



Agenda Item Report

Legislative Board: City Council
Date: February 17, 2026
Contact: Blake Neffendorf, Public Works Director
Agenda Item ID / Number: 2026-157- / J.1

ITEM TITLE: Deliberation and possible action to award Bid #26-088 to Adventures Outback (AO Services) for the FM2770 12-inch Waterline Project for \$599,221.00, to authorize the City Manager to execute said contract, and to authorize the City Manager to execute potential change orders to the contract, not to exceed the amount permitted under state law, including authority to approve individual change orders increasing or decreasing the contract price by \$50,000 or less, provided that the cumulative total of all change orders shall not increase or decrease the original contract amount by more than twenty-five percent (25%) (Public Works Director Blake Neffendorf) [PUBLIC TESTIMONY]

1. EXECUTIVE SUMMARY

The City solicited a request for proposals for the FY26-088 FM2770 12-inch Waterline Project (CIP# W-14) from December 17th to January 20th. We received eleven (11) total proposals. The proposal review committee reviewed and scored each proposer's experience and references independently, and each score was then averaged and included with cost. To summarize the ranking, AO Services scored highest, followed by Guerra Underground LLC, and JM Pipeline LLC in third. Our design team reviewed the bid proposals to confirm there were no miscalculations. Construction is anticipated to start in March/April 2026 with a completion schedule of 180 days.

2. BACKGROUND/HISTORY

This project will consist of installing approximately 1500 linear feet of 12-inch waterline and 165 linear feet of 8-inch waterline along FM2770 from the Buda Central Fire Station to the bridge leading to the Colony development. Having a second waterline crossing Onion Creek allows for greater system redundancy and improved flow within the City's water system.

3. ANALYSIS

The City received eleven (11) proposals ranging from \$599,221 to \$1,108,897. The City's proposal review committee evaluated each proposer's relevant experience and references independently, providing their score, which was averaged with the other reviewers' scores and added to the points scored for the Cost Proposal. The complete proposer matrix with scoring is included in the attachments. At the same time, our design team reviewed the proposal and certified the bid tabulation to confirm there were no miscalculations, with the full bid tab provided in the attachments.

4. FINANCIAL IMPACT

The recommendation of AO Services to construct the FM2770 12-inch Waterline Project (W-14) for \$599,221 is under the available funds on this project (\$1,100,000)

5. STRATEGIC PLAN/GOALS

EXCEPTIONAL CITY SERVICES

6. STRATEGIC PLAN OBJECTIVES

EXCEPTIONAL CITY SERVICES

7. PROS AND CONS

Pros: Under the Engineers Opinion of Probable Construction Cost. Strong competitive bidding with 11 proposals received. Completion of this project improves system redundancy and water flow.

8. ALTERNATIVES

Negotiate with the second highest rated proposal.

9. REQUESTED ACTION / SUGGESTED MOTION / RECOMMENDATION

Approve to award AO Services for the FM2770 12-inch Waterline Project \$599,221.00, to authorize the City Manager to execute said contract, and any potential change orders associated with the contract, not to exceed the amount permitted under State law.

Attachments:

[26-088 - FM 2770 - 12 WATERLINE - Scoring Summary.pdf](#)
[FM 2770-recommendation-letter.pdf](#)
[FM2770 WL Award Feb 2026.pdf](#)