



**CITY OF HOUSTON - CITY COUNCIL**

Meeting Date:

ALL

Item Creation Date: 10/24/2019

HPW-20SWM07 / Contract Award / PM Construction & Rehab, LLC dba IPR South Central

Agenda Item#:

**Background:**

**SUBJECT:** Contract Award for FY2020 Local Drainage Program Contract #1.

**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 Local Drainage Program and will provide work authorizations on an as needed basis, to preserve, repair, rehabilitate or reconstruct the storm water drainage assets to such a condition that is may be effectively used for its designated functional purpose.

**DESCRIPTION/SCOPE:** This citywide program provides construction services to resolve localized storm water drainage problems. The scope is established by each work authorization. The contract duration for this project is 730 calendar days.

**LOCATION:** The projects are located throughout the City of Houston (City).

**BIDS:** The project was advertised for bidding on July 26, 2019. Bids were received on August 15, 2019. The ten (10) bids are as follows:

Bidder	Adjustment Factor
1. Vaca Underground Utilities, Inc.	0.869 (Non- responsive)
2. PM Construction & Rehab, LLC dba IPR South Central	0.902
3. T. Construction, LLC	0.945
4. Reytec Construction Resources, Inc.	0.990
5. BRH-Garver Construction, LP.	1.149
6. Reliance Construction Services, L.P.	0.976
7. Fused Industries, LLC.	1.232
8. Resicom, Inc.	1.350
9. Tikon Group, Inc	1.359
10.Total Contracting Limited	1.400

**AWARD:** The apparent low bidder, Vaca Underground Utilities, Inc. 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, PM Construction & Rehab, LLC dba IPR South Central, with a bid of \$3,400,000.00 (0.902 Adjustment Factor).

**PROJECT COST:** The total cost of this project is \$3,840,000.00 to be appropriated as follows:

· Bid Amount	\$3,400,000.00
· CIP Recovery	\$340,000.00
· Testing Services	\$100,000.00

Testing Services will be provided by ATSER, L.P. 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, PM Construction & Rehab, LLC dba IPR South Central 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 contractor has submitted the following proposed program to satisfy the 7% MBE goal and 2% WBE goal for this project.

<u>MBE - Name of Firms</u>	<u>Work Description</u>	<u>Amount</u>	<u>% of Contract</u>
1. C&A Construction, LLC.	Underground Construction including Sewer Line, and Storm Sewer Services.	\$238,000.00	7.00%
<b>TOTAL:</b>		<b>\$238,000.00</b>	<b>7.00%</b>
<u>WBE - Name of Firms</u>			
1. Buku Contractor's Supply, LLC.	Material Supplier	\$68,000.00	2.00%
<b>TOTAL:</b>		<b>\$68,000.00</b>	<b>2.00%</b>
<b>TOTAL:</b>		<b>\$306,000.00</b>	<b>9.00%</b>

**Fiscal Note:** No significant fiscal operating impact is anticipated as a result of this project.

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

WBS No. M-420126-0109-4

**Amount of Funding:**

\$3,840,000.00 from Fund No. 4042 – Street & Traffic Control and Storm Drainage DDSRF (Supported by Drainage Utility Charge).

**Contact Information:**

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**ATTACHMENTS:**

<u>Description</u>	<u>Type</u>
SAP Documents	Financial Information
Map	Backup Material
OBO Docs	Backup Material
Fair Campaign & Form B	Backup Material
Affidavit of Ownership & Tax Report	Backup Material
POP Docs	Backup Material
Form 1295	Backup Material
Bid Tabs Part 1 of 2	Backup Material
Bid Tabs Part 2 of 2	Backup Material
Bid Extension Letter	Backup Material