

**RESOLUTION NO. .**

**A RESOLUTION AUTHORIZING APPROVAL OF ADDITIONAL CONSTRUCTION CONTINGENCIES FOR THE SHERWOOD RECREATION CENTER BUILDING IMPROVEMENT, CIP 9535**

**WHEREAS**, the City of Salinas (City) receives and administers United States Department of Housing and Urban Development (HUD) entitlement Community Development Block Grant (CDBG) funds for addressing identified needs in the 2020-2024 Consolidated Plan that identified the Sherwood Recreation Center as a priority project; and

**WHEREAS**, on January 30, 2025, City staff submitted the Request for Release of Funds and Certification to HUD and on March 7, 2025, the City received the Authority to Use Grant Funds from HUD which then allowed City staff to issue the project bid on June 4, 2025; and

**WHEREAS**, On December 9, 2025, City Council, pursuant to Resolution No. 23382, awarded a contract to Precision Construction Services for the Sherwood Recreation Center Building Improvement, CIP 9535, in the amount of \$2,230,401 and approved a construction contingency amount of \$450,000; and

**WHEREAS**, Approximately \$114,000 of the \$450,000 approved construction contingencies remain. Nineteen change orders have been approved to date for a total change order amount of \$336,128.16; and

**WHEREAS**, In anticipation of major forthcoming change orders including solar light poles to replace the non-functioning parking lot lights, vertical safety netting around the open offices and basketball court, structural bracing for the existing unstable roof parapet wall, replacement of lobby windows, and future unforeseen change orders, staff is requesting an increase in construction contingency funds.

**NOW, THEREFORE, BE IT RESOLVED** that the City Council approves a \$200,000 increase in the construction contingencies for a revised construction contingency not to exceed \$650,000 for the Sherwood Recreation Center Building Improvement (CIP 9535); and

**BE IT FURTHER RESOLVED** that the City Council approves appropriating \$240,000 from Community Development Block Grants (CDBG) funds to CIP 9535.

**PASSED AND APPROVED** this 2<sup>nd</sup> day of June, by the following vote:

**AYES:**

**NOES:**

**ABSENT:**

**ABSTAIN:**

**APPROVED:**

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Dennis Donohue, Mayor

**ATTEST:**

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Patricia M. Soratos, City Clerk