



Meeting Date: January 29, 2026

Agenda Type: Consent Items for Action

From: Adam Willard, P.E.
Chief Engineer of Water
Systems

Reviewed by: Michael Short, P.E.
Director of Engineering

Submitted by: Mark Steelman
Chief Operations Officer

Approved by: Ryan Kelso
Chief Executive Officer

RECOMMENDED ACTION: Authorize the CEO or His Designee to Negotiate and Execute a Construction Contract with Pesado Construction Company for the Construction of the Infrastructure Replacement Package 3 Project, Located Generally at Coll Street, Market Street, Grant Alley, Katy Street, Jackson Street, Marigold Drive, and Mulberry Avenue

BACKGROUND

On October 4, 2025, New Braunfels Utilities (“NBU”) issued a request for bids for the Infrastructure Replacement Package 3 Project, which includes the replacement of approximately 3,500 linear feet (“LF”) of 6-inch to 10-inch sewer and approximately 3,000 LF of 2-inch to 8-inch water mains along Coll Street, Market Street, Grant Alley, Katy Street, Jackson Street, Marigold Drive, and Mulberry Avenue, (the “Project”). The Project will allow NBU to replace infrastructure that has decayed to a level that no longer meets service requirements.

On October 30, 2025, NBU received five (5) bids for the Project during the public bidding process. The project team evaluated the bids and recommends the selection of Pesado Construction Company (“Pesado”) for the Project. Pesado was selected as the respondent who provides the best value to NBU based on the selection criteria, the weighted value for those criteria, and the ranking evaluation, including their cost of work, proposed schedule, past performance on similar projects, overall qualifications, available resources, corporate history, and references. Pesado’s proposal includes a base bid of \$4,131,182.85.

NBU staff requests that the Board of Trustees approve the Construction Contract Agreement (the “Contract”) with Pesado for the Project.

This item is being presented to the Board because the total amount of this contract exceeds \$250,000.00.

FINANCIAL IMPACT

The total financial impact of the Contract with Pesado for the Project is \$4,131,182.85. The Project is budgeted within the Fiscal Year 2026 NBU Board approved Capital Improvements Projects Budget. Anticipating the need for project change orders, a contract contingency in the amount of \$250,000.00, which is approximately 6% of the total contract amount, will be added to the project construction budget. The total Contract amount plus contingency is \$4,381,182.85.

LINK TO STRATEGIC PLAN

Customers and Community

Infrastructure and Technology

EXHIBITS

1. Construction Contract with Pesado
2. Bid Tabulation – (RFB 26-0017)

Bid Tabulation (RFB 26-0017)		
1	E-Z Bel Construction, LLC	\$3,853,740.95
2	RL Jones, LP	\$3,928,463.00
3	Pesado Construction Company	\$4,131,182.85
4	Lupe Rubio Construction Co., Inc.	\$4,502,702.44
5	Spiess Construction Co., Inc.	\$7,016.368.00

3. Bid Evaluation Matrix – Competitive Sealed Proposal (26-0017)

Bid Evaluation Matrix						
Item	Criteria	E Z Bel Construction	Lupe Rubio Construction	Pesado Construction	RL Jones LP	Spiess Construction
1.	Cost of the Work	50	42.79	46.54	49.05	27.49
2.	Proposed Schedule / Contract Time	10	0	18	12	14
3.	Past Performance on Similar Projects	6	2	9	2	8
4.	Overall Qualifications, Reputation, Past Relationship with NBU and Public Owners	4	0	10	3	9
5.	Available resources to complete the Project	3	1	4	1	3
6.	Contractor's corporate history and stability	.75	.5	2	1	1.5
7.	References	1.5	1	1.75	1.5	1.5
	Total Score	75.25	47.29	91.29	69.55	64.49