

BUDGET CHANGE FORM

| Type of Change | From | | To | |
|--|----------|-----------|--------------|-----------|
| | Account | Amount | Account | Amount |
| Check one: <input checked="" type="checkbox"/> Budget Appropriation <input type="checkbox"/> Budget Transfer | 450-2970 | \$ 40,000 | 450-423-4241 | \$ 40,000 |

Explain the reason for the budget change:

Background: At about 11:00 a.m. on July 19th, a twenty-seven inch diameter reinforced concrete sewer main on Marylinn Drive collapsed at the intersection of Heath Street. The sewer main serves approximately 25% of the customers within the City and is one of only four crossings under Interstate 880. The Public Works crews responded and identified the segment of collapsed pipe and closed the intersection to traffic. Due to the size of the repair and the necessity to maintain sewer flow, the Director of Public Works authorized Preston Pipeline to make the repairs immediately rather than soliciting competitive bids from various contractors. In addition to the repairs, the sewer main needed to be cleaned and flushed to remove debris that had fallen into the line. The Director of Public Works authorized Presidio Systems on July 25th to perform the cleaning, flushing and video inspection of the line to determine if there were any other segments of the line that were damaged. The City's 2013 Street Resurfacing contractor, who was working within the neighborhood, was directed by contract change order to complete the necessary street repairs associated with this work, which have been completed. Preston Pipelines and Presidio Systems have not submitted invoices for this work, but based on its known deployment of workers and equipment, the cost is not expected to exceed \$40,000. Please note that this repair is temporary and subsequent sewer work is necessary.

The Marylinn Drive reinforced concrete sewer main was installed in 1953 and is reaching the end of its design life. Engineering is adding the segment of sewer main from Abbott Avenue to the west side of Interstate 880 for replacement within the Sewer Replacement Projects in the current Capital Improvement Program, and the design will start this fall. This project is categorically exempt under Section 15301 (Existing Facilities) of the CEQA Guidelines for restoration or rehabilitation of deteriorated or damaged structures.

Fiscal Impact: \$40,000. An appropriation from the Sewer Fund is needed due to insufficient funds in Public Works operating budget for this emergency work.

Recommendations:

1. Receive this report from the Public Works Director pursuant to Resolution No. 7779 and Public Contracts Code Section 22050 for emergency public works repair to sewer main on Marylinn Drive.
2. Approve a budget appropriation of \$40,000 from the Sewer Fund to Public Works operating budget.
3. Authorize staff to pay emergency repair work invoices to Preston Pipelines and Presidio Systems in an amount not to exceed \$40,000.

Check if City Council Approval required. Meeting Date: August 20, 2013

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| Requested by: | Department Head: Jeff Moneda, PW Director | Date: August 9, 2013 |
| Reviewed by: | Finance Director: <i>J. C. Kue</i> | Date: 8/12/13 |
| Approved by: | City Manager: | Date: |
| Date approved by City Council, if required: | | Confirmed by: |