



AGENDA MEMORANDUM

Future Item for the City Council Meeting of September 11, 2012
Action Item for the City Council Meeting of September 18, 2012

DATE: September 5, 2012
TO: Ronald L. Olson, City Manager
FROM: Daniel Biles, P.E., Director of Engineering Services
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Approval of Construction Contract for Downtown Streets (Chaparral) (Bond 2008)

CAPTION:

Motion authorizing the City Manager, or designee, to execute a construction contract with Reytec Construction Resources, Inc. of Houston, Texas in the amount of \$4,819,070.00 for the Downtown Streets - Chaparral Project for the Base Bid; authorizing the removal of the catenary poles, specialized street lights and paver covers at utility cleanouts from the Base Bid. (Bond 2008)

PURPOSE:

To award a construction contract for the Downtown Streets (Chaparral) Project as per City Council directive of August 28, 2012.

BACKGROUND AND FINDINGS:

On August 28, 2012, staff made a presentation to Council on the Downtown Streets – Chaparral project which included a list of seven options that proposed to:

- Award the Base Bid and none or some combination of additive alternates,
- Award the Base Bid with direction to Value Engineer items to reduce costs, or
- Reject bids and re-design to bring in line with the approved budget.

The Council instructed staff to come back the following meeting utilizing the Proposed Option 5 which would award the Base Bid minus:

- Specialized poles at intersections for future catenary lighting (to be replaced with standard traffic poles)
- Specialized poles for non-standard street light fixtures (to be replaced with standard AEP poles)

- Non-standard street light fixtures (to be replaced with standard AEP fixtures), and
- Paver covers at utility clean outs (utility covers at utility meters and vaults to remain)

The remaining base bid items will include:

- Pavers along widened sidewalks, bollard at intersections,
- Pavers in roadway intersection only (concrete between intersections),
- Utility improvements including water, wastewater, storm water, gas and MIS,
- Street furnishings to include parking meters and Vehicular Directional Signs,
- Paver covers for utility meters,
- Planting and irrigation,
- Power outlets for trees, and
- Traffic signals

Upon award of the construction contract base bid in the amount of \$4,819,070.00, staff will value engineer the project with the contractor to remove the items as instructed by City Council. These changes will only affect cosmetic features of the project while the proposed replacements will keep the integrity of the original project at a reduced cost.

On May 30, 2012, the City received proposals from two (2) bidders and their proposals are as follows

Description	Reytec Construction Resources, Inc.	Texas Sterling Construction Co.
TOTAL BASE BID	\$4,819,070.00	\$4,990,408.00
ALTERNATE NO. 1	\$738,056.00	\$645,572.00
ALTERNATE NO. 2	\$1,310,852.00	\$1,114,764.00
ALTERNATE NO. 3	\$208,740.00	\$211,225.00
ALTERNATE NO. 4	\$74,700.00	\$27,450.00
ALTERNATE NO. 5	No Bid	\$320,000.00
Total Base Bid	\$4,819,070.00	\$4,990,408.00

ALTERNATIVES:

Alternatives were discussed at the August 28, 2012 City Council meeting and staff is proceeding as directed.

OTHER CONSIDERATIONS:

None

CONFORMITY TO CITY POLICY:

Conforms to statues regarding bid process; Bond Issue 2008; and FY 2012-2013 Capital Improvement Program.

EMERGENCY / NON-EMERGENCY:

Not Applicable

DEPARTMENTAL CLEARANCES:

Streets

FINANCIAL IMPACT:

Operating Revenue Capital Not applicable

Fiscal Year: 2012-2013	Project to Date Expenditures (CIP only)	Current Year	Future Years	TOTALS
Line Item Budget	965,200.00	2,534,800.00		3,500,000.00
Encumbered / Expended Amount	965,200.00			965,200.00
* This item		3,925,000.00		3,925,000.00
Future Project Expenses		768,613.00		768,613.00
BALANCE	0.00	(2,158,813.00)		(2,158,813.00)

Fund(s): Streets Bond 2008 and Storm Water, Wastewater and Water CIP. This project is No. ST 27 in the FY2012-2013 Capital Improvement Program.

* After Value Engineering

RECOMMENDATION:

City Staff recommends executing a Construction Contract with Reytec Construction Resources, Inc. of Houston, Texas \$4,819,070.00 for the Downtown Streets - Chaparral Project for the Base Bid. After award of the project, staff will work with the contractor to execute a deductive Change Order for the removal of the catenary poles, specialized street lights and paver covers at utility cleanouts from the Base Bid. Additionally, staff recommends funding the project deficit from Street Bond 2008 project savings.

LIST OF SUPPORTING DOCUMENTS:

Project Budget
Location Map
Powerpoint Presentation of August 28, 2012