
Rio Dell City Hall
675 Wildwood Avenue
Rio Dell, CA 95562
(707) 764-3532
cityofriodell.ca.gov



DATE: March 17, 2026

TO: Rio Dell City Council

FROM: Travis Sanborn, Finance Director

THROUGH: Kyle Knopp, City Manager

SUBJECT: FY 2025-26 Capital Budget Amendments - Multiple Projects

RECOMMENDATION

Adopt Resolution 1663-2026 approving budget amendments approving amendments to the FY 2025-26 Capital Improvement Program budget for ten capital projects across multiple funds..

BACKGROUND

The City adopts an annual capital budget as part of the overall budget process. Throughout the fiscal year, circumstances arise that require adjustments to existing appropriations or the establishment of new appropriations to reflect current project activity. These circumstances include project cost overages, grant awards where appropriations were not previously established, contracts executed after budget adoption, and expenditures in the current fiscal year related to purchase orders from prior years whose appropriations lapsed on June 30, 2025.

All ten projects included in this amendment have received prior City Council authorization through project approval, grant acceptance, or contract award. This action establishes the budget authority necessary to align the capital budget with authorized project activity and ensure the City is in compliance with appropriation requirements prior to the close of the fiscal year audit.

DISCUSSION

The following ten projects require budget amendments for the reasons described below.

1. Project 9013 - Police Department Vehicle Replacement (Fund 005 - Motorpool)

Total project costs of \$83,355.07 exceeded the budgeted appropriation of \$68,200 by \$15,155.07, reflecting final vendor pricing for the vehicle, emergency equipment installation, vehicle wrap, and bed liner installation. The amended appropriation covers all project costs, funded from Fund 005 Motorpool fund balance.

2. Project 9029 - Public Works Truck Replacement (Funds 000 / 020 / 052 / 062)

The replacement Public Works truck was purchased at a final cost of \$35,452, exceeding the original appropriation of \$35,000 by \$452. The \$452 overage is split equally between Fund 052 (Sewer, \$226) and Fund 062 (Water, \$226), funded from each fund's respective fund balance.

3. Project 9106 - Police Department Ballistic Helmets and Gas Masks (Fund 000 - General Fund)

A purchase order was issued in FY 2024-25 and the vendor invoiced in FY 2025-26 at a final cost of \$7,040.38. The prior year appropriation lapsed on June 30, 2025. A new appropriation of \$7,290 is required in the current fiscal year, funded from General Fund fund balance.

4. Project 9073 - Eel River Trail Project - Clean California Grant (Fund 018)

The current year appropriation is increased from \$100,000 to \$240,000 to reflect actual expenditures of \$194,000 to date, caused by prior year invoices received in FY 2025-26. The project is 100% grant funded. Net fiscal impact to Fund 018 is zero.

5. Project 9123 - Eel River Trail Accessible Ramp - Wildlife Conservation Board Grant (Fund 018)

The City was awarded WCB Grant Agreement No. WC-2558AB in the amount of \$1,200,000, 100% funded through Proposition 68 with no city match. Board approval was August 28, 2025, with a completion deadline of January 31, 2027. Appropriations are established for both expenditure and grant revenue. Net fiscal impact to Fund 018 is zero.

6. Project 0139 - Rio Dell Neighborhood Pedestrian Connectivity Improvement Project (Fund 047 - STIP)

Construction allocation of \$766,000 is scheduled for CTC approval on May 15, 2026, with construction expected in FY 2026-27. A \$15,000 appropriation is established for current year bid packaging and pre-construction engineering costs, fully offset by STIP reimbursement revenue. Net fiscal impact to Fund 047 is zero.

7. Project 9010 - Sanitary Sewer Evaluation Study (Fund 055 - SWRCB Grant)

This multi-year capital study is 100% funded by the State Water Resources Control Board. Current year expenditures total \$769,614.04. An appropriation of \$800,000 is established to cover remaining costs through June 30, 2026, fully offset by SWRCB grant revenue. Net fiscal impact to Fund 055 is zero.

8. Project 9107 - Painter Street Sewer Line Replacement (Fund 052 - Sewer Capital)

A construction contract with Mercer Fraser Co., Inc. was executed on February 17, 2026 for \$1,570,263.50. The project is 100% grant funded. Notice to Proceed is pending City final approval. The full contract amount is appropriated to provide budget authority upon clearance, fully offset by grant revenue. Net fiscal impact to Fund 052 is zero.

9. Project 9111 - Sewer Lateral Replacement (Fund 052 - Sewer Capital)

Sewer lateral installation at 170 2nd Avenue was performed by Wendt Construction Co., Inc. and invoiced in July 2025. An appropriation of \$7,540 is established, funded from Fund 052 fund balance.

10. Project 9075 - Eel River Crossing Pipeline Seismic Retrofit (Fund 062 - Water Capital)

This CalOES/FEMA HMGP funded project is currently in design. Current year costs include State Lands Commission lease fees and GHD engineering services totaling \$15,563.87 to date. An appropriation of \$18,000 is established through June 30, 2026, anticipated to be fully offset by CalOES/FEMA grant revenue. Net fiscal impact to Fund 062 is zero.

FISCAL IMPACT

The total net draw on City fund balances is \$30,211.07, distributed as follows: Fund 000 General Fund (\$7,290.00), Fund 005 Motorpool (\$15,155.07), Fund 052 Sewer Capital (\$7,540.00), and Fund 062 Water Capital (\$226.00). All grant-funded projects carry zero net fund balance impact, with expenditure and revenue appropriations offsetting each other in full.

ATTACHMENTS

Resolution No. 1663-2026 Approving FY 2025-26 Capital Budget Amendments