



# City of San Antonio

## Agenda Memorandum

### File Number:

---

**Agenda Item Number:** 16

**Agenda Date:** December 12, 2024

**In Control:** City Council A Session

---

**DEPARTMENT:** Public Works Department

**DEPARTMENT HEAD:** Razi Hosseini

**COUNCIL DISTRICTS IMPACTED:** District 4

**SUBJECT:**

Contract Award: Port San Antonio Area Streets

**SUMMARY:**

An ordinance accepting the lowest responsive bid and awarding a construction contract to RCO Construction, L.L.C. in the amount not to exceed \$1,539,073, of which \$15,600 will be reimbursed by San Antonio Water System (SAWS) for necessary utility adjustments related to the construction of intersection improvements associated with Port San Antonio Area Streets project located in Council District 4. Funds are available from 2022 General Obligation Bond included in the FY 2025 Capital Budget.

**BACKGROUND INFORMATION:**

The City of San Antonio and Port San Antonio have maintained a longstanding partnership since the 2012 Bond and subsequent Bond Programs to help facilitate job creation and development at Port San Antonio. As part of the voter-approved 2022 Bond Program, \$15,000,000 was allocated for the Port San Antonio Area Streets project located in Council District 4. This project will include reconstruction and complete street improvements along General Hudnell Drive, South General McMullen Drive, and Billy Mitchell Boulevard for the reconstruction of these corridors with curbs, sidewalks, driveway approaches, traffic signals, bicycle and pedestrian facilities, drainage, utility

upgrades, and other improvements as appropriate and within available funding.

The Port San Antonio Area Streets project will be delivered in two phases. Phase 1 will include improvements at the intersection of Billy Mitchell Boulevard and SW 36th Street, a new traffic signal, and reconstruction of asphalt pavement within the intersection to include concrete and other pedestrian improvements. The Phase 1 improvements will be managed by the City of San Antonio. Project construction is anticipated to begin in Winter 2024 and is estimated to be completed by Summer 2025. Phase 2 will include the design and construction of remaining roadway corridor improvements to be managed by Port San Antonio through a funding agreement. The roadway corridor improvements are currently in design and are anticipated to be complete in Winter 2028.

### **Procurement of Services**

This project was advertised on September 13, 2024, for construction bids in the San Antonio Hart Beat, the City's website, Texas Electronic State Business Daily, TVSA, and through the electronic bidding website CivCast. Bids were opened on October 18, 2024, and four (4) bids were received. Of these, the lowest bidder was deemed nonresponsive due to not meeting the project's SBEDA subcontracting requirements, thereby making the second bidder, RCO Construction, L.L.C., the lowest responsive bidder 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% Minority Women-Owned Business (M/WBE) and a 3% African American Owned Business Enterprise (AABE) subcontracting goal. RCO Construction, L.L.C. has committed to meeting the subcontracting participation goals.

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 a construction contract to RCO Construction, L.L.C. in the amount of \$1,539,073, of which \$15,600 will be reimbursed by San Antonio Water System (SAWS) for necessary utility adjustments for the construction of intersection improvements associated with Port San Antonio Area Streets project located in Council District 4.

Intersection improvements associated with the Port San Antonio Area Streets project will include the installation of a new traffic signal at Billy Mitchell Boulevard and SW 36th Street with a reconstructed intersection and associated pedestrian enhancements. The project consists of but is not limited to the striping of the streets, lane divisions, street reconstruction and traffic control

services and devices.

The project will also include SAWS utility infrastructure adjustments and associated work where required. SAWS will be responsible for any utility location costs and cost overages related to water utility work.

**ALTERNATIVES:**

Alternatively, the City Council could require staff to re-solicit this project; however, considering the additional time needed for another solicitation process, this would adversely affect the project's timely completion.

**FISCAL IMPACT:**

This is a one-time capital improvement expenditure in the amount of \$1,539,073 payable to RCO Construction, L.L.C. for the construction of intersection improvements associated with Port San Antonio Area Streets project. Of this amount, \$15,600 will be reimbursed by SAWS for necessary utility adjustments and associated work where required. SAWS will be responsible for any utility location costs and cost overages related to water utility work. Funds are available from 2022 General Obligation Bond included in the FY 2025 Capital Budget.

**RECOMMENDATION:**

Staff recommends approval of this ordinance to award a construction contract to RCO Construction, L.L.C. in an amount of \$1,539,073, of which \$15,600 will be reimbursed by SAWS for necessary utility adjustments related to the construction of the intersection improvements associated with Port San Antonio Area Streets project.