STAFF REPORT

City of Dripping Springs

PO Box 384

511 Mercer Street

Dripping Springs, TX 78620

Submitted By: Gray Lahrman, Utilities Director

Council Meeting Date: 11/3/2026

Agenda Item Wording: Discuss and consider approval of a resolution releasing Maintenance Bond No. 602-208635-4 for the East Interceptor Segment 1- Wastewater Improvements project.

Agenda Item Sponsor:

Summary/Background: The City previously accepted certain public improvements associated with East Interceptor Segment 1- Wastewater Improvements (the "Improvements") and accepted Maintenance Bond No. 602-208635-4 issued on behalf of CC Carlton Industries, LTD by United States Fire Insurance Company to secure the maintenance obligations applicable to the Improvements during the required maintenance period.

City staff has reviewed the status of the Improvements and deter mined that the applicable requirements for release of the maintenance bond have been satisfied. Staff further recommends release of the bond because the required maintenance period has expired, all known release requirements have been completed, and no remaining issue requires continued retention of the maintenance bond.

Staff Review

The following staff member(s) reviewed the request and support release of the maintenance bond:

- **Primary Reviewer:** Gray Lahrman/ Utilities Director
- **Supporting Reviewer(s):**Wacey Henager/Utilities Operations Manager
- **Department(s) Consulted:** Public Works / Utilities / Engineering / Inspection / Legal

Release Criteria Checklist

Staff has verified the following, as applicable:

- The City accepted the bonded improvements.
- The maintenance bond was properly issued and remains identifiable as Bond No. 602-208635-4.

- The required maintenance period has expired or otherwise been satisfied.
- Staff inspection/review confirms that the bond release requirements have been met.
- Any punch-list or warranty matters that do not require holding the maintenance bond have been separately documented for follow-up, if applicable.
- Release of the bond will not waive any other City rights or claims.

Commission Recommendations: N/A

Recommended Council Actions: Staff recommends approval of the attached resolution releasing Maintenance Bond No. 602-208635-4 for the East Interceptor Segment 1-Wastewater Improvements project.

Attachments:

- Draft Resolution
- Proposed Bond Release Letter
- Supporting inspection/departmental confirmations