



CITY COUNCIL CONSIDERATION ITEM

CITY OF FAIR OAKS RANCH, TEXAS

April 20, 2023

AGENDA TOPIC: Consideration and possible action authorizing the City Manager to execute construction agreements associated with the Annual Street Maintenance Program

DATE: April 20, 2023

DEPARTMENT: Finance

PRESENTED BY: Clayton Hoelscher, Procurement Manager
Julio Colunga, Assistant Director of Public Works

INTRODUCTION/BACKGROUND:

The City initially budgeted \$1,000,000 for various street maintenance projects this fiscal year. After sending approximately \$77k to TxDOT for the city's cost-share of the FM3351 Cibolo Creek Bridge project, approximately \$923k remains. Various types of applications are being utilized to accomplish this work. Quantities and locations for each application are included with this agenda item. This agenda item covers the following applications: micro-surfacing (a.k.a. slurry seal), sealcoat (a.k.a. fog seal) and asphalt rejuvenator.

For slurry seal and asphalt rejuvenator, the City is utilizing an Interlocal Agreement to purchase these services. The City has an Interlocal Agreement with Bexar County, allowing us to take advantage of the bid pricing they receive on bids to enter into an Agreement with the awarded contractor. The lowest bidding contractor from the Bexar County competitive bid for slurry seal was Intermountain Slurry Seal, Inc. which we have used over the past two years. This year's plans include 123,564 square yards of slurry seal treatment. The lowest bidding contractor from the Bexar County competitive bid for asphalt rejuvenator was Pavement Restoration, Inc. This year's plans include 72,924 square yards of asphalt rejuvenator treatment. The same pricing included in the Bexar County agreements are being utilized for these projects.

For fog seal, the City is utilizing the BuyBoard Purchasing Cooperative to purchase from Pavecon, Ltd. As a member of this purchasing cooperative, the City can use pricing that has been competitively bid on a larger scale. This year's plans include 48,652 square yards of fog seal treatment. Utilizing BuyBoard fulfills our competitive requirements.

POLICY ANALYSIS/BENEFIT(S) TO CITIZENS:

- Supports Strategic Action Plan items for Responsible Growth Management and Reliable and Sustainable Infrastructure.
- Utilizing the pricing from the Interlocal Agreements and Purchasing Cooperative allows the City to take advantage of pricing that was received for larger quantity projects.
- Complies with Competitive Procurement Requirements.

LONGTERM FINANCIAL & BUDGETARY IMPACT:

The City initially budgeted \$1,000,000 under Street Maintenance (01-642-254) for this year's Street Maintenance and Repair Program of which approximately \$923,000 remains. These agreements will cover the micro-surfacing, fog seal and asphalt rejuvenator components of the program. The remaining amount will cover full depth reclamation, stripings/markings, RPMs and signage replacement. Continued investment in maintaining our city's streets extends their service life and avoids the need for costly reconstruction.

LEGAL ANALYSIS:

The Contractors will be required to sign and adhere to the City's Standard Construction Agreement prior to the commencement of work.

RECOMMENDATION/PROPOSED MOTION:

I move to authorize the City Manager to sign Construction Agreements with the following companies in support of the Annual Street Maintenance Program for a total amount of \$817,047.03:

- Intermountain Slurry Seal, in the amount of \$589,189.10 with a 5% contingency in the amount of \$29,459.46 for a total value not to exceed \$618,648.56.
- Pavement Restoration, Inc., in the amount of \$83,862.60 with a 5% contingency in the amount of \$4,193.13 for a total value not to exceed \$88,055.73.
- Pavecon, Ltd. in the amount of \$105,088.32 with a 5% contingency in the amount of \$5,254.42 for a total value not to exceed \$110,342.74.