

AGENDA MEMORANDUM Action Item for the City Council Meeting of February 25, 2025

DATE: February 25, 2025

TO: Peter Zanoni, City Manager

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> Construction Contract Award Morgan Elevated Storage Tank Demolition

CAPTION:

Motion to award a construction contract to Camacho Demolition, LLC, Corpus Christi, Texas, for the Morgan Elevated Storage Tank Demolition project to decommission and demolish the Morgan Elevated Storage Tank in an amount not to exceed \$160,098.00, located in Council District 1, with FY 2025 funding available from the Water Capital Fund.

SUMMARY:

This motion approves a construction contract for the Morgan Elevated Storage Tank (EST) Demolition project. The project includes decommissioning and demolishing the Morgan Elevated Storage Tank, including disposing of the abandoned storage tank, tank foundation, connected waterlines, and all electrical components.

BACKGROUND AND FINDINGS:

The City of Corpus Christi owns and operates the 0.5-million-gallon (MG) multileg Morgan Elevated Storage Tank (EST). The EST was originally constructed around the 1930s. A detailed inspection of the interior and exterior of the tank was performed in 2022. The result of the inspection was a recommendation to promptly decommission and demolish the EST due to significant structural deterioration.

This project involves the decommissioning and demolition of the Morgan EST, including the removal and disposal of the abandoned storage tank, tank foundation, connected waterlines, and all electrical components.

This project is part of a CIP project, Elevated Water Storage Tanks – City-Wide, to address the construction and demolition of the City's elevated storage tanks that are inadequate in volume and elevation to meet minimum storage and pressure requirements as defined by Texas Commission on Environmental Quality (TCEQ). Morgan EST will be the first EST to be demolished. Flour Bluff EST Demolition is currently bidding. Alameda and Gollihar EST's will be demolished in FY 29.

PROJECT TIMELINE:

2023 - 2024	2024 - 2025	2025
November - May	June - February	March - May
Design	Bid/Award	Construction

Projected Schedule reflects City Council award in February 2025 with anticipated construction completion by May 2025.

COMPETITIVE SOLICITATION PROCESS:

On June 17, 2024, the Contracts and Procurement Department issued a Request for Bids (RFB #5915) for the Morgan Elevated Storage Tank Demolition project. On July 31, 2024, the City received six bids. The city analyzed the bids according to the contract documents and determined that Camacho Demolition, LLC was the lowest responsive and responsible bidder. As the lowest bid received was within the acceptable range of the Engineer's Opinion of Probable

A summary of the bids is provided below:

BID SUMMARY		
CONTRACTOR	BASE BID	
Camacho Demolition, LLC Corpus Christi, TX	\$160,098.00	
Hunter Demolition & Wrecking Somerset, TX	\$194,750.00	
Iseler Demolition Kinde, MI	\$284,400.00	
Tactical Demolition Lewisville, TX	\$284,820.00	
Integrated Demolition and Remediation, Inc. Anaheim, CA	\$299,500.00	
ML Contracting, Inc. San Antonio, TX	\$310,769.90	
Engineer's Opinion of Probable Construction Cost	\$330,231.00	

Camacho Demolition, LLC, has significant experience working on City demolition projects including Old Broadway Wastewater Treatment Plant Demolition, Water Station Demolition on Yorktown Blvd., and Pavilion at Artesian Park. Camacho Demolition, LLC has been in business for over 20 years and has completed numerous projects for Ed Rachal Foundation, Port of Corpus Christi, and Flint Hills Resources. Because of their long working relationship in the City of Corpus Christ, they can offer a more competitive bid. Savings from this project will be utilized for the Flour Bluff EST demolition.

ALTERNATIVES:

The City Council could choose not to award the construction contract to the lowest bidder, Camacho Demolition, LLC. This decision could result in damage to nearby property or injury to the public due to the structural deterioration of the tank.

FISCAL IMPACT:

The fiscal impact for Corpus Christi Water in FY 2025 is an amount of \$160,098.00 with funding available from the Water Capital Fund. This project is part of the Elevated Water Storage Tanks – City-Wide project in the FY25 Capital Budget but has been assigned a separate project number for more precise expense tracking.

FUNDING DETAIL:

Fund:	Water Capital 2023 (Fund 4487)
Department:	Water (45)
Organization:	Grants & Capital Projects Funds (89)
Project:	Morgan Elevated Storage Tank Demolition (Project No. 24028). Please reference the Elevated Storage Tanks – City-Wide E16290 project in the FY25 Capital Budget.
Account:	Demolition/Clean up services (530220)
Activity:	24028
Amount:	\$160,098.00

RECOMMENDATION:

Staff recommend awarding a construction contract to Camacho Demolition, LLC, for the Morgan Elevated Storage Tank Demolition project in the amount of \$160,098.00. The construction duration is planned for three months from the issuance of the Notice to Proceed, with construction beginning in March 2025.

LIST OF SUPPORTING DOCUMENTS:

Bid Tabs Location and Vicinity Maps CIP Page PowerPoint Presentation