



CITY COUNCIL AGENDA FORM

Meeting Date: March 13, 2023

Agenda item: _____

Prepared by: R. Sailler

Reviewed by: _____

Department: Public Works

AGENDA ITEM DESCRIPTION: Discussion/possible action regarding Council approval of the Letter of Commitment for funding a Waterline Replacement Project using federal discretionary funding via the FY24 Appropriations Bill

ATTACHMENTS FOR REFERENCE

- Project Scope - The Goodman Corporation (TGC)
- Funding Request Letter - Honable Randy Weber
- Project Map - 2" Waterline Replacement

STAFF BRIEFING:

- The FY24 Appropriations Bill includes the submittal by U.S. Representatives to submit projects within their Districts which they deem important to the community and the citizens they represent.
- The City has a tremendous need to replace 2" waterlines in the City based on a 2016 Water Modeling & Planning Report.
- The funding of \$3M - \$5M for Waterline Replacement Project will aid in the City's goal to replace the 2" waterlines over the next five (5) years. We currently have \$25-\$30M estimated for 2" waterline replacements.
- The Funding includes a 20% match from the City; therefore, a funding request of \$3M will result in a City Match of \$600,000, a request of \$5M will result in a City Match of \$1,000,000.
- The Project must be completed within seven (7) years and the matched dollars must be available when the payments to contractors are due.
- The fee from TGC to submit the application and work through the funding request is \$13,500
- The Match amount will be paid using new growth revenues, User Rates for Water and savings from reduced payments for water usage from Gulf Coast Water Authority. If the entire \$600,000 was spread over 3 years to the User Rates, the cost per customer is \$2.22 per month (\$26.67 annually); at \$1M the cost per customer is \$3.70 per month (\$44.44 annually)

HISTORY:

- 2016 Water Modeling & Planning Report - ARKK Engineers



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FINANCIAL:

- | | |
|--|---|
| <input type="checkbox"/> Ordinance | <input type="checkbox"/> Resolution |
| <input checked="" type="checkbox"/> Special Presentation | <input type="checkbox"/> Proclamation |
| <input type="checkbox"/> Finance Report | <input type="checkbox"/> Public Hearing |
| <input type="checkbox"/> Municode Codification | |
| <input checked="" type="checkbox"/> Mark if this item does not conflict with any Resolution, Ordinance or City Charter, policies, procedures | |

Cost Details:	
Budgeted	
Actual Bid	
Estimated Expenditure	\$1,000,000
Acct. Name(s)	Waterline Capital Imp
Line Items #	
Other Funding	

FISCAL IMPACT: \$1,000,000 estimated City Match, if the City is awarded the full \$5M in FY24 Appropriations FBill request. The amount would be lower if the funding request was approved for a lesser amount.

ACTION:

STAFF'S RECOMMENDATION: Motion to approve the Letter of Commitment to Honable Randy Weber, United States Representative for \$5M in a federal funding through the FY24 Appropriations Bill, to be utilized for 2-inch Waterline Replacements