

PALM BEACH COUNTY  
BOARD OF COUNTY COMMISSIONERS

AGENDA ITEM SUMMARY

Meeting Date: May 16, 2023

Consent [X] Regular [ ]  
Public Hearing [ ]

Department: Water Utilities Department

I. EXECUTIVE BRIEF

**Motion and Title:** Staff recommends motion to approve: a 2022 Pipeline Continuing Construction (Contract) with **A)** Johnson-Davis Incorporated (Johnson-Davis) in the amount of \$28,440,000; and **B)** Hinterland Group Inc. (Hinterland) in the amount of \$33,760,413 for a one (1) year term with an optional two (2) one (1) year renewals.

**Summary:** On November 22, 2022, the Palm Beach County Water Utilities Department (PBCWUD) received three (3) bids for Contract. The Contract(s) will provide the necessary services to expedite utility special assessment projects and other pipeline improvement projects throughout PBCWUD's service area where timing is critical. The Contract(s) awarded are for the unit bid prices received and overall bid dollar amount(s) of \$28,440,000 from Johnson-Davis and \$33,760,413 from Hinterland, which was utilized to establish the unit prices for work under this Contract(s). The Contracts do not guarantee or authorize Contractor(s) to perform any work. Work will be assigned during a one (1) year period with an optional two (2) one (1) year renewals by Work Orders drawn against the Contract , subject to approval pursuant to the requirements of PPM CW-F-050. The unit prices contained in the Contract(s) will be used to determine the amount of each Work Order.

These Contracts were procured under the requirements of the Equal Business Opportunity Ordinance. On September 8, 2022, the Goal Setting Committee applied an Affirmative Procurement Initiative (API) of a minimum mandatory 20% Small Business Enterprise (SBE) subcontracting participation of which 5% shall be among certified African American and/or Hispanic American owned firms. The Contractor(s) have met the established API. Johnson-Davis' Contract provides for 20.83% SBE participation, which includes 5.52% MBE participation, 5.38% MBE (H) and 0.13% MBE (B). Hinterland's Contract provides for 20.96% SBE participation, which includes 5.85% MBE participation, 5.85% MBE (H). The Contractor(s) are Palm Beach County based companies. The Contracts are included in the PBCWUD FY23 and FY24 budgets; and complied with all bidding requirements. (PBCWUD Project No. 22-032) Countywide (MWJ)

**Background and Justification:** PBCWUD performs maintenance, repair, and construction activities on the water, wastewater and, reclaimed water pipelines throughout its PBCWUD service area. The Contracts will reduce the time needed to undertake the installation of infrastructure necessary to complete required utility repairs and improvements. The rehabilitation of the existing pipelines will improve the service level, extend the reliability and operability of PBCWUD's pipelines while reducing the operations and maintenance workload.

**Attachments:**

1. Four (4) Original Contracts for Johnson-Davis Incorporated
2. Four (4) Original Contracts for Hinterland Group Inc.
3. Location Map
4. Bid Tabulation Sheet
5. Compliance Review from OEBO
6. Ebix Compliance Summary Report for Johnson-Davis Incorporated
7. Ebix Compliance Summary Report for Hinterland Group Inc.

Recommended By: Ali Bayart 4/12/23  
Department Director Date

Approved By: [Signature] 5/4/23  
Assistant County Administrator Date

**II. FISCAL IMPACT ANALYSIS**

**A. Five Year Summary of Fiscal Impact:**

Fiscal Years	2023	2024	2025	2026	2027
Capital Expenditures	<u>\$9,500,000</u>	<u>\$20,000,000</u>	<u>\$32,700,413</u>	<u>0</u>	<u>0</u>
External Revenues	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Program Income (County)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
In-Kind Match County	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>NET FISCAL IMPACT</b>	<u><u>\$9,500,000</u></u>	<u><u>\$20,000,000</u></u>	<u><u>\$32,700,413</u></u>	<u>0</u>	<u>0</u>
<b># ADDITIONAL FTE POSITIONS (Cumulative)</b>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>

**Budget Account No.:** Fund 4011 Dept. 721 Unit Various Object Various

Is Item Included in Current Budget? Yes X No     

Does this item include the use of federal funds? Yes      No X

Reporting Category N/A

**B. Recommended Sources of Funds/Summary of Fiscal Impact:**

(\*) There is no fiscal impact at the time the Continuing Contract is awarded. Amounts are not encumbered until Work Orders are issued.

**C. Department Fiscal Review:** Joany Burton GE

**III. REVIEW COMMENTS**

**A. OFMB Fiscal and/or Contract Development and Control Comments:**

*Joany Burton* 4/19/23  
Lara Mate 4/24/23  
 OFMB JA 4/19

A. S. Jant 4/27/23  
 Contract Development and Control  
 Tel 4/24/23

**B. Legal Sufficiency:**

Anne Helgent 5/1/23  
 for Assistant County Attorney Mike Jones

**C. Other Department Review:**

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 Department Director

This summary is not to be used as a basis for payment.