



City of Austin

Recommendation for Action

File #: 25-2401, **Agenda Item #:** 25.

12/11/2025

Posting Language

Authorize a contract for construction services for the Concordia Neighborhood Water and Wastewater Pipeline Renewal Project for Austin Water with Arguijo Corporation, in the amount of \$3,679,254, plus a \$367,926 contingency, for a total contract amount not to exceed \$4,047,180. Funding: \$4,047,180 is available in the Capital Budget of Austin Water.

Lead Department

Austin Financial Services.

Managing Department

Austin Capital Delivery Services.

Fiscal Note

Funding is available in the Capital Budget of Austin Water.

Procurement Language:

Austin Financial Services issued an Invitation for Bids IFB 6100 CLMC1134 for these services. The solicitation was issued on August 4, 2025, and closed on September 11, 2025. Of the six bids received, the bid submitted by the recommended contractor was the lowest responsive bid received. A complete solicitation package, including a tabulation of the bids received, is available for viewing on the City's website. This information can currently be found at

https://financeonline.austintexas.gov/afo/account_services/solicitation/solicitation_details.cfm?sid=143037.

MBE/WBE:

This contract will be awarded in compliance with City Code Chapter 2-9A (Minority-Owned and Women-Owned Business Enterprise Procurement Program) by meeting the goals with 7.50% MBE and 1.62% WBE participation.

For More Information:

Direct questions regarding this Recommendation for Council Action to Austin Financial Services - Central Procurement at FSDCentralProcurementRCAs@austintexas.gov or 512-974-2500. Respondents to the solicitation and their Agents should direct all questions to the Authorized Contact Person identified in the solicitation.

Council Committee, Boards and Commission Action:

November 12, 2025 - Recommended by the Water and Wastewater Commission on a 9-0 vote with two absences.

Additional Backup Information:

Concordia Neighborhood Water and Wastewater Pipeline Renewal Project is part of the Renewing Austin Program. This ongoing program replaces and upgrades deteriorated and aging water lines with a documented

history of multiple breaks. In addition, the program coordinates and includes wastewater lines in need of replacement within the project area.

The work consists of water system upgrades of approximately 4,200 linear feet of polyvinyl chloride pipe along with service connections and equipment, and wastewater system upgrades of approximately 2,500 linear feet of polyvinyl chloride pipe, manholes, service connections, and fittings.

This item includes two allowances. An allowance of \$20,000 will be used to address any contaminated soil or groundwater encountered during construction and an allowance of \$20,000 will be used to address any non-compliant private wastewater laterals encountered during construction. An allowance is an amount that is specified and included in the construction contract or specifications for certain items of work when details are not determined at the time of bidding.

Due to the potential for unforeseen and unknown conditions inherent in underground utility construction, a 10% contingency in funding has been included to allow for the expeditious processing of any change orders to cover any unforeseen construction costs associated with the project. By authorizing the additional contingency funding, Council is authorizing any change orders within the contingency amount.

This project proposes temporary lane closures and detours during construction of the water and wastewater mains. The contractor will install traffic detour signs and barricades to direct traffic and will work to ensure that residents and businesses always have access to their driveways. Customers will be notified at least 48 hours in advance of planned service interruptions.

This construction contract is a critical component to improving the infrastructure stability of the water distribution and wastewater collection systems.

The contract allows 420 calendar days for completion of this project.

This project is located within zip code 78722 (District 1).