



## AGENDA MEMORANDUM

*Finance Department*

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**City Council Meeting Date: June 2, 2026**

**To:** City Council  
**From:** Steve C. Chaipel, Deputy City Manager/CFO  
**Date:** May 25, 2026

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**SUBJECT:** CDBG-DR Grant #DR10257 Amendment #1

**BACKGROUND:** [On January 14, 2025, the Sanibel City Council approved](#) a pass through grant to fund the reconstruction of the Sanibel Fire & Rescue District's Station 171. The funds were passed from the U.S. Department of Housing & Urban Development (HUD)'s Public Facilities Infrastructure Program to Lee County Board of County Commissioners. The County Commissioners awarded \$9,142,388.24 to the project.

Due to inflationary cost pressures and other circumstances, the Fire District requested additional funds for the project. The Lee County Commissioners have subsequently awarded an additional \$1,641,544.95 for the project, increasing the overall project budget to \$10,783,933.19.

**RECOMMENDED ACTION:** Approve the additional grant award and increased project budget and authorize the City Manager to execute the amendment with Lee County. Additionally authorize Staff to amend the [existing subrecipient agreement \(SRA\)](#) between the City and the Fire District and authorize the City Manager to execute the amendment.

*Sanibel is and shall remain a barrier island sanctuary*