

AGENDA ITEM SUMMARY SHEET

City of Rollingwood

Meeting Date: July 22, 2026

Submitted By:

Staff

Agenda Item:

Discussion and possible action on a final report on revenues and expenditures in connection with the Water CIP bond program

Description:

The \$5.3 million Water System Capital Improvement Plan (CIP) bond was approved by voters in 2022 to address aging water infrastructure, improve fire protection capabilities, and enhance the overall reliability of the City's water system.

To evaluate the existing water system and identify necessary improvements, the City contracted with Lochner (formerly K. Friese) to perform a comprehensive assessment. The study included a review of system operations, identification of infrastructure deficiencies, analysis of fire flow availability, investigation of recurring water main breaks, and recommendations for system-wide improvements.

Exhibit A provides a detailed summary of the bond funds expended throughout the project. Bond proceeds were transferred in two installments, on August 22, 2023, and July 16, 2024, to reduce interest costs. The cash transfer amount also reflects a Council-approved change order on September 5, 2025, in the amount of \$76,880. Additionally, the project generated \$8,226 in interest income.

The total cash available for the project was \$5,388,893.55. The construction expenditure totals reflect payments made to contractors and vendors over the duration of the project. The remaining balance of \$306,574.73 represents the difference between funds available over total funds that were spent. The Water System Capital Improvement Plan was successfully completed in 2026, resulting in significant improvements to the City's water infrastructure, reliability, and fire protection capabilities.

Action Requested:

No action is necessary on this item

Fiscal Impacts:

Total project expenditures were \$5,082,318.32, resulting in a remaining balance of \$306,574.73, or approximately 5.7% under budget.

Attachments:

- Exhibit A – Financial Summary
- Engineer's Notice of Acceptability of Work