



Honolulu Board of Water Supply

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

DATE: May 12, 2020

FROM: RAELYNN NAKABAYASHI
EXECUTIVE SUPPORT OFFICE



SUBJECT: Approval of the Revision of the Fiscal Year 2019-2020 Capital Improvement - Program Budget – Amendment No. 2

We request your approval to reduce delete the following projects listed in the FY 2020 Capital Improvement Program (CIP) Budget to provide additional funding to the Contract Adjustment Account.

The Contract Adjustment Account is used to provide additional funding for other CIP projects and to provide funding for contract change orders to previously awarded contracts.

The recommended deferral and reprogramming of these projects will enable the department to award an Emergency Repair Project for Mililani Wells 1 Pump #4.

1. Delete the following CIP projects and appropriations:

Item No. 40 GAC Facility Improvements

| | | <u>Appropriation</u> | |
|----------------|-------|----------------------|-----------------|
| | | <u>Present</u> | <u>Proposed</u> |
| OPERATING FUND | CONST | 500,000 | 0 |

Description: Install improvements at select GAC facilities to extend use of existing system.

Reason: The funding for this project is being deleted as the project will not occur in FY2020 and the funds are needed for an Emergency Repair Project at Mililani Wells 1 Pump #4.. The funds for this project will be programmed into the Operating Fund – Contract Adjustment Account.

Item No. 42 GAC Facility Improvements

| | | <u>Appropriation</u> | |
|----------------|-----|----------------------|-----------------|
| | | <u>Present</u> | <u>Proposed</u> |
| OPERATING FUND | P&E | 100,000 | 0 |

Description: Install improvements at select GAC facilities to extend use of existing system.

Reason: The funding for this project is being deleted as the project will not occur in FY2020 and the funds are needed for an Emergency Repair Project at Mililani Wells 1 Pump #4.. The funds for this project will be programmed into the Operating Fund – Contract Adjustment Account.

Item No. 44 Station Instrumentation

| | | <u>Appropriation</u> | |
|----------------|-------|----------------------|-----------------|
| | | <u>Present</u> | <u>Proposed</u> |
| OPERATING FUND | CONST | 700,000 | 0 |

Description: Replace station instrumentation with IP enabled solutions, eliminating the need for the existing RTUs.

Reason: The funding for this project is being deleted as the project will not occur in FY2020 and the funds are needed for an Emergency Repair Project at Mililani Wells 1 Pump #4. The funds for this project will be programmed into the Operating Fund – Contract Adjustment Account.

2. Increase the CIP Contract Adjustment Account for the following funds:

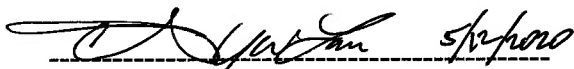
| | | <u>Appropriation</u> | |
|----------------|--|----------------------|-----------------|
| | | <u>Present</u> | <u>Proposed</u> |
| OPERATING FUND | | 15,840,000 | 17,140,000 |

The following is a summarization of the FY 2020 CIP Budget Memorandum No. 2:

| | |
|---------------------------------|----------------------|
| FY 2020 CIP Budget (as Adopted) | \$166,305,000 |
| Projects – Added | 0 |
| Projects – Deleted | <u>(\$1,300,000)</u> |
| SUBTOTAL | <u>(\$1,300,000)</u> |
| Contract Adjustment Account | +\$1,300,000 |
| FY 2020 CIP Budget (as Amended) | <u>\$166,305,000</u> |

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

APPROVED/ DISAPPROVED:



 ERNEST Y.W. LAU, P.E. Date

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