



Agenda Memorandum

Contact:

Clif Custer

Subject:

Council Resolution (2024 Cedar St. Water Main Replacement)

Summary:

Richwood's allocated CDBG funding for the project year of 2024 is not sufficient to complete the remainder of water main and water service replacement on Cedar St. To complete the project, local funds will be required.

Background Information:

In summer of 2024, the project for replacing the remainder of Cedar Street's water mains was submitted to Brazoria County HUD. The Cedar St. water main replacement was submitted as part of a continuation of a CDBG water infrastructure replacement project that began in 2021 on Walnut and Cedar. Public Works' main goal with this project is to replace problematic water infrastructure within CDBG qualifying areas which has the added benefit of replacing all water service fittings to achieve a zero-lead standard.

Initially this project had a baseline opinion of construction costs totaling \$176,000.00. Richwood's standard CDBG allocation in the past project years has totaled \$180,000.00. Unfortunately, due to legislation funding allocations were reduced for participating cities within Brazoria County. Richwood's overall funding was reduced from \$180,000.00 to \$165,000.00. After the required environmental study performed by Brazoria County of the project area, Richwood has a remaining \$162,800.00 of funding for construction. If Council wishes not to commit local funds for the completion of this project, alternate options are as follows:

1. Reimburse Brazoria County for the environmental study for the project (Appr. \$2,300.00) and decline to perform a project with the 2024 round of funding.
2. Develop an alternate project to better fit the existing funding. ***This would most likely be a simple drainage project like replacing culverts, grading ditches, and providing asphalt overlay on driveways for a portion of the houses on Cedar St.***

I am requesting a local funding commitment of \$40,200.00. This amount is representative of the difference between the total opinion of probable cost for construction, inclusive of a 15% contingency and Richwood's available CDBG funding for the 2024 project year.

Issue:

Fiscal Impact:

\$40,200.00

Recommendation:

Motion to approve a resolution committing local funds to complete the 2024 CDBG Cedar St. Water Main Replacement Project.