



CITY OF HOUSTON - CITY COUNCIL

Meeting Date:

ALL

Item Creation Date: 2/23/2018

20WWO706 Contract Award/PM Construction & Rehab, LLC

Agenda Item#:

Background:

SUBJECT: Contract Award for New Front Easement Reconnections.

RECOMMENDATION: (Summary) Reject low bid, return bid bond, award construction contract to the next low bidder and appropriate funds.

SPECIFIC EXPLANATION: This project is part of the Substitute Service Line Program (SSLP). For the health, safety and welfare of the citizens of Houston, this project will provide wastewater service line relocations (substitute services) to wastewater mains within the public right-of-way. The service line relocations from the back lot main to the front lot main are needed due to aged, worn or defected mains that are subject to excessive leaks or sudden failure, main lines located such that access for repairs or maintenance is prevented or hindered, and old main lines which lack sufficient capacity to provide adequate service meeting general City standards.

DESCRIPTION/SCOPE: Work includes the relocation of sewer services for approximately 100 properties throughout the City. The relocation includes the abandonment of the sewer service to the back lot main, and the installation of a new sewer service to the front lot main. The contract duration for this project is 730 calendar days.

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

BIDS: Six (6) bids were received on November 2, 2017 for this project as follows:

	<u>Bidder</u>	<u>Bid Amount</u>	
1.	To-Mex Construction, LLC	\$1,015,330.00	non-compliance
2.	PM Construction & Rehab, LLC	\$1,178,106.63	
3.	Nerie Construction, LLC	\$1,242,974.81	
4.	FUSED Industries, LLC	\$1,246,367.50	
5.	T Construction, LLC	\$1,280,158.27	
6.	Reliance Construction Services, L.P.	\$1,283,687.06	

AWARD: The apparent low bidder, To-Mex Construction, LLC, with a bid of \$1,015,330.00, did not list a bid factor on the bid form. Instead, some unit prices on the bid form were altered while others were left as is. The bid form requires that a uniform factor be applied to all bid items. In accordance with Paragraph 14.2. A of Section 00200, titled Instruction to Bidders, the City may disqualify a bid if the Bidder improperly completes information required by the Bid Documents. Therefore, it is recommended that To-Mex Construction, LLC bid be rejected and this construction contract be awarded to PM Construction & Rehab, LLC, with a low bid of \$1,178,106.63.

PROJECT COST: The total cost of this project is \$1,252,012.00 to be appropriated as follows:

Bid Amount	\$1,178,106.63
Contingencies	\$58,905.37
Engineering Testing Services	\$15,000.00

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

HIRE HOUSTON FIRST: The proposed contract requires compliance with the City's 'Hire Houston First' 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% MBE goal, and 7% WBE goal for this project.

