



3

DEPARTMENT OF
PUBLIC WORKS

CITY OF SACRAMENTO
CALIFORNIA

1391-35TH AVENUE
SACRAMENTO, CA
95822-2911

WATER DIVISION

916-449-5271

November 29, 1988

Budget and Finance Committee
Sacramento, California

Honorable Members in Session:

SUBJECT: DEFUNDING APPROVED CAPITAL IMPROVEMENT PROJECTS

SUMMARY

This report recommends that three currently approved capital improvement projects be defunded.

BACKGROUND

Upon recent review of the Water Division's current Capital Improvement Budget, it was determined that three projects should be defunded for a variety of reasons. The following paragraphs provide a project description and the reason for canceling each project.

Riverside Water Treatment Plant (ZA51)

This project provided \$200,000 to renovate and update the Riverside Water Treatment Plant. When the original estimate of cost was made, major electrical system modifications were envisioned. It has since been determined that these modifications are not necessary. As a consequence, \$151,139 can be returned to the Water Fund Contingency.

Electrical Modifications American River Water Treatment Plant (ZB36)

This project was budgeted (\$30,000) to change substandard electrical breaker boxes located throughout the Fairbairn Water Treatment Plant. As the electrical maintenance section is currently overloaded, it has been decided that these modifications can wait and this corrective work be done at the time of plant expansion. The entire \$30,000 originally budgeted can be defunded.

Oakmont Street Water Main Replacement (ZC06)

This project was to replace a section of water main on which a series of leak repairs had been necessary. It now appears that the occurrence of leaks has subsided, and that replacement of the entire section is not cost effective. This project can be defunded by \$21,727.

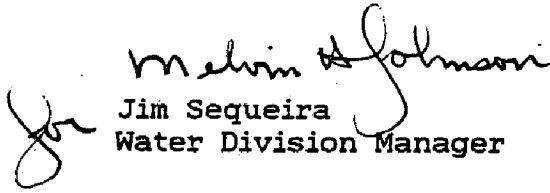
FINANCIAL

The remaining available fund balances for the Riverside Water Treatment Plant (ZA51), Electrical Modifications (ZB36), and Oakmont Street (ZC06) totalling \$202,866 can be returned to the Water Fund Contingency.


RECOMMENDATION

It is recommended that the Budget and Finance Committee approve the attached resolution and forward to the full City Council with a recommendation for approval.

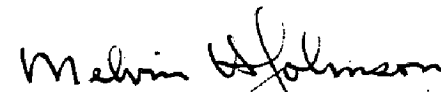
Respectfully submitted,


Jim Sequeira
Water Division Manager

RECOMMENDATION APPROVED:


Jack R. Crist
Deputy City Manager

APPROVED:


Melvin H. Johnson
Director of Public Works

November 29, 1988

RESOLUTION No.

Adopted by The Sacramento City Council on date of

RESOLUTION AMENDING THE CAPITAL IMPROVEMENT BUDGET BY DEFUNDING CERTAIN CAPITAL IMPROVEMENT PROJECTS

BE IT RESOLVED BY THE COUNCIL OF THE CITY OF SACRAMENTO THAT:

The 1988-89 Capital Improvement Budget is hereby amended by:

Transferring \$151,139 from the Riverside Water Treatment Plant project (413-500-ZA51-XXXX) to the Water Fund Contingency (413-710-7012-4999).

Transferring \$30,000 from the Electrical Modifications American River Water Treatment Plant project (413-500-ZB36-XXXX) to the Water Fund Contingency (413-710-7012-4999).

Transferring \$21,727 from Oakmont Street Water Main Replacement (413-500-ZC06-XXXX) to the Water Fund Contingency (413-710-7012-4999).

MAYOR

ATTEST:

CITY CLERK