



## AGENDA MEMORANDUM

*Finance Department*

**City Council Meeting Date: August 18, 2026**

**To:** City Council  
**From:** Steve C. Chaipel, Deputy City Manager/CFO  
**Date:** August 11, 2026

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**SUBJECT:** Sanibel Police Building Construction (CDBG-DR Grant #DR10680)

**BACKGROUND:** On [January 13, 2026](#), City Council approved the CDBG-DR subrecipient grant agreement #DR10680 with Lee County, which provides funding for the construction of a new Sanibel Police Station.

Lee County has since advised the City of certain administrative updates that need to be incorporated after conducting an environmental review of the site and project per U.S. Department of Housing and Urban Development (HUD) guidelines. The County determined that information from the review needed to be included in the grant agreement.

Additionally, the County has agreed to add the management of the Federal Davis-Bacon Act requirements into the agreement rather than later drafting an amendment or a separate contract (based on a request by City staff). The Davis-Bacon Act of 1931 is a federal law that establishes the requirement for paying the local prevailing wages on public works projects for laborers and mechanics. It is applicable to contractors and subcontractors performing on federally funded or assisted contracts more than \$2,000 for the construction, alteration, or repair of any public buildings or public works projects.

The total financial obligation of the agreement and project has not changed.

**RECOMMENDED ACTION:** Approve the revised agreement for CDBG-DR grant #DR1068 and authorize the City Manager to execute the agreement.

*Sanibel is and shall remain a barrier island sanctuary*