



City of San Antonio

Agenda Memorandum

File Number:

Agenda Item Number: 14

Agenda Date: October 31, 2024

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 13 – Base Repair Task Order Contract

SUMMARY:

An ordinance accepting the lowest responsive bid and awarding the 2025 Pavement Preservation Package 13 – Base Repair Task Order Contract to AG3 Group, LLC in an amount not to exceed \$1,749,320.80 of which \$13,000 will be reimbursed by San Antonio Water System (SAWS) and \$5,000 will be reimbursed by City Public Service (CPS) for necessary adjustments to their existing infrastructure. Funds are available from the General Fund, the Advanced Transportation District Fund and included in the FY 2025 – FY 2030 Capital Improvements Program.

BACKGROUND INFORMATION:

Project Background

With the adoption of the FY 2024 Budget on September 14, 2023, City Council has approved a \$116 million annual spending budget for the Street Maintenance Program (SMP). Of the program total, \$100 million is allocated based on 100% street condition per Council District and \$6 million funded in the 2022 Bond is allocated based on 50% street network size and 50% street condition per Council District as stipulated by the Streets, Bridges & Sidewalks Bond Committee. An additional \$10 million in one-time funding from the American Rescue Plan Act of 2021 is allocated

based on the miles of F Streets per Council District.

The \$100 million is comprised of both \$12 million in-house and \$88 million in contractual street maintenance projects. This ordinance authorizes one contract for FY 2024 totaling \$1,749,320.80 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 July 8, 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 9, 2024 and four (4) bids were received. Of these, AG3 Group, LLC submitted the lowest 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 15% Small Business Enterprise (SBE) subcontracting goal. 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 13 – Base Repair Task Order Contract to AG3 Group, LLC in an amount not to exceed \$1,749,320.80 of which \$13,000 will be reimbursed by San Antonio Water System (SAWS) and \$5,000 will be reimbursed by City Public Service (CPS) for necessary adjustments to their 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 13 – Base Repair Task Order Contract will be utilized to provide for base repair projects and any other required work for the completion of the SMP Pavement Preservation projects located throughout the City. The projects may also include SAWS and CPS utility infrastructure adjustments and associated work where required. SAWS will be responsible for any utility location costs and cost overages related to sewer and water utility work.

ALTERNATIVES:

City Council could request staff to re-solicit this package; however, re-bidding 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 13 – Base Repair Task Order Contract to AG3 Group, LLC in an amount not to exceed \$1,749,320.80 of which \$13,000 will be reimbursed by San Antonio Water System (SAWS) and \$5,000 will be reimbursed by City Public Service (CPS) for necessary adjustments to their existing infrastructure. Funds are available from the General Fund, the Advanced Transportation District Fund and included in the FY 2025 – FY 2030 Capital Improvements Program.

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 of the 2025 Pavement Preservation Package 13 – Base Repair Task Order Contract to AG3 Group, LLC in the total amount of \$1,749,320.80 to complete street maintenance projects identified in the Street Maintenance Program.