



**CITY OF HOUSTON - CITY COUNCIL**

Meeting Date:

ALL

Item Creation Date: 8/14/2017

20JAI691 Contract Award/Specialized Maintenance Services, Inc.

Agenda Item#:

**Background:**

**SUBJECT:** Contract Award for Sanitary Sewer Preventive Maintenance Cleaning and Television Inspection.

**RECOMMENDATION:** (Summary) Accept selected proposal, award construction contract, and allocate funds.

**SPECIFIC EXPLANATION:** This project will provide for sanitary sewer preventive maintenance cleaning and television inspection of sanitary sewers throughout the City. The project involves sanitary sewer preventive maintenance cleaning and television inspection. The purpose is to reduce sanitary sewer overflows, which is accomplished by cleaning sewer lines.

**DESCRIPTION/SCOPE:** This project consists of sewer preventive maintenance cleaning and television inspection. The contract duration for this project is 730 calendar days.

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

**PROPOSALS:** The Request for Proposal was advertised in accordance with the requirements of the State of Texas procurement laws. Two (2) proposals were received on May 11, 2017. The criteria for evaluation of Proposals and selection of Specialized Maintenance Services, Inc. for this award was based on the following:

- Total Proposal Price
- Experience
- Crew Availability
- References
- Years in Business
- Safety
- Claims History
- Hire Houston First - Bonus Points

The two (2) price proposals are as follows:

	<u>Proposer</u>	<u>Proposal Amount</u>
1.	Specialized Maintenance Services, Inc.	\$3,268,200.00
2.	CSI Consolidated, LLC dba Clean Serve LLC	\$3,431,410.00

**AWARD:** It is recommended that this construction contract be awarded to Specialized Maintenance Services, Inc., with a proposal price of \$3,268,200.00.

**PROJECT COST:** The total cost of this project is \$3,431,610.00 to be allocated as follows:

	FY-18	FY-19	FY-20
Proposal Price	\$1,089,400.00	\$1,634,100.00	\$544,700.00
Contingencies	\$54,470.00	\$81,705.00	\$27,235.00
Total	\$1,143,870.00	\$1,715,805.00	\$571,935.00

**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, the proposed contractor 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/WSBE PARTICIPATION:** The contractor has submitted the following proposed program to satisfy the 17.00% MBE goal, and 7.00% WBE goal for this project.

<u>MBE – Name of Firm</u>	<u>Work Description</u>	<u>Amount</u>	<u>% of Contract</u>
Magna-Flow International Inc. DBA Magna-Flow Environmental	Sewer Cleaning	\$555,594.00	17.00%
	MBE TOTAL	\$555,594.00	17.00%
<u>WBE – Name of Firm</u>	<u>Work Description</u>	<u>Amount</u>	<u>% of Contract</u>
Sewer And Storm Maintenance LLC	Cleaning and Television Inspection	\$228,774.00	7.00%
	WBE TOTAL	\$228,774.00	7.00%

**ESTIMATED FISCAL OPERATING IMPACT:**

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

All known rights-of-way and easements required for this project have been acquired.



Carol Ellinger Haddock, P.E.  
Acting Director  
Department of Public Works and Engineering

WBS# R-MA1000-0007-4  
File No. WW5200-01

**Prior Council Action:**

N/A

**Amount of Funding:**

\$1,143,870.00 from Water and Sewer System Operating Fund No. 8300 (Allocating in FY 18)
\$1,715,805.00 from Water and Sewer System Operating Fund No. 8300 (Allocating in FY 19)
\$571,935.00 from Water and Sewer System Operating Fund No. 8300 (Allocating in FY 20)
\$3,431,610.00 Total

**Contact Information:**

Shannon Dunne  
Acting Senior Assistant Director  
Phone: (832) 395-5036

**ATTACHMENTS:**

<b>Description</b>	<b>Type</b>
Attachement A	Backup Material
Draft Ordinance	Backup Material
Tax Report	Backup Material
00455 - Ownership Information Form	Backup Material
Proposal Tabulation	Backup Material
00600 - List of Proposed Subcontractors and Suppliers	Backup Material
MWBE Letters of Intent	Backup Material
MWBE Certifications	Backup Material
00452 - Contractor Submission List Campaign Finance Ordinance Form B	Backup Material
00251 - Pre-proposal Meeting Agenda	Backup Material
Poposal Extension Letter	Backup Material
00410B - Proposal Form	Backup Material

00460 (POP-1) - Pay or Play Acknowledgement Form	Backup Material
00630 (POP-2) - Certification of Compliance with Pay or Play Program	Backup Material
00631 (POP-3) Pay or Play Program List of Subcontractors Map	Backup Material
Form 1295 - Certificate of Interested Parties	Backup Material
HHF Designation	Backup Material
SAP Documents	Backup Material