

 **Honolulu Board of Water Supply**

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

DATE: June 8, 2022

FROM: RAELYNN NAKABAYASHI
EXECUTIVE SUPPORT OFFICE

SUBJECT: Approval of the Revision of the Fiscal Year 2021-2022 Capital Improvement – Program Budget – Amendment No. 5

We request your approval to delete funding for project Item No. 39 listed in the FY 2022 Capital Improvement Program (CIP) Budget to provide additional funding to project Item No. 44 in the FY 2022 (CIP).

The recommended reprogramming of this project's funds will enable the department to fund the Waialae Nui Well condition assessment. This assessment is a high priority within the larger effort to establish additional water sources for Honolulu.

1. Increase appropriations for the following CIP project:

Item No. 44 FACILITY REPAIR AND RENOVATION
Repair, renovation, reroofing, fencing, and repainting of selected BWS facilities.

<u>Appropriation</u>		<u>Present</u>	<u>Proposed</u>
OPERATING FUND	P&E	1,850,000	2,110,000

Reason: The funding will be used for additional costs associated with the Waialae Nui Well condition assessment; this effort evaluates an existing well for the viability of the well as a production source. This project will be executed in an effort to establish a potential additional water source to supply Honolulu. Because of the Red Hill contamination crisis, compounded by a dry winter, spring and a forecasted dry summer, establishing additional water source capacity is imperative to maintaining water distribution stability for Honolulu.

2. Delete the appropriation for the following CIP project:

Item No. 39 Honouliuli Water Recycling Facility Reroofing
Reroofing of the Honouliuli Water Recycling Facility Buildings.

<u>Appropriation</u>		<u>Present</u>	<u>Proposed</u>
OPERATING FUND	CONST	260,000	0

Reason: This project is being deferred to a future fiscal year.

The following is a summarization of the FY 2022 CIP Budget Amendment No. 4:

FY 2022 CIP Budget (as Adopted)	\$179,976,000
FY 2022 – Amendment No. 1	
Projects – Modified Appropriations	(\$1,000,000)
Contract Adjustment Account	<u>+\$1,000,000</u>
SUB-TOTAL	\$179,976,000
FY 2022 – Amendment No. 2 (Resolution 932, 2022)	
Projects – Added	+\$2,000,000
Projects – Deleted	<u>(\$2,000,000)</u>
SUB-TOTAL	\$179,976,000
FY 2022 – Amendment No. 3	
Projects – Deleted	(\$400,000)
Contract Adjustment Account	<u>+\$400,000</u>
SUB-TOTAL	\$179,976,000
FY 2022 – Amendment No. 4	
Projects – Modified Appropriations	+\$350,000
Projects – Modified Appropriations	(\$350,000)
Projects – Modified Appropriations	(\$11,500,000)
Contract Adjustment Account	<u>+\$11,500,000</u>
SUB-TOTAL	\$179,976,000
FY 2022 – Amendment No. 5	
Projects – Modified Appropriations	+\$260,000
Projects – Deleted	<u>(\$260,000)</u>
SUB-TOTAL	\$179,976,000
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:

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