



FRUITA

COLORADO

AGENDA ITEM COVER SHEET

TO: Fruita City Council and Mayor

FROM: Kimberly Bullen, Public Works Director

DATE: January 18, 2023

RE: Request for Supplemental Grant Funds from the Colorado Department of Local Affairs.

BACKGROUND

The City of Fruita was awarded \$600,000 in an Energy Impact Assistance Grant (EIAF # 9494) from the Colorado Department of Local Affairs in February of 2022 for the H2S Mitigation Project. At the time of application, project costs were estimated to be \$1.2 million dollars. As we have continued to work with our Construction Manager at Risk (CMAR) and Engineering team to value engineer the project, costs of materials and bypass pumping operations have increased bringing the estimated total project costs to \$2.1 million dollars.

The Colorado Department of Local Affairs EIAF Grant Program allows for supplemental grant requests to increase funding to existing contracts based on unforeseen, unanticipated, extraordinary circumstances. The funding is not intended to change the original scope of the contract, or the number of activities undertaken and no more than one-half of the original award amount may be requested.

FISCAL IMPACT

The fiscal impact of this Supplemental Grant request if approved will be an additional \$300,000 in funds to complete the project.

APPLICABILITY TO CITY GOALS AND OBJECTIVES

This request is applicable to the City's goals of Quality of Place and Economic Health. The city values our geographic natural resources and landscapes, and we collaborate to provide quality essential infrastructure and services. This infrastructure project has been approved in the annual budget and is expected to be completed in 2023.

OPTIONS AVAILABLE TO THE COUNCIL:

The options for Council are the following:

1. Approve the supplemental grant request to the Colorado Department of Local Affairs for the H2S Mitigation Project.

2. Take no action. The City will use funds allocated in the 2023 budget to complete the project.

RECOMMENDATION:

It is the recommendation of staff that the Council by motion:

APPROVE THE SUPPLEMENTAL GRANT REQUEST TO THE COLORADO DEPARTMENT OF LOCAL AFFAIRS IN THE AMOUNT OF \$300,000 FOR THE H2S MITIGATION PROJECT.