



Agenda Memorandum

Agenda Item – {{section.number}}.B.

City Council Meeting
June 24, 2024

Strategic Priority 5: Resilient Infrastructure

Maintain and invest in resilient infrastructure that creates the highest return for safety, community connectivity, enjoyment of life, and local economic success.

Subject: Authorization to Execute One-Year Contracts with Insituform Technologies, LLC, Guildner Pipeline Maintenance, Inc., and American West Construction, LLC for Various On-call Related Repair Services on Water, Wastewater, Reclaimed, and Stormwater Infrastructure, with Annual Amendment Authorization up to 2028

Prepared By: Andrew Hawthorn, PE, Stormwater Utility Administrator
Andrea Song, PE, Utilities Manager

Recommended City Council Action:

1. Authorize the City Manager to Execute Contracts with Insituform Technologies, LLC, Guildner Pipeline Maintenance, Inc., and American West Construction, LLC for on-call related repair services on water, wastewater, reclaimed, and stormwater infrastructure. The authorization is for initial one-year contracts with Insituform Technologies, LLC and American West Construction, LLC in the amount of \$500,000 each and includes authorization to spend an additional \$500,000 under each contract. The authorization also includes an initial one-year contract with Guildner Pipeline Maintenance, Inc. in the amount of \$500,000 for a grand total of \$2,500,000 in authorized expenditures across all three contracts for the first year.
2. Authorize the City Manager to execute four additional contract amendments for the years 2025 through 2028 with each of the three contractors, and to spend up to \$1,000,000 annually with Insituform Technologies, LLC, up to \$1,000,000 annually with American West Construction, LLC, and up to \$500,000 annually with Guildner Pipeline Maintenance, Inc., for a grand total of \$2,500,000 in authorized annual expenditures for the amendments.

Summary Statement:

- Public Works and Utilities staff is requesting approval of initial one-year contracts and four additional one-year contract amendments with Insituform Technologies, LLC, Guildner Pipeline Maintenance, Inc., and American West Construction, LLC to perform on-call repairs for water, wastewater, reclaimed and stormwater infrastructure. All three contractors are the most

qualified and lowest bidders from a formal bid solicitation conducted in February 2024 that resulted in the selection of Insituform and American West and a formal bid solicitation conducted in May 2023 that resulted in selection of Guildner Pipeline. Work under this contract will be shared across Public Works and Utilities work groups. Each workgroup will engage the respective contractor as needed to meet their infrastructure maintenance needs as they arise. All three contractors will provide 24-hour emergency repairs and cleaning services for all four City utilities. Funds are budgeted and available for the initial expenditures and future amendments will be subject to available funding.

Fiscal Impact:

\$2,500,000 in annual expenditures, \$12,500,000 cumulative over five years.

Source of Funds:

PWU Utility Fund: Operating Budgets

PWU Stormwater Capital Improvement Funds: Capital Improvement Budgets

PWU Utility Capital Improvement Funds: Capital Improvement Budgets

Policy Issue(s):

Should City Council authorize the execution of contracts with Insituform Technologies, LLC, American West Construction, LLC, and Guildner Pipeline Maintenance, Inc. for on-call utility infrastructure repairs and maintenance?

Alternative(s):

City Council could choose to not approve the contracts. This is not recommended as these on-call contractors have been through a competitive procurement process and there is a high likelihood that the contracts will be needed to support City crews with scheduled and emergency repairs.

Background Information:

In a joint effort, the water, wastewater, reclaimed water and stormwater utilities are combining on-call construction services to tackle several known infrastructure repair needs and provide 24-hour emergency response services for utility repairs and cleaning. While the City's water and wastewater work groups have skilled teams to handle most repairs in-house, the reclaimed and stormwater utilities do not have in-house crews and must rely on outside contractors for both scheduled and emergency repairs. The reclaimed water system has three known points needing repair and stormwater has over 20 known points. The on-call contract will also allow utilities to call in outside help when water and wastewater issues exceed staffing capacities.

All contractors were selected after a competitive bid through the City's formal Request for Bids (RFB) process. The bid was posted on BidNet for four weeks. Staff recommends Insituform Technologies, LLC, American West Construction, LLC for the on-call utility repairs contracts and Guildner Pipeline Maintenance, Inc for the Infrastructure inspection and cleaning contract. All contracts provide for 24-hour emergency response for any urgent and critical repairs and cleaning across all utilities.

This contract differs from a typical construction contract by the number and diversity of projects that can be encountered. Typical single project contracts include a fairly rigid defined scope of work with specific quantities of materials needed. Under these contracts there will be numerous small projects

each with a unique scope of work. Staff developed a list of common unit price items expected to be utilized on most projects. The contractor will use those unit prices to provide an estimate and Staff must approve the estimate before work can be performed by the contractor.

The City's Strategic Plan goal of Resilient Infrastructure is met by having these contracts in place to supplement staff in making timely repairs to critical public infrastructure.

Respectfully submitted,

A handwritten signature in cursive script that reads "Mark A Freitag". The ink is dark blue or black, and the signature is written in a fluid, connected style.

Mark A. Freitag
City Manager

Attachments:

Attachment 1 – On-Call Utility Infrastructure Repairs Contract, Insituform Technologies, LLC

Attachment 2 – On-Call Utility Infrastructure Repairs Contract, American West Construction, LLC

Attachment 3 – Maintenance Services for Wastewater and Stormwater, Guildner Pipeline Maintenance, Inc.