



PUBLIC SERVICE BOARD MEETING

AGENDA ITEM

REGULAR MEETING

Wednesday, July 09, 2025

SUBJECT

Change Order Number 1 – CSP No. 30-23, On-Call Construction Services for the Repair of Street Rights-of-Way

BACKGROUND

On May 10, 2023, the Public Service Board awarded Competitive Sealed Proposal (CSP) No. 30-23 to Double H Contracting, Inc., ZTEX Construction, Inc., and TAO Industries, Inc. dba Hawk Construction to perform on-call construction services for street rights-of-way repairs associated with EPWater infrastructure work for a term of one year with two one-year options. The contracts established fixed unit prices for the first year and allowed for unit price adjustments at the start of each renewal term, subject to limitations set forth in the contract documents. The contract allows unit price increases not to exceed 25% of the original bid prices, provided supporting documentation is submitted and EPWater approves the justification.

EPWater is renewing option year two with Double H Contracting, Inc. and ZTEX Construction, Inc., both of whom have agreed and submitted unit price adjustment requests. Staff reviewed and confirmed these adjustments align with contractual thresholds, reflecting current market rates. ZTEX's pricing changes result in no net cost impact and will be handled administratively. TAO Industries, Inc. dba Hawk Construction has opted not to renew for option year two.

This item is for the approval of an increase to the unit prices for Double H Contracting, Inc. that results in a net increase to the original contract amount of \$943,687.50 (or 24.04% of contract price) and no impact to contract time. The unit price increases do not exceed 25% above original pricing and shall be effective for the final one-year renewal term.

PRIOR PSB ACTION

- On May 10, 2023, the Public Service Board awarded CSP No. 30-23, On-Call Construction Services for the Repair of Street rights-of-way

UTILITY KPI ALIGNMENT

Customer Satisfaction

EVALUATION PROCESS

The requested price increases were evaluated for consistency with contract provisions. Staff reviewed cost substantiation, including recent vendor quotes, fuel indices, and wage rate updates. All proposed increases fall within the 25% cap. Approval of this change order will ensure continued contractor participation and availability for urgent and scheduled repairs within the public rights-of-way.

FINANCIAL IMPLICATIONS

Sufficient funds are available in various accounts and this expenditure is part of the FY2025-26 budget.

PROPOSED ACTION REQUESTED

Consider and approve Change Order Number 1 under CSP No. 30-23, On-Call Construction Services for the Repair of Street Rights-of-Way, for Double H Contracting, Inc., in the amount of \$943,687.50.

SUPPORTING DOCUMENTATION PROVIDED

- None