



# Honolulu Board of Water Supply

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

**DATE:** June 2, 2020

**FROM:** RAELYNN NAKABAYASHI  
EXECUTIVE SUPPORT OFFICE



**SUBJECT:** Approval of the Revision of the Fiscal Year 2019-2020 Capital Improvement - Program Budget – Amendment No. 3

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 provide additional funding for a change order on the Energy Savings Performance Contract.

1. Reduce the appropriation for the following CIP project:

Item No. 1 Halawa Valley Groundwater Monitoring Wells, Phase II

		<u>Appropriation</u>	
		<u>Present</u>	<u>Proposed</u>
OPERATING FUND	CONST	2,000,000	1,076,417

Description: Install two (2) monitoring wells in Halawa Valley near the Navy Red Hill Underground Fuel Storage Facility.

Reason: The funding for this project is being reduced in amount based on the BWS' decision to pursue only one (1) well at this site. The balance of the funds for this project will be programmed into the Operating Fund – Contract Adjustment Account.

Item No. 5 Wailae Nui Well Test

2. Delete the following CIP projects and appropriations:

		<u>Appropriation</u>	
		<u>Present</u>	<u>Proposed</u>
OPERATING FUND	P&E	650,000	0

Description: Survey, videolog, clean and clear, test pump and sample well.

Reason: The funding for this project is being deleted as the project will not occur in FY2020. The funds for this project will be programmed into the Operating Fund – Contract Adjustment Account.

Item No. 54 Monitoring Well Assessment and Repair

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

Description: Provide well condition assessment and associated repair services for monitor wells.

Reason: The funding for this project is being deleted as the project will not occur in FY2020. The funds for this project will be programmed into the Operating Fund – Contract Adjustment Account.

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


		<u>Appropriation</u>	
		<u>Present</u>	<u>Proposed</u>
OPERATING FUND		17,140,000	18,813,583

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 – Modified Appropriation	(\$923,583)
Projects – Deleted	<u>(\$750,000)</u>
SUBTOTAL	(\$1,673,583)
Contract Adjustment Account	+\$1,673,583
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:

  
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 ERNEST Y.W. LAU, P.E.    Date

cc: Finance  
 Water Resources  
 ESO-MBO (Original)