



AGENDA MEMORANDUM

Action Item for the City Council Meeting of July 25, 2023

DATE: July 25, 2023

TO: Peter Zaroni, City Manager

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Construction Contract Award
Citywide Water Line Repair/Replace-Large Diameter IDIQ FY2023 Part B
Project No. 23107

CAPTION:

Motion awarding a construction contract to Clark Pipeline Services, LLC, Corpus Christi, Texas, in an amount up to \$5,000,000.00 with two renewal options to be administratively authorized for a total amount not to exceed \$15,000,000.00 for Citywide Water Line Repair/Replace-Large Diameter Indefinite Delivery Indefinite Quantity FY2023 Part B project, located Citywide, with FY 2023 funding available from the Water Capital Fund.

SUMMARY:

This motion awards a construction contract for the Citywide Water Line Repair/Replace-Large Diameter Indefinite Delivery Indefinite Quantity (IDIQ) FY2023 Part B project to replace large diameter waterlines within the City's water distribution system at various locations throughout the City.

BACKGROUND AND FINDINGS:

The project is an Indefinite Delivery Indefinite Quantity (IDIQ) construction contract to complete water distribution system construction throughout the city. The work will be issued by the City in multiple indefinite quantity individual work orders called "Delivery Orders" (DO) that provide specific scope and requirements in accordance with the plans, specifications, and contract documents. The delivery orders are planned, designed, and prepared by the Corpus Christi Water (CCW) team using established line items for pricing. Only relevant line items will be utilized for

each delivery order. The final quantities for each of the line items will differ due to the scope and extent of the various projects. This is a “not to exceed” contract in which Delivery Orders can only be issued up to the contract ceiling.

The scope of work includes removal and abandonment of water lines, installation of new 6-inch to 24-inch water lines by open trenching or horizontal directional drilling, casing, new fire hydrants, valves, fittings, services, pavement repairs, and other miscellaneous items required to complete the project. The contract also includes provisions for work that is required on pipelines greater than the diameter of 24-inch. Work also includes emergency response Delivery Orders that require Contractor to always have management personnel and crews available and on-call during the Contract to provide emergency response services. Emergency Delivery Orders will include improvements for water lines from 2-inch to 24-inch.

The contract will have an initial one-year term, with the option to administratively renew for two additional one-year periods in an amount up to \$5,000,000.00 for a total amount not to exceed \$15,000,000.00. The determination to exercise renewal options will be based on the Contractor’s successful performance for the work assigned. Each Delivery Order shall be treated as an individual contract and be completed within the stipulated substantial completion days in each Delivery Order document.

CCW currently has three IDIQ contracts for water and wastewater totaling \$15,000,000. Planned projects, pipe replacement goals, and inflation have all contributed to the need for increased funding and additional contracts.

This is one of seven IDIQ contracts that CCW will be implementing this fiscal year. Multiple contracts will provide greater flexibility in responding and completing projects effectively and efficiently. A breakdown of additional contracts are as follows.

CCW IDIQ (Indefinite Delivery Indefinite Quantity) Contracts				
	Utility	Contract Value	Bid Date	Actual / Estimated Council Agenda Date
1	Wastewater	\$5,000,000	October 19, 2022	January 24, 2023
2	Water Small Diameter	\$5,000,000	December 7, 2022	January 31, 2023
3	Water Large Diameter	\$5,000,000	January 18, 2023	March 7, 2023
4	Wastewater	\$8,100,000	June 9, 2023	July 25, 2023
5	Wastewater Manhole	\$2,000,000	June 21, 2023	August 8, 2023
6	Water Large Diameter	\$5,000,000	June 14, 2023	July 25, 2023
7	Water Small Diameter	\$5,000,000	June 28, 2023	August 8, 2023
Total IDIQ Contract Value		\$35,100,000		

PROJECT TIMELINE:

2023	2023 - 2024
May - July	September-September
Bid/Award	Construction

Project schedule reflects City Council award in July 2023 with anticipated completion by September 2024.

COMPETITIVE SOLICITATION PROCESS

The Contracts and Procurement Department issued a Request for Bid for the project and on June 14, 2023, the city received bids from two bidders. The City evaluated the bids in accordance with the contract documents and determined Clark Pipeline Services, LLC to be the lowest responsive and responsible bidder.

A summary of the bids is provided below:

BID SUMMARY	
CONTRACTOR	BASE BID
Clark Pipeline Services, LLC	\$4,926,396.61
Jhabores Construction Company, Inc.	\$5,986,027.87
<i>Engineer’s Opinion of Probable Construction Cost</i>	\$5,537,730.00

Clark Pipeline Services, LLC has successfully completed numerous projects with the City including Alameda, Ayers, and Navigation Street projects which include water line replacement. Clark Pipeline Services, LLC has also completed various water IDIQ projects since 2017. Clark Pipeline Services was recently awarded a similar IDIQ contract for large-diameter water line replacements.

ALTERNATIVES:

City Council could choose not to award the construction contract to Clark Pipeline Services, LLC. This would delay repairs to the water distribution system causing more costly repairs to the infrastructure and property.

FISCAL IMPACT:

The fiscal impact for the FY 2023 is an amount of \$5,000,000.00 with funding available from the Water Capital Fund.

FUNDING DETAIL:

Fund: WTRCP RR 032950 2023 (Fund 4487)
Department: Water (45)
Org: Grants and Capital Projects (89)
Account: Construction (550910)
Activity: 23107-4487-EXP
Amount \$5,000,000.00

RECOMMENDATION:

Staff recommends awarding the construction contract for the Citywide Water Line Repair/Replace-Large Diameter IDIQ FY2023 Part B project to Clark Pipeline Services, LLC, in the amount of \$5,000,000.00 with two renewal options to be administratively authorized for a total amount not to exceed \$15,000,000.00 for. The construction duration is planned for 12 months from issuance of the Notice to Proceed to begin construction in September 2023 with completion in September 2024.

LIST OF SUPPORTING DOCUMENTS:

Location and Vicinity Map
Bid Tab
CIP Page
PowerPoint Presentation