



# City of San Antonio

## Agenda Memorandum

**File Number:**

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**Agenda Item Number:** 12

**Agenda Date:** June 23, 2022

**In Control:** City Council A Session

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**DEPARTMENT:** Building & Equipment Services

**DEPARTMENT HEAD:** Jorge Perez

**COUNCIL DISTRICTS IMPACTED:** District 9

**SUBJECT:**

Patrol North Underground Fuel Storage Tank Replacement

**SUMMARY:**

An ordinance accepting the lowest responsive bid and awarding a construction contract including one additive alternate to D&H United Fueling Solutions, Inc. in the amount of \$817,112.50 for the Patrol North Underground Fuel Storage Tank Replacement project. Funding in the amount of \$512,842 is available through previously authorized Certificates of Obligation and Tax Notes and included in the FY 2022 - FY 2027 Capital Improvement Program and authorizes a reallocation of \$462,000 from previously authorized Tax Notes and General Fund to the Patrol North Underground Fuel Storage Tank Replacement project, for cost related to construction and unforeseen conditions.

**BACKGROUND INFORMATION:**

The Patrol North Substation is located at 13030 Jones Maltsberger Rd. There is an existing fuel facility at this location which allows SAPD patrol vehicles to refuel on site. However, due to the age and deterioration of the existing underground fuel storage tanks (USTs), the fuel site is has reached the end of its operational lifecycle. The purpose of this project is to remove existing and install new USTs, piping, dispensers, and automatic tank gauge system which will allow the City

to continue to maintain the integrity of all fueling systems while protecting the environment in accordance with the Texas Commission on Environmental Quality. Due to the anticipated UST delivery time, the project is scheduled to start November 2022 and be completed by February 2023.

This project was advertised on April 20, 2022, for construction bids in the San Antonio Hart Beat, City's website, Texas Electronic State Business Daily, TVSA and through electronic bidding website CivCast. Bids were opened on May 17, 2022, and three (3) bids were received. Of these, the lowest bidder was deemed non-responsive due to not meeting the bid bond requirements therefore making D&H United Fuel Solutions, Inc., the lowest responsive bidder as indicated in the attached bid summary.

The Small Business Economic Development Advocacy (SBEDA) Ordinance requirements were waived due to the lack of small, minority, and/or women businesses available to provide these goods and services.

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

#### **ISSUE:**

This ordinance authorizes a contract with D&H United Fueling Solutions, Inc. to provide the Patrol North Substation with new USTs and related fueling system for a total cost of \$817,112.50. If contaminated soil is found during the construction process, the additive alternate accepted as part of this contract will allow for the transport and disposal of contaminated soil as required by the Texas Commission on Environmental Quality. Construction is scheduled to start November 2022 and be completed by February 2023.

#### **ALTERNATIVES:**

Should this contract not be approved, the Patrol North Substation fuel facility could experience an underground fuel leak and be placed out of service for an extended period. Patrol North police officers would then have to refuel at alternate fuel locations.

#### **FISCAL IMPACT:**

This ordinance accepts the lowest responsive bid and awards a construction contract with D&H United Fueling Solutions, Inc. for a total cost of \$817,112.50. Funding in the amount of \$512,842 is available through previously authorized Certificates of Obligation and Tax Notes and included in the FY 2022 - FY 2027 Capital Improvement Program and authorizes a reallocation of \$462,000 from previously authorized Tax Notes and General Fund to the Patrol North Underground Fuel Storage Tank Replacement project, for cost related to construction and unforeseen conditions.

**RECOMMENDATION:**

Staff recommends approval of this ordinance accepting the lowest responsive bid and awarding a construction contract in the amount of \$817,112.50 to D&H United Fueling Solutions, Inc. for the Patrol North Underground Fuel Storage Tank Replacement project.