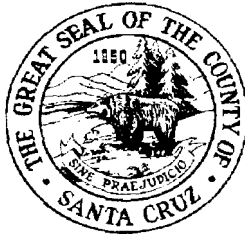

GENERAL SERVICES



COUNTY OF SANTA CRUZ

GOVERNMENTAL CENTER
(408) 454-2210
ROY K. HOLMBERG
DIRECTOR

701 OCEAN STREET, ROOM 330, SANTA CRUZ, CALIFORNIA 95060-4073
TDD: (408) 454-2123 FAX: (408) 454-2710

July 22, 1998

Agenda: August 4, 1998

**Board of Supervisors
County of Santa Cruz
701 Ocean Street
Santa Cruz, California 95060**

STATUS REPORT ON CNG REFUELING FACILITY

Dear Members of the Board:

On May 19, 1998 your Board accepted a status report on the two compressed natural gas (CNG) fueling facility projects of the Natural Gas Fueling Coalition, and directed a further update on or before today's meeting.

All site preparation work that remained uncompleted at the time of the April 22, 1998 electrical fire related to the Santa Cruz facility has now been completed by local contractors, and the Watsonville site work is also complete. The General Services Department has been working with the original contractor on an appropriate contract adjustment in consideration of unfinished work. Currently, a proposal by the original contractor has been submitted to County Counsel. Review by the County Administrative Officer will also be required.

The Natural Gas Fueling Coalition has contracted with the equipment manufacturer to complete final connection work, test the card access and dispensing system and provide training in both operation and maintenance. Staff are also developing the associated fee schedule which will provide for ongoing maintenance needs. It is expected that both facilities will be fully operational within 45-60 days.

CNG Project
8/4//98
-P2-

It is therefore **RECOMMENDED** that your Board:

1. **Accept and file this status report on the Natural Gas Fueling Coalition projects; and**
2. **Direct General Services to return with a final update and report on or before the meeting of September 15, 1998.**

Very truly yours,


ROY HOLMBERG
General Services Director

RH/sb
CNG0910

RECOMMENDED:



SUSAN A. MAURIELLO
County Administrative Officer

cc: Coalition file