



## OFFICE OF THE CITY MANAGER

### AGENDA ITEM REPORT

**TO:** Honorable Council

**FROM:** James A. Gallup, City Manager

**DATE:** May 16, 2025

**SUBJECT:** Review of bids for N. Hills Tank Project

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#### BACKGROUND:

- On May 14, 2025, 2PM, bids were opened by McGill Associates for the North Hills Water Tank Project. Two vendors submitted bids but only one bid completed all requirements to be read aloud in accordance with bid rules for consideration.
- The responsive bid submitted was from **Southeastern Tank, Inc.** for the amount of **\$1,734,200.**

#### FISCAL IMPACT:

- Funding Sources for Entire Project:
  - Appalachian Regional Commission 50/50 Matching Grant (\$500,000)
  - Water/Sewer Fund (\$500,000 to match ARC – already budgeted)
  - Remaining American Rescue Plan Act (ARPA) Funds to cover remainder
- Procedurally, East Tennessee Development District requires a resolution from the City of Jefferson City to approve committing the additional \$870,700 for project completion. The total commitment from Jefferson City will be \$1,370,700.

#### REQUEST/RECOMMENDATION:

- Staff recommends awarding the bid to **Southeastern Tank, Inc.** and approving resolution 2025-15 authorizing the city to commit additional funding on ARC Project TN-20725 for Water Tank Construction at the North Hills location.

#### ATTACHMENTS: