



AGENDA ITEM SUMMARY

Agenda Date	April 14, 2026
Requested Action	APPROVE RESOLUTION NO. 2026-R21; A RESOLUTION AWARDING THE CONTRACT FOR CONSTRUCTION OF THE RECLAIMED WATER FACILITIES EXPANSION PROJECT TO AVILA CONSTRUCTION GROUP, AND AUTHORIZING THE CITY MANAGER TO MANAGE AND EXECUTE THE RELATED CONTRACT FOR AN AMOUNT NOT TO EXCEED \$5,300,000.00.
Contact Person	Andrew Wilkinson – Utilities Engineer Michael Brinkmann – Utilities Director
	<p>The City has entered into an agreement with HDR Engineering for professional services to plan and design multiple expansion phases of the Old San Antonio Road Wastewater Treatment and Recycling Center (WWTRC). The first construction phase of the WWTRC expansion involves enlarging the plant’s reclaimed water facilities. This expansion generally includes building a new 600,000-gallon steel reclaimed water storage tank, a new pump building, improvements to the existing pump station, an additional transfer pump, and related site upgrades.</p> <p>Construction bids were opened on March 4, 2026, with a total of eight bids received, ranging from \$5.19 million to \$7.64 million, resulting in an average of \$6.61 million. The engineer’s estimate of the probable construction cost was \$6.15 million. The apparent low bidder was Avila Construction Group of San Antonio, TX, with a bid amount of \$5,187,900.00. Their bid included references for similar projects, which were verified by HDR with positive feedback about Avila Construction’s performance. Attached is a letter prepared by HDR detailing their reference checks and recommendation for award.</p> <p>Based on the above, staff requests that the Council approve awarding the construction contract to Avila Construction in the amount of \$5,187,900.00.</p> <p>Staff requests that the Council approve a total construction expenditure not exceeding \$5,300,000 to cover any potential changes during construction. If not necessary, the additional funds beyond the contract amount would not be used.</p>

Strategic Alignment	F2 – Investing in and maintaining high-quality infrastructure systems and public assets. B2 – Advancing master plan recommendations.
Financial Considerations	Funding for this work is available from the impact fee fund and capital reserves.
Citizen Input/Board Review	N/A
Legal Review	N/A
Alternative Options	The project might be delayed, but as the demand for the reclaimed system continues to grow, any delay could cause operational issues with the reclaimed system.
Supporting Documents	Resolution No. 2026-R21 HDR Award Recommendation Letter