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

AGENDA DATE: PUBLIC HEARING DATE:	April 12, 2022 Not Applicable
CONTACT PERSON(S) NAME AND PHONE NUMBER:	
	Sam Rodriguez, Chief Operations and Transportation Officer, Aviation Director and City Engineer, (915) 212-1845 Claudia A. Garcia, Interim Director of Purchasing & Strategic Sourcing, (915) 212-1218
DISTRICT(S) AFFECTED:	
STRATEGIC GOAL:	No. 4: Enhance El Paso's Quality of Life through Recreational, Cultural and

SUBGOAL:Educational Environments4.1: Deliver bond projects impacting the quality of life across the city in a timely and
efficient manner

SUBJECT:

That the Purchasing Director is authorized to notify MARTINEZ BROS. CONTRACTORS, LLC, that the City is terminating all remaining work under Contract: 2021-0260 Modesto Gomez Park Improvements effective April 12, 2022, without cause, pursuant to the provisions and requirements of Paragraph 6.9.2 of the Contract Clauses due to the necessity to modify the scope of work with an associated cost increase in excess of 25% of the initial contract value in violation of Texas Local Government Code Title 8 Subtitle C Chapter 271 Section 271.060(c).

BACKGROUND / DISCUSSION:

City Council authorized award of Contract 2021-260 Modesto Gomez Park Improvements to MARTENIZ BROS. CONTRACTING, LLC, for \$1,986,506.88 on February 2, 2021. Following initiation of construction, a number of design inconsistencies were discovered as part of construction due diligence that required significant modifications to design plans. These modifications increased the cost of the project to approximately \$4M. The City is unable to issue a change order to the contract as it would be in excess of 25% of the initial contract value which is prohibited under Texas Code Title 8 Subtitle C Chapter 271 Section 271.060 (c).

The City anticipates re-advertising the project for bid in by June of 2022 and is pursuing allowable cost recovery remedies from the engineer of record.

SELECTION SUMMARY:

N/A

CONTRACT VARIANCE:

N/A

PROTEST No protest received for this requirement.

PRIOR COUNCIL ACTION:

Contract 2021-0260 Modesto Gomez Park Improvements was awarded by City Council on February 2, 2021

AMOUNT AND SOURCE OF FUNDING:

N/A

HAVE ALL AFFECTED DEPARTMENTS BEEN NOTIFIED? _X_YES ___NO

PRIMARY DEPARTMENT: Capital Improvement SECONDARY DEPARTMENT: Parks and Recreation

DEPARTMENT HEAD:

Jerry DeMuro/for Sam Rodriguez, Chief Operations and Transportation Officer, Aviation Director and City Engineer

COUNCIL PROJECT FORM (Termination)

Please place the following item on the Consent agenda for the Council Meeting of April 12, 2022.

STRATEGIC GOAL: No. 4: Enhance El Paso's Quality of Life through Recreational, Cultural and Educational Environments

The linkage to the Strategic Plan is subsection 4.1 - Deliver bond projects impacting the quality of life across the city in a timely and efficient manner

That the Purchasing Director is authorized to notify MARTINEZ BROS. CONTRACTORS, LLC, that the City is terminating all remaining work under Contract: 2021-0260 Modesto Gomez Park Improvements effective April 12, 2022, without cause, pursuant to the provisions and requirements of Paragraph 6.9.2 of the Contract Clauses due to the necessity to modify the scope of work with an associated cost increase in excess of 25% of the initial contract value in violation of Texas Local Government Code Title 8 Subtitle C Chapter 271 Section 271.060(c).

Department: Capital Improvement Districts: 8

RESOLUTION

WHEREAS, on February 2, 2021 the City of El Paso ("City") awarded Contract No. 2021-0260 Modesto Gomez Park Improvements to Martinez Bros. Contracting, LLC for \$1,986,506.88 ("Vendor"):

WHEREAS, the City desires to terminate the Contract without cause and for convenience, pursuant to the provisions and requirements of paragraph 6.9.2 of the Contract due to the necessity to modify the scope of work with an associated cost increase in excess of 25% of the initial contract value in violation of Texas Local Government Code Title 8 Subtitle C Chapter 271 Section 271.060(c)

NOW, THEREFORE, BE IT RESOLVED BY CITY COUNCIL OF THE CITY OF EL PASO:

That the Purchasing & Strategic Sourcing Director is authorized to notify Vendor that the City is terminating awarded Contract No. 2021-0260 Modesto Gomez Park Improvements for convenience, pursuant to the provisions and requirements of the Contract, and that the termination shall be effective as of April 12, 2022.

APPROVED this ______ day of ______, 2022.

THE CITY OF EL PASO:

Oscar Leeser Mayor

ATTEST:

Laura D. Prine City Clerk

APPROVED AS TO FORM:

Russell Abeln

Russell T. Abeln Assistant City Attorney

APPROVED AS TO CONTENT:

Claudia A. Garcia

Claudia Garcia, Interim Director Purchasing and Strategic Sourcing

APPROVED AS TO CONTENT:

erry DeMuro/for

Sam Rodriguez, P.E., City Engineer Capital Improvement Department