# FORM APPROVED COUNTY COUNSEL

## JEANINE J. REY, FINANCE DIRECTOR

### SUBMITTAL TO THE FLOOD CONTROL AND WATER CONSERVATION DISTRICT BOARD OF SUPERVISORS COUNTY OF RIVERSIDE, STATE OF CALIFORNIA



FROM: General Manager-Chief Engineer

SUBMITTAL DATE: September 30, 2014

SUBJECT: Approval of Funding A

Approval of Funding Agreement for Chandler Street Channel: Hall and Selby Avenue Laterals, Eastvale Master Drainage Plan Line F-1: Hall and Selby Avenue

Laterals, and Eastvale Master Drainage Plan Line E: 58th Street and Swan Lake Laterals;

District 2/2; [Not to exceed \$2,000,000]; 100% District Funds

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

1. Approve the Funding Agreement between the District and the City of Eastvale; and

2. Authorize the Chairman to execute the Funding Agreement documents on behalf of the District.

### **BACKGROUND:**

### **Summary**

This Funding Agreement sets forth the terms and conditions by which the District will contribute funding to the City of Eastvale (City) for the design and construction of certain flood control facilities within the Eastvale Master Drainage Plan as part of a City administered public works construction contract.

Continued on page 2

P8/163457 TT:blm WARREN D. WILLIAMS
General Manager-Chief Engineer

>	FINANCIAL DATA	Current Fiscal Year:		Next Fiscal Year:		Tota	al Cost:	Ongoing C	ost:	POLICY/CONSENT (per Exec. Office)		
RF	COST	\$	1,500,000	\$	0	\$	2,000,000	\$	N/A	Consent □ Policy □		
7	NET DISTRICT COST	\$	1,500,000	\$	0	\$	2,000,000	\$	N/A	Consent □ Policy □		
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SOURCE OF FUNDS: 25120 947420 536200 – Zone 2

Contributions to Non-County Agency

Budget Adjustment: No
For Fiscal Year: N/A

C.E.O. RECOMMENDATION:

**County Executive Office Signature** 

MINUTES OF THE BOARD OF SUPERVISORS

APPROVE

		Prev. Agn. Ref.:	District:2 <sup>nd</sup> /2 <sup>nd</sup> Age
A-30	4/5 Vote		Marine The State
Positions Adde	Change Order		

genda Number: 11-4

### SUBMITTAL TO THE FLOOD CONTROL AND WATER CONSERVATION DISTRICT BOARD OF SUPERVISORS, COUNTY OF RIVERSIDE, STATE OF CALIFORNIA

FORM 11: Approval of Funding Agreement for Chandler Street Channel: Hall and Selby

Avenue Laterals, Eastvale Master Drainage Plan Line F-1: Hall and Selby Avenue

Laterals, and Eastvale Master Drainage Plan Line E: 58th Street and Swan Lake Laterals;

District 2/2; [Not to exceed \$2,000,000]; 100% District Funds

DATE: September 30, 2014

PAGE: Page 2 of 2

### **BACKGROUND:**

**Summary (continued)** 

The City wishes to eliminate local flooding at three general locations. The proposed flood control facilities will resolve flooding/ponding issues that were not addressed when Developer constructed projects were built. In some cases, inlets for local drainage were not included as part of the Developer's trunk lines. The proposed flood control facilities will address that issue to the benefit of the community.

Upon completion of construction, the City will accept sole responsibility for the ownership, operation and maintenance of the flood control facilities.

County Counsel has approved the Funding Agreement as to legal form and the City has executed the Agreement.

### Impact on Residents and Businesses

The District's financial contribution toward the City's project is funded by ad-valorem property tax revenue and entails no new fees, taxes or bonded indebtedness to residents and businesses. Upon construction completion, these flood control facilities will resolve ongoing flooding/ponding issues and benefit residents and businesses in the area.

### SUPPLEMENTAL:

### Additional Fiscal Information

Sufficient funding will be included in the District's proposed Zone 2 budget for FY 2014-15 and will be included in the proposed budget in future years as appropriate and necessary.

TT:blm

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### **FUNDING AGREEMENT**

Chandler Street Channel: Hall and Selby Avenue Laterals, Eastvale Master Drainage Plan Line F-1: Hall and Selby Avenue Laterals, and Eastvale Master Drainage Plan Line E: 58<sup>th</sup> Street and Swan Lake Laterals

The Riverside County Flood Control and Water Conservation District, hereinafter called "DISTRICT", and the City of Eastvale, hereinafter called "CITY", hereby agree as follows:

### RECITALS

- A. CITY plans to design, construct and subsequently operate and maintain: (i) Chandler Street Channel: Hall and Selby Avenue Laterals, (ii) Eastvale Master Drainage Plan (MDP) Line F-1: Hall and Selby Avenue Laterals, and (iii) Eastvale MDP Line E: 58<sup>th</sup> Street and Swan Lake Laterals. Upon construction completion, these flood control facilities will resolve flooding/ponding issues within certain areas of the City of Eastvale; and
- B. The proposed Chandler Street Channel: Hall and Selby Avenue Laterals consist of approximately 2,700 lineal feet of underground storm drain system, hereinafter called "CHANDLER STREET CHANNEL LATERALS", as shown in concept in blue on Exhibit A, attached hereto and made a part hereof. The proposed Eastvale MDP Line F-1: Hall and Selby Avenue Laterals consist of approximately 1,500 lineal feet of underground storm drain system, hereinafter called "LINE F-1 LATERALS", as shown in concept in green on Exhibit A. The proposed Eastvale MDP Line E: 58<sup>th</sup> Street and Swan Lake Laterals consist of approximately 600 lineal feet of underground storm drain system, hereinafter called "LINE E LATERALS", as shown in concept in red on Exhibit A; and
- C. CHANDLER STREET CHANNEL LATERALS, LINE F-1 LATERALS and LINE E LATERALS are hereinafter referred to collectively as "PROJECT"; and

CITY desires that DISTRICT contribute funding for the design and D. construction of PROJECT. The Engineer's estimated amount for the construction of PROJECT is one million two hundred ninety-eight thousand dollars (\$1,298,000) with six hundred fiftynine thousand dollars (\$659,000) to CHANDLER STREET CHANNEL LATERALS, four hundred twenty-three thousand dollars (\$423,000) to LINE F-1 LATERALS and two hundred sixteen thousand dollars (\$216,000) to LINE E LATERALS; and

- E. DISTRICT wishes to support CITY'S efforts to construct PROJECT by providing a financial contribution toward CITY'S design and construction of PROJECT as follows:
  - The lowest responsive and responsible bid contract amount for the (i) construction of PROJECT is hereinafter called "ORIGINAL BID". One hundred percent (100%) of ORIGINAL BID plus up to an additional ten percent (10%) in the event that construction costs increase above the ORIGINAL BID to offset CITY'S actual construction cost associated with change orders, hereinafter called "CONSTRUCTION CONTRIBUTION"; and
  - (ii) DISTRICT is also willing to contribute an additional twenty percent (20%) of the ORIGINAL BID to offset CITY'S costs associated with design, environmental permitting, contract administration, surveying and other typical ancillary costs related to the delivery of a flood control facility, hereinafter called "ADDITIONAL CONTRIBUTION".

Altogether, CONSTRUCTION CONTRIBUTION ADDITIONAL and CONTRIBUTION are hereinafter called "TOTAL CONTRIBUTION". DISTRICT'S TOTAL

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CONTRIBUTION for PROJECT shall not exceed a total sum of two million dollars (\$2,000,000); and

F. The purpose of this Agreement is to memorialize the mutual understandings by and between DISTRICT and CITY with respect to the funding, design, construction, ownership, operation and maintenance of PROJECT.

NOW, THEREFORE, in consideration of the preceding recitals and the mutual covenants hereinafter contained, the parties hereto mutually agree as follows:

### **SECTION I**

### CITY shall:

- 1. Endeavor to complete construction of PROJECT within twenty-four (24) months of execution of this Agreement.
- 2. Pursuant to the California Environmental Quality Act (CEQA), act as the Lead Agency and assume responsibility for the preparation, circulation and adoption of all necessary and appropriate CEQA documents pertaining to the construction, operation and maintenance of PROJECT.
- Prepare all necessary plans and specifications for PROJECT, hereinafter called "PROJECT PLANS".
- 4. Secure all necessary environmental clearances, permits, licenses, agreements, approvals, rights of way, rights of entry and temporary construction easements as may be needed to construct, operate and maintain PROJECT.
- 5. Obtain a no fee encroachment permit from DISTRICT in accordance with its rules and regulations prior to commencing construction of any improvements within DISTRICT'S rights of way or easements by submitting applicable portions of PROJECT

PLANS to DISTRICT (Attn: Encroachment Permit Section) for review and approval prior to advertising PROJECT for public works construction contract bids.

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6. Advertise PROJECT for public works construction contract bids.

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submit an invoice to DISTRICT (Attention: Chief of Planning Division) for the estimated cost of constructing PROJECT, hereinafter called "INITIAL CONSTRUCTION CONTRIBUTION".

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The invoice shall be supported by CITY'S bid abstracts for PROJECT.

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8. Award and administer a public works construction contract for PROJECT.

Provide DISTRICT (Attention: Chief of Planning Division) with written

Keep an accurate accounting of all actual construction costs associated

Prior to the award of a public works construction contract for PROJECT,

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notice that CITY has awarded a public works construction contract for PROJECT. The written

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notice shall include the Contractor's actual bid amount for PROJECT, setting forth herein the

with PROJECT and include this final accounting when invoicing DISTRICT for lump sum

payment of CONTRUCTION CONTRIBUTION and ADDITIONAL CONTRIBUTION. The

final accounting of construction costs shall include a detailed breakdown of all costs, including

but not limited to payment vouchers, contract change orders and other such construction

contract documents as may be necessary, to establish the actual construction costs for

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amount for ORIGINAL BID.

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PROJECT.

contract.

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11. Construct PROJECT pursuant to a CITY administered public works

Inspect PROJECT construction.

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13. Furnish all construction survey and materials testing services necessary to construct PROJECT.

	14.	Upon	comple	tion	of	PROJE	СТ	construc	ction	and	CIT	Y'S	accepta	nce
thereof, a	accept so	le respo	nsibility	for t	the	design,	ow:	nership,	opera	ition	and	mair	ntenance	of
PROJEC'	Т.													

15. Upon completion of PROJECT construction, provide DISTRICT with a copy of CITY'S recorded Notice of Completion and invoice DISTRICT (Attn: Chief of Planning Division) for (a) CONSTRUCTION CONTRIBUTION, and (b) ADDITIONAL CONTRIBUTION for PROJECT as set forth herein. The invoice shall include a final accounting of actual construction costs as set forth in Section I.10.

### **SECTION II**

### DISTRICT shall:

- 1. Pay CITY, within thirty (30) days after receipt of CITY'S appropriate invoice, for INITIAL CONSTRUCTION CONTRIBUTION as set forth in Section I.7.
- 2. Pay CITY, within thirty (30) days after receipt of CITY'S recorded Notice of Completion and appropriate invoice, for (a) CONSTRUCTION CONTRIBUTION, and (b) ADDITIONAL CONTRIBUTION for PROJECT, as set forth in Section I.15.
- 3. Under the provisions of this Agreement, DISTRICT shall bear no responsibility whatsoever for the design, construction, ownership, operation and maintenance of PROJECT.

### **SECTION III**

### It is further mutually agreed:

1. DISTRICT'S TOTAL CONTRIBUTION for PROJECT shall not exceed a total sum of two million dollars (\$2,000,000) and shall be used by CITY solely for the purpose of designing and constructing PROJECT as set forth herein.

- 2. CITY shall indemnify, defend, save and hold harmless DISTRICT and County of Riverside (including their respective officers, districts, special districts and departments, their respective directors, officers, Board of Supervisors, elected and appointed officials, employees, agents, representatives, independent contractors, and subcontractors) from any liabilities, claim, damage, proceeding or action, present or future, based upon, arising out of or in any way relating to CITY'S (including its officers, employees, agents, representatives, independent contractors, and subcontractors) actual or alleged acts or omissions related to this Agreement, performance under this Agreement, or failure to comply with the requirements of this Agreement, including but not limited to: (a) property damage; (b) bodily injury or death (c) payment of attorney's fees; or (d) any other element of any kind or nature whatsoever.
- 3. In the event of any arbitration, action or suit brought by either CITY or DISTRICT against the other party by reason of any breach on the part of the other party of any of the covenants and agreements set forth in this Agreement, or any other dispute between DISTRICT and CITY concerning this Agreement, the prevailing party in any such action or dispute, by a final judgment or arbitration award, shall be entitled to have and recover from the other party all costs and expenses or claims, including but not limited to, attorneys' fees and expert witness fees. This section shall survive any termination of this Agreement.
- 4. If any provision in this Agreement is held by a court of competent jurisdiction to be invalid, void or unenforceable, the remaining provisions will nevertheless continue in full force without being impaired or invalidated in any way.
- 5. This Agreement is to be construed in accordance with the laws of the State of California. Neither CITY nor DISTRICT shall assign this Agreement without the written consent of the other party.

6. Any action at law or in equity brought by any of the parties hereto for the purpose of enforcing a right or rights provided for by the Agreement, shall be tried in a court of competent jurisdiction in the County of Riverside, State of California, and the parties hereto waive all provisions of law providing for a change of venue in such proceedings to any other county.

- 7. 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.
- 8. Any and all notices sent or required to be sent to the parties of this Agreement will be mailed by first class mail, postage prepaid, to the following addresses:

RIVERSIDE COUNTY FLOOD CONTROL AND WATER CONSERVATION DISTRICT 1995 Market Street Riverside, CA 92501

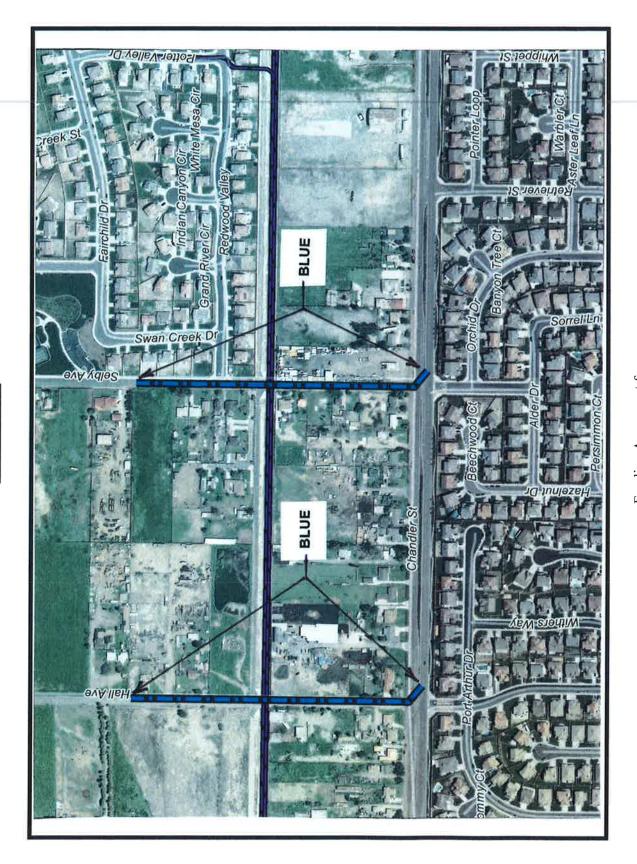
Attn: Chief of Planning Division

CITY OF EASTVALE 12363 Limonite Avenue, Suite 910 Eastvale, CA 91752 Attn: Joe Indrawan

- 9. This Agreement is the result of negotiations between the parties hereto, and the advice and assistance of their respective counsel. The fact that this Agreement was prepared as a matter of convenience by DISTRICT shall have no import or significance. Any uncertainty or ambiguity in this Agreement shall not be construed against DISTRICT because DISTRICT prepared this Agreement in its final form.
- any provision of this Agreement shall not be construed to be a waiver of any subsequent or other breach of the same or any other provision hereof. Failure on the part of DISTRICT or CITY to require from any other party exact, full and complete compliance with any of the provisions of this Agreement shall not be construed as in any manner changing the terms hereof, or estopping DISTRICT or CITY from enforcing this Agreement.

11. 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. This Agreement may be changed or modified only upon the written consent of the parties hereto.

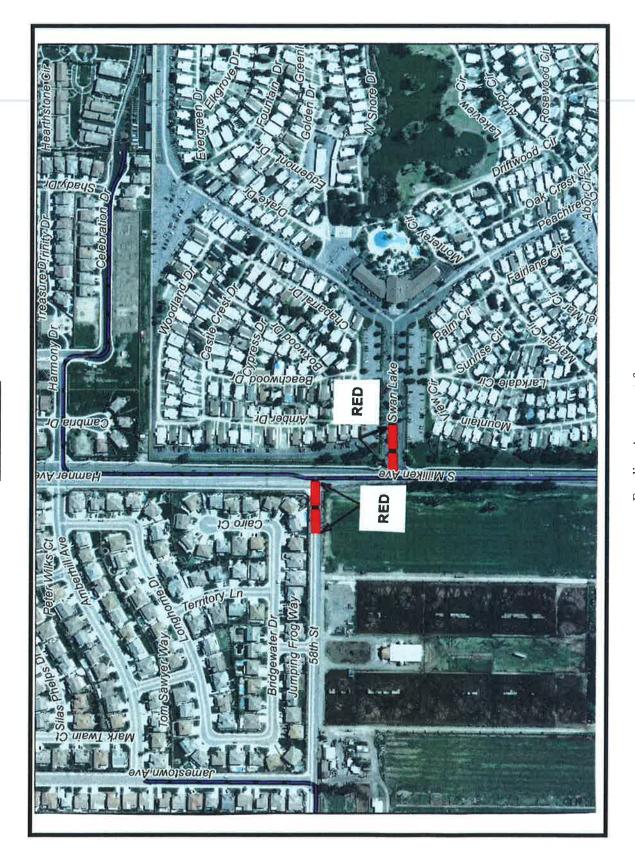
### Exhibit A



Funding Agreement for Chandler Street Channel: Hall and Selby Avenue Laterals, Eastvale MDP Line F-1: Hall and Selby Avenue Laterals, and Eastvale MDP Line E: 58th Street and Swan Lake Laterals 1 of 3



Funding Agreement for Chandler Street Channel: Hall and Selby Avenue Laterals, Eastvale MDP Line F-1: Hall and Selby Avenue Laterals, and Eastvale MDP Line E: 58<sup>th</sup> Street and Swan Lake Laterals



Funding Agreement for Chandler Street Channel: Hall and Selby Avenue Laterals, Eastvale MDP Line F-1: Hall and Selby Avenue Laterals, and Eastvale MDP Line E: 58th Street and Swan Lake Laterals 3 of 3