



June 12, 2026

McKinney Community Development Corporation

CONTACT: Cindy Schneible, President

Re: Project Grant Application Submitted by City of McKinney Engineering Department (4B24-03) in an Amount of Up to Five Hundred Thousand and NO/100 Dollars (\$500,000.00) for Eligible Improvements to Chestnut Elevated Storage Tank Including Structural Repairs, LED Lighting Improvements, and Site Improvements Including Landscape, Irrigation and Paving Repairs at 131 S. Chestnut Street in McKinney, Texas. This request represents 17% of the Total Project Cost.

Dear Ms. Schneible:

The City is contracted with Blastco Texas Inc. for the construction of Chestnut 0.5 MG Elevated Storage Tank Rehabilitation Project (WA2240). The original contract documents required that this project be substantially completed within 220 calendar days and after issuance of the Notice to Proceed, which occurred on August 28, 2025.

As construction on the project progressed, existing franchise utilities on the site were found to be in conflict with the contractor's operations, which delayed construction. The City issued a change order to the contractor which extended their contract time by 172 calendar days to account for the franchise utility delays. Construction is expected to be substantially complete by September 2026. An additional 30 calendar days are allowed to reach final completion. Final completion is expected in October 2026.

The City is requesting an extension to the Grant 4B24003 deadline from June 30, 2026 to December 31, 2026.

Thank you for your efforts and assistance in completing the referenced Project.

Sincerely,

A handwritten signature in blue ink, appearing to read "Blake Sills", is written over a light blue horizontal line.

Blake Sills, P.E.
Engineering CIP Manager

cc: WA2240 File