

SPECIAL MEETING
ENGINEERING AND OPERATIONS COMMITTEE

AGENDA

MARCH 14, 2019
2:30 – 4:30 p.m.
Board Room

Marty Miller – Chair
Lois Fong-Sakai – Vice Chair
Ron Watkins – Vice Chair
Gary Arant
Jack Bebee
Kathleen Coates Hedberg
Tony Heinrichs
Joe Mosca

Jim Murtland
Jose Preciado
Joel Scalzitti
John Simpson
Tim Smith
Fern Steiner
Almis Udry

1. Roll call – Determination of quorum.
2. Additions to Agenda (Government Code Section 54954.2(b)).
3. Public Comment – opportunities for members of the public to address the Committee on matters within the Committee's jurisdiction.
4. Escalating Construction Costs and Impact on Capital Improvement Program. (Presentation)
5. ADJOURNMENT

Melinda Nelson
Clerk of the Board

NOTE: This meeting is called as an Engineering & Operations Committee meeting. Because a quorum of the Board may be present, the meeting is also noticed as a Board meeting. Members of the Board who are not members of the Committee may participate in the meeting pursuant to Section 2.00.060(g) of the Authority Administrative Code (Recodified). All items on the agenda, including information items, may be deliberated and become subject to action. All public documents provided to the committee or Board for this meeting including materials related to an item on this agenda and submitted to the Board of Directors within 72 hours prior to this meeting may be reviewed at the San Diego County Water Authority headquarters located at 4677 Overland Avenue, San Diego, CA 92123 at the reception desk during normal business hours.



March 6, 2019

Attention: Engineering and Operations Committee

Escalating Construction Costs and Impact on Capital Improvement Program

Purpose

This Special Engineering and Operations Committee Meeting will provide a preview of the upcoming Capital Improvement Program (CIP) budget for Fiscal Years 2020 and 2021.

Discussion

The construction market in the United States continues to be strong, with the same being true for the San Diego Region. This creates several challenges. Higher than expected construction bids, increasing material prices, greater competition in the labor market for skilled workers, and escalating wages has put upward pressure on the budgets for our CIP projects.

This Special Engineering and Operations Committee Meeting will provide a brief history of the CIP, an overview of how the Water Authority's CIP budget is developed, a discussion of the current challenges the public works construction industry is facing locally, potential mitigation measures for construction cost increases, and a preview of what to expect in the upcoming CIP budget for Fiscal Years 2020 and 2021.

Prepared by: Jerry Reed, Director of Engineering
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Kelley Gage, Director of Water Resources

Approved by: Sandra L. Kerl, Acting General Manager