

Memorandum

To: Mayor and City Council Members
Steve Parker, City Manager

From: Tim Howe, Director – Water / Wastewater Utilities

Through: Rick Cortes, Deputy City Manager

Subject: Cedar Street Waterline/SH46 Waterline
Expansion Project

Date: September 3, 2024

On October 18, 2022, Council approved an agreement with Springs Hill Water Supply Corporation to transfer approximately 9477 acres of water service area to the City of Seguin. On February 7, 2023, Council approved an engineering services proposal to begin the design of 8-inch and 12-inch water distribution mains along SH46 north of Mill Creek Crossing to Lily Springs Development and 16-inch and 24-inch water transmission mains along Cedar St from King St to Vetter Booster Pump Station. This effort is complete, and eleven (11) sealed bids were received at Seguin City Hall on August 13, 2024, at 3:00 P.M. to begin construction. The project consists of installing approximately 3,200 linear feet (LF) of 8-inch water main; approximately 5,200 LF 12-inch water main; approximately 500 LF of 16-inch water main; approximately 4,600 LF of 24-inch water main, street repair, and other appurtenances.

Alternate bid items are recommended in this award. With the inclusion of these added alternate bid items, the total bid amounts for the eleven bidders ranged from \$5,752,022.00 from QRO Mex Construction Company, Inc. of Granite Shoals to \$9,911,878.00 from Zachry Underground Utility Services, Inc. of San Antonio. It is recommended that QRO Mex Construction Company, Inc. be awarded the construction in a not to exceed amount of \$6,500,000.00. This includes contingency monies in the amount of \$747,978.00. Kimley-Horn conducted reference checks and found QRO Mex Construction Company, Inc. has completed similar projects to the satisfaction of the Owners and Engineers.

The Contractor has a bid bond and will be required to furnish a Standard Form of Agreement, Performance Bond, and Payment Bond to the City. The construction completion period is three hundred sixty-five (365) consecutive calendar days. This project is critical for the City to provide water service in the CCN transfer area. The funding source is provided through certificates of obligation. Staff recommends approval and will be available at the September 3, 2024, council meeting to address any questions or concerns.