# FISCAL PROCEDURES APPROVED ROBERT E. BYRD, AUDITOR-CONTF

## FORM APPROVED COUNTY COUNSEL

### Consent Exec. Ofc.: Pe

Policy

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#### SUBMITTAL TO THE BOARD OF DIRECTORS OF THE REDEVELOPMENT AGENCY **COUNTY OF RIVERSIDE, STATE OF CALIFORNIA**





FROM: Redevelopment Agency

**SUBMITTAL DATE:** August 19, 2010

SUBJECT: Approval of Reimbursement Agreement between the Riverside County Redevelopment Agency and the County of Riverside for the Mecca Downtown Streets Revitalization Project - Phase 2

**RECOMMENDED MOTION:** That the Board of Directors:

<ol> <li>Find the following in accordance with Section 33445 of the Health and Safety Code:         <ul> <li>a) The Mecca Downtown Street Revitalization Project is of benefit to the Desert Communities</li> <li>Project Area - Sub-Area Mecca as it will eliminate blighted conditions by rehabilitating deteriorated infrastructure and providing necessary improvements within the community; and</li> </ul> </li> </ol>							
Continued)							
Robert Field Executive Director							
FINANCIAL DATA	Current F.Y. Net County Cost:	\$ 5,867,000 \$ 0	Budget Adjustment	- , ,	lo lo		
	Annual Net County Cost:	\$ O \$ O	For Fiscal Year:	2010			
COMPANION ITEM ON BOARD OF SUPERVISORS AGENDA: Yes							
SOURCE OF FU Area (100%)	DURCE OF FUNDS: Redevelopment Agency – Desert Communities Project Positions To Be						
				Requires 4/5 Vote			
County Executive Office Signature  APPROVE  BY: Manual Man							
Jounty Executive Office Signature / / //							

Prev. Agn. Ref.: 3.17 and 4.2 of 11/4/08, 9.9 of 1/8/08, 4.2 of 4/16/06, 4.1 of 12/21/04

District: 4

Agenda Number:

Redevelopment Agency
Approval of Reimbursement Agreement between the Riverside County Redevelopment Agency and the
County of Riverside for the Mecca Downtown Streets Revitalization Project – Phase 2
August 19, 2010
Page 2

#### **RECOMMENDED MOTION: (Continued)**

- b) No other reasonable means of financing the project are available to the community;
- c) The payment of funds for the proposed improvements is consistent with the Implementation Plan for the Project Area and is necessary to effectuate the purpose of the Project Area's Redevelopment Plan which identifies road infrastructure as a necessary improvement for the Mecca Community;
- 2. Approve and authorize the Chairman to execute the Reimbursement Agreement by and between the Redevelopment Agency and the County of Riverside; and
- 3. Authorize the Executive Director to sign subsequent relevant and necessary documents to implement the Reimbursement Agreement.

#### BACKGROUND:

The community of Mecca and the County of Riverside have identified certain improvements that are needed in the Mecca Downtown Area, including sidewalk improvements that are a priority for this pedestrian-oriented community.

The Mecca Downtown Street Revitalization Project includes the construction of approximately seven miles of street, sidewalk, curb and gutter, and street light improvements for 15 streets within the downtown Mecca community. The proposed improvements are intended to increase pedestrian safety by providing sidewalks and upgraded street lighting, and will improve driving and drainage conditions through the reconstruction of street pavement and the installation of curb and gutter.

The streets and their limits include:

66<sup>th</sup> Avenue from Hammond Road to Frank J. Valdovino Road 2<sup>nd</sup> Street from Hammond Road to Home Avenue 3<sup>rd</sup> Street from Hammond Road to Frank J. Valdovino Road 4<sup>th</sup> Street from Hammond Road to Frank J. Valdovino Road 5<sup>th</sup> Street from Lincoln Street to Frank J. Valdovino Road 6<sup>th</sup> Street from Lincoln Street to Dale Kiler Road 7<sup>th</sup> Street from Date Palm Street to Dale Kiler Road Hammond Road from 5<sup>th</sup> Street to south of 66<sup>th</sup> Avenue Lincoln Street from 5th Street to 7<sup>th</sup> Street Coahuilla Street from 66<sup>th</sup> Avenue to 65<sup>th</sup> Avenue Date Palm Street from 66<sup>th</sup> Avenue to 65<sup>th</sup> Avenue Brown Street from 66<sup>th</sup> Avenue to 6<sup>th</sup> Street Dale Kiler Road from 66<sup>th</sup> Avenue to 7<sup>th</sup> Street Home Avenue from 66<sup>th</sup> Avenue to 5<sup>th</sup> Street Frank J. Valdovino Road from south of 3<sup>rd</sup> Street to 5<sup>th</sup> Street

The project was found exempt from CEQA November 4, 2008 BOD Item 4.2.

(Continued)

Redevelopment Agency Approval of Reimbursement Agreement between the Riverside County Redevelopment Agency and the County of Riverside for the Mecca Downtown Street Revitalization Project – Phase 2

August 19, 2010

Page 3

**BACKGROUND**: (Continued)

The project will be constructed in four phases. The first phase of construction has been completed and included the following 2 streets:

2<sup>nd</sup> Street from Hammond Road to Home Avenue Hammond Road from 2<sup>nd</sup> Street to 3<sup>rd</sup> Street

The second phase of construction will include the following streets:

3<sup>rd</sup> Street from Hammond Road to Home Avenue

4th Street from West of Coahuilla Street to East of Dale Kiler Road

5<sup>th</sup> Street from Hammond Road to Dale Kiler Road

Coahuilla Street from 2<sup>nd</sup> Street to 5<sup>th</sup> Street

Date Palm Street from 2<sup>nd</sup> Street to 5<sup>th</sup> Street

Brown Street from 2<sup>nd</sup> Street to 5<sup>th</sup> Street

Dale Kiler Road from 2<sup>nd</sup> Street to 5<sup>th</sup> Street

Hammond Road 5th Street to 300 feet southerly

Section 33445 of the Health and Safety Code provides that a Redevelopment Agency may assist in the design or development of improvements that are of benefit to the project area or in the immediate neighborhood in which the project is located. The attached reimbursement agreement between the Riverside County Redevelopment Agency and the County of Riverside will provide funds for the Transportation Department to perform construction and construction management for the above listed streets in Phase 2.

The funding for future phases of construction will be handled through separate reimbursement agreements between the Riverside County Redevelopment Agency and the County of Riverside.

Agency staff recommends that the Board of Directors make the required findings and approve the reimbursement agreement between the Riverside County Redevelopment Agency and the County of Riverside for the Mecca Downtown Street Revitalization Project - Phase 2.

County Counsel has reviewed and approved the agreement as to form.

Previous agenda reference:

November 4, 2008

Items 3.17 and 4.2

January 8, 2008

Item 9.9

April 16, 2006

Item 4.2

December 21, 2004 Item 4.1

Attachment: Reimbursement Agreement

Project No. X1005

Contract No. 10-08-010
Riverside Co. Transportation

## REIMBURSEMENT AGREEMENT BY AND BETWEEN

## THEREDEVELOPMENT AGENCY FOR THE COUNTY OF RIVERSIDE AND THE COUNTY OF RIVERSIDE FOR THEMECCA DOWNTOWN STREETS REVITALIZATION PROJECT – PHASE 2

THIS REIN	IBURSEMENT AGRE	EMENT, hereinafter AGREEMENT is entered			
into on this	day of	, 2010, by and between the			
Redevelopment Agency for the County of Riverside, a public body corporate and politic					
in the State of California, hereinafter AGENCY, and the County of Riverside, by and					
through its Trans	sportation Department,	hereinafter COUNTY, hereinafter collectively			
referred to as the	e Parties, for the cons	struction of Phase 2 of the Mecca Downtown			
Streets Revitaliza	tion Project.				

#### <u>WITNESSETH</u>

WHEREAS, AGENCY is a redevelopment agency duly created, established and authorized to transact business and exercise its powers, all under and pursuant to the provisions of the Community Redevelopment Law which is Part 1 of Division 24 of the California Health and Safety Code (commencing with Section 33000 et seq.);

WHEREAS, the County of Riverside has adopted by Ordinance No. 638 on December 23, 1986, and amended by Ordinance No. 786 adopted May 11, 1999, a redevelopment plan for an area within the County known as the Mecca Sub-Area of the Desert Communities Redevelopment Project Area (hereinafter PROJECT AREA);

WHEREAS, the Redevelopment Plan (hereinafter PLAN) was adopted in order to eliminate blight and revitalize the substandard physical and economic conditions that exist within the PROJECT AREA;

WHEREAS, pursuant to Section 33125 of the California Health and Safety Code, the AGENCY is authorized to make and execute contracts and other instruments necessary or convenient to the exercise of its powers;

WHEREAS, pursuant to Section 33421 of the California Health and Safety Code

Mecca Streets Phase 2 - Agreement by RDA and Transportation - Page 1 of 10

a redevelopment agency may cause, provide to undertake or make provision with other agencies for the installation, or construction of streets, utilities, parks, playgrounds and other public improvements necessary for carrying out in the PROJECT AREA the redevelopment plan;

WHEREAS, pursuant to Section 33445 of the California Health and Safety Code, upon specific findings, a redevelopment agency may, with the consent of the legislative body, pay all or a part of the value of the land for and the cost of the installation and construction of any building, facility, structure or other improvement that is publicly owned either within or without the PROJECT AREA;

WHEREAS, AGENCY and the COUNTY have determined that there is a great need for street improvements within the community of Mecca, and

WHEREAS, the PROJECT will benefit the PROJECT AREA and community by providing sidewalks for pedestrians, improving driving surfaces, improving drainage conditions and eliminating blight within the PROJECT AREA, which meets a primary objective of the PLAN;

WHEREAS, the AGENCY agrees to reimburse the COUNTY for costs associated with the construction of the PROJECT;

**NOW, THEREFORE,** in consideration of the covenants, conditions and provisions contained herein, the Parties hereto do hereby agree as follows:

**SECTION 1.** Purpose of AGREEMENT. The purpose of this AGREEMENT is to set forth the terms and conditions by which AGENCY will reimburse COUNTY for COUNTY'S actual costs associated with the construction of the PROJECT.

SECTION 2. <u>Location of the Project</u>. The PROJECT is located within the Desert Communities Redevelopment Project Area – Mecca Sub-Area and more specifically on 3<sup>rd</sup> Street, 4<sup>th</sup> Street, 5<sup>th</sup> Street, Hammond Road, Coahuilla Street, Date Palm Street, Brown Street, and Dale Kiler Road in the unincorporated community of Mecca, as further detailed in Exhibit A, which is attached hereto and made a part hereof by this reference.

**SECTION 3.** Scope of Work. The work to be performed by the COUNTY includes construction, construction management, and construction inspection for street improvements in the Mecca community, including the replacement of pavement and street lights, and the addition of curb, gutter, sidewalk and access ramps on the following streets (hereinafter the "PROJECT"):

- 3<sup>rd</sup> Street from Hammond Road to Home Avenue;
- 4th Street from west of Coahuilla Street to east of Dale Kiler Road;
- 5<sup>th</sup> Street from Lincoln Avenue to Dale Kiler Road;
- Hammond Road from 5<sup>th</sup> Street to south of 5<sup>th</sup> Street.
- Coahuilla Street from 2<sup>nd</sup> Street to 5<sup>th</sup> Street;
- Date Palm Street from 2<sup>nd</sup> Street to 5<sup>th</sup> Street;
- Brown Street from 2<sup>nd</sup> Street to 5<sup>th</sup> Street;
- Dale Kiler Road from 2<sup>nd</sup> Street to 5<sup>th</sup> Street;

**SECTION 4.** Construction of the Project. The contractor(s) for the Project are to be selected by COUNTY. COUNTY shall cause the construction of the PROJECT to be carried out in compliance with all applicable laws, including, but not limited to, all applicable federal and state and local environmental, occupational, safety and health standards; nondiscrimination requirements; accessibility for the disabled; and prevailing wage laws.

**SECTION 5.** <u>Permits</u>. COUNTY agrees to obtain, secure or cause to be secured any and all permits and/or clearances which may be required by COUNTY or any other federal, state or local governmental or regulatory agency relating to the Project.

SECTION 6. <u>Time Limit</u>. COUNTY shall complete the work that is the subject of this agreement within a period of twenty-four (24) months after the date of execution of this AGREEMENT. In the event said twenty-four (24) month period expires prior to completion of the work, the terms of this AGREEMENT may be extended upon written consent of Parties. Nothing in this Section shall be deemed a waiver of any or all claims

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or other actions by either party in regard to any breach of this AGREEMENT.

**SECTION 7. Payment.** AGENCY shall reimburse COUNTY for the actual cost of the PROJECT as outlined in Exhibit B, which is attached hereto and made a part hereof by this reference. Said cost for improvements and services shall not to exceed five million eight hundred and sixty seven thousand (\$5,867,000) dollars which shall constitute the full and complete financial obligation of the AGENCY. Said amount shall include, but is not limited to, all of COUNTY's charges to construct the PROJECT.

COUNTY shall invoice AGENCY monthly or quarterly for the work performed during the prior month and submit documentation to verify reimbursable expenditures by COUNTY. A written project status report shall also be included with each invoice. Said status report shall provide a description of the work completed that AGENCY is being billed for and indicate the percentage of the project which is completed. The final invoice shall be received by AGENCY within twelve (12) months of completion of the construction of the project. After said twelve (12) month period, AGENCY will reprogram any remaining funds.

SECTION 8. Principal Contact Persons. The following individuals are hereby designated to be the principal contact persons for their respective parties:

AGENCY: Leah Rodriguez, Project Manager

Redevelopment Agency for the County of Riverside

44-199 Monroe St., Suite B, Indio, CA 92201

(760) 863-2534

RCTD: Cathy Wampler, Senior Civil Engineer

Riverside County Transportation Department

4080 Lemon Street, 8th Floor, Riverside, CA 92501

(951) 955-6803

**SECTION 9. Conflict of Interest.** No member, official or employee of AGENCY or COUNTY shall have any personal interest, direct or indirect, in this AGREEMENT nor shall any such member, official or employee participate in any decision relating to this

AGREEMENT which affects his or her personal interests or the interests of any corporation, partnership or association in which he or she is directly or indirectly interested.

SECTION 10. Interpretation and Governing Law. This AGREEMENT and any dispute arising there under shall be governed and interpreted in accordance with the laws of the State of California. This AGREEMENT shall be construed as a whole according to its fair language and common meaning to achieve the objectives and purposes of the Parties hereto, and the rule of construction to the effect that ambiguities are to be resolved against the drafting party shall not be employed in interpreting this AGREEMENT, all parties having been represented by counsel in the negotiation and preparation hereof.

**SECTION 11.** No Third Party Beneficiaries. This AGREEMENT is made and entered into for the sole protection and benefit of the Parties hereto. No other person or entity shall have any right of action based upon the provisions of this AGREEMENT.

**SECTION 12.** <u>Indemnification</u>. Except as to any legal challenge or claim brought by any person or entity questioning the use of redevelopment funds for the purposes set forth herein that is the subject of this AGREEMENT:

- (i) COUNTY shall indemnify and hold AGENCY, its elected officials, officers, directors, affiliates, agents and employees free and harmless from liability to any person or entity not a party to this AGREEMENT from any damage, loss or injury to person and/or property which primarily relates to or arises from the negligence or willful misconduct of COUNTY, its officers, agents, or employees in the execution or implementation of this AGREEMENT;
- (ii) AGENCY shall indemnify and hold COUNTY, its officers, agents, or employees free and harmless from any person or entity not a party to this AGREEMENT from any damage, loss or injury to person and/or property which primarily relates to or arises from the negligence or willful misconduct of AGENCY, its elected officials, officers, directors, affiliates, agents, or employees in the execution or

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SECTION **13.** COUNTY's Insurance. COUNTY shall cause Contractor/Consultant to maintain in force, until completion and acceptance of the PROJECT, a policy of Contractual Liability Insurance, including coverage of Bodily Injury Liability and Property Damage Liability, in the amount of Two Million Dollars (\$2,000,000) minimum single limit coverage, and a policy of Automobile Liability Insurance in the amount of One Million Dollars (\$1,000,000) minimum. Endorsements to each policy shall be required which name the AGENCY, its officers, directors, officials, agents and employees as additionally insured. COUNTY shall also require COUNTY's Contractors/Consultant to maintain Worker's Compensation Insurance. COUNTY shall provide Certificates of Insurance and Additional Insured Endorsements which meet the requirements of this section to AGENCY upon request.

**SECTION 14.** <u>Section Headings</u>. The Section headings herein are for the convenience of the Parties only and shall not be deemed to govern, limit, modify or in any manner affect the scope, meaning or intent of the provisions or language of this AGREEMENT.

**SECTION 15.** <u>Project Sign</u>. COUNTY agrees that AGENCY may place a project sign at the project site identifying the road improvement project as a Riverside County Redevelopment Agency Project.

SECTION 16. Entire Agreement. This AGREEMENT is intended by the Parties hereto as a final expression of their understanding with respect to the subject matter hereof and as a complete and exclusive statement of the terms and conditions thereof and supersedes any and all prior and contemporaneous agreements and understandings, oral or written, in connection therewith. Any amounts to or clarification necessary to this AGREEMENT shall be in writing and acknowledged by all Parties to the AGREEMENT.

SECTION 17. <u>Amendments to the Agreement</u>. AGENCY'S Executive Director, or his designee, is authorized to approve and execute amendments to the

AGREEMENT for additional reimbursements not-to-exceed Twenty-Five Thousand Dollars (\$25,000). Such amendments shall be mutually agreed upon by and between the AGENCY'S Executive Director and COUNTY'S Director of Transportation and shall be incorporated in written amendments to this AGREEMENT.

SECTION 18. Successors and Assigns. This AGREEMENT shall inure to the benefit of, and be binding upon, the successors, executors, administrators, legal representatives and assigns of the Parties hereto.

**SECTION 19.** Termination by AGENCY. AGENCY shall have the right to terminate this AGREEMENT in the event COUNTY fails to perform, keep or observe any of its duties or obligations hereunder; provided however, that COUNTY shall have thirty (30) days in which to correct such breach or default after written notice thereof has been served on it by AGENCY.

SECTION 20. Termination by COUNTY. COUNTY shall have the right to terminate this AGREEMENT in the event AGENCY fails to perform, keep or observe any of its other duties or obligations hereunder; provided however, that AGENCY shall have thirty (30) days in which to correct such breach or default after written notice thereof has been served on it by COUNTY.

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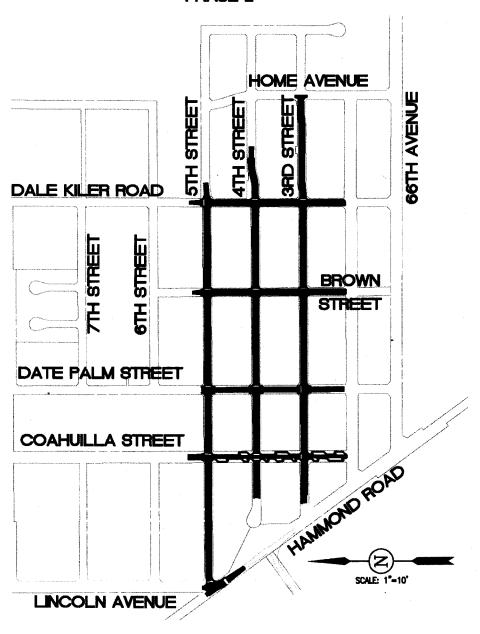
1	END OF AGREEMENT-SIGNATURES ON NEXT PAGE					
2	IN WITNESS WHEREOF, AGENCY and COUNTY have executed this AGREEMEN					
3	as of the date first above written.					
4						
5	REDEVELOPMENT AGENCY FOR THE COUNTY OF RIVERSIDE	COUNTY OF RIVERSIDE				
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8	Marian Ashlay Chairman	Marian Aphlay Chairman				
9	Marion Ashley, Chairman Board of Directors	Marion Ashley, Chairman  Board of Supervisors				
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12						
13	ATTEST: Kecia Harper-Ihem					
14	Clerk of the Board					
15						
16						
17	BY: Deputy					
18	Boputy					
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21	APPROVED AS TO FORM:					
22	Pamela J. Walls					
23	Agency Counse					
23 24						
2 <del>4</del> 25	BY: Mit COOQ					
23 26	Deputy					
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## EXHIBIT A LOCATION OF PROJECT

#### MECCA STREETS REVITALIZATION PROJECT PHASE 2



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1	EXHIBIT B					
2						
3	SCOPE OF WORK					
4						
5	COUNTY will oversee and/or perform the following tasks:					
6						
7	Preliminary Survey *	<b>\$0</b>				
8	Design *	<b>\$0</b>				
9	Environmental *	<b>\$0</b>				
10	Right of Way **	<b>\$0</b>				
11	Construction	\$4,067,000				
12	Construction Contingency 20%	\$800,000				
13	Construction Eng/Inspection/Survey	<u>\$1,000,000</u>				
14	TOTAL	\$5,867,000				
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16						
17						
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21	Notes:					
22	* Not a part of this AGREEMENT.					
23	** Acquisition of rights-of-way and right-of-entry to be performed by AGENCY.					
24	<b>///</b>					
25	<i>   </i>					
26	<i>///</i>					
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28	R:\RDACOM\DIS4\Mecca\Street Improvements Phase 2\Mecca Ph 2 Reimb Agree 08-03-2010 accept all changes8.9.10.docx					
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