



# City of San Antonio

## Agenda Memorandum

**File Number:**

---

**Agenda Item Number:** 7

**Agenda Date:** February 9, 2023

**In Control:** City Council A Session

---

**DEPARTMENT:** Public Works Department

**DEPARTMENT HEAD:** Razi Hosseini

**COUNCIL DISTRICTS IMPACTED:** District 1

**SUBJECT:**

Contract Amendment & Reimbursement: South Alamo Street (Market Street to East Cesar E. Chavez Boulevard) (2017 Bond)

**SUMMARY:**

An ordinance approving an amendment in the increased amount not to exceed \$1,500,556.00 to the \$36,628,793.61 Construction Services Agreement with Sundt Construction, Inc., of which \$1,500,556.00 will be reimbursed by AT&T for the construction services for utility work associated with the South Alamo Street (Market Street to East Cesar E. Chavez Boulevard) Project, a 2017 General Obligation Bond and Hemisfair Tax Increment Reinvestment Zone funded project, located in Council District 1; and authorizing the appropriation and amending of the FY 2023 - FY 2028 Capital Improvement Program with funds in the amount of \$1,500,556.00 from AT&T to the South Alamo Street (Market Street to East Cesar E. Chavez Boulevard) Project.

**BACKGROUND INFORMATION:**

***Project Background***

On May 6, 2017, voters approved the 2017 Bond Program, which authorized \$9,000,000.00 for the South Alamo Street (Market Street to East Cesar E. Chavez Boulevard) project in Council District 1. The project is located downtown San Antonio, between Market Street and Cesar E.

Chavez Boulevard. Street improvements will include roadway reconstruction, drainage, traffic signals, pedestrian lighting, and landscaping. The project will also include utility upgrades to SAWS water, sewer, and chilled water mains; CPS gas and roadway lighting; and main extensions and services for adjacent Public-Private Partnership at Hemisfair project to include water, fire-line, wastewater, natural gas, electric and telecommunications. Construction began in December 2022 and is estimated to be completed in February 2025.

#### ***Previous Council Action***

A previously executed Construction Services Agreement with Sundt Construction, Inc. for South Alamo Street (Market Street to East Cesar E. Chavez Boulevard) Project in the amount of \$36,628,793.61, of which \$14,795,445.61 was funded from previously authorized 2017 General Obligation Bond funds, \$750,000.00 from Tree Mitigation Fund, \$14,369,555.00 reimbursed by San Antonio Water System, \$1,488,793.00 reimbursed by CPS Energy, and \$5,225,000.00 from Hemisfair Tax Increment Reinvestment Zone (TIRZ) was approved by City Council on November 03, 2022, through Ordinance 2022-11-03-0839. This proposed amendment will increase the contract capacity by \$1,500,566.00 to a revised contract amount of \$38,129,349.61. This will be the first amendment to this contract.

The following table illustrates the proposed amendment to this executed contract:

<b>Item</b>	<b>Amount</b>
Original Contract Value	\$ 36,628,793.61
Proposed Amendment	\$ 1,500,556.00
<b>Revised Contract Value</b>	<b>\$ 38,129,349.61</b>

#### **ISSUE:**

This ordinance approves an amendment in the increased amount not to exceed \$1,500,556.00 to the \$36,628,793.61 Construction Services Agreement with Sundt Construction, Inc. for construction services for AT&T utility work associated with the South Alamo Street (Market Street to East Cesar E. Chavez Boulevard) Project located in Council District 1; and approving the appropriation and amending of the FY 2023 - FY 2028 Capital Improvement Program with funds in the amount of \$1,500,556.00 from AT&T to the South Alamo Street (Market Street to East Cesar E. Chavez Boulevard) Project.

This amendment will provide additional construction services for installing a conduit duct bank and manhole structures on South Alamo Street, from Market Street to E. Cesar Chavez Boulevard Construction for the South Alamo project began in December 2022 and is estimated to be completed in February 2025.

#### **ALTERNATIVES:**

As an alternative, City Council could choose not to approve this amendment; however, the City will lose the opportunity to collaborate with AT&T to construct their adjustments and relocations to minimize schedule impacts to the South Alamo Street (Market Street to East Cesar E. Chavez

Boulevard) Project. The delay in the project's timely completion will result in added costs and extended inconvenience to businesses and the public.

**FISCAL IMPACT:**

This ordinance authorizes the execution of an amendment in the increased total amount not to exceed \$1,500,556.00 to the \$36,628,793.61 Construction Services Agreement with Sundt Construction, Inc., of which \$1,500,556.00 will be reimbursed by AT&T for the construction services for AT&T utility work associated with the South Alamo Street (Market Street to East Cesar E. Chavez Boulevard) Project, a 2017 General Obligation Bond and Hemisfair Tax Increment Reinvestment Zone (TIRZ) funded project. This ordinance also approves the appropriation and amending of the FY 2023 - FY 2028 Capital Improvement Program with funds in the amount of \$1,500,556.00 from AT&T to the South Alamo Street (Market Street to East Cesar E. Chavez Boulevard) Project.

**RECOMMENDATION:**

Staff recommends approval of an amendment in the increased total amount not to exceed \$1,500,556.00 to the \$36,628,793.61 Construction Services Agreement with Sundt Construction, Inc., of which \$1,500,556.00 will be reimbursed by AT&T for the construction services for AT&T utility work associated with the South Alamo Street (Market Street to East Cesar E. Chavez Boulevard) Project, a 2017 General Obligation Bond and Hemisfair Tax Increment Reinvestment Zone funded project, located in Council District 1.