



**Meeting Date:** October 26, 2023      **Agenda Type:** Consent Items for Action

**From:** Adam Willard, P.E.      **Reviewed by:** Michael G. Short, P.E.  
Chief Engineer of Water      Director of Water Services and  
Systems      Compliance

**Submitted by:** Michael G. Short, P.E.      **Approved by:** Ryan Kelso  
Director of Water Services      Interim Chief Executive Officer  
and Compliance

**RECOMMENDED ACTION:** Authorize Interim CEO or His Designee to Negotiate and Execute a Construction Contract with Hunter Demolition and Wrecking Corporation for the Construction of the Veramendi Elevated Storage, West Coll Street Standpipe, and Sunset Drive Standpipe Tank Decommission Project

---

## **BACKGROUND**

On August 3, 2023, New Braunfels Utilities (“NBU”) issued a request for bids for the Tank Decommission Project, which includes decommissioning and demolition of (i) decommissioning and removal of three (3) existing water tanks; Veramendi Elevated Storage Tank, West Coll Street Standpipe Tank, and Sunset Drive Standpipe Tank; (ii) removal of building structures, fencing, piping, and vaults; (iii) soil remediation; (iv) site restoration; (v) storm water pollution prevention; and (vi) all other appurtenances necessary to complete the Project (the “Project”). The Project will improve operational efficiency and reduce maintenance costs for NBU.

On August 15, 2023, NBU received two (2) bids for the Project during the public bidding process. The project team evaluated the bids and recommends the selection of Hunter Demolition and Wrecking Corp. (“Hunter Demolition”) for the Project. Hunter Demolition was the lowest responsible bidder and submitted a base bid of \$541,000.

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

This item is being presented to the Board because the total amount of the Contract exceeds \$250,000.

---

## **FINANCIAL IMPACT**

The total financial impact of the Contract with Hunter Demolition for the Project is \$541,000. The Project is budgeted within the fiscal year 2024 NBU Board approved Capital Improvements Projects Budget. Anticipating the need for project change orders, a contract contingency in the amount of \$60,000, which

---

is approximately 10% of the total contract amount, will be added to the project construction budget. The total Contract amount plus contingency is \$601,000.

---

**LINK TO STRATEGIC PLAN**

---

**Infrastructure and Technology**

**EXHIBITS**

---

1. Construction Contract with Hunter Demolition
2. Letter of Recommendation from Trihydro
3. Bid Tab – (RFB 23-0025)

Bid Tab	
<b><i>Bidder</i></b>	<b><i>Total Cost</i></b>
Hunter Demolition & Wrecking Corp.	\$541,000
Speiss Construction Co., Inc.	\$563,908