



City of San Antonio

Agenda Memorandum

File Number:
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Agenda Item Number: 12

Agenda Date: February 23, 2022

In Control: Audit and Accountability Committee Meeting

DEPARTMENT: Office of the City Auditor

DEPARTMENT HEAD: Kevin Barthold

COUNCIL DISTRICTS IMPACTED: Citywide

SUBJECT:

Acceptance of the Office of the City Auditor report AU21-026 of the Public Works Department Broadway Project

SUMMARY:

Audit Objective: Determine if oversight of the Broadway project is adequate to include monitoring of contractors and funding.

BACKGROUND INFORMATION:

Background

In May 2018, CoSA authorized a Design-Build contract with Sundt Construction Inc. in the amount of \$32.7M for the design and construction of the lower project segment of the roadway Street Corridor – East Houston Street to IH-35, later amended to \$38.7M. In addition, an ordinance was passed in June 2020 by the City authorizing the Design phase of the upper segment of the Broadway Street Corridor project for \$4M from IH-35 to E.

Mulberry Street which includes roadway construction, sidewalks, and pedestrian amenities.

The Broadway Project is funded by the Bond Program, Mid-Town Tax Increment Reinvestment Zone, San Antonio Water System and City Public Service. See summary of funding sources in the table below:

Total Funding Source	Amount
2017-2022 G.O. Bond Program	\$42,000,000
City Public Service	8,890,625
San Antonio Water System	7,344,820
Mid-town TIRZ	6,000,000
AT&T	4,000,000
Total Funding	\$68.235.445

The Broadway project has expensed approximately \$18.7M as of August 2021. See a summary of expenditures in the table below:

Expenditure Type	Amount
Construction Cost - Other (CPS, SAWS, AT&T)	\$8,373,300
Construction Cost (CoSA)	5,985,716
Engineering Fees	3,085,758
Capital Administration Cost - Direct	772,727
Capital Administration Cost – Indirect	378,189
Fees to Professional Contactors	72,327
Fees to Professional Contractors - Other	34,967
Contractual Services	8,272
Advertising and Publications	1,896
Total Expenditures	\$18,713,152

Scope & Methodology

The audit scope included compliance with terms of the lower and upper segment contracts of the Broadway project. In addition, it included a review of expenditures incurred on the project.

Conclusions

Oversight of the Broadway project was adequate, including the monitoring of contractors and funding.

We make no recommendations to Public Works; consequently, no management responses are required.

ISSUE:

This item is for briefing only.

FISCAL IMPACT:

This item is for briefing only.

ALTERNATIVES:

This item is for briefing only.

RECOMMENDATION:

Staff recommends acceptance of the audit.