



ACTION ITEM REPORT

Item Title: Consideration and ACTION to approve the CDC action approval of increasing in the assistance to infrastructure improvements at State Highway 100 and FM 1575.

Recommendation:

In January 2026, the CDC Board approved to provide assistance in the amount of \$129,375 to Coastal King in bringing water and wastewater to the site of the southwest corner of State Highway 100 and FM 1575. The Council approved this in January 2026 as well. The area is serviced by Olmito Water Supply. The sewer line has to be deeper than anticipated which requires dewatering and shoring that costs extra. Additionally, they are requiring the water line be extended along the east side of the property from Highway 100 to south of the irrigation canal, including going under the irrigation canal. This also adds to the expense. The new cost is \$297,000 or an additional \$167,625. This property will serve 3 commercial properties, a Wendy's, Stripes and another yet to be determined business. Due to this, I believe additional funding is warranted and would recommend adding 50% up to 100% of the additional cost.