



**CITY OF HOUSTON - CITY COUNCIL**

Meeting Date: 10/25/2016

ALL

Item Creation Date: 9/28/2016

C25769 – Concrete Panel Replacement for City Streets - ORDINANCE

Agenda Item#: 18.

**Background:**

**Formal Bids Received for S63-C25769 – Approve an Ordinance awarding contracts to Main Lane Industries, Ltd and ISI Contracting, Inc. for a total amount not to exceed \$32,992,042.60 for Concrete Panel Replacement for City Streets for the Department of Public Works and Engineering**

**SPECIFIC EXPLANATION:**

The Director of the Department of Public Works and Engineering and the Chief Procurement Officer recommend that City Council approve an ordinance awarding four-year contracts with one option year to extend, for a total of five-year terms to Main Lane Industries, Ltd. (quadrants 1 and 2) on its low bid not to exceed \$8,833,742.60 and ISI Contracting, Inc. (quadrants 3 and 4) on its low bid not to exceed \$24,158,300.00 for concrete panel replacement for city streets for the Department of Public Works and Engineering. The Chief Procurement Officer may terminate this contract at any time upon 30-days written notice to the contractors.

This project was advertised in accordance with the requirements of the State of Texas bid laws. Seventy-six prospective bidders downloaded the solicitation document from SPD's e-bidding website and ten bids were received as detailed below:

**Quadrant 1 – Northeast**

| <u>COMPANY</u>                       | <u>TOTAL AMOUNT</u>                 |
|--------------------------------------|-------------------------------------|
| 1. J. Simmons Group, Inc.            | \$3,963,375.20 (Non-Responsive Bid) |
| <b>2. Main Lane Industries, Ltd.</b> | <b>\$4,416,871.30</b>               |
| 3. ISI Contracting, Inc.             | \$4,503,695.00                      |
| 4. Ally General Solutions            | \$5,254,653.00                      |
| 5. Resicom, Inc.                     | \$6,293,620.00                      |
| 6. Reytec Construction Resources     | \$10,813,179.00                     |

**Quadrant 2 – Northwest**

| <u>COMPANY</u>                       | <u>TOTAL AMOUNT</u>                 |
|--------------------------------------|-------------------------------------|
| 1. J. Simmons Group, Inc.            | \$3,963,375.20 (Non-Responsive Bid) |
| <b>2. Main Lane Industries, Ltd.</b> | <b>\$4,416,871.30</b>               |
| 3. ISI Contracting, Inc.             | \$4,520,295.00                      |
| 4. Ally General Solutions            | \$5,247,841.80                      |
| 5. Resicom, Inc.                     | \$6,400,050.00                      |
| 6. Reytec Construction Resources     | \$10,813,179.00                     |

**Quadrant 3 – Southeast**

| <u>COMPANY</u>                   | <u>TOTAL AMOUNT</u>                 |
|----------------------------------|-------------------------------------|
| 1. J. Simmons Group, Inc.        | \$7,859,859.30 (Non-Responsive Bid) |
| <b>2. ISI Contracting, Inc.</b>  | <b>\$8,031,100.00</b>               |
| 3. W & R Construction Co., LLC.  | \$8,408,150.00                      |
| 4. Main Lane Industries, Ltd.    | \$8,557,572.68                      |
| 5. Grava LLC                     | \$9,761,824.30                      |
| 6. Ti-Zack Concrete, Inc.        | \$15,351,118.90                     |
| 7. Resicom, Inc.                 | \$47,684,360.00                     |
| 8. Reytec Construction Resources | \$21,112,240.00                     |

**Quadrant 4 – Southwest**

| <u>COMPANY</u>                   | <u>TOTAL AMOUNT</u>                  |
|----------------------------------|--------------------------------------|
|                                  | \$15,584,010.60 (Non-Responsive Bid) |
| 1. J. Simmons Group, Inc.        |                                      |
| 2. <b>ISI Contracting, Inc.</b>  | <b>\$16,127,200.00</b>               |
| 3. Main Lane Industries, Ltd.    | \$17,000,633.72                      |
| 4. Resicom, Inc.                 | \$23,046,220.00                      |
| 5. Ti-Zack Concrete, Inc.        | \$29,455,994.20                      |
| 6. Reytec Construction Resources | \$41,568,180.00                      |

The scope of work requires the contractors to provide all labor, materials, equipment, tools, permits, supervision and transportation necessary to provide concrete panel replacement for city streets and shall be required to comply with all the City of Houston Building Codes, City of Houston Construction Standard Specifications and Construction Standard Details. The work order contracts will assist PW&E in repairing city streets, including driveways, wheelchair ramps, walkways, including street paving to ensure safe and secure street surfaces. Materials and workmanship for this project are warranted for one year upon completion and acceptance of each work order.

**MBE and WBE Subcontracting:**

This invitation to bid was issued as a goal-oriented contract with a 23% MBE and an 11% WBE participation level.

Main Lane Industries, Ltd. designated the below-named companies as its MBE and WBE subcontractors.

| <u>Name</u>                | <u>Type of Work</u>         | <u>Dollar Amount</u>  | <u>Percentage</u> |
|----------------------------|-----------------------------|-----------------------|-------------------|
| Castec Construction, LLC   | Concrete paving             | \$1,236,723.96        | 14%               |
| Alamo Ready Mix, LLC.      | Ready mix concrete          | \$795,036.83          | 9%                |
| H & E Aggregate, LLC.      | Cement stabilization sand   | \$530,024.55          | 6%                |
| C.M. Nunez Trucking        | Dump trucking               | \$353,349.70          | 4%                |
| Rebar Supply Company, Ltd. | Fabricated structural steel | \$176,674.85          | 2%                |
| Holes Incorporated         | Concrete breaking/sawing    | \$88,337.42           | 1%                |
|                            | <b>Total</b>                | <b>\$3,180,147.31</b> | <b>36%</b>        |

ISI Contracting, Inc. designated the below-named companies as its MBE and WBE subcontractors.

| <u>Name</u>                  | <u>Type of Work</u> | <u>Dollar Amount</u>  | <u>Percentage</u> |
|------------------------------|---------------------|-----------------------|-------------------|
| Access Data Supply, Inc.     | Concrete aggregate  | \$3,370,082.85        | 13.95%            |
| Holes Incorporated           | Sawing              | \$1,693,496.83        | 7.01%             |
| H & E Aggregate, LLC.        | Stabilized base     | \$1,157,182.57        | 4.79%             |
| PMG Project Management Group | Concrete repairs    | \$1,050,886.05        | 4.35%             |
| Romar Unlimited Inc.         | Trucking            | \$623,284.14          | 2.58%             |
| Republic Traffic Safety      | Traffic Control     | \$553,225.07          | 2.29%             |
|                              | <b>Total</b>        | <b>\$8,448,157.51</b> | <b>34.97%</b>     |

The Office of Business Opportunity will monitor these contracts.

**Hire Houston First:**

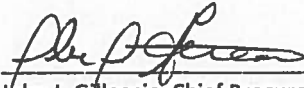
The proposed contracts require compliance with the City's "Hire Houston First" (HHF) ordinance that promotes economic opportunity for Houston businesses and supports job creation. In this case, the proposed contractors do not meet the requirements of Hire Houston First; no Hire Houston First firms were within three percent.

**Pay or Play:**

The proposed contracts require compliance with the City's "Pay or Play" ordinance regarding health benefits for employees of City contractors. In this case, Main Lane Industries, LTD. provides health benefits to eligible employees in compliance with City policy and ISI Contracting, Inc. has elected to pay into the Contractor Responsibility Fund and provide health benefits to eligible employees in compliance with City policy.

**Fiscal Note:**

Funding for this item is included in the FY 2017 Adopted Budget. Therefore, no Fiscal Note is required as stated in the Financial Policy Ord. 2014-1078.



John J. Gillespie, Chief Procurement Officer  
Finance/Strategic Procurement Division

Department Approval Authority Signature

**Estimated Spending Authority:**

| Department                                 | FY 2017        | Out Years       | Total           |
|--|----------------|-----------------|-----------------|
| Department of Public Works and Engineering | \$8,485,900.00 | \$24,506,142.60 | \$32,992,042.60 |

**Amount of Funding:**

**\$32,992,042.60** – Dedicated Drainage & Street Renewal Fund (2310)

**Contact Information:**

| NAME:                                     | DEPARTMENT/DIVISION | PHONE          |
|---|---------------------|----------------|
| David Guernsey, Assistant Director        | PWE                 | (832) 395-3640 |
| Martin King, Division Manager             | FIN/SPD             | (832) 393-8705 |
| Yesenia Chuca, Sr. Procurement Specialist | FIN/SPD             | (832) 393-8727 |

**ATTACHMENTS:**

| Description  | Type                        |
|--|-----------------------------|
| <u>OBO Documents - Main Lane Industries Ltd.</u>   | Backup Material             |
| <u>OBO Documents - ISI Contracting Inc.</u>  | Backup Material             |
| <u>Form A - Fair Campaign Ordinance - Main Lane Industries Ltd.</u>                          | Backup Material             |
| <u>Form A - Fair Campaign Ordinance - ISI Contracting Inc.</u>                               | Backup Material             |
| <u>Form B - Fair Campaign Ordinance - ISI Contracting Inc. and Main Lane Industries Ltd.</u> | Backup Material             |
| <u>Tax Report - Main Lane Industries Ltd.</u>  | Backup Material             |
| <u>Tax Report - ISI Contracting Inc.</u>   | Backup Material             |
| <u>Affidavit of Ownership - Main Lane Industries Ltd.</u>                                    | Backup Material             |
| <u>Affidavit of Ownership - ISI Contracting Inc.</u>   | Backup Material             |
| <u>Ordinance</u>   | Ordinance/Resolution/Motion |
| <u>PWE Sign Off</u>  | Backup Material             |
| <u>Funding - Table A</u>   | Backup Material             |
| <u>Contract 1 of 2 - Main Lane Industries Ltd</u>  | Backup Material             |
| <u>Contract 2 of 2 - Main Lane Industries Ltd</u>  | Backup Material             |
| <u>Contract 1 of 2 - ISI Contracting Inc</u>   | Backup Material             |
| <u>Contract 2 of 2 - ISI Contracting Inc</u>   | Backup Material             |