PALM BEACH COUNTY BOARD OF COUNTY COMMISSIONERS

AGENDA ITEM SUMMARY

Meeting Date:

February 7, 2023

[] Consent

[X] Regular

[] Ordinance

[] Public Hearing

Department:

Housing and Economic Development

I. EXECUTIVE BRIEF

Motion and Title: Staff recommends motion to approve: Community Development Block Grant (CDBG) funding of \$512,118 to the Town of Lake Clarke Shores for the rehabilitation of sanitary sewer improvements in the Maralago Cay and Seminole Manor neighborhoods in unincorporated Palm Beach County.

Summary: On July 13, 2021 (Agenda Item # 6C-2), the Board of County Commissioners (BCC) approved CDBG funding for \$224,882 to the Town of Lake Clarke Shores (Town) for the construction of sanitary sewer improvements on Forest Hill Boulevard. That project did not move forward and funding was reallocated to the rehabilitation of sanitary sewer improvements in the unincorporated Maralago Cay and Seminole Manor neighborhoods. The Town received two bids totaling \$981,100 and \$1,143,200, and requires additional funds to award the lowest bid. The Town has requested an additional \$512,118 in CDBG funds. Total CDBG funding will increase from \$224,882 to \$737,000. The Town will install curedin-place (CIP) sewer pipe lining, restore service line connections into the existing sewer mains, replace gravity sewer lines, and rehabilitate lining of selected manholes in Maralago Cay and Seminole Manor neighborhoods located south of Lantana Road, east and west of Lawrence Road in unincorporated Palm Beach County. The rehabilitation will be in the public right-of-way and the Town owns the sanitary sewer utility. Per CDBG requirements, at least 51% of the residents of the project service area are of low-and-moderate income. Total construction cost of the project is estimated to be \$981,100, and the Town will fund the balance. These are Federal CDBG funds which do not require a local match. Districts 2 & 3 (HJF)

Background and Policy Issues: The U. S. Department of Housing and Urban Development (HUD) provides Palm Beach County an annual formula-based allocation of CDBG funds. The CDBG program supports efforts to provide decent affordable housing, a suitable living environment, and expanding economic opportunities, principally for persons of low and moderate income. The proposed project is CDBG eligible under 24 CFR 570.201(c)—Public Facilities and Improvements. The project will meet the National Objective of benefitting low-and-moderate-income persons per 24 CFR 570.208(a)(1)—Area Benefit. The CDBG funding is contingent upon completion of an amendment to the County's Action Plan in accordance with 24 CFR Part 58.

Attachment(s):	Atta	achn	nen	t(S):
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1. Town of Lake Clarke Shores Letter

Recommended By:

Department Director

18/11/2

Date

Approved By:

Assistant County Administrator

Date

II. FISCAL IMPACT ANALYSIS

A. Five Year Summary of Fiscal Impact:

Fiscal Years	2023	2024	2025	2026	2027
Capital Expenditures					
Operating Costs	\$512,118				
External Revenues	(\$512,118)				
Program Income					
In-Kind Match (County)					
NET FISCAL IMPACT	0				

NET FISCAL IMPACT	0				
# ADDITIONAL FTE					
POSITIONS (Cumulative)					
Is Item Included In Curren Does this Item include the		eral funds?	Yes X Yes X	No No	_ _
		eral funds?	***************************************		-

B. Recommended Sources of Funds/Summary of Fiscal Impact:

Funding will be provided by the Community Development Block Grant program.

C. Departmental Fiscal Review:

Valerie Alleyne, Division Director II

III. REVIEW COMMENTS

A. OFMB Fiscal and/or Contract Development and Control Comments:

	ASDUL 1/20/23 OFMB JA 1119 LM	Contract Development and Control
В.	Legal Sufficiency:	mal 1/24/23/
	NI	

C. Other Department Review:

Assistant County Attorney

Department Director



Town of Lake Clarke Shores

Palm Beach County's Premier Lakeside Community Since 1957

January 5, 2023

Paul R. Shalhoub Mayor

Robert M. W. Shalhoub Vice Mayor

Gregory Freebold President Pro-Tem

Valentin Rodriguez, Jr. Council Member

Robert O. Gonzalez Council Member

Daniel P. Clark, P.E.Town Manager

Mary Pinkerman Town Clerk

William Smith, III Chief of Police Mr. Jonathan B. Brown Housing & Economic Development Palm Beach County 100 Australian Avenue, 5th Floor West Palm Beach, FL 33406

REF: Town of Lake Clarke Shores South Utility Service Area – Maralago Cay Sewer System Rehabilitation, CDBG Project

Mr. Brown,

The Town of Lake Clarke Shores opened bids for this project at 2 PM, December 21, 2022. Our engineers estimate for this sewer lining project was just over \$300,000. The DHES/CDBG grant amount is \$224,882. The Town received just two bids; LMK Pipe Renewal, LLC bid of \$981,100 and Hinterland Group, Inc. bid of \$1,143,200.

The Town doesn't have the additional funds to pay for this work, so our approach was to reduce the scope to match our budget. After a number of emails and discussions with DHES staff, it was pointed out we would need to rebid the project which creates several other issues including the need to adjust the construction timeline.

The reason for this letter is to ask if there are additional CDBG monies that can be allocated to this project? The Town could contribute \$244,100 to this project within the original time frame. The original grant amount was \$224,882. Can the County increase the grant amount by \$512,118 for a total grant of \$737,000?

The people served by this project are all located in unincorporated Palm Beach County and meet all the qualifications for CDBG funding. The project completes the last portions of the Maralago Cay sewer system infiltration reduction program. And, if you can commit to these additional funds by January 31, 2023; the Town can issue the award letter to LMK Pipe Renewal, LLC, the lowest responsive and responsible bidder on January 31, 2023 as set forth in our agreement for funding, hence maintaining the construction schedule.

The Town is grateful to Palm Beach County Department of Housing and Economic Development staff for their guidance and expertise.

All the best,

Daniel P. Clark, P.E.

Part Grade

Town Manager

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