

## **Attachment #2: Council Action Background**

- On June 8, 2021, the City Council adopted a resolution approving the FY2021-22 Budget that includes an overall \$50 million commitment to the City for the Recreation and Aquatic Center (RAC) funded by eight grants from the San Bruno Community Foundation (SBCF) supporting different components of the project. Also, the City Council adopted a resolution authorizing the City Manager to execute a construction contract with Lathrop Construction, Inc., in an amount not to exceed \$43,031,000.00 and approving a construction contingency of \$4,687,046.00 (10.9% of construction contract).
- On February 8, 2022, the City Council adopted a resolution to increase the budget by \$560,000.00. Sources of the budget increase were from the Water Fund (\$346,000.00), Sewer Fund (\$104,000.00) and Park-In-Lieu Fund (\$110,000.00), which resulted in increasing the total project budget from \$59,980,228.00 to \$60,540,228.00. The resolution additionally authorized the City Manager to appropriate a not-to-exceed amount of \$1,039,456.00 from construction contingency to fund the project's soft costs. This reduced the construction contingency from \$4,687,046.00 to \$3,647,590.00 (8.5% of the original construction contract amount).
- Additionally, on February 8, 2022, the City Council approved the appropriations of \$136,000.00 from the Water Fund and \$104,000.00 from the Sewer Fund for a temporary water bypass line deemed necessary after the commencement of construction due to its current alignment west of the former and new RAC facility. The City Council also approved the appropriation of \$110,00.00 from the Park In-Lieu Fund appropriation to fund the sidewalk and pedestrian improvements at Desoto Road to provide permanent pedestrian improvements.
- On January 24, 2023, the City Council adopted a resolution to transfer \$201,600.00 from the construction contingency to fund the tree removal on Crystal Springs that had been designated as an "extra hazardous fire condition" by the City of San Bruno Fire Chief and Fire Marshal. The RAC's construction contingency was reduced to \$3,445,990.00 (8.0% of the original construction contract amount).
- On March 15, 2023, there was a presentation made to the Recreation Aquatic Center Advisory Committee on the status of the project discussing the additional contingency need and the future action by City Council to request for additional funds from the San Bruno Community Foundation.