

RESOLUTION NO. \_\_\_\_\_ (2021 SERIES)

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF SAN LUIS OBISPO, CALIFORNIA, AUTHORIZING USE OF SEWER FUND UNRESERVED WORKING CAPITAL FOR CONSTRUCTION OF THE CALLE JOAQUIN SIPHON AND LIFT STATION REPLACEMENT PROJECT, SPECIFICATION NO. 91118A AND AUTHORIZING THE RETURN OF FUNDING PREVIOUSLY APPROVED FOR SILT REMOVAL FROM THE PROJECT ACCOUNT TO GENERAL FUND CAPITAL RESERVES**

**WHEREAS**, per the City's General Plan Water and Wastewater Management Element, *2019 Sewer System Management Plan*, and *2015 Wastewater Collection System Infrastructure Renewal Strategy*, the City replaces wastewater infrastructure to ensure delivery of reliable service, minimize sanitary sewer overflows, and provide adequate capacity to serve future development; and

**WHEREAS**, the Calle Joaquin Sewer Lift Station serves properties in the southern portion of the City on both the east and west sides of US 101, serves new development on the northern portion of Calle Joaquin, and will serve the future Froom Ranch project; and

**WHEREAS**, the Calle Joaquin Sewer Lift Station was put into service in 1967 making it over 50 years old, past its useful life and in need of replacement; and

**WHEREAS**, a sewer siphon under San Luis Obispo Creek and the gravity sewer main across US 101 were installed in the early 1970s to direct wastewater to the Calle Joaquin lift station, also requires replacement due to its condition; and

**WHEREAS**, on March 5, 2019, the City Council approved amendments to the design scope of the Project to include removal of the existing siphon from San Luis Creek and additional environmental permitting work; and

**WHEREAS**, in June 2019, the City Council approved 2019-21 Financial Plan, Capital Improvement Program, identified a total Project budget of \$3.3 million; and

**WHEREAS**, on January 12, 2021, the City Council adopted Resolution 11204 (2021 Series) authorizing the use of \$2.9 million from Sewer Fund Unreserved Working Capital for a total available budget of approximately \$5.3 million for project construction, construction management, and contingencies; and

**WHEREAS**, on January 12, 2021, the City Council adopted Resolution 11204 (2021 Series) authorizing \$100,000 from General Fund, Capital Reserve Account to fund the silt removal component Project; and

**WHEREAS**, the total available budget for the Project is \$5,217,238 and the total cost is estimated at \$8,251,200 requiring an additional \$3,033,962 to fund Project construction; and

**WHEREAS**, a balance of over \$35 million is available from Sewer Fund, Unreserved Working Capital to fund the Project.

**NOW, THEREFORE, BE IT RESOLVED** by the Council of the City of San Luis Obispo as follows:

**SECTION 1.** The budget of \$3,033,962 will be moved to the Calle Joaquin Siphon and Lift Station Replacement Project, Specification No. 91118A, from Sewer Fund, Unreserved Working Capital as it is a high priority City project.

**SECTION 2.** The budget of up to \$100,000 will be moved from the Project account to the General Fund Capital Reserves as the silt removal component has been removed from the project.

**SECTION 3.** Environmental Review. The City Council approved a Mitigated Negative Declaration of Environmental Impact for the Project in 2016 by Resolution 10718 (2016 Series). An addendum was prepared in 2021 to update the project description with the proposed approach.

Upon motion of Council Member \_\_\_\_\_, seconded by Council Member \_\_\_\_\_, and on the following roll call vote:

AYES:

NOES:

ABSENT:

The foregoing resolution was adopted this \_\_\_\_\_ day of \_\_\_\_\_ 2021.

\_\_\_\_\_  
Mayor Erica A. Stewart

ATTEST:

\_\_\_\_\_  
Teresa Purrington  
City Clerk

APPROVED AS TO FORM:

\_\_\_\_\_  
J. Christine Dietrick  
City Attorney

**IN WITNESS WHEREOF**, I have hereunto set my hand and affixed the official seal of the City of San Luis Obispo, California, on \_\_\_\_\_.

\_\_\_\_\_  
Teresa Purrington  
City Clerk

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