SUBMITTAL TO THE BOARD OF SUPERVISORS COUNTY OF RIVERSIDE, STATE OF CALIFORNIA



FROM: Waste Management Department

SUBMITTAL DATE: June 17, 2010

SUBJECT: Agreement between County and City of Corona for Maintenance of the Corona Sanitary Landfill in Exchange for Payments to County

RECOMMENDED MOTION: That the Board Supervisors approve the Agreement between City of Corona and the County of Riverside at the Closed Corona Sanitary Landfill, and authorize the Chairman to execute the Agreement on behalf of the Board.

BACKGROUND: The City of Corona has requested that the Department take over the operation and maintenance of the landfill gas collection system and flare station at the Corona Landfill in consideration of the Department's known expertise in this area. Discussions over the past few years between staff and both agencies has resulted in the attached Agreement, wherein a cost sharing arrangement has been reached, given the partial ownership of both agencies and prior operation of the landfill by the County through a lease that expired in March of 2008 on City land. (continued)

Current F.Y. Total Cost: \$116,000 in Current Year Budget: No **FINANCIAL Current F.Y. Net County Cost: Budget Adjustment:** \$ N/A No DATA **Annual Net County Cost:** For Fiscal Year: \$ N/A 2009/2010 SOURCE OF FUNDS: Remediation Funds **Positions To Be Deleted Per A-30** Requires 4/5 Vote C.E.O. RECOMMENDATION: **APPROVE**

County Executive Office Signature

Dep't Recomm.:

6Departmental Concurrence

Policy

X

Policy

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Consent

ED COUNTY COUNSEL) (

Prev. Agn. Ref.:

District: 2nd

Agenda Number:

Hans W. Kernkamp, General Manager-Chief Engineer

12.2

Exec. Ofc.

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<u>History</u>

The City negotiated with a private contractor in 1984 to have a gas collection system and gas-to-energy facility installed and received 12% of power sales revenue in exchange for gas rights at the Corona landfill. The Department received one quarter of the 12% power sales revenue received by the City, and the private contractor operated the landfill gas collection system and gas-to-energy facility for the next 20 years until December 31, 2003. The gas collection and gas-to-energy facility was turned over to the City from the private contractor in January 2004 and the City attempted to continue operation of the 300 kWh gas-to-energy facility until the cost of operating it exceeded the revenue received. At that time, the Department assisted the City by providing specifications for a flare station in June 2004, which the City installed at their cost in June 2005 and then terminated operation of the gas-to-energy facility.

To date, the Department has performed all of the maintenance and monitoring of the landfill, aside from the City's operation of the landfill gas collection and flaring system. The Department closed the site in compliance with applicable regulations in 1992 and since that time has been performing Post Closure Maintenance at the Corona Landfill (approximately 18 years). The Department has maintained/repaired drainage structures, roads, erosion and fencing, while also installing groundwater monitoring wells and perimeter gas probes. The Department collects surface water, air, gas and groundwater samples for analysis by certified laboratories as required by Federal, State and local rules and regulations. The Department also prepares and submits various reports to the South Coast Air Quality Management District (SCAQMD), California Department of Resources Recycling and Recovery (CalRecycle), Riverside County Health Department – Local Enforcement Agency (LEA) and Santa Ana Regional Water Quality Control Board (SARWQCB). These actions have been completed at the sole expense of the Department, even though both the City and the Department own the landfill.

Agreement

The Department has reviewed and investigated the cost of operating the Corona Landfill gas collection and flaring system and believes that the costs are comparable to the operation of the County's 10 existing flare and gas collection systems. The Department is amenable to taking over the Corona flare and gas collection system and the following are key terms required of the City within the Agreement:

- 1. Share the estimated \$36,000 per year operations and maintenance cost with the County (\$18,000/year, for nineteen years).
- 2. Pay \$80,000 up front to the Department to upgrade the dilapidated gas well assemblies and 2,840 linear feet of PVC well lateral piping to HDPE pipe, and to replace or reinforce 10% of the larger PVC header pipes. This cost is based on the Department's experience with PVC gas collection systems at other sites and their respective maintenance issues.
- 3. Sign the permitting documents for the SARWQCB's Waste Discharge Requirements.
- 4. Transfer landfill gas rights to the County.
- 5. Allow landfill gas condensate from the Corona landfill to gravity feed to City's sewer system onsite at no cost or restrictions.
- Agree to have equal financial responsibility for efforts to perform any required future remediation efforts required by local, state, or federal agencies during the term of the agreement.
- Agree to share and work mutually together in times of "Uncontrollable Circumstances".

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The Department would absorb the administrative costs of transferring the system over in light of the commitments made by the City. The Department's budget will be amended during a quarterly adjustment to cover the forecasted expenses and has sufficient revenue to cover the cost.

In addition, the Department has determined that this agreement is exempt under California Environmental Quality Act (CEQA) pursuant to CEQA Guidelines sections 15061, subdivision (b)(3), 15272, and 15301. The Department will file a Notice of Exemption within 72 hours of Board approval. County Counsel has reviewed and staff recommends approval of the agreement.

HWK:jrm:mdh PD# 60433v3

AGREEMENT BETWEEN COUNTY OF RIVERSIDE AND

CITY OF CORONA

for

Post Closure Maintenance, Environmental Monitoring, and Operation and Maintenance of the Landfill Gas Collection System and Flare Station at the Corona Sanitary Landfill

RECITALS

WHEREAS, CITY and COUNTY recognize that it is in the public interest to continue to conduct post-closure maintenance, environmental monitoring, and operation and maintenance of the landfill gas collection system and flare station at the Corona Sanitary Landfill; and,

WHEREAS, CITY owns approximately fifty-nine (59) out of eighty (80) acres of the closed Corona Sanitary Landfill, located on land at 14340 Magnolia Ave., Corona, CA 91720 (as shown on Exhibit A); and,

WHEREAS, COUNTY owns approximately twenty-one (21) out of eighty (80) acres of the closed Corona Sanitary Landfill located on land at 14340 Magnolia Ave., Corona, CA 91720 (as shown on Exhibit A); and,

WHEREAS, COUNTY has leased the CITY owned property since April 1, 1958 and said lease expired on March 31, 2008.

WHEREAS, CITY has previously taken responsibility for operation and maintenance of the landfill gas collection system and flare station; and,

WHEREAS, COUNTY has taken responsibility for closure, post-closure maintenance and environmental monitoring; and,

WHEREAS, COUNTY has well developed and established post-closure, environmental monitoring and landfill gas and flare station operation programs.

NOW, THEREFORE, in consideration of the mutual promises, covenants and conditions herein contained, the Parties mutually agree as follows:

1. TERM OF AGREEMENT

This Agreement shall be effective upon full execution by all Parties and shall automatically terminate on October 21, 2028, unless there are Uncontrollable Circumstances or future remediation costs that extend beyond October 21, 2028, in which case the CITY and COUNTY shall continue to share the financial costs of conducting these efforts.

2. COUNTY'S DUTIES

COUNTY agrees to provide and/or perform the following services related to maintenance and monitoring at the closed Corona Sanitary Landfill:

- 2.1. Provide thirty (30) years of post-closure maintenance (deemed to have commenced on October 21, 1998), consisting of the following: erosion control and repair; weed abatement; road maintenance; litter control; fence maintenance and repair; permit acquisition or modification; and any data collecting, reporting or notifications to various local, state, and federal agencies.
- 2.2. Provide environmental monitoring consisting of the following: South Coast Air Quality Management District (SCAQMD) Rule 1150.1 air and gas monitoring or sampling; Santa Ana Regional Water Quality Control Board (SARWQCB) storm water sampling, groundwater sampling, landfill gas condensate sampling; Local Enforcement Agency (LEA) landfill gas detection perimeter probe installation, repair, monitoring and sampling; permit acquisition or modification; and any data collecting, reporting or notifications to various local, state, and federal agencies.

- 2.3. Provide operation and maintenance of the landfill gas collection system and flare station consisting of the following: installation, maintenance and repair of gas wells, gas monitoring assemblies, lateral pipes, header pipes, valves, ports and condensate lines; monitoring and adjustment of landfill gas collection system; maintenance, repair and operation of flare station; maintaining weekly flare logs; arranging and providing annual flare source emissions test; landfill gas condensate collection and disposal to CITY sewer line; permit acquisition or modification; and any data collecting, reporting or notifications to various local, state, and federal agencies.
- 2.4. Cooperate with CITY to transfer utilities and permits to the County as necessary to accomplish responsibilities as outlined in this Agreement.

3. CITY'S DUTIES

CITY agrees to provide and/or perform the following:

- 3.1. Within 30 days of approval of this Agreement by both CITY and COUNTY, pay the COUNTY a one time payment of \$80,000 to be used for repair of the aging landfill gas collection system.
- 3.2. Pay the COUNTY \$18,000 per year for nineteen (19) years, with the first annual installment due 30 days after approval of this Agreement by both CITY and COUNTY and then annually each year thereafter. These funds will be used by the COUNTY to offset an estimated fifty percent (50%) of the cost associated with operation and maintenance of the landfill gas collection system and flare station for the remaining post-closure care period.
- 3.3. Transfer any landfill gas rights to COUNTY.
- 3.4. Sign any and all permitting documents for Corona Sanitary Landfill (for example, the SARWQCB's Waste Discharge Requirements).
- 3.5. Allow all landfill gas condensate generated at the Corona Sanitary Landfill to gravity feed to the CITY'S sewer system at no cost or restrictions to the COUNTY.
- 3.6. Cooperate with the COUNTY to transfer any and all utilities and permits necessary for COUNTY to perform its obligations contained herein.

- 3.7. Release to COUNTY all documentation in possession of or controlled by the City associated with gas collection system, flare station and master drainage facilities (both onsite and offsite) to include but not limited to: Flare Operations Manual, maps, drawings, permits, inspection logs, and reports, drainage area studies, hydrology studies, etc.
- 3.8. Allow 60 days to transfer phone and electrical service from CITY to COUNTY after the approval of this Agreement.
- 3.9. Immediately upon approval of this Agreement by both CITY and COUNTY, CITY shall be deemed to have transferred to COUNTY all ownership rights in the landfill gas flare and collection system as well as any appurtenances; and CITY shall sign any additional documents requested by COUNTY to effect this transfer.

4. COUNTY APPROVAL OF WORK

Any proposed work to be completed by the CITY, its representatives, contractors or consultants, located anywhere on the closed Corona Sanitary Landfill property that may disrupt post-closure maintenance activities, environmental monitoring and sampling activities, operation of the gas collection system and flare station, or determined to potentially do any harm to the environment, as reasonably determined by COUNTY, is strictly subject to COUNTY's prior written approval of a "Workplan" to be submitted by CITY, its representatives, contractors or consultants. However, such approval from the County of the Workplan shall not be withheld unless COUNTY provides a written statement of the reasons for withholding approval, which shall consist of specific descriptions of how the proposed Workplan will disrupt or compromise post-closure maintenance activities, environmental monitoring and sampling activities, operation of the gas collection system and flare station, or do harm to the environment. If COUNTY withholds approval of a proposed Workplan, COUNTY shall work diligently with CITY, its representatives, contractors, or consultants to approve a Workplan that is acceptable to

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COUNTY. The "Workplan" at a minimum shall include but shall not be limited to: a clear description of the scope of work contemplated; a clear description outlining how the disruption to the COUNTY's monitoring and maintenance responsibilities will be mitigated; maps sufficient to analyze impacts existing facilities; to locations of proposed investigation/disturbance (i.e., borings, compaction tests, excavations, etc.); any necessary regulatory permits (or a commitment to obtain such permits, if COUNTY's approval of the Workplan is a prerequisite for the issuance of such permits); equipment types and specifications; schedule of activities; and a Health and Safety Plan. CITY shall provide additional information, or satisfy any additional requirements, as may be reasonably required by COUNTY prior to the start of any work in order to allow COUNTY to evaluate the Workplan. COUNTY may, in its discretion, submit the "Workplan" for review and approval (if legally required) by the following entities: California Regional Water Quality Control Board, California Integrated Waste Management Board, Riverside County Department of Environment Health (Local Enforcement Agency), and the South Coast Air Quality Management District. To the extent that COUNTY believes that any other regulatory body or agency has authority over the closed Corona Sanitary Landfill now or in the future, and COUNTY wishes to submit a Workplan for such body or agency's review and approval, COUNTY and CITY shall meet and confer regarding whether such body or agency actually has regulatory authority. COUNTY may make its approval of a Workplan contingent upon approval by the regulatory bodies or agencies to which COUNTY has submitted the Workplan pursuant to this section.

5. HOLD HARMLESS

5.1. CITY shall indemnify and hold harmless the County of Riverside, its Agencies and Departments, their respective directors, officers, Board of Supervisors, elected and appointed officials, employees, agents and representatives (the "COUNTY'S Indemnified Parties") from any liability,

claim, action or damage whatsoever except to the extent a particular claim arises out of the negligence or misconduct of COUNTY and/or the COUNTY's Indemnified Parties, including but not limited to, property damage, bodily injury, or death, based upon any act or omission of CITY, its officers, employees, contractors, agents or representatives arising out of or in any way relating to this Agreement or their activities at or for the Corona Sanitary Landfill; and CITY shall defend at its sole expense and pay all costs and fees, including but not limited to, attorney fees, cost of investigation, defense and settlements or awards, on behalf of the COUNTY'S Indemnified Parties in any such claim or action.

- 5.2. COUNTY shall indemnify and hold harmless CITY, its officers, elected and appointed officials, employees, agents and representatives (the "CITY'S Indemnified Parties") from any liability, claim, damage or action whatsoever except to the extent a particular claims arises out of the negligence or misconduct of CITY, including but not limited to, property damage, bodily injury, or death, based upon any act or omission of COUNTY, its Agencies and Departments, their respective directors, officers, Board of Supervisors, elected and appointed officials, employees, agents and representatives arising out of or in any way relating to this Agreement; and COUNTY shall defend at its sole expense and pay all costs and fees, including but not limited to, attorney fees, cost of investigation, defense and settlements or awards, on behalf of the CITY'S Indemnified Parties in any claim or action based upon such liability.
- 5.3. The provisions of this section shall survive the termination of this Agreement.

6. UNCONTROLLABLE CIRCUMSTANCE(S)

- 6.1. "Uncontrollable Circumstance(s)" means any act, event or condition outside either Party's control that is not the result of willful or negligent action or inaction on the part of such Party, which materially and adversely affects the ability of either Party to perform any of its obligations hereunder, and shall include:
 - 6.1.1. Any labor action, other than a labor action by the employees of COUNTY or CITY.

- 6.1.2. The failure of any appropriate federal, State, County, or local public agency or private utility having operational jurisdiction in the area in which the Corona Sanitary Landfill is located, to provide and maintain utilities, services, water, sewer or power transmission lines.;
- 6.1.3. A change in laws or regulations applicable to the Corona Sanitary Landfill or related facilities;
- 6.1.4. Without limitation, "Uncontrollable Circumstance(s)" shall not include:
 - (a) Either Party's breach hereunder or failure to act in a reasonable and prudent manner;
 - (b) Any change in law with respect to any taxes based on or measured by net income, or any unincorporated business, payroll, franchise or employment taxes.
- 6.2. Neither Party shall be in breach of its obligations hereunder in the event, and for so long as it is impossible or extremely impracticable for it to perform such obligations due to an Uncontrollable Circumstance(s) if such Party exerted reasonable efforts to prevent such Uncontrollable Circumstance(s). Upon the occurrence of any Uncontrollable Circumstance(s) CITY shall continue to pay COUNTY annually as stated in 3.2 of this Agreement. COUNTY agrees to use its reasonable efforts during such period to reduce costs and expenses related to such Uncontrollable Circumstance(s). Any additional cost associated with operations and maintenance of the landfill gas collection system and flare station caused by Uncontrollable Circumstance(s) shall be paid equally by CITY and COUNTY for the duration of this Agreement. Any savings associated with operations and maintenance of the landfill gas collection system and flare station caused by Uncontrollable Circumstance(s) shall be shared equally by CITY and COUNTY for the duration of this Agreement. COUNTY and CITY mutually agree to cooperate to the fullest extent during any Uncontrollable Circumstance(s), in which both parties agree to provide timely access to data, information and personnel.

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thereof to the other Party, including describing the Uncontrollable Circumstance(s). 7. MUTUAL REMEDIATION RESPONSIBILITY

6.3. The Party experiencing Uncontrollable Circumstance(s) shall give immediate written notice

CITY and COUNTY agree to have equal financial responsibility for efforts to perform any future remediation efforts required by any local, state or federal agency during the term of this Agreement. COUNTY and CITY mutually agree to cooperate to its fullest extent in the case of any future remediation requirements, including but not limited to providing the other Party with timely access to data, information, personnel and funding.

8. ADMINISTRATION

- 8.1. COUNTY's Waste Management Department General Manager-Chief Engineer (or designee) shall administer this Agreement on behalf of COUNTY.
- 8.2. The City Manager, or designee, shall administer this Agreement on behalf of CITY.

9. ALTERATION

No alteration or variation of the terms of this Agreement shall be valid unless made in writing and signed by the parties hereto, and no oral understanding or agreement not incorporated herein, shall be binding on any of the parties hereto.

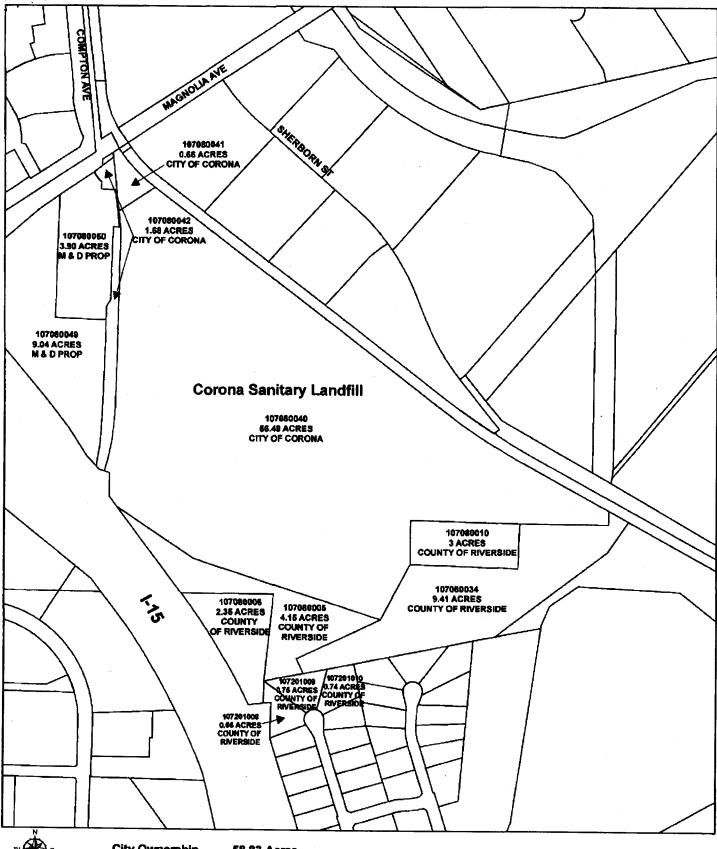
10. TERMINATION

COUNTY shall have the right to terminate this Agreement immediately in the event CITY fails to perform any of its duties or obligations hereunder and fails to remedy such non-performance within thirty (30) days of receipt of written notice of non-performance from COUNTY. CITY shall have the right to terminate this Agreement immediately in the event COUNTY fails to perform any of its duties or obligations hereunder and fails to remedy such non-performance within thirty (30) days of receipt of written notice of non-performance from CITY.

11. ENTIRE AGREEMENT

FORMAPPROVED COUNSEL () ()
BY: NEAL R. KIPNIS () DATE

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Not To Scale

City Ownership - 58.83 Acres County Ownership - 21.06 Acres

This information is made available through the Riverside County Geographic Information System. The information is for reference purposes only, it is intended to be used as base level information only and is not intended to replace any recorded documents or other public records. Contact appropriate County Department or Agency if necessary. Reference to recorded documents and public records may be necessary and its advisable.

Exhibit A Corona Sanitary Landfill **Property Ownership**