

RESOLUTION NO. _____ (CM)

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF WATSONVILLE APPROVING CHANGE ORDER NO. 2 WITH K.J. WOODS CONSTRUCTION, INC., A CORPORATION, FOR THE WATER LINE REPLACEMENT BEACH ST., UNION ST., LINCOLN ST. PROJECT, NO. WA-25-14834, IN THE AMOUNT OF \$388,000 FROM THE WATER ENTERPRISE FUND FOR A REVISED TOTAL CONTRACT AMOUNT OF \$5,366,726.75; AND AUTHORIZING A \$210,000 BUDGET APPROPRIATION FROM THE WATER ENTERPRISE FUND [0720] TO BUDGET ACCOUNT 0720-913-7831-14834; AND AUTHORIZING CITY MANAGER TO EXECUTE SAME

WHEREAS, on July 8, 2025, the City Council adopted Resolution No. 186-25 (CM) and awarded contract to K.J. Woods Construction, Inc., a corporation, for the Water Line Replacement Beach St., Union St., Lincoln St. Project, No. WA-25-14834, in the amount of \$4,938,000; and

WHEREAS, on March 30, 2026, the City executed Change Order No. 1, and added tasks to the scope of work, and increased compensation, in the amount of \$40,726.75 for a revised total contract amount of \$4,978,726.75; and

WHEREAS, Change Order No. 2 will add tasks to the scope of work and increase the contract compensation, in the amount of \$388,000 for a revised total contract amount of \$5,366,726.75.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF WATSONVILLE, CALIFORNIA, AS FOLLOWS:

1. This project and the recommended added scope is exempt from the California Environmental Quality Act (“CEQA”) pursuant to Section 15302 Class 2(c), because it involves the replacement of an existing public water utility pipeline with negligible or no expansion of capacity. Further, none of the exceptions to the CEQA exemption in Section 15300.2 apply. This is because the project will have no impact on environmental resources of hazardous or critical concern and will not result in or

contribute to cumulative impacts. There are no unusual circumstances associated with the project that would result in a significant effect on the environment, nor would the project impact on scenic resources. The project is not situated on a hazardous waste site and would not impact on any historic resource. Therefore, the project is exempt from CEQA.

2. That the Contract Change Order No. 2 between the City of Watsonville and K.J. Woods Construction, Inc., a copy of which is attached, is hereby approved.

3. That the budget appropriation of \$210,000 from the Water Enterprise Fund [0720] to budget account 0720-913-7831-14834 is hereby authorized.

4. The City Manager is hereby authorized and directed to execute said Change Order No. 2 for and on behalf of the City of Watsonville with minor revisions that may be approved by the City Manager and the City Attorney.
