

MAYOR AND COUNCIL COMMUNICATION

DATE: November 18, 2025

TO: Mayor and Council

FROM: David Dimaline, Public Works Assistant Director

THROUGH: Dr. Crystal Caldera, City Manager

SUBJECT: Presentation and Discussion on an Ordinance Authorizing a Budget Adjustment for Fiscal Year 2026 from the Enterprise Fund Reserve, in the Amount of \$454,630 for the 2025 Forest Oaks Sewer Main Improvements Project, and Awarding the Lowest Qualified Bid in the Amount of \$844,878 with \$126,732 for Contingency (15%), and Authorizing the City Manager to Enter into a Contract with R.L. Jones, LP for the 2025 Forest Oaks Sewer Main Improvements Project

SPONSOR(S): None

PURPOSE & BACKGROUND

The purpose of this item is to consider approval of an Ordinance authorizing a budget adjustment in the amount of \$454,630 from the Enterprise Reserve Fund, awarding a bid in the amount of \$844,878 with 15% for contingency and authorizing the City Manager to enter into a contract with R.L. Jones, LP for the 2025 Forest Oaks Sewer Main Improvements Project.

The scope of work will include the rehabilitation of sewer improvements along Forest Ridge, Forest Mill, Forest Brook and Forest Knoll (2,700 linear feet). Approximately 2,700 feet of 8" sewer main will be replaced using both the open cut method and CIPP (cured in place pipe), where possible. New sewer laterals, manholes, by-pass pumping and asphalt and concrete repairs will be provided.

The lowest qualified bid for the project was submitted by R.L. Jones, LP in the amount of \$844,878. A bid package was developed and advertised for 30 days. The bid advertisement was placed in the Express News for two consecutive weeks, and the bid documents and construction plans were placed on the City's web site, CivCast, and Public Purchase.

The bid opening was held on October 21, 2025, and the following bids were received:

Company	Bid Amount
R.L Jones, LP	\$844,878.00
D&D Contractors, Inc.	\$865,687.70
Tejano Utilities	\$868,480.00
Sovrex, LLC	\$956,736.00

The City Engineer reviewed each of the bid submittals, documents, and completed reference checks. They recommend awarding the construction contract to the lowest and best qualified bid to R.L. Jones, LP.

FISCAL IMPACT

Construction	\$844,878
FY 2026 Budget	(\$500,000)
FY 2026 Rollover	(\$37,017)
Engineering	\$111,550
Contingency (15%)	\$126,732
Engineering Paid to Date	<u>(\$91,513)</u>
Budget Adjustment Needed	\$454,630

The requested budget adjustment is \$454,630. The Enterprise Fund Reserve balance is \$3,187,874 (As of 9/30/24).

RECOMMENDATION

Staff recommends approval.

APPROVED: _____ DISAPPROVED: _____

APPROVED WITH THE FOLLOWING AMENDMENTS:

ATTEST:

SAUNDRA PASSAILAIGUE, TRMC
City Secretary