SUBJECT: ALLOCATION OF FUNDS FOR THREE CAPITAL PROJECTS

SOURCE: Engineering and Building Department

COMMENT: The City Council took the following actions at its August 6, 2002, meeting:

1. Authorized the call for bids on the Garden, Oak & Mill Sewer Main Reconstruction Project;
2. Awarded the contract for the Waste Water Treatment Facility & Reclamation Site Monitor Well Project; and
3. Awarded the contract for the Scenic Heights Reservoir Project.

As staff explained at the August 6th meeting, some of the funding for Projects Number 1 & 3 above has not been carried over from prior years by an official action of the City Council. Also, Project Number 2 above was mandated by the Regional Water Quality Control Board but not included in the 2002-2003 Annual Budget. Consequently, staff has prepared the attached resolution so that the City Council can confirm their intent of making funding available for these projects a part of the 2002-2003 Annual Budget.

RECOMMENDATION: That City Council:

1. Approve the attached resolution; and
2. Authorize the Mayor to sign the resolution.

ATTACHMENT: Resolution

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RESOLUTION NO. __________

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF PORTERVILLE
AMENDING THE 2002/2003 ANNUAL BUDGET TO ALLOCATE FUNDING
FOR THE GARDEN, OAK & MILL SEWER MAIN RECONSTRUCTION PROJECT,
THE WASTE WATER TREATMENT FACILITY & RECLAMATION SITE MONITOR
WELL PROJECT AND
THE SCENIC HEIGHTS RESERVOIR PROJECT

WHEREAS, the City Council allocated $350,000 for the East Garden/East
Oak/Murry Sewer Replacement Project in the 2000/2001 Capital Improvement,
Enterprise and Internal Service Funds Budget; and

WHEREAS, City staff determined, in the design process, that a new technology,
“Pipe Bursting,” had the potential of being appropriate for this project and proceeded
over a period of one year to research its feasibility; and

WHEREAS, City staff found that “Pipe Bursting” was feasible and that it cost
approximately half the cost of conventional sewer replacement in the street for sewers
that are in the backyards of residential properties; and

WHEREAS, City staff directed Quad Knopf to proceed with design using “Pipe
Bursting” and expanded the project slightly; and

WHEREAS, there was a balance of $280,000 remaining after the project was
designed; and

WHEREAS, it has been determined that the Sewer Revolving Fund contained an
estimated $1,660,875 at the end of the 2001/2002 fiscal year; and

WHEREAS, the City council allocated $200,000 in the 2002/2003 Annual Budget
to fully fund the construction of this project; and

WHEREAS, it takes an action by City Council to reallocate funds that have
lapsed in previous years; and

WHEREAS, the project has been renamed the Garden, Oak & Mill Sewer Main
Reconstruction Project; and

WHEREAS, the California Regional Water Quality Control Board has mandated
construction of 13 monitor wells; and
WHEREAS, this project is known as the Waste Water Treatment Facility & Reclamation Site Monitor Well Project; and

WHEREAS, the Waste Water Treatment Facility Capital Reserve Fund contains adequate funds to pay for this project; and

WHEREAS, the City Council budgeted $300,000 in the 1998/1999 Annual Budget and an additional $250,000 in the 2000/2001 Annual Budget for the Scenic Heights Reservoir Project; and

WHEREAS, this money was not made a part of the 2002/2003 Annual Budget; and

WHEREAS, the Water Replacement Fund contains adequate funds to pay for this project.

NOW, THEREFORE, BE IT RESOLVED, by the City Council of the City of Porterville that $280,000 is allocated from the Sewer Revolving Fund for the Garden, Oak & Mill Sewer Main Reconstruction Project, $109,835 is allocated from the Waste Water Treatment Facility Capital Reserve Fund for the Waste Water Treatment Facility & Reclamation Site Monitor Well Project and $550,000 is allocated from the Water Replacement Fund for the Scenic Heights Reservoir Project as a part of the 2002/2003 Annual Budget.

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Gordon T. Woods, Mayor

ATTEST:

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John Longley, City Clerk