



## CITY COUNCIL AGENDA FORM

Meeting Date: June 26, 2023

Agenda item: \_\_\_\_\_

Prepared by: Rick Sailler

Reviewed by: \_\_\_\_\_

Department: Public Works

**AGENDA ITEM DESCRIPTION:** Discussion/possible action regarding the Rejection of All Bids for the Sanitary Sewer Inflow & Infiltration (I&I) Reduction Project, Texas General Land Office (GLO) Project #22-083-003-D208

### ATTACHMENTS FOR REFERENCE:

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1. Bid Result Tabulation
2. Pay Request Document - Construction Cost Budget
3. Texas General Land Office (GLO) Performance Statement
4. Budget Justification of Retail Costs - submitted to GLO
5. Engineer's Recommendation to reject all bids.
6. Revised Bidding Schedule

### STAFF BRIEFING:

- Bid Opening was on March 31, 2023; 3 Bids were received; Adico Engineers completed bid review, analysis, and recommendation to reject the bids due to the lowest bid. The lowest bid from Southern Trenchless in the amount of \$8,236,117.92 - which is \$2,251,336.90 over the Construction cost budget.
- The Performance Statement for the Project specifies the details of the project based on the grant application document. However, specific aspects of the particular scope of work can be altered to meet the goals of the Project.
- Adico Engineers has reviewed options and revised the specific scope of work to meet the Performance Statement requirements while reducing the overall Project cost to meet the available budget.
- The current plan is to release the revised Request for Proposal on July 5, 2023
- Rebidding the Project risks the possibility of higher not lower bids.
- The GLO Contract was signed in 2020 and unfortunately construction costs have risen over the last three (3) years, partially creating the large discrepancy from the original Construction Cost Estimate.
  - Finance Director has reviewed and approved.
  - City Manager has reviewed and approved.
  - City Engineer has reviewed and approved.
  - City Attorney has reviewed and approved
  - Grant Administrator has reviewed and approved.

### HISTORY:



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- The Project Budget Justification was submitted to Texas General Land Office (GLO) on 9/25/2020
  - The Funding was accepted on December 13, 2021 - Resolution R-2021-0032
  - Environment Review Record was completed on October 26, 2022
  - Request for Release of Funds was submitted on November 15, 2022
  - Authority to Use Grant Funds was received on December 21, 2022
  - Release of Request for Bids - February 8, 2023
  - Bid Opening - March 31, 2023
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### **SIGNIFICANT ACTION DATES:**

- Bid Opening - August 21, 2023
  - Project Completion - 11/1/2024
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**ACTION:** Reject Bids for GLO Project # **22-083-003-D208**

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### **STAFF'S RECOMMENDATION:**

Motion to reject all bids received for the Sanitary Sewer I&I Reduction Project, GLO Project # **22-083-003-D208**