

CITY OF HOUSTON - CITY COUNCIL

Meeting Date:

ALL

Item Creation Date:

20YWF84 - Contract Award for Waterline Wrap Repairs

Agenda Item#:

Background:

RECOMMENDATION: (Summary)

Reject low bid, return bid bond, award construction contract to second low bidder and appropriate the necessary funds.

PROJECT NOTICE/JUSTIFICATION: This project will provide a work order based contract to repair water lines up to 16-inches in diameter in the distribution system on an emergency basis throughout the City.

DESCRIPTION/SCOPE: Work shall include the improvement and/or new installation of main water lines and service lines. The main lines range in diameter up to 16-inches and the water service lines range in size from 3/4-inch to 2-inches in diameter. The contract duration for this project is 365 calendar days. This is a work order based contract with work orders assigned on an as-needed basis.

LOCATION: The project area is generally bounded by the City Limits.

BIDS: Bids were received on September 29, 2016. The six (6) bids are as follows:

<u>Bidder</u>	<u>Bid Amount</u>
1. Grava, LLC	\$1,779,973.76 (Reject, Failed to use Addendum No.1)
2. Reytec Construction Resources, Inc.	\$1,940,052.55
3. T Construction, LLC	\$2,097,771.34
4. Nerie Construction, LLC	\$2,115,295.65
5. Middle East Engineering, LLC	\$2,133,417.00
6. D. L. Elliott Enterprises, Inc.	\$2,273,014.44

AWARD:

The apparent low bidder, Grava, LLC, with a bid of \$1,779,973.76, failed to bid on the bid form included in Addendum No. 1. All bidders submitted bid forms stating that all Addenda have been received, modifications to Bid Documents have been considered and all related costs are included in the Total Bid Price. The apparent low bidder Grava, LLC, did not consider modifications to the bid form as stated in Document 00410A, Bid Form Part A. Therefore, it is recommended that the bid be rejected and this construction contract be awarded to Reytec Construction Resources, Inc., with a low bid of \$1,940,052.55.

PROJECT COST: The total cost of this project is \$2,097,055.18 to be appropriated as follows:

	<u>FY 17</u>	<u>FY 18</u>	<u>Total</u>
Bid Amount	\$1,125,230.48	\$814,822.07	\$1,940,052.55
Contingencies	\$56,261.53	\$40,741.10	\$97,002.63
Engineering and Testing Service	\$34,800.00	\$25,200.00	\$60,000.00
Subtotal	\$1,216,292.01	\$880,763.17	\$2,097,055.18

Engineering and Testing Services will be provided by Gorrondona & Associates, Inc. under a previously approved contract.

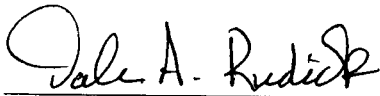
HIRE HOUSTON FIRST: The proposed contract requires compliance with the City's 'Hire Houston First' (HHF) ordinance that promotes economic opportunity for Houston businesses and supports job creation. In this case, Reytec Construction Resources, Inc. is a designated HHF company, but they were the successful 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 provides health benefits to eligible employees in compliance with City policy.

M/WBE PARTICIPATION: The low bidder has submitted the following proposed M/WBE participation to satisfy the 12.00% MBE goal, and 8.00% WBE goal for this project.

<u>MBE-Name of Firm</u>	<u>Work Description</u>	<u>Amount</u>	<u>% of Contract</u>
Castec Construction LLC	Valves, Fire Hydrant and Concrete Replacement	\$58,201.57	3.00%
Reyes Pineda Construction Inc.	Valves, Fire Hydrant and Concrete Replacement	\$174,604.73	9.00%
MBE TOTAL		\$232,806.30	12.00%
<u>WBE-Name of Firm</u>	<u>Work Description</u>	<u>Amount</u>	<u>% of Contract</u>
Access Data Supply	Concrete Ready Mix and Plumbing Materials	\$155,204.20	8.00%
WBE TOTAL		\$155,204.20	8.00%

No significant Fiscal Operating impact is anticipated as a result of this project.



Dale A. Rudick, P.E., Director
Department of Public Works and Engineering

Amount of Funding:

Amount and Source of Funding:

\$2,097,055.18 Water and Sewer System Operating Fund No. 8300.

Contact Information:

Yvonne Forrest
Senior Assistant Director, Drinking Water Operations
Public Utilities Division
(832) 395-2847

ATTACHMENTS:

Description

Bid Tabulation_wa 11253

certificate of interested parties

City Map

Fair Campaign Ordinance Form B

RCA Budget Funding Request Form

Letters of Intent from Sub contractors

MWBE Documents

Memo from OBO for approval of Doc 00570

Doc 00455 ownership form

Docs 00630 and 00631_Pay and Play

Tax Report for Reytec Construction

Testing Lab_wa 11253

vendor certifications_wa 11253

SAP Funding

Type

Signed Cover sheet

Signed Cover sheet

Signed Cover sheet

Signed Cover sheet

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Financial Information