

Memorandum

REPORT TO: City Commission

FROM: Brit Fontenot, Economic Development Director

SUBJECT: Authorize the City Manager to Sign a Professional Engineering Services Agreement with Allied Engineering for an Environmental Review and Infrastructure Design of the Family Promise Water Line

MEETING DATE: June 16, 2026

AGENDA ITEM TYPE: Agreement - Vendor/Contract

RECOMMENDATION: Approve as presented.

STRATEGIC PLAN: 2.2 Infrastructure Investments: Strategically invest in infrastructure as a mechanism to encourage economic development.

BACKGROUND:

The City of Bozeman Economic Development Department, through the Community Housing Program, is supporting Family Promise of Gallatin Valley by using Community Development Block Grant (CDBG) funds to improve their water capacity, in an effort to enable the use of existing units on site for additional emergency and transitional housing. A much-needed service in the area. As part of the project, water service improvements are required to provide adequate domestic and fire flow capacity to the site and to ensure compliance with City of Bozeman engineering and utility standards. The proposed water line extension and associated infrastructure improvements will connect the facility to the city's municipal water system and support the long-term operation of the development and future expansion.

The city solicited professional engineering services to assist with the design, permitting, bidding, and construction administration necessary for the water line project. Allied Engineering Services, Inc. was identified as the most qualified firm based on its experience with municipal utility infrastructure, familiarity with city standards and procedures, and demonstrated ability to deliver similar projects within established schedules and budgets. Allied has completed numerous public infrastructure projects in the Bozeman area and possesses the technical expertise required to efficiently advance the project on a restricted timeline.

Approval of the professional services agreement with Allied Engineering will allow the city to proceed with the final design and implementation of the Family Promise water line improvements. The project will support critical

community infrastructure, facilitate the full utilization of their existing facility that provides essential services to vulnerable residents, and ensure that utility improvements are designed and constructed in accordance with applicable regulatory and city requirements. Staff recommends approval of the agreement to maintain the project schedule and advance the necessary public infrastructure improvements.

UNRESOLVED ISSUES: None.

ALTERNATIVES: At the discretion of the Bozeman City Commission.

FISCAL EFFECTS: The cost of the environmental review and design of the Family Promise water line improvement is estimated at \$139,023. Funding for the review and improvement will come from Community Development Block Grant funds allocated to the City of Bozeman by the Department of Housing and Urban Development (HUD).

Attachments:

[AESI Review - Engineering Services Agreement Allied Engineering Family Promise Water Infrastructure.pdf](#)
[Family Promise Water System Improvements - Proposal for Services 2026_04_20.pdf](#)

Report compiled on: June 2, 2026