

# Capitola City Council

## Agenda Report



**Meeting:** February 24, 2022  
**From:** Public Works Department  
**Subject:** Report on Scope and Budget for the Capitola Wharf Resiliency and Public Access Improvements Phase 2

Recommended Action: Receive report on the funding status for Phase 2 of the Capitola Wharf Resiliency Project and continue funding option discussion to the City’s Budget Goal Setting session scheduled for March 1, 2022.

Background: The first phase of the Capitola Wharf Resiliency and Public Access Improvement project was completed this past December. The second phase of the project, scheduled for construction this coming fall and winter, will focus on widening the trestle portion of the wharf and completing structural repairs throughout the wharf. The project also has several components to improve the public’s experience and safety.

Discussion: The current engineer’s estimate for the full project is \$7 million. The current available funding for the project \$4.7 million.

A breakdown of the funding and expenditures to date are shown in the table below:

<b>Funding</b>	<b>Amount</b>
Measure F through current FY	\$ 2,200,000
State Grant funds	\$ 1,900,000
American Rescue Plan	\$ 1,800,000
<b>Total Project Funding</b>	<b>\$ 5,900,000</b>
<b>Expenses (incl. encumbrances)</b>	
Engineering - Moffat and Nichol	\$ 683,120
Phase 1 Construction - Power Engineering	\$ 484,740
<b>Total Expenses and encumbrances to date</b>	<b>\$ 1,167,860</b>
<b>Available Funds</b>	<b>\$ 4,732,140</b>

The project has some flexibility regarding what project elements are included in the next phase. A basic wharf project could be completed with existing funding that involves the wharf widening and structural repairs; as the other project elements vary in importance and impact.

The table below lists the various project elements, their estimated costs, and a running project total:

<b>Project Element</b>	<b>Total</b>	<b>Running Total</b>	<b>Notes</b>
Mobilization	\$ 600,000		
Permit Compliance	\$ 200,000		
Wharf Trestle Expansion	\$ 2,650,000		
Wharf Structure Restoration	\$ 720,000	\$ 4,170,000	<b>Minimum Project</b>
Wharf Utilities Relocation	\$ 500,000	\$ 4,670,000	Recommended
Re-deck existing trestle	\$ 700,000	\$ 5,370,000	Ranked by need
Re-deck from trestle to restaurant	\$ 425,000	\$ 5,795,000	
Re-deck head of wharf	\$ 200,000	\$ 5,995,000	
Construct restroom at base of wharf	\$ 325,000	\$ 6,320,000	Can build one or both restrooms
Construct restroom between buildings	\$ 325,000	\$ 6,645,000	
Floating Dock Improvements	\$ 267,000	\$ 6,912,000	
		<b>\$ 7,000,000</b>	<b>Rounded estimate total</b>

**Fiscal Impact:** Several funding sources have been identified to increase the existing funding and complete additional elements of the project:

1. Allocating FY 2022/23 Measure F funding would add an additional \$1 million, raising the available total funding to \$5.7 million, and allowing for the re-decking to the restaurant to be completed. This funding could be realized prior to the contract award.
2. Measure F extends for an additional three years beyond FY 2022/23. The City could borrow against that future funding, estimated at \$1 million per year. If 2023 funding is allocated as detailed above, an additional \$1.6 million would be needed to fully fund the project. This means that all of FY 2023/24 Measure F funding and \$600,000 from FY 2024/25 would be spent on the project.
3. The minimum project, or other levels less than the full project, could be constructed now while other funding sources are developed (such as grant opportunities).

Attachments: None

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