
CITY OF PORT LAVACA

COUNCIL MEETING: NOVEMBER 8, 2021

AGENDA ITEM __

DATE: 11.01.2021

TO: HONORABLE MAYOR AND CITY COUNCIL MEMBERS

FROM: JODY WEAVER, INTERIM CITY MANAGER 

SUBJECT: CDBG-DR Phase 1 construction contract award

BACKGROUND: As previously reported, we recently received bids for Phase 1 of the CDBG-DR Street and Drainage Improvements project. A Bid Tabulation is attached showing the Apparent Low Bidder as Lester Contracting with a bid of \$2,168,200.05.

This low bid amount is \$1,060,880.05 over the amount of grant funds that had been budgeted for this Phase 1 work.

FINANCIAL IMPLICATIONS: At the Special Council meeting on October 25, Council appropriated \$1,060,880.05 of general fund reserves toward this project, so that grant funds need not be transferred from Phase 2 in order to award this Phase 1 project.

IMPACT ON COMMUNITY SUSTAINABILITY: The scope of this Phase 1 work encompasses an area that has no underground storm drainage and very little curb and gutter, but generally drains to the Corporation Ditch. This project will greatly improve the drainage and aesthetics of this area around S. Lavaca and S. Juanita, south of Austin Street.

RECOMMENDATION: See the Letter of Recommendation from the project Engineer CivilCorp. Staff concurs with the recommendation.



October 15, 2021

Ms. Jody Weaver
City Manager
City of Port Lavaca

Re: Street and Drainage Improvements for Port Lavaca CDBG-DR (Phase 1 – Lavaca Street and Juanita Street Benefit Area) GLO CONTRACT NO. 20-065-071-C198

Dear Jody:

We have reviewed the following three bids received for the above referenced project on October 12, 2021:

<u>Contractor</u>	<u>Bid Amount</u>
Lester Contracting Inc.	\$2,168,200.05
Brannan Paving Co., Ltd.	\$2,229,471.40
Rexco Inc.	\$2,666,391.75

Lester Contracting is the low bidder. The Engineer's Estimate was \$1.7 million. The higher bid amounts are due to several factors including: rising material costs and contractor workloads.

The bid tabulation is attached to this letter.

There are 420 calendar days allowed for the project as stipulated in the bid documents.

I recommend awarding this project to Lester Contracting, Inc. in the amount of \$2,168,200.05. Please let me know if you have any questions or need me to provide any other information.

Sincerely,

Randy P. Janak, PE
Vice President – Victoria Office

XC: Wayne Shaffer – City of Port Lavaca

Attachment