



# Honolulu Board of Water Supply

**TO:** ERNEST Y.W. LAU, P.E.  
MANAGER & CHIEF ENGINEER

**DATE:** November 30, 2021

**FROM:** RAELYNN NAKABAYASHI  
EXECUTIVE SUPPORT OFFICE



**SUBJECT:** Approval of the Revision of the Fiscal Year 2021-2022 Capital Improvement - Program Budget – Amendment No. 1

We request your approval to reduce funding in the following project listed in the FY 2022 Capital Improvement Program (CIP) Budget to provide additional funding to the Contract Adjustment Account, Water System Operations Division Allocation.

The Contract Adjustment Account is used to provide additional funding for other CIP projects where the lowest bids are anticipated to come in higher than budgeted and to provide funding for contract change orders to previously awarded contracts.

The recommended deferral and reprogramming of this funding will enable the department to award an emergency project in the FY 2022 CIP addressing an immediate need to replace a pumping unit at Wahiawa Wells I.

1. Reduce the appropriations for the following CIP projects:

Item No. 33 GAC INTERIOR CORROSION CONTROL AT VARIOUS LOCATIONS

		<u>Appropriation</u>	
		<u>Present</u>	<u>Proposed</u>
OPERATING FUND	C	3,000,000	2,000,000

Description: Perform interior corrosion control of selected BWS GAC facilities.

Reason: The funding for this project is being reduced based on the amount of GAC interior corrosion control performed in the prior fiscal year. The proposed amount reflects the total amount of funding required to perform interior corrosion control of selected BWS GAC facilities in Fiscal Year 2022.

2. Increase the CIP Contract Adjustment Account:

		<u>Appropriation</u>	
		<u>Present</u>	<u>Proposed</u>
OPERATING FUND		15,600,000	\$16,600,000

ERNEST Y.W. LAU, P.E.

November 30, 2021


Page 2

The following is a summarization of the FY 2022 CIP Budget Amendment No. 1:

FY 2022 CIP Budget (as Adopted)	\$179,976,000
Projects – Modified Appropriations	(\$1,000,000)
Contract Adjustment Account	+\$1,000,000
FY 2022 CIP Budget (as Amended)	<u>\$179,976,000</u>

Upon approval, the appropriate pages of the current Capital Improvement Program budget will be revised.

APPROVED/ DISAPPROVED:

  
----- 11/30/2021  
ERNEST Y.W. LAU, P.E. Date

cc: Finance  
Water System Operations  
ESO-MBO (Original)