



## AGENDA MEMORANDUM

Action Item for the City Council Meeting of April 28, 2026

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**DATE:** April 28, 2026

**TO:** Peter Zaroni, City Manager

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|                                                                                                                                                                              |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <p style="text-align: center;"><b><u>Construction Contract Award</u></b><br/><b>Carroll Lane – State Highway 358 to Holly Road</b><br/><b>(Bond 2022, Proposition A)</b></p> |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|

**CAPTION:**

Resolution awarding a construction contract to Grace Paving and Construction, Inc., of Corpus Christi, Texas, in an amount not to exceed \$5,958,987.29 for the reconstruction of Carroll Lane from State Highway 358 to Holly Road with new asphalt pavement, sidewalks, curbs and gutters, ADA-compliant curb ramps, signage, pavement markings, upgraded street illumination, and utility improvements, located in Council District 3 with FY 2026 funding available from the Street Bond 2022, Storm Water, Water, Wastewater, and Gas Funds.

**SUMMARY:**

This resolution awards a construction contract to Grace Paving and Construction, Inc. for the complete reconstruction of Carroll Lane from State Highway 358 to Holly Road. The existing roadway will be demolished and rebuilt with new asphalt pavement, curbs and gutters, sidewalks, ADA-compliant curb ramps, signage, pavement markings, and streetlight improvements. In addition to these surface enhancements, the project includes critical upgrades to the stormwater, water, wastewater, and gas infrastructure.

**BACKGROUND AND FINDINGS:**

On November 8, 2022, voters approved the City of Corpus Christi’s Bond 2022 Program for a total of \$125 million, encompassing thirty-two projects. All four propositions passed on election day included projects for streets, parks, public safety, and library improvements. Proposition A included \$5.1 million for the reconstruction of Carroll Lane between State Highway 358 and Holly Road.

The project limits extend along Carroll Lane between State Highway 358 and Holly Road, spanning approximately 3,700 linear feet (0.70 miles). According to the City’s Urban Transportation Plan, this section of Carroll Lane is classified as a C-1 Residential Collector. The roadway is currently a two-lane hot-mix asphalt concrete (HMAC) street with one travel lane in each direction and curbs and gutters on either side. However, the existing pavement, sidewalks, and various utilities have deteriorated and now require replacement.

Carroll Lane, from State Highway 358 to Holly Road, was designed for asphalt pavement only, based on the pavement design recommendations by Engineering Services and Public Works, and approved by the City Council on May 21, 2024.

The project scope includes the complete reconstruction of the roadway with new asphalt pavement, curbs, gutters, and sidewalks. Additionally, the work involves installing ADA-compliant curb ramps, signage, pavement markings, and upgraded street illumination. Alongside these street enhancements, stormwater, water, wastewater, and gas utilities will be improved as needed.

**PROJECT TIMELINE:**

| 2023 - 2025         |  | 2026            | 2026 - 2027  |
|---------------------|--|-----------------|--------------|
| November - December |  | January – April | May - June   |
| Design              |  | Bid/Award       | Construction |

Project schedule reflects City Council award in April 2026 with anticipated completion by June 2027.

**COMPETITIVE SOLICITATION PROCESS**

On January 19, 2026, the Contracts and Procurement Department issued a Request for Bids (RFB # 6982) for Carroll Lane from State Highway 358 to Holly Road. The solicitation contained only an asphalt pavement bid based on the pavement design recommendations authorized by City Council on May 21, 2024, for the Bond 2022 Streets projects.

On February 18, 2026, the City received bids from ten bidders. Although all bids received were lower than the Engineer’s Opinion of Probable Construction Cost (OPCC), the results are attributed to the strong level of contractor participation, with ten bidders competing for the project. Current market conditions, contractor availability, and familiarity with similar work in the region are likely to contribute to the competitive pricing received. The City analyzed the bids in accordance with the contract documents and determined that Grace Paving and Construction, Inc., was the lowest responsive and responsible bidder.

A summary of the bids is provided below:

|    | <b>Bidder</b>                                                  | <b>Base Bid<br/>(Asphalt<br/>Pavement)</b> |
|----|----------------------------------------------------------------|--------------------------------------------|
| 1  | <b>Grace Paving and Construction, Inc (Corpus Christi, TX)</b> | <b>\$5,958,987.29</b>                      |
| 2  | Anderson Columbia Co, Inc. (Corpus Christi, TX)                | \$6,296,291.75                             |
| 3  | Mako Contracting (Corpus Christi, TX)                          | \$6,595,804.25                             |
| 4  | Brooke Paving and Construction, LLC (Robstown, TX)             | \$6,604,857.34                             |
| 5  | Bay Ltd (Corpus Christi, TX)                                   | \$6,879,524.55                             |
| 6  | JE Construction Services (Corpus Christi, TX)                  | \$6,932,210.00                             |
| 7  | MAX Underground Construction (Corpus Christi, TX)              | \$6,937,983.12                             |
| 8  | J Carroll Weaver (Sinton, TX)                                  | \$7,252,872.30                             |
| 9  | A.Ortiz Construction & Paving, Inc. (Corpus Christi, TX)       | \$7,253,889.70                             |
| 10 | Clark Pipeline Services (Corpus Christi, TX)                   | \$7,777,979.24                             |
|    | <i>Engineer's Opinion of Probable Construction Cost</i>        | \$ 7,790,116.23                            |

Grace Paving and Construction Inc. is the lowest responsible. Following a comprehensive review of the bid package, staff recommend City award the construction contract to Grace Paving and Construction, Inc.

All bids came in below the engineer's estimate. Staff do not have any concerns based on this fact since all bids were below the estimate and the bottom three bids were closely grouped. Staff feel that the low bid is representative of current market conditions and costs were probably overestimated by the engineer.

Grace Paving and Construction, Inc. has successfully completed many street construction projects with the City of Corpus Christi. Some recently completed projects include:

- **Strasbourg Drive – Riom St. to Grenoble Drive** (Bond 2018) – Corpus Christi, TX; Project Value: \$771,644.25 - The project included the full reconstruction of 0.25 miles of Strasbourg Drive (Riom Street to Grenoble Drive) with new asphalt pavements, sidewalks, ADA ramps, pavement markings, and minor utility improvements. Project status: **On-Going (Start Date: October 2025, Est End Date: January 2027)**
- **Residential Street Rebuild Program**— Corpus Christi, TX; Project Value: \$5,957,926.48 – The project included comprehensive roadway and utility reconstruction, featuring full-depth pavement replacement along with new curbs, gutters, and sidewalks. It also integrated specialized stormwater infrastructure—such as new inlets, manholes, and Reinforced Concrete Pipe laterals, while ensuring site safety and environmental compliance through traffic control and SWPPP implementation. Project status: **(Start Date: March 2022, Completion Date: August 2024)**

- **Residential Street Rebuild Program** – Corpus Christi, TX; Project Value: \$4,546,072.10  
- The project included comprehensive roadway and utility reconstruction, featuring full-depth pavement replacement along with new curbs, gutters, and sidewalks. It also integrated specialized stormwater infrastructure—such as new inlets, manholes, and Reinforced Concrete Pipe laterals, while ensuring site safety and environmental compliance through traffic control and SWPPP implementation. Project status (**Start Date: February 2024, Completion Date: June 2025**)
- **Minor Street Improvements IDIQ (FY19-21) – Corpus Christi, TX;** Project Value: \$2,643,574.91. The project included extensive pavement rehabilitation and replacement, incorporating subgrade stabilization, base repairs, and HAMC paving alongside curb, gutter, and driveway restoration. The scope also encompassed essential site preparation and finishing tasks, including grading, clearing, sodding, and pavement striping. Project: (**Start Date: November 2019, Completion Date: March 2021**)
- **Minor Street Improvements IDIQ (FY21-22) – Corpus Christi, TX;** Project Value: \$2,643,574.91. The project included extensive pavement rehabilitation and replacement, incorporating subgrade stabilization, base repairs, and HAMC paving alongside curb, gutter, and driveway restoration. The scope also encompassed essential site preparation and finishing tasks, including grading, clearing, sodding, and pavement striping. Project status: (**Start Date: March 2021, Completion Date: March 2022**)

**ALTERNATIVES:**

Council could choose not to award the contract to Grace Paving and Construction, Inc. This would delay the project and conflict with City Council’s goal to expedite street projects with bond funds.

**FISCAL IMPACT:**

The proposal is to award a construction contract to Grace Paving and Construction, Inc. in an amount not to exceed \$5,958,987.29, for the reconstruction of Carroll Lane from State Highway 358 to Holly Road. Project funds are available from Street Bond 2022 and FY2026 Storm Water, Wastewater, Water and Gas allocations. Any savings to the Bond 2022 funding will first be utilized to fund shortfalls on other Bond 2022 Proposition A projects.

**Funding Detail:**

|               |                                                    |
|---------------|----------------------------------------------------|
| Fund:         | <b>2024 GO Bd22 Prop A - Streets (Fund 3561)</b>   |
| Department:   | Streets (33)                                       |
| Organization: | Grants & Capital Projects (89)                     |
| Project:      | Carroll Lane (SH 358 to Holly) (Project No. 23159) |
| Account:      | Construction (550910)                              |
| Activity:     | 23159                                              |
| Amount:       | \$3,307,030.69                                     |

Fund: **Storm Water 2024 CIP (Rv Bds) (Fund 4537)**  
Department: Stormwater (47)  
Organization: Grants & Capital Projects (89)  
Project: Carroll Lane (SH 358 to Holly) (Project No. 23159)  
Account: Construction (550910)  
Activity: 23159  
Amount: \$1,126,458.98

Fund: **Water 2026 CIP (Rv Bds) (Fund 4494)**  
Department: Water (45)  
Organization: Grants & Capital Projects (89)  
Project: Carroll Lane (SH 358 to Holly) (Project No. 23159)  
Account: Construction (550910)  
Activity: 23159  
Amount: \$872,851.85

Fund: **WW 2022 CIP (Fund 4258)**  
Department: Wastewater (46)  
Organization: Grants & Capital Projects (89)  
Project: Carroll Lane (SH 358 to Holly) (Project No. 23159)  
Account: Construction (550910)  
Activity: 23159  
Amount: \$606,998.65

Fund: **Gas 2024 CIP (Rv Bds) (Fund 4566)**  
Department: Gas (11)  
Organization: Grants & Capital Projects (89)  
Project: Carroll Lane (SH 358 to Holly) (Project No. 23159)  
Account: Construction (550910)  
Activity: 23159  
Amount: \$45,647.12

**TOTAL \$5,958,987.29**

**RECOMMENDATION:**

Staff recommends awarding a construction contract to Grace Paving and Construction, Inc for the reconstruction of Carroll Lane from State Highway 358 to Holly Road in an amount not to exceed \$5,958,987.29 with construction duration planned for 13 months from issuance of the Notice to Proceed with construction starting in May 2026 and completed by June 2027.

**LIST OF SUPPORTING DOCUMENTS:**

- Location Map
- Bid Tabs
- CIP Page
- PowerPoint Presentation
- COF