

# Mayor and Council Communication

**DATE:** 04/28/26

**M&C FILE NUMBER:** M&C 26-0282

**LOG NAME:** 60WSSC20WSMDCO1-WOODY

**SUBJECT**

(CD 7) Authorize Execution of Change Order No. 1 in the Amount of \$1,688,519.00 to a Contract with Woody Contractors, Inc., for a Revised Contract Amount of \$11,920,732.30 for the Water and Sanitary Sewer Replacement Contract 2020, WSM-D Project and Adopt Appropriation Ordinance to Effect a Portion of Water’s Contribution to the Fiscal Years 2026-2030 Capital Improvement Program

**RECOMMENDATION:**

It is recommended that the City Council:

1. Authorize execution of Change Order No. 1 in the amount of \$1,688,519.00 and add an additional 150 days to City Secretary Contract No. 64641, a contract with Woody Contractors, Inc., for the Water and Sanitary Sewer Replacement Contract 2020, WSM-D project for a revised contract amount of \$11,920,732.30; and
2. Adopt the attached appropriation ordinance increasing estimated receipts and appropriations in the Water and Sewer Capital Projects Fund in the amount of \$1,688,519.00, transferred from available PayGo funds within the Water and Sewer Fund, for the purpose of funding the Water/Sanitary Sewer Replacement Contract 2020, WSM-D project (City Project No. 103419) and to effect a portion of Water’s contribution to the Fiscal Years 2026-2030 Capital Improvement Program.

**DISCUSSION:**

The purpose of this Mayor and Council Communication (M&C) is to approve execution of Change Order No. 1 in the amount of \$1,688,519.00 to a construction contract with Woody Contractors, Inc, for the Water & Sanitary Sewer Replacement Contract 2020, WSM-D project (City Project No. 103419).

On December 9, 2025, by (M&C) 25-1143, the City Council authorized a construction contract with Woody Contractors, Inc., in the amount of \$10,232,213.30 for the Water & Sanitary Sewer Replacement Contract 2020, WSM-D project (City Secretary Contract No. 64641).

Change Order No. 1 will primarily provide for the abandonment and reroute of an existing 8” deteriorated sewer main located in difficult to access easements between Hamilton Avenue and Potomac Avenue from Lenox Drive to Monticello Drive. Relocating the sewer necessitates the installation of new sanitary sewer mains into public right-of-way on the following streets:

Street	From	To
Lenox Drive	Potomac Avenue	Northeast 180 feet
Potomac Avenue	Lenox Drive	West 4 <sup>th</sup> Street
Hamilton Avenue	Monticello Drive	West 630 feet
Monticello Drive	Hamilton Avenue	Northwest 150 feet

It is also necessary to reroute the existing sanitary sewer service lines that are currently connected to the sewer main to be abandoned to the new sanitary sewer mains on Lenox Drive, Potomac Avenue and Hamilton Avenue. Additionally, both Hamilton Avenue and Potomac Avenue will be repaved with asphalt once sewer main installation and sewer service reroutes are complete.

It is the practice of the Water Department to appropriate its Capital Improvement Program (CIP) plan 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 available in the Transfer to Water/Sewer account of the Water and Sewer Fund for the purpose of funding the W/SS REPL Contract 2020 WSM-D project within the Water & Sewer Capital Projects Fund.

**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 (\$45,773,977.00) (\$1,688,519.00) \$53,627,586.00

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

Appropriations for the W/SS REPL Contract 2020 WSM-D project are as depicted below:

<b>Fund</b>	<b>Existing Appropriations</b>	<b>Additional Appropriations</b>	<b>Project Total*</b>
W&S Capital Projects Fund 56002	\$10,148,947.00	\$1,688,519.00	\$11,837,466.00
General Capital Projects Fund 30100	\$1,725,167.00	\$0.00	\$1,725,167.00
Storm Water Capital Projects – Fund 52002	\$192,049.00	\$0.00	\$192,049.00
<b>Project Total</b>	<b>\$12,066,163.00</b>	<b>\$1,688,519.00</b>	<b>\$13,754,682.00</b>

\*Numbers rounded for presentation purposes.

The project is located in COUNCIL DISTRICT 7.

**FISCAL INFORMATION / CERTIFICATION:**

The Director of Finance certifies that funds are currently available in the Water & Sewer Fund, and upon approval of the above recommendations and adoption of the attached appropriation ordinance, funds will be available in the W&S Capital Projects Fund for the W/SS REPL Contract 2020 WSM-D project to support the execution of the change order. Prior to any expenditure being incurred, the Water Department has the responsibility of verifying the availability of funds.

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

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