

Staff Report

TO: Board of Directors

FROM: Gabe Aronow, P.E., Director of Engineering

DATE: February 11, 2026

SUBJECT: Amendment to the FY 2026 CIP Budget (Consent)

ENGINEERING

RECOMMENDATION:

Adopt a Resolution approving an amendment to the FY 2026 Capital Budget in the amount of \$1,497,550 to carry forward unspent appropriations from FY 2025 Capital Projects in Fund 15, Fund 55, and Fund 70.

BACKGROUND:

On November 12, 2025, the Board of Directors adopted the FY 2026 Budget, including the Capital Improvement Plan (CIP) Budget. In preparation for the FY 2026 Budget, estimates were made for ongoing FY 2025 projects to determine whether they would be completed in FY 2025 or in FY 2026.

Since the FY 2026 Budget was adopted, seven projects with FY 2025 appropriations were not completed and need to be disencumbered and reappropriated in FY 2026 for Capital Projects in Fund 15, Fund 55, and Fund 70 CIP Budgets.

The total budget amendment of \$1,497,550 requested in all Funds is allocated as follows:

Fund	Project #	Name of Project	Amount	Reason
15	C0007 (2376)	North Auburn WTP	\$ 686,380	Equipment delay
15	C0016 (2645)	Orr Creek Siphon	\$ 337,800	Redesign outlet
15	C0031 (2706)	China Pipe Crossing (Riffle Box Ravine)	\$ 48,370	Materials for installation
15	C0068 (2741)	North Auburn WTP Chemical Tanks	\$ 8,350	Materials for installation

Fund	Project #	Project Name	Amount	Reason
55	C0004 (2339)	Rucker Creek Spill Gate	\$ 170,000	Cost of the spill gate, tax & shipping costs
70	C0018 (2647)	Ramp Repairs GV HQ	\$ 77,650	Additional upgrades
70	C0026 (2689)	Charging Stations GV HQ	\$ 169,000	Design costs

Fund 15 – Water Capital – Total increase of \$1,080,900

Project No. C0007 (2376) North Auburn Water Treatment Plant – The Board approved a construction contract on July 12, 2023, for \$2,075,740 plus a contingency of \$200,000. Due to long lead times for the electrical equipment, the project was carried over into FY 2024 and FY 2025. Due to continued delays in receiving the equipment and completing factory testing, the project is being pushed into FY 2026, and a budget amendment of \$686,380 is necessary to complete the project. This amount includes the remaining encumbrance balance and the approved contingency. No additional funds are requested.

Project No. C0016 (2645), Combie Ophir II & III Siphon Replacement Project, Orr Creek – Construction of the Orr Creek Siphon phase began at the end of 2024 and is continuing into FY 2026 due to the redesign of the outlet. The balance of the construction contract plus the approved contingency is \$273,250. Environmental consultants have been onsite monitoring the construction activities pursuant to the mitigation measures approved by the Board. The monitoring is continuous throughout construction. The balance of the consulting agreement plus the approved contingency is \$17,040. The \$337,800 budget amendment request covers the remaining contract and contingency balances and the remaining FY 2025 budget balance. No additional funds are requested.

Project #C0031 (2706), China Pipe Crossing at Riffle Box Ravine – The pipe was purchased and received in FY 2025. Maintenance crews plan to install the new pipe in early FY 2026. The \$48,370 budget amendment request is necessary for miscellaneous installation materials. This is the remaining balance of the FY 2025 budget. No additional funds are requested.

Project #C0068 (2741), North Auburn WTP Chemical Tanks – Maintenance crews and the Electricians have some final work to perform installing the tanks. The remaining balance of the FY 2025 budget is \$8,350. This is sufficient to complete the installation. No additional funds are requested.

Fund 55 - Hydroelectric Capital – Total increase of \$170,000

Project No. C0004 (2339), Rucker Creek Spill Gate – Delivery of the Spill Gate has been extended and is now anticipated for delivery in February 2026. None of the FY 2025 Budget of \$195,000 for this project has been expended. The vendor provided a revised sales order, removing the Tail Bulkhead Gate, which reduced the cost significantly. The project is already included in the FY 2026 Budget for \$30,000 for miscellaneous installation expenses. The budget amendment request of \$170,000 for equipment, tax, and shipping costs is less than the FY 2025 remaining balance. No additional funds are requested.

Fund 70 - Administrative Capital – Total increase of \$246,650

Project No. C0018 (2647), Ramp Repairs, Grass Valley Headquarters – The contractor has some minor work to complete for the ramp leading to Operations. Additions to the project include replacing the top-level doors to ensure the safety of District staff and the public. The budget amendment request of \$77,650 does not exceed the remaining balance of the FY 2025 budget for the project. No additional funds are requested.

Project No. C0026 (2689), Charging Stations at Grass Valley Headquarters – This project is included in the 2026 Capital Budget for \$250,000. The project has been delayed pending PG&E’s review of the project, which has since been resolved. The next step is to get the electrical design underway and begin construction in 2026. The FY 2025 budget has a remaining balance of \$169,000, which is sufficient to cover design costs. The total 2026 budget for this project will be \$419,000. No additional funds are requested.

BUDGETARY IMPACT:

The total impact of the requested budget amendment is an increase to Water Fund 15 in the amount of \$1,080,900, an increase to Hydroelectric Fund 55 in the amount of \$170,000, and an increase to Internal Services Fund 70 in the amount of \$246,650. This is to carry forward unencumbered appropriations from FY 2025 to FY 2026. Moving appropriations from the prior year has a net impact of zero (\$0.00) on the Fund Balances.

GA

Attachments: One (1)
Resolution 2026-08



RESOLUTION NO. 2026-08
OF THE BOARD OF DIRECTORS OF THE NEVADA IRRIGATION DISTRICT

AUTHORIZING AN AMENDMENT TO THE FY 2026 CIP BUDGET IN THE AMOUNT OF \$1,497,550 TO CARRY FORWARD UNSPENT APPROPRIATIONS FROM FY 2025 CIP BUDGET IN WATER FUND 15, HYDROELECTRIC FUND 55 AND INTERNAL SERVICES FUND 70

WHEREAS, The Nevada Irrigation District (District) Board of Directors adopted the FY 2026 Annual Budget on November 12, 2025; and

WHEREAS, The FY 2025 Water Fund 15 CIP Budget has been accounted for through the year-end process and four projects were not completed in FY 2025, requiring the remaining FY 2025 appropriations to be disencumbered and reappropriated in FY 2026; and

WHEREAS, The FY 2025 Hydroelectric Fund 55 CIP Budget has been accounted for through the year-end process and one project was not completed in FY 2025, requiring the remaining FY 2025 appropriations to be disencumbered and reappropriated in FY 2026; and

WHEREAS, The FY 2025 Internal Services Fund 70 CIP Budget has been accounted for through the year-end process and two projects were not completed in FY 2025, requiring the remaining FY 2025 appropriations to be disencumbered and reappropriated in FY 2026.

NOW, THEREFORE, BE IT RESOLVED, by the Board of Directors of Nevada Irrigation District:

1. FY 2025 Capital Budget will be disencumbered in the amount of \$1,080,900 in Water Fund 15. Those funds will be reappropriated in the FY 2026 Budget as follows:
 - a. Project C0007 North Auburn Water Treatment Plant \$686,380

- b. Project C0016 Combie-Ophir II & III Siphon Replacement (Orr Creek) \$337,800
 - c. Project C0031 China Pipe Crossing at Riffle Box Canal \$48,370
 - d. Project C0068 North Auburn Water Treatment Plant Chemical Tanks \$8,350
2. FY 2025 Capital Budget will be disencumbered in the amount of \$170,000 in Hydroelectric Fund 55. Those funds will be reappropriated in the FY 2026 Budget as follows:
- a. Project C0004 Rucker Creek Spill Gate \$170,000
3. FY 2025 Capital Budget will be disencumbered in the amount of \$246,650 in Internal Services Fund 70. Those funds will be reappropriated in the FY 2026 Budget as follows:
- a. Project C0018 Ramp Repairs Grass Valley Headquarters \$77,650
 - b. Project C0026 Charging Stations at Grass Valley Headquarters \$169,000

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PASSED AND ADOPTED by the Board of Directors of the Nevada Irrigation District at a regular meeting held on the 11th day of February 2026 by the following vote:

AYES:	Directors:
NOES:	Directors:
ABSENT:	Directors:
ABSTAINS:	Directors:

President of the Board of Directors

Attest:

Secretary to the Board of Directors