

**MEMORANDUM**

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

**From:** Melissa Reynolds, P.E., CFM – Director of Engineering & Capital Projects

**Through:** Rick Cortes, Deputy City Manager

**Subject:** North Milam Street Utility and Street Reconstruction Project

**Date:** May 16, 2023

In past years City Council has issued Certificate of Obligation Bonds to fund major street, utility, and drainage improvements on N Milam St between E Kingsbury St and E Mountain St. The project and base bid are for street improvements, sidewalks, water, sanitary sewer and storm water replacement on Milam St, installation of a water main and sanitary sewer on Weinert St, and a storm sewer main on Bismark St. Included with the base bid was an additive alternate related to alternative pavement structure for Milam St.

On April 25, 2023, four (4) sealed bids were received for the Milam Utility and Street Reconstruction Project. The low and high base bids and additive alternates ranged as follows:

<u>Base Bid</u>	<u>Low</u>	<u>High</u>
D&D Contractors, Inc.	\$7,792,919.89	Skyblue Utilities Inc. \$10,783,985.53

TRC and city staff have reviewed the proposed bids and recommend awarding the contract to D&D Contractors, Inc. based on positive references and being the lowest qualified bidder. Please find the attached Bid Award Recommendation letter from TRC dated May 3, 2023 recommending D&D Contractors, Inc. be awarded the construction project in the amount of \$7,792,919.89. Staff concurs with this recommendation.

Funding for the construction of this project will come from Certificate of Obligation Bonds. Staff will be available to answer any questions at the May 16, 2023 City Council meeting.