



REPORT TO CITY COUNCIL

To: Honorable Mayor and Members of the City Council

From: Jason Simpson, City Manager

Prepared by: Barbara Leibold, City Attorney

Date: February 24, 2026

Subject: CONFERENCE WITH LEGAL COUNSEL--ANTICIPATED LITIGATION
Significant exposure to litigation pursuant to paragraph (2) of subdivision (d) of Gov't Code Section 54956.9: One potential case.
Dispute regarding Agreement for Public Works Construction (Camino Del Norte Sewer Extension Improvements Project). The contractor, Aneen Construction Inc., asserts it is entitled to additional compensation for additional bedrock encountered, additional excavation and additional shoring costs. City staff has disputed the claim for additional compensation.