

Capital Project Monitoring Report – March 2026

Construction Phase

CM Services

Row	Project No.	Project Name	Status	Notes, Upcoming Board Actions or potential issues	Deputy's Initials	In house	External	Combination
<u>Water Supply</u>								
1	95084002	10-Year Pipeline Inspection and Rehabilitation Project	Construction	West Pipeline - Phase 1: Site mobilization took place in August 2025, and procurement of long lead items is complete. The City of Saratoga Encroachment permit was issued on October 14, 2025. The shutdown of the West Pipeline began on November 3, 2025, and is scheduled to end on April 28, 2026. Staff is awaiting the results of the completed internal pipeline inspections. West Pipeline – Phase 2: Notice to Proceed was issued in October 2025. The contractor continues to work on product data and construction planning submittals. Procurement of long lead items is expected to be completed by November 2026.	EA	X		
2	26764001	IRP2 Additional Line Valves (A3)*	Construction	As reported previously, design of all four line valves have been completed and construction is scheduled with the West Pipeline, East Pipeline and Santa Teresa Force Main Inspection & Rehabilitation Projects.	EA	X		
3	91234002	Coyote Pumping Plant ASD Replacement	Construction	Construction activities began in October 2025. The Pumping Plant shutdown began on November 18, 2025, and will continue through May 29, 2026. The design-builder completed demolition of various electrical equipment in the switchyard and demolished the hydraulic valve operating system. The design-builder continues to demolish the Adjustable Speed Drive (ASD) gallery, has begun the electrical duct bank work in the switchyard and the installation of concrete equipment slabs.	EA	X		
4	92304001	Almaden Valley Pipeline Replacement	Construction	The construction contract was approved for advertisement by the Board on October 28, 2025. The Board awarded the construction contract to JF Shea, Inc. at the February 24, 2026 Board meeting.	EA	X		
5	94084007	Treated Water Isolation Valves	Construction	The construction contract was awarded in October 2025 as part of the West Pipeline Inspection & Rehabilitation Project, Phase 2. Construction activities are underway and progressing under the West Pipeline Phase 2 Project	EA	X		
6	91094009	South County Recycled Water Pipeline	Construction	The remaining pavement repairs have been delayed due to a dispute between the original contractor and its paving subcontractor and are expected to be completed in Spring 2026. For Phase 1C, construction activities for the recycled water pipeline began in January 2026.	EA	X		
7	93294057	Rinconada WTP Reliability Improvement (Phases 3-6)	Construction	The contractor has continued work on the 12 new dual media filters, with multiple crews working on the installation of rebar and concrete pours for the facility. The contractor continues to work on the filters' upper applied water channel walls, waste wash water slabs, gullet walls, divider walls, deck, and mechanical piping in the filter gallery. The Chlorine Contact Basin work continues on the vertical turbine pumps, sluice gate valves, and miscellaneous metals. The Ozone Generation Building work continues on the structure's walls and equipment pads. Work at the lower pond area has been completed for the 8-inch decant line installation, and continues for the bio-retention basin construction, detention basin excavation, and storm drain system improvements. Work at the Liquid Oxygen Facility has begun, including installing electrical duct banks and subgrade preparation. A tour took place on February 26, 2026 for elected officials from the Town of Los Gatos and the City of Saratoga.	EA			X

8	93234944	Penitencia WTP Residuals Management	Construction	The Board awarded the project to Mountain Cascade, Inc. in December 2025. Construction activities are anticipated to begin in February 2026.	EA	X	
9	91864006	Anderson Dam Tunnel (FOCP)	Construction	Construction of the Low-Level Outlet Tunnel (LLOT) lining work is advancing with the concrete lining work nearing completion which will be followed by steel pipe installation in the drop shaft and downstream end of the tunnel. The installation of the butterfly and fixed cone valves is in progress at the Diversion Outlet Structure. Construction of the South Weir has been completed and has been opened to flows in the channel.	RM		X
10	91864008	Coyote Creek Chillers Plant (FOCP)	Construction	Construction activities remained limited while addressing electrical system coordination and testing requirements. Major equipment installation was completed in August 2025, and interim punch list items were addressed. Revised electrical designs are now complete with associated materials being delivered to the site. Construction is expected to ramp up and transition into testing, commissioning, and startup, with completion anticipated by August 2026.	RM	X	
11	91864009	Coyote Percolation Dam Replacement (FOCP)	Construction	Construction was completed in March 2025, and the Notice of Completion was approved by the Board of Directors on July 8, 2025. The project team is waiting for PG&E to provide an updated schedule to complete work. Once the PG&E work is completed, Valley Water electrical staff will complete the final connections to the rubber dam and fish ladder facilities. Staff will then coordinate with Division of Safety of Dams to verify the permanent power to the site and obtain approval to operate the dam.	BY	X	

Flood Protection

12	26174051 26174052 26174054 26174055	Llagas Creek – Upper, Buena Vista Avenue to Llagas Road (SCW E6)*	Construction	Phase 1 Plant Establishment and Maintenance phase (Milestone 3) ended in March 2025. The Phase 1 Notice of Completion was approved by the Board of Directors on June 10, 2025. The Phase 2A Notice of Completion was approved by the Board of Directors on January 28, 2025. Phase 2B construction continues. The contractor has completed tree removals and the sewer work on Hale Ave. The project’s regulatory in-channel work window is May 1 through October 15. Widening and deepening of West Little Llagas Creek (Reach 6) and East Little Llagas Creek (Reach 14) began on May 1, 2025, and the creek improvements were completed by October 15, 2025. Beginning May 1, 2026, the final year of creek improvements will commence with an anticipated completion date of October 15, 2026. Phase 2B construction is expected to be completed in March 2027, followed by a three-year plant establishment phase.	BY	Phase 1 & Phase 2B	Phase 2A
13	00044026	San Francisco Bay Shoreline – Phase I (EIA 11)	Construction	Construction of levees by the US Army Corps of Engineers in Reaches 1-3, located between the Alviso Marina and U.S. Fish and Wildlife Service Don Edwards San Francisco Bay National Wildlife Refuge Environmental Education Center, began on December 6, 2021 and was completed in November 2025. Coastal Conservancy is working on obtaining necessary permits to begin hauling material in for the ecotone construction which is anticipated to begin this Spring 2026.	BY	N/A	USACE Const.

14	62084001	Watershed Asset Rehabilitation Program (WARP)	Construction	<p>Evelyn Fish Passage Project on Stevens Creek: Construction began on July 16, 2025. The Contractor was able to complete some tree removal and demolition of existing sheet piles during the 2025 summer construction season. Construction of the fish passage improvements will continue in June 2026.</p> <p>South Babb Creek Flood Mitigation Protection Project: Construction began in August 2025 and is now complete. The project went to the Board on February 24, 2026 for Notice of Completion and Acceptance of Work and was approved. This will be the last update for this project.</p> <p>Calabazas Creek Erosion Repair Project: This project addressed eroded channel banks at four specific locations along Calabazas Creek. Construction began in late August and was completed in October. It will go to the Board for approval for the Notice of Completion and Acceptance of Work on March 24, 2026.</p>	BY	X		
15	10394001	Palo Alto Flood Basin Tide Gate Structure Replacement	Construction	Construction for the seismic retrofit and rehabilitation elements of the project began in September 2025. The Contractor completed the seismic retrofit and rehabilitation work and mitigation planting on January 31, 2026. In September 2026, the Contractor will begin replacing six hydraulic flap gates and is scheduled to complete the installation by October 15, 2026.	BY	X		
Buildings & IT								
16	73274002	ERP System Implementation	Construction	The project team is now working with the vendor on the first Payroll/Time Entry bolt-on ERP application. Contractual negotiations and procurement are expected to follow.	CL	N/A	N/A	N/A
17	60204022	Security Upgrades and Enhancements	Construction	This project enhances the overall security of Valley Water facilities by designing and installing a modern technical security system capable of addressing today's security and investigative requirements to counter security threats. The project is being delivered in three phases. The construction contract for Phase 1, which involves fencing replacement, is in progress. Valley Water has taken beneficial use of the completed works at the Silicon Valley Water Purification Center site, the Blossom Hill Annex site, the Santa Teresa Water Treatment Plant site, the Winfield Complex site and the Headquarters Corporate Yard site. Phase 2, focusing on surveillance and access control system replacement, is now in the contract negotiation stage, with final agreement execution anticipated upon successful completion of negotiations. Phase 3, the expansion of the surveillance system, is in the planning phase and will be advanced after the completion of Phase 2 to ensure a seamless progression in enhancing the overall security infrastructure.	TN	X		

*This project meets the commitments of the voter-approved Safe, Clean Water Program (SCW). For a full description of the SCW benefits and KPIs, please visit www.valleywater.org.

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