

RESOLUTION NO. 2026-12

Approving a \$202,670 Increase to the Contingency on the Previously Awarded Construction Contract to Euro Style Management for Construction of the West Belmont (N), Exbourne (W) Water Tank Improvements (CIP #24-08 & 24-10), from \$83,770 to \$286,440, and Increasing the Contract Cost from \$921,470 to \$1,124,140.

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MID-PENINSULA WATER DISTRICT

WHEREAS, on January 22, 2026, the Board of Directors awarded a construction contract to Euro Style Management in the amount of \$837,700, plus a 10% contingency of \$83,770, for a total budget of \$921,470 for the West Belmont (N) and Exbourne (W) Water Tank Improvements; and

WHEREAS, following the removal of the Exbourne (W) tank's interior coating in March 2026, severe corrosion was discovered on all 33 steel rafters and the center column, requiring immediate structural attention; and

WHEREAS, the District Engineer and structural design consultants evaluated two recovery options and determined that full rafter replacement is the most efficient course of action; and

WHEREAS, the replacement option is estimated to be completed 15 working days faster than the repair alternative, thereby reducing the duration the tank remains out of service and lowering the corresponding construction management and inspection costs relative to the repair alternative; and

WHEREAS, the proposed increase of \$202,670 to the project contingency will raise the total authorized construction budget to \$1,124,140, to be funded through the District's Capital Reserve Fund.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the Mid-Peninsula Water District that:

1. The Board hereby approves an increase of \$202,670 to the construction contract contingency with Euro Style Management; and
2. The total construction contingency is hereby increased from \$83,770 to \$286,440, resulting in a revised total contract cost of \$1,124,140, and
3. The General Manager is authorized to utilize the District's Capital Reserve Fund ("pay-go") for this additional expenditure.

REGULARLY passed and adopted this 23rd day of April 2026.

AYES: 4

NOES: \emptyset

ABSTENTIONS: \emptyset

ABSENCES: 1


BOARD PRESIDENT

ATTEST:


DISTRICT SECRETARY