

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

102A



**FROM:** TLMA - Transportation Department

**SUBMITTAL DATE:**

May 26, 2010

**SUBJECT:** Sub-Reimbursement Agreement between the County of Riverside, Coachella Valley Association of Governments (CVAG), City of Palm Springs, City of Cathedral City and City of Rancho Mirage for I-10 at Ramon Road/Bob Hope Drive Interchange.

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

1. Approve and authorize the Chairman of the Board to execute the Sub Reimbursement Agreement between the County of Riverside, Coachella Valley Association of Governments (CVAG), City of Palm Springs, City of Cathedral City and City of Rancho Mirage for the Ramon Road/Bob Hope Drive Interchange project located on Interstate 10, and;
2. Authorize the use of up to \$255,164 of Development Impact Fee (DIF) Roads, Bridges and Major Improvement Fund for the Coachella Western Area (Fund 30508) for costs associated

Juan C. Perez  
Director of Transportation

(Continued On Attached Page)

<b>FINANCIAL DATA</b>	Current F.Y. Total Cost:	\$ 0	In Current Year Budget:	No
	Current F.Y. Net County Cost:	\$ 0	Budget Adjustment:	No
	Annual Net County Cost:	\$ 0	For Fiscal Year:	2011/12
<b>SOURCE OF FUNDS:</b> DIF Major Improvement Fund 30508 (100%)				<b>Positions To Be Deleted Per A-30</b> <input type="checkbox"/>
				<b>Requires 4/5 Vote</b> <input type="checkbox"/>

**C.E.O. RECOMMENDATION:**

APPROVE

BY:   
Tina Grande

**County Executive Office Signature**

FORM APPROVED COUNTY COUNSEL  
BY: MARSHAL L. VICTOR  
DATE: 8/20/10

Departmental Concurrence

Policy  Policy

Consent  Consent

Dep't Recomm.:  
Per Exec. Ofc.:

Prev. Agn. Ref.

District: 4

Agenda Number:

ATTACHMENTS FILED  
WITH THE CLERK OF THE BOARD

3.39

The Honorable Board of Supervisors

RE: Sub-Reimbursement Agreement between the County of Riverside, Coachella Valley Association of Governments (CVAG), City of Palm Springs, City of Cathedral City and City of Rancho Mirage for I-10 at Ramon Road/Bob Hope Drive Interchange.

May 26, 2010

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with improvements to the Ramon Road/Bob Hope Drive Interchange, and;

3. Direct the Executive Office to transfer up to \$255,164 from Development Impact Fee Roads, Bridges and Major Improvement Fund for the Coachella Western Area (Fund 30508) to the Transportation Department as needed, pursuant to contracts and billings received for improvements to the Ramon Road/Bob Hope Drive Interchange.

**BACKGROUND:** Ramon Road/Bob Hope Drive at Interstate 10 Interchange project is identified as a project of regional importance by CVAG and is listed in CVAG's Transportation Project Prioritization Study. This project will construct a new interchange to Interstate 10 between the Date Palm Drive Interchange and the Ramon Road Interchange and modify the existing Ramon Road Interchange. The project is under construction.

Under CVAG's reimbursement policy, CVAG will fund the "Regional Share" of the project which is 75% of the eligible costs. The "Local 25% Share" and any ineligible project costs will be paid by the local agencies. The "Local 25% Share" for the Ramon Road/Bob Hope Drive Interchange project is estimated at \$541,750. This very small local share contribution was made possible through the efforts of CVAG and RCTC to receive \$23,509,000 million in ARRA funds.

A benefit assessment evaluation to determine the distribution of the "Local 25% Share" for this project has been performed and adopted by CVAG, after extensive input from the members of its jurisdiction. Based on ratios of traffic generated by each of the jurisdictions, the following is the schedule of percentages for the "Local 25% Share":

<u>Jurisdiction</u>	<u>Percentage</u>	<u>Estimated Costs</u>
County of Riverside	47.10%	\$ 255,164
City of Palm Springs	17.76%	\$ 96,215
City of Cathedral City	16.30%	\$ 88,305
City of Rancho Mirage	18.84%	<u>\$ 102,066</u>
	Total	\$ 541,750

The purpose of this agreement is to provide the local agencies with their share of the project costs. Caltrans, the lead agency, has awarded a contract for construction and project cost shares are now more certain. CVAG will advance the funds and funding from the local agencies is due at after the completion of the project, estimated in spring 2012.

The Development Impact Fee (DIF) program, which is governed under Ordinance 659.6, allows for the use of DIF funds for those facilities identified on the Public Facilities Needs List to the Year 2010, in which the Ramon Road/Bob Hope Drive Interchange project is included.

Project No: A4-0747 (Ramon Road/Bob Hope Interchange)

**SUB-REIMBURSEMENT AGREEMENT**

**BY AND BETWEEN  
CVAG, COUNTY OF RIVERSIDE, CITY OF PALM SPRINGS, CITY OF CATHEDRAL CITY  
AND CITY OF RANCHO MIRAGE**

**For  
Interchange Project at I-10 and Ramon Road/ Bob Hope Drive**

**THIS AGREEMENT** is made and entered into this \_\_\_ day of \_\_\_\_\_, 2010 by and between the **Coachella Valley Association of Governments ("CVAG")**, a California joint powers agency, and the **County of Riverside, the City of Palm Springs, the City of Cathedral City and the City of Rancho Mirage ("Local Agencies")** with reference to the following background facts and circumstances:

The "Coachella Valley Area Transportation Study," a valley-wide study prepared under the auspices of CVAG, has identified various transportation and highway projects throughout the Coachella Valley as projects of regional importance. These projects are listed in the Transportation Project Prioritization Study, as updated from time to time (the "TPPS"); and

CVAG, by agreement with its member agencies and with the Riverside County Transportation Commission, has been designated as the agency through which certain funds designated for the TPPS projects within the Coachella Valley ("regional funds") are to be conveyed and disbursed for the purpose of completing said projects; and

Under CVAG's reimbursement policy for administering regional funds for eligible projects undertaken by its member jurisdictions, the cost of the eligible project is split into a "Local Share" and a "Regional Share." The "Regional Share," paid by CVAG from regional funds, is equal to seventy-five percent (75%) of eligible costs, as defined by applicable CVAG policies and procedures in effect at the time CVAG is invoiced by the lead agency for reimbursement. All remaining costs constitute the "Local Share."

Although sometimes referred to as the "Local 25% Share," the Local Share includes not only the remaining twenty-five percent (25%) of eligible costs as defined by CVAG policy, but also one hundred percent (100%) of all ineligible project costs.

As determined by a benefit assessment evaluation for each project, the jurisdiction within which a regional project is sited, as well as those jurisdictions in the near vicinity most-immediately benefited, are assessed a specified portion of the Local Share. Accordingly, as to each project, and after extensive input from its member jurisdictions, CVAG has adopted a schedule of the percentages of the Local Share to be charged to each of the responsible jurisdictions based on the ratio of trips generated by each of the respective jurisdictions.

As each project proceeds, CVAG enters into a reimbursement agreement with the lead agency for the regional project. Pursuant to that reimbursement agreement, CVAG is invoiced and makes reimbursement for certain project costs.

Now, therefore, this Agreement is intended to provide for collection and payment of Local Agency's applicable percentage of the Local Share of the costs of the below-described regional project.

1. Local Agency agrees to contribute its percentage assessment of the Local Share as shown below for the **I-10 Interchange at Ramon Road/Bob Hope Drive** Project ("Project"):

SCHEDULE OF LOCAL SHARE OBLIGATIONS:

<u>Jurisdictions</u>	<u>% Assessment of Local Share</u>	<u>Current Estimated Cost</u>
County of Riverside	47.10%	\$ 255,164
Palm Springs	17.76%	\$ 96,215
Cathedral City	16.30%	\$ 88,305
Rancho Mirage	18.84%	\$ 102,066

2. CVAG has entered into an agreement ("Reimbursement Agreement") with the State of California, Department of Transportation ("Caltrans,") the lead agency for the Project, concerning the administration of regional funding for the cost of the Project.

3. The terms of the Reimbursement Agreement and the contract(s) by and between Caltrans and the contractor(s) for the Project shall define the scope of the Project.

4. Upon final payment from CVAG to Caltrans for reimbursement of the Regional Share of the Project costs, CVAG shall obtain a final report containing a record of all costs incurred with respect to the Project and the source of all payments applied toward such costs.

5. Upon receipt of the Final Report, CVAG shall prepare a schedule of the local share obligations for the Project and invoice each responsible jurisdiction for the unpaid balance of its percentage share. Within sixty (60) days of the date of the receipt of said invoice, Local Agency shall transmit to CVAG the entire unpaid balance of the Local Share assessed to Local Agency.

6. Except as to any portion of the Local Agency's percentage assessment that CVAG previously advanced to Caltrans or other third party, all monies paid to CVAG by the Local Agency as its percentage assessment for the Project shall be held by CVAG for the benefit of, and subsequent transfer to, Caltrans. However, nothing herein shall prevent Caltrans and Local Agency from entering into an agreement prior to the completion of the Project whereby Local Agency agrees to pay all or some of its Local Share directly to Caltrans. Any such payments shall be shown in the Final Report as credits to be applied as offsets against Local Agency's assessed share of the Project costs.

7. In the event Local Agency disputes the invoiced assessment, the following procedures shall apply:

7.1. Local Agency may request supporting documentation consistent with the lead agency's obligation to CVAG as set out in the Reimbursement Agreement. Upon documentation that the subject expense has been paid as a cost of the Project, Local Agency shall pay the corresponding invoice within five business days after receipt of said documentation.

7.2 Subject only to appeal to CVAG's Executive Committee, CVAG's Executive Director shall be the final arbiter of any dispute as to sums owed by the Local Agency

for its percentage assessment of the Local Share for the Project. As to any portion of the Local Agency's percentage assessment that CVAG previously advanced for the Project or for which CVAG is otherwise obligated to reimburse to Caltrans or any other third party, CVAG's approval of said Project costs shall be final and not subject to challenge by Local Agency.

7.3 Neither the pendency of dispute nor its consideration by CVAG will excuse Local Agency from full and timely performance in accordance with the terms of this Agreement.

8. CVAG shall permit Local Agency, at any reasonable time, upon reasonable notice, to inspect any records maintained by the lead agency for the Project and available to CVAG pursuant to the terms of the Reimbursement Agreement, as well as any records obtained and maintained by CVAG in the regular course of its administration of the regional funds for the Project.

9. The occurrence of any one or more of the following events shall, at CVAG's option, constitute an event of default and Local Agency shall provide CVAG with immediate notice thereof:

9.1 Any warranty, representation, statement, report or certificate made or delivered to CVAG by Local Agency or any of Local Agency's officers, employees or agents now or hereafter which is incorrect, false, untrue or misleading in any material respect;

9.2 Local Agency shall fail to pay, perform or comply with, or otherwise shall breach, any obligation, warranty, term or condition in this agreement or any amendment to this agreement, or any agreement delivered in connection with the Project; or

9.3 There shall occur any of the following: dissolution, termination of existence or insolvency of Local Agency; the commencement of any proceeding under any bankruptcy or insolvency law by or against Local Agency; entry of a court order which enjoins, restrains or in any way prevents Local Agency from paying sums owed to creditors.

10. No waiver of any event of default or breach by one party hereunder shall be implied from any omission by the other party to take action on account of such default, and no express waiver shall affect any default other than the default specified in the waiver and the waiver shall be operative only for the time and to the extent therein stated. Waivers of any covenant, term, or condition contained herein shall not be construed as a waiver of any subsequent breach of the same covenant, term or condition. The consent or approval by one party to or of any act by the other party shall not be deemed to waive or render unnecessary the consent or approval to or of any subsequent or similar act.

11. This agreement is made and entered into for the sole protection and benefit of CVAG and Local Agency and no third person shall have any right of action under this agreement.

12. This Agreement is for funding purposes only and nothing herein shall be construed so as to constitute CVAG as a party to the construction or in ownership or a partner or joint venturer with any other entity with respect to the Project. Local Agency shall assume the defense of, indemnify and hold harmless CVAG, its member agencies, and their respective officers, directors, agents, employees, servants, attorneys, and volunteers, and each and every one of them, from and against all actions, damages, claims, losses and expenses of every type

and description to which they may be subjected or put by reason of or resulting from the actions or inactions of Local Agency related to the Project or taken in the performance of this agreement or any other agreement entered into by Local Agency with reference to the Project. CVAG shall assume the defense of, indemnify and hold harmless Local Agency, its officers, directors, agents, employees, servants, attorneys, and volunteers, and each of them, from and against all actions, damages, claims, losses, and expenses of every type and description to which they may be subjected or put by reason of or resulting from the actions or inactions of CVAG taken in the performance of this agreement or any other agreement entered into by CVAG with reference to the Project.

13. This agreement may not be assigned without the express written consent of CVAG first being obtained.

14. Local Agency, its successors in interest and assigns shall be bound by all the provisions contained in this Agreement.

15. No officer or employee of a party to this agreement shall be personally liable to any other party to this agreement, or any successor in interest, in the event of any default or breach or for any amount which may become due to a party or to its successor.

16. No officer or employee of CVAG shall have any personal interest, direct or indirect, in this agreement; nor shall any such officer or employee participate in any decision relating to this agreement which affects his or her personal interest or the interest of any corporation, partnership or association in which she or he is, directly or indirectly, interested.

17. CVAG warrants that the funds received from CVAG pursuant to this agreement shall only be used in a manner consistent with CVAG's reimbursement policy for regional projects and all applicable regulations and laws. Any provision required to be included in this type of agreement by federal or state law shall be deemed to be incorporated herein.

18. All notices or other communications required or permitted hereunder shall be in writing and shall be either personally delivered (which shall include delivery by means of professional overnight courier service which confirms receipt in writing, such as Federal Express or UPS); sent by telecopier or facsimile machine capable of confirming transmission and receipt; or sent by certified or registered mail, return receipt requested, postage prepaid; to the following parties at the following addresses or numbers:

**If to County of Riverside:**

Juan C. Perez, Director  
Riverside County Transportation Department  
4080 Lemon Street, 8<sup>th</sup> Floor  
P.O. Box 1090  
Riverside, CA 92502-1090  
Telephone: (951) 955-6740  
Fax.: (951) 955-3198

**If to City of Palm Springs:** David Ready, City Manager  
City of Palm Springs  
3200 E. Tahquitz Canyon Way  
Palm Springs, CA 92262  
Telephone: (760) 322-8350  
Fax.: (760) 323-8207

**If to City of Cathedral City:** Donald Bradley, City Manager  
City of Cathedral City  
68-700 Avenida Lalo Guerrero  
Cathedral City, CA 92234  
Telephone: (760) 770-0372  
Fax.: (760) 770-0340

**If to City of Rancho Mirage:** Patrick Pratt, City Manager  
City of Rancho Mirage  
69-825 Highway 111  
Rancho Mirage, CA 92270  
Telephone: (760) 324-4511  
Fax.: (760) 324-8830

**If to CVAG:** CVAG  
73-710 Fred Waring Drive  
Palm Desert, CA 92260  
Attn: Deputy Executive Director  
Telephone: (760) 346-1127  
Fax.: (760) 340-5949

Notices sent in accordance with this paragraph shall be deemed delivered upon the next business day following the: (i) date of delivery as indicated on the written confirmation of delivery (if sent by overnight courier service); (ii) the date of actual receipt (if personally delivered by other means); (iii) date of transmission (if sent by telecopier or facsimile machine); or (iv) the date of delivery as indicated on the return receipt if sent by certified or registered mail, return receipt requested. Notice of change of address shall be given by written notice in the manner detailed in this paragraph.

19. This agreement contains the entire agreement between the parties, and is intended by the parties to completely state the agreement in full. Any agreement or representation respecting the matter dealt with herein or the duties of any party in relation thereto, not expressly set forth in this agreement, is null and void.

20. If any term, provision, condition, or covenant of this agreement, or the application thereof to any party or circumstance, shall to any extent be held invalid or unenforceable, the remainder of the instrument, or the application of such term, provision, condition or covenant to persons or circumstances other than those as to whom or which it is held invalid or unenforceable, shall not be affected thereby and each term and provision of this agreement shall be valid and enforceable to the fullest extent permitted by law.

21. In the event a party hereto brings an action or proceeding for a declaration of the rights of the parties, for injunctive relief, for an alleged breach or default, or any other action arising out of this agreement, or the transactions contemplated hereby, the prevailing party in any such action shall be entitled to an award of reasonable attorneys' fees and costs incurred in such action or proceeding, in addition to any other damages or relief awarded, regardless of whether such action proceeds to final judgment.

22. Time is of the essence in this agreement, and each and every provision hereof in which time is an element.

23. This agreement and all documents provided for herein shall be governed by and construed in accordance with the laws of the State of California. Any litigation arising from this Agreement shall be adjudicated in the courts of Riverside County, Desert Judicial District, State of California.

24. Local Agency warrants that the execution, delivery and performance of this agreement and any and all related documents are duly authorized and do not require the further consent or approval of any body, board or commission or other authority.

25. This agreement may be executed in one or more counterparts and when a counterpart shall have been signed by each party hereto, each shall be deemed an original, but all of which constitute one and the same instrument.

[signatures on next page]



IN WITNESS WHEREOF, the parties hereto have caused this agreement to be executed by their duly authorized representatives on this date:

FORM APPROVED COUNTY COUNSEL

BY: MP Victor 8/20/10  
MARSHAL VICTOR DATE

ATTEST

COUNTY OF RIVERSIDE

By: \_\_\_\_\_

By: \_\_\_\_\_

Marion Ashley  
Chairman

ATTEST

CITY OF PALM SPRINGS

By: \_\_\_\_\_

By: \_\_\_\_\_

Stephen Pougnet  
Mayor

ATTEST

CITY OF CATHEDRAL CITY

By: \_\_\_\_\_

By: \_\_\_\_\_

Kathleen DeRosa  
Mayor

ATTEST

CITY OF RANCHO MIRAGE

By: \_\_\_\_\_

By: \_\_\_\_\_

Gordon Moller  
Mayor

ATTEST:

CVAG

By: \_\_\_\_\_

By: \_\_\_\_\_

Tom Kirk  
Executive Director

Stephen Pougnet  
Chair