



UTILITY
ENGINEER

MEMORANDUM

To: Mayor and City Council Members
Douglas Faseler, City Manager

From: David Rabago, P.E., CFM, Utility Engineer

Through: Rick Cortes, Assistant City Manager

Subject: Award of Bid – Sagebiel Road and Schaefer Sanitary Sewer Improvements

Date: June 15, 2016

On May 17, 2016, the City of Seguin opened bids for the Sagebiel Road and Schaefer Sanitary Sewer Improvements Project. Proposal I consists of the installation of approximately 1,200 linear feet of 8 inch sanitary sewer line along the west side of Highway 46 from south of CH Matthies Jr. Drive to south of Best Drive at the Schaefer Tract. Proposal II consists of the installation of approximately 4,100 linear feet of 15 inch sanitary sewer line on Sagebiel Road extending from FM 466 to connect to the existing sewer main that extends across Geronimo Creek.

Bids were received from nine different contractors ranging from a low base bid (for Proposals I and II) of \$638,301.00 from Benchmark Utility Contractors, Inc. to a high base bid of \$1,226,321.00 from Black Castle General Contractor. Vice President, Beau Perry, P.E. with TRC and city staff have reviewed the proposed bids and recommend awarding the contract to Atlas Construction Corporation based on strong references and experience with similar projects.

Please note the apparent low bidder for the project was Benchmark Utility Contractors, Inc. However, upon review, it was identified they did not have experience with similar projects within the last 5 years.

Please find attached Bid Recommendation Letter from TRC dated June 15, 2016 recommending the award of the Sagebiel Road and Schaefer Sanitary Sewer Improvements Project in the amount of \$712,568.00. The Seguin Economic Development Corporation will be contributing \$133,995.69 to the installation of improvements outlined in Proposal I. Additional funding in the amount of \$150,000 is needed to complete the project and allow for contingency. The additional funding will be requested during the end of year budget adjustment.

Staff concurs with TRC's recommendation and will be available to answer any questions at the Tuesday, July 5, 2016 City Council Meeting.