



City of San Antonio

Agenda Memorandum

File Number:

Agenda Item Number: {{item.number}}

Agenda Date: January 16, 2025

In Control: City Council A Session

DEPARTMENT: Public Works Department

DEPARTMENT HEAD: Razi Hosseini

COUNCIL DISTRICTS IMPACTED: Citywide

SUBJECT:

Contract Award: 2025 Pavement Preservation Package 5 – Slurry Task Order Contract

SUMMARY:

An ordinance awarding the 2025 Pavement Preservation Package 5 – Slurry Task Order Contract to AG3 Group, LLC in an amount not to exceed \$2,355,462.50. There will be no necessary adjustments to San Antonio Water System (SAWS) and City Public Service (CPS) existing infrastructure. Funds are available from the General Fund and the Advanced Transportation District Fund.

BACKGROUND INFORMATION:

As part of the approved FY 2025 Budget, City Council approved a \$122 million budget for the Street Maintenance Program (SMP). Of the total program, \$102 million is allocated 100% based on street condition per Council District and \$20 million (funded in the 2022 Bond) is allocated based on 50% street network size and 50% street condition per Council District.

The \$122 million is comprised of both \$14 million in-house and \$108 million in contractual street maintenance projects. This ordinance authorizes one contract for FY 2024 totaling \$2,355,462.50

for the construction of street maintenance projects. Additional contracts are scheduled to be awarded at a later date for the remaining SMP.

Procurement of Services

This project was advertised on August 2, 2024, for construction bids in the San Antonio Hart Beat, the City's website, the Texas Electronic State Business Daily, on TVSA, and through the electronic bidding website CivCast. Bids were opened on August 30, 2024, and one (1) bid was received. AG3 Group, LLC submitted a responsive bid as indicated in the attached bid summary.

This contract will be awarded in compliance with the Small Business Economic Development Advocacy (SBEDA) Program, which requires contracts be reviewed by a Goal Setting Committee to establish a requirement and/or incentive unique to the particular contract to maximize the amount of small, minority and women-owned business participation on the contract. The Goal Setting Committee set a 5% Minority/Women Business Enterprise (M/WBE) subcontracting. AG3 Group, LLC has committed to meeting the subcontractor participation goal.

This construction contract was developed utilizing the low bid process; therefore, a Contracts Disclosure Form is not required.

This vendor has acknowledged to comply with the Heat Illness Prevention Ordinance, approved on August 31, 2023, through Ordinance #2023-08-31-0585.

ISSUE:

This ordinance accepts the lowest responsive bid and awards the 2025 Pavement Preservation Package 5 – Slurry Task Order Contract to AG3 Group, LLC in an amount not to exceed \$2,355,462.50. There will be no necessary adjustments to San Antonio Water System (SAWS) and City Public Service (CPS) existing infrastructure.

As part of the Department's continuing efforts to expedite project delivery and complete infrastructure projects, the task order contract will enable Public Works to execute multiple projects delivered through the Street Maintenance Program (SMP).

The 2025 Pavement Preservation Package 5 – Slurry Task Order Contract will be utilized to provide for slurry seal installation projects and any other required work for the completion of the SMP Pavement Preservation projects located throughout the City.

ALTERNATIVES:

City Council could request staff to re-bid this package; however, re-soliciting this project would delay the delivery of the Street Maintenance Program and would result in the delay of budgeted street maintenance projects.

FISCAL IMPACT:

This ordinance accepts the lowest responsive bid and awards the 2025 Pavement Preservation Package 5 – Slurry Task Order Contract to AG3 Group, LLC in an amount not to exceed \$2,355,462.50. There will be no necessary adjustments to San Antonio Water System (SAWS) and City Public Service (CPS) existing infrastructure. Funds are available from the General Fund and the Advanced Transportation District Fund.

Requirements and associated work activities will be detailed in individual task orders. The City makes no minimum guarantee pertaining to the volume of work. Expenditures for these work orders are subject to available funding and are authorized by individual project capital budgets at the time work is requested. If funding for any work activities is not previously appropriated, funding will be identified and appropriated through subsequent City Council action.

RECOMMENDATION:

Staff recommends approval.