

Mayor and Council Communication

DATE: 03/10/26

M&C FILE NUMBER: M&C 26-0169

LOG NAME: 60SWITCHGEAR INSTALLATION FOR VTP ACME

SUBJECT

(ALL) Adopt Appropriation Ordinance in the Amount of \$1,536,100.00 to Fund the Installation of Switchgear and Electrical Feeder in Eagle Mountain and Rolling Hills Water Treatment Plants and to Effect a Portion of Water’s Contribution to the Fiscal Years 2026-2030 Capital Improvement Program

RECOMMENDATION:

It is recommended that City Council adopt the attached appropriation ordinance increasing estimated receipts and appropriations in the Water and Sewer Capital Projects Fund in the amount of \$1,536,100.00, transferred from available PayGo funds within the Water and Sewer Fund for the purpose of funding the Water & Sewer Outlay project (City Project No. P00087) to fund the installation of vertical turbine pumps within the Water Fiscal Year 25 Non-Fleet Equipment project (City Project No. 105626) and to effect a portion of Water’s contribution to the Fiscal Years 2026-2030 Capital Improvement Program.

DISCUSSION:

On August 27, 2024, Mayor and Council Communication (M&C) 24-0705 approved a contract with Smith Pump Company, Inc. for an amount up to \$2,500,000.00 for a three-year agreement term for the purchase and installation of four vertical turbine pumps. The funds were appropriated to the Water and Sewer Outlay project (City Project No. P00087) to be transferred to the Water Fiscal Year (FY) 24 Non-Fleet Equipment project (City Project No. 105699). On February 25, 2025, M&C 25-0151 approved a contract with Winston Electric, Inc. dba ACME Electric and Electric Motor Shop of Wake Forest dba Electric Motor Shop for the purchase of switchgears related to starting the vertical turbine pumps in an amount up to \$725,633.00 with a three-year agreement term. The funds were appropriated to the Water & Sewer Outlay project (City Project No. P00087) to be transferred to the Water FY25 Non-Fleet Equipment project (City Project No. 105626). The same day, M&C 25-0144 approved funding to purchase ball valves for flow control of the vertical turbine pumps in the amount of \$934,633.00. These funds were also appropriated to the Water & Sewer Outlay project (City Project No. P00087) to be transferred to the Water FY25 Non-Fleet Equipment project (City Project No. 105626). The purchase was previously awarded to Municipal Valve & Equipment Company, Inc. in M&C 24-0961, approved on November 12, 2024.

The \$1,536,100.00 appropriation requested in this M&C will provide for the installation of the switchgear and electrical feeder at Eagle Mountain and Rolling Hills Water Treatment Plants necessary to startup the recently purchased high service pumps and motors. On January 27, 2026, M&C 26-0069 approved the execution of a contract with Winston Electric, Inc., dba Acme Electric Company for industrial electrical services. The Water Department will utilize this contract for the work needed to install the electrical equipment.

It is the practice of the Water Department to appropriate its Capital Improvement Plan (CIP) program throughout the Fiscal Year, instead of within the annual budget ordinance, as projects commence, additional funding needs are identified, and to comply with bond covenants.

Funding is budgeted in the Transfer to Water/Sewer account of the Water and Sewer operating budget for the purpose of funding the Water FY25 Non-Fleet Equipment project (City Project No. 105626).

FY2026 - Water PAYGO Appropriations per City Ordinance 27979-09-2025:

FY2026 Original Adopted PayGo	FY2026 Amended PayGo (includes any council actions subsequent to budget adoption)	YTD PayGo Approved for/Moved to Capital Projects	This M&C	FY2026 Remaining PayGo Balance
\$101,090,082.00	\$101,090,082.00	(\$42,322,995.00)	(\$1,536,100.00)	\$57,230,987.00

Note: There may be other pending actions or recently approved actions that are not reflected in the table due to timing.

Appropriations for the Water FY25 Non-Fleet Equipment project are as depicted below:

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Fund	Existing Appropriations	Additional Appropriations	Project Total*
W&S Capital Projects Fund 56002	\$4,569,177.08	\$1,536,100.00	\$6,105,277.08
Project Total	\$4,569,177.08	\$1,536,100.00	\$6,105,277.08

The project is located in ALL COUNCIL DISTRICTS

A Form 1295 is not required because: This M&C does not request approval of a contract with a business entity.

FISCAL INFORMATION / CERTIFICATION:

The Director of Finance certifies that funds are currently available in the Water & Sewer Fund and upon approval of the above recommendation and adoption of the attached appropriation ordinance, funds will be available in the W&S Capital Projects Fund for the FY25 Non-Fleet Eqmt project. Prior to any expenditure being incurred, the Water Department has the responsibility to validate the availability of funds.

Submitted for City Manager's Office by: Jessica McEachern 5804

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Expedited