

Responses to Council Questions and Comments

11/04/2024

Item #8: Resolution Authorizing Award of Contract for the Agricultural Recycled Water System Expansion – Adobe Road Project (C66501936) to K.J. Woods Construction, Inc.

- **Question:** The construction contract is \$1m under budget – a good thing. However, how will we meet our CIP expenditure goal given this possible budget reduction? What percent of under budget is City vs grant funding? Is the grant to be spent first and city funds make the balance or is it a proportional relationship?
 - **Response:** This project is comprised of two phases. The construction contract award that is going to council tonight (11/4/24) is for Phase 1 and the additional \$1 million for construction contracts in the budget will fund Phase 2 of the project. There are two (2) grants for this project, the “Urban Multibenefit Drought Relief (UMDR)” Grant and the “Reclamation Title XVI” Grant. The UMDR grant is being spent first and will fund approximately 90% of Phase 1. The City will fund the remainder of Phase 1 using Waster Water Capital funds once the UMDR funds are spent. The Reclamation Title XVI Grant will provide an additional \$1.38 M to help fund a portion of Phase 2, which will connect the Adobe Road Recycled Water Pipeline to the existing pipeline on Brown’s Lane.