# CITY OF EL PASO, TEXAS AGENDA ITEM DEPARTMENT HEAD'S SUMMARY FORM

AGENDA DATE:	March 1, 2022
PUBLIC HEARING DATE:	Not Applicable

#### CONTACT PERSON(S) NAME AND PHONE NUMBER:

Sam Rodriguez, Chief Operations and Transportation Officer, Aviation Director and City Engineer, (915) 212-1845

DISTRICT(S) AFFECTED: All

STRATEGIC GOAL:	No. 7 – Enhance and Sustain El Paso's Infrastructure Network
SUBGOAL:	7.4 – Continue strategic investment in City facilities and technologies.

SUBJECT: Exercise Job Order Contract Options

## **BACKGROUND / DISCUSSION:**

Discussion and action that the City Manager be authorized to exercise the three, one-year options contemplated in the initial award of contract 2021-0811, for the Job Order Construction and Facilities Construction, at the rate of \$2,000,000 per year, for an aggregated maximum amount of \$10,000,000 over the five-year term of the contract with ALPHA and VELIZ, respectively; and that the increased amounts are within the appropriate budgets of the project for a total amount of \$20,000,000; and that the City Manager be authorized to establish the funding sources and make any necessary budget transfers and execute any and all documents necessary for the exercise of the three, one year options of contract 2021-0811.

### SELECTION SUMMARY: N/A

#### CONTRACT VARIANCE: N/A

#### PROTEST: N/A

#### PRIOR COUNCIL ACTION:

July 20, 2021 approve the award of Solicitation 2021-0811 Job Order Contracting and Facilities Construction to Alpha Building Corporation and Veliz Company, LLC dba Veliz Construction. Each contract has an initial term of two (2) years for an estimated amount of \$4,000,000.00. Each contract also includes three (3), one (1) year options for an estimated amount of \$6,000,000.00. The length of each contract including the initial term plus options is five (5) years for an estimated contract amount of \$10,000,000.00.

#### AMOUNT AND SOURCE OF FUNDING:

Public Safety Bonds and previously issued certificates of obligation

## HAVE ALL AFFECTED DEPARTMENTS BEEN NOTIFIED? \_X\_ YES \_\_\_NO

**PRIMARY DEPARTMENT:** Capital Improvement **SECONDARY DEPARTMENT:** Purchasing & Strategic Sourcing

## 

#### DEPARTMENT HEAD:

Assistant Director Capital Improvement Jerry DeMuro/for

Sam Rodriguez, Chief Operations and Transportation Officer, Aviation Director and City Engineer Revised 04/09/2021 – Previous Versions Obsolete

#### RESOLUTION

WHEREAS, on July 20, 2021 the City Council of the City of El Paso (CITY) awarded Contract 2021-0811 for Job Order Construction and Facilities Construction (CONTRACT) on a taskorder basis to Alpha Building Corporation (ALPHA) and Veliz Company, LLC dba Veliz Construction (VELIZ); and

WHEREAS, the value and duration of the CONTRACT for ALPHA and VELIZ, respectively, was \$4,000,000 over an initial, two-year period with three, one-year options at an additional \$2,000,000 per year for an aggregated maximum amount of \$10,000,000 for each VELIZ and ALPHA; and

**WHEREAS**, the CONTRACT has proven to be beneficial to the CITY in addressing the needs of the CITY in a timely and cost-efficient manner; and

WHEREAS, the CITY wishes to exercise the three, one-year options at this time;

#### BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF EL PASO:

That the City Manager be authorized to exercise the three, one-year options contemplated in the initial award of contract 2021-0811, for the Job Order Construction and Facilities Construction, at the rate of \$2,000,000 per year, for an aggregated maximum amount of \$10,000,000 over the five-year term of the contract with ALPHA and VELIZ, respectively; and that the increased amounts are within the appropriate budgets of the project for a total amount of \$20,000,000; and that the City Manager be authorized to establish the funding sources and make any necessary budget transfers and execute any and all documents necessary for the exercise of the three, one-year options of contract 2021-0811.

 APPROVED THIS \_\_\_\_\_\_ DAY OF \_\_\_\_\_, 20 \_\_\_\_.

## THE CITY OF EL PASO:

Oscar Leeser Mayor

**ATTEST:** 

Laura D. Prine City Clerk

**APPROVED AS TO FORM:** 

Juan S. Gonzalez

Senior Assistant City Attorney



Sam Rodriguez, PE; Chief Operations & Transportation Officer, Aviation Director, & City Engineer