is anticipated as a result of this project.

DocuSigned by:  
  
 9/25/2024  
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Randall V. Macchi, Chief Operating Officer  
 Houston Public Works

**Amount and Source of Funding:**

Total: \$2,648,075.55

\$1,800,000.00 - Fund No. 4515 Contributed Capital Projects Fund  
 \$848,075.55 - Fund No. 4040 METRO Projects Construction - DDSRF

**Contact Information:**

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**ATTACHMENTS:**

<b>Description</b>	<b>Type</b>
SAP Documents	Financial Information
Map	Backup Material
Ownership Information Form and Tax Report	Backup Material
OBO Documents	Backup Material
Pay or Play (POP 1-3)	Backup Material
Form B	Backup Material
Form 1295	Backup Material
Bid Tabulation	Backup Material
Bid Extension Letter	Backup Material