

**RESOLUTION NO.**

**A RESOLUTION AUTHORIZING APPROVAL OF INCREASING 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**, On June 2, 2026, City Council, pursuant to Resolution No. 2026-093, authorized an increase of construction contingencies of \$200,000; and

**WHEREAS**, Approximately \$110,000 of the \$650,000 approved contingencies remain; and

**WHEREAS**, Pending change orders include installing safety netting, grinding and overlay of ADA stalls, replacement of deteriorated windows, cleaning of basketball court and minor unforeseen change orders as project nears completion.

**NOW, THEREFORE, BE IT RESOLVED** that the City Council approves a \$60,000 increase in the construction contingencies for a revised construction contingency not to exceed \$710,000 for the Sherwood Recreation Center Building Improvement (CIP 9535); and

**BE IT FURTHER RESOLVED** that the City Council approves appropriating \$60,000 from Community Development Block Grants (CDBG) funds to CIP 9535.

**PASSED AND APPROVED** this 30<sup>th</sup> day of June 2026, 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