

City of Denton

City Hall 215 E. McKinney Street Denton, Texas www.cityofdenton.com

AGENDA INFORMATION SHEET

DEPARTMENT: Materials Management

CM: Todd Hileman

DATE: November 7, 2017

SUBJECT

Consider adoption of an ordinance accepting competitive proposals and awarding a public works contract for Underground Electric Installation Services for Denton Municipal Electric; providing for the expenditure of funds therefor; and providing an effective date (RFP 6518-awarded to FX5 Construction & Excavation, Inc. in the three (3) year not-to-exceed amount of \$6,000,000). The Public Utilities Board recommends approval (7-0).

BACKGROUND

Due to the rapid rate of growth in Denton and the City's desire to install underground facilities in all new subdivisions and in locations that meet economic feasibility, the City of Denton has utilized contractors for the installation of underground utilities since February 2000.

RFP #6518 consists of the labor, equipment, tools, and supervision, necessary to complete installations of electric service facilities under the direction of Denton Municipal Electric (DME) staff. DME will provide all permanent electric materials to be installed by the contractor. Anticipated work will be performed for underground construction in residential subdivisions, commercial and industrial developments, exit feeders for new substations, and overhead conversion projects. This agreement will not guarantee a minimum amount or value of construction work. All work will be tasked under the contract on an as needed basis as determined by DME.

Requests for Proposals were sent to 325 prospective suppliers of this item. In addition, specifications were placed on the Materials Management website for prospective suppliers to download and advertised in the local newspaper. Three (3) proposals meeting specification were received. The proposals were evaluated based upon published criteria including price, project schedule, compliance with specifications, and indicators of probable performance. FX5 Construction & Excavation, Inc. was ranked the highest and determined to be the best value for the City (Exhibit 2).

PRIOR ACTION/REVIEW (COUNCIL, BOARDS, COMMISSIONS)

On October 23, 2017, the Public Utilities Board recommended approval to forward this item to the City Council for consideration.

RECOMMENDATION

Award a contract with FX5 Construction & Excavation, Inc. in the not-to-exceed amount of \$6,000,000. This amount is based on estimated quantities for all line items included in RFP, but quantities will vary depending on projects actually completed during the fiscal year.

PRINCIPAL PLACE OF BUSINESS

FX5 Construction & Excavation, Inc. Decatur and Denton, TX

ESTIMATED SCHEDULE OF PROJECT

This is an initial one (1) year contract with options to extend the contract for two (2) additional one (1) year periods, with all terms and conditions remaining the same.

FISCAL INFORMATION

The services provided through this contract will be funded from project accounts on an as needed basis.

STRATEGIC PLAN RELATIONSHIP

The City of Denton's Strategic Plan is an action-oriented road map that will help the City achieve its vision. The foundation for the plan is the five long-term Key Focus Areas (KFA): Organizational Excellence; Public Infrastructure; Economic Development; Safe, Livable, and Family-Friendly Community; and Sustainability and Environmental Stewardship. While individual items may support multiple KFAs, this specific City Council agenda item contributes most directly to the following KFA and goal:

Related Key Focus Area: Public Infrastructure

Related Goal: 2.3 Promote superior utility services and City facilities

EXHIBITS

Exhibit 1: Agenda Information Sheet Exhibit 2: Evaluation and Ranking Sheet Exhibit 3: Public Utilities Board Minutes

Exhibit 4: Ordinance Exhibit 5: Contract

Exhibit 6: Staff Presentation

Respectfully submitted: Karen Smith, 349-7100 Purchasing Manager

For information concerning this acquisition, contact: Ralph Patterson at 349-7669.