



CITY OF HOUSTON - CITY COUNCIL

Meeting Date:
District A, District E, District G
Item Creation Date: 4/27/2018

20SD105 Contract Award / Blastco Texas, Inc.

Agenda Item#:

Background:

SUBJECT: Contract Award for Rehabilitation of Water Storage Tanks – Package 9

RECOMMENDATION: (SUMMARY) Reject low bid, return bid bond, award Construction Contract to the second low bidder and appropriate funds.

PROJECT NOTICE/JUSTIFICATION: This project is part of the City's water storage tank rehabilitation and replacement program and is required to meet the area's water demand. The project ensures compliance with the Texas Commission on Environmental Quality regulations.

DESCRIPTION/SCOPE: This project consists of the rehabilitation of five (5) ground storage tanks, one (1) elevated storage tank, and one (1) hydropneumatics tank at five (5) ground water pumping stations. The Contract duration for this project is 450 calendar days. The project was designed by IDS Engineering Group.

LOCATION: The project sites are as follows:

<u>WATER PLANT</u>	<u>Tank ID</u>	<u>Location</u>	<u>Key Map</u>	<u>Council District</u>
1. District 159	GST-2	16938 Tomball Parkway	370P	A
2. Jersey Village	GST-1	7207 Fairview Street	409N	A
3. District 73	EST-1 & HPT-1	306 Blue Tail Drive	338L	E
4. Kingwood No. 2	GST-1 & GST-2	3822 Rustic Woods Drive	297X	E
5. Southwest Pump Station	GST-2	4410 Westpark Drive	491Z	G

BIDS: This project was advertised for bidding on December 1, 2017. Bids were received on January 11, 2018. The two (2) bids are as follows:

- | <u>Bidder</u> | <u>Bid Amount</u> |
|------------------------|---------------------------------|
| 1. CFG Industries, LLC | \$3,626,750.00 (Non-Responsive) |
| 2. Blastco Texas, Inc. | \$3,972,750.00 |

AWARD: The apparent low bidder, CFG Industries, LLC, was considered non-responsive as per the City of Houston Code of Ordinance, Sec. 15.85 due to not submitting an acceptable MWBE plan. Therefore, it is recommended that this construction contract be awarded to the second low bidder Blastco Texas, Inc., with a bid of \$3,972,750.00.

PROJECT COST: The total cost of this project is \$4,934,000.00 to be appropriated as follows:

- | | |
|---------------------|----------------|
| · Bid Amount | \$3,972,750.00 |
| · Contingencies | \$198,637.50 |
| · Testing Services | \$125,000.00 |
| · CIP Cost Recovery | \$637,612.50 |

Engineering and Testing Services will be provided by Terracon Consultants, 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 business and supports job creation. In this case Blastco Texas, 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/WSBE PARTICIPATION: The contractor has submitted the following proposed program to satisfy the 9% MBE goal and 6% WBE goal for this project.

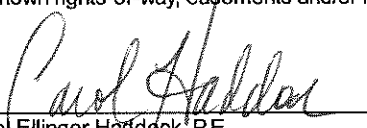
<u>MBE - Name of Firms</u>	<u>Work Description</u>	<u>Amount</u>	<u>% of Contract</u>
1. Texas Fluid Power Products Inc.	Valves and Piping Supplies	\$194,664.75	4.90%
2. Atlantic Petroleum & Mineral Resources, Inc.	Fuel Supplies	\$103,291.50	2.60%
TOTAL		\$297,956.25	7.50%

<u>WBE - Name of Firms</u>	<u>Work Description</u>	<u>Amount</u>	<u>% of Contract</u>
1. Arc Light Electric, Inc.	Electrical Contractors	\$139,046.25	3.50%
TOTAL		\$139,046.25	3.50%

<u>SBE - Name of Firms</u>	<u>Work Description</u>	<u>Amount</u>	<u>% of Contract</u>
1. Gustavo's Welding & Mfg.	Welding Contractors	\$158,910.00	4.00%
TOTAL		\$158,910.00	4.00%

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

All known rights-of-way, easements and/or right-of-entry required for the project have been acquired.


 Carol Ellinger Haddock, P.E.
 Director
 Houston Public Works

WBS No. S-000600-0049-4

Amount of Funding:

\$4,934,000.00 from Fund No. 8500 – Water and Sewer System Consolidated Construction Fund

Contact Information:

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 (832) 395-2387

ATTACHMENTS:

Description	Type
Maps	Backup Material
OBO Docs (HHF, Vendor Info Sheets & Letters of Intent	Backup Material
Form A Contractor's Submission List (doc 00452)	Backup Material
Form B Fair Campaign Ord.	Backup Material
Affidavit of Ownership (doc 00455)	Backup Material
Tax Report	Backup Material
Pay or Play (POP 1-3)	Backup Material
Bid Extension Letter	Backup Material
Form 1295	Backup Material
SAP Documents	Financial Information