



CITY COUNCIL ACTION FORM

| DEPARTMENT | PRESENTED BY | DATE |
|--------------|------------------------------------|---------------|
| Public Works | David Lady - Public Works Director | March 1, 2022 |

ITEM

Council Action – Authorize Grant Application and Fiscal Match for Pasquale Springs WTP Improvements Project
Consent Agenda

BACKGROUND

The City of Salida has planned and budgeted for improvements at the Pasquale Springs Water Treatment Plant. This project has partial funding through a Direct Loan with the Colorado Water Resources and Power Development Authority (CWPRDA). The project design is complete and the project was recently bid out. Results were over the 2022 budgeted amount. Analysis of the bid results and discussion with other engineering firms and contractors have indicated that facility construction costs have escalated significantly over the past year. Staff is currently working with the engineering firm on the project to identify if value engineering components are possible in order to reduce project costs. Staff is also proposing that a grant application be submitted for a Department of Local Affairs (DOLA) Energy and Mineral Impact Grant (EIAF) to help support funding for the project.

FISCAL NOTE

The EIAF Tier II Grant would be up to \$750,000. The match requirements are 1:1, therefore, the City's contribution would be \$375,000.

STAFF RECOMMENDATION

Authorize the grant application and fiscal match for the DOLA EIAF Tier II Grant Application for the Pasquale Springs Water Treatment Plant Improvement Project.

SUGGESTED MOTION

A Council person should make a motion to “combine and approve the items on the consent agenda.”