



Agenda Date: 6/15/2016
Agenda Placement: 7E

Napa Sanitation District Board Agenda Letter

TO: Honorable Board of Directors

FROM: Jeff Tucker - Director of Administrative Services/CFO
NS-Administration

REPORT BY: Jeff Tucker, Director of Administrative Services/CFO - 707-258-6000

SUBJECT: Approve Reimbursement Agreement with Napa County for MST Pipeline Extension Project

RECOMMENDATION

Approve reimbursement agreement with Napa County for MST Pipeline Extension Design and Engineering Project.

EXECUTIVE SUMMARY

For several years, the District and County of Napa have worked cooperatively to design and construct a recycled water pipeline and booster pump station to serve the Millikan-Sarco-Tulocay (MST) creeks area east of the City of Napa. The District and County are both members of the North Bay Water Reuse Authority and have worked through that organization to obtain federal and state grants in support of the MST pipeline project. The project has secured a 25% grant from the US Bureau of Reclamation, and a 35% Proposition 1 grant from the State Water Resources Control Board.

Napa County wants to extend the MST Recycled Water Distribution Pipeline to serve additional customers in the MST, and bring the pipeline west to serve Tulocay Cemetery. The project will be part of the existing Community Facilities District, and the County will be applying for a new SRF loan for construction.

The attached agreement sets forth the terms and conditions under which the Napa Sanitation District will design the expansion of the MST pipeline and install five new water service connections on the existing pipeline, and that Napa County will pay for the design work and service installations. The agreement also provides for Napa County to continue to split the Napa Sanitation District's costs associated with Phase 1 membership in the North Bay Water Reuse Authority.

It is anticipated the District and the County will enter into a new reimbursement agreement once the design work for the expansion is complete and the SRF loan for construction has been secured. It is also anticipated that 25% of the design and construction will be finance through a grant from the US Bureau of Reclamation that has already

been awarded to the NBWRA.

Staff recommends approval of the attached reimbursement agreement with the County of Napa for design of an extension of the MST recycled water pipeline and for the installation of five new water services.

FISCAL IMPACT

Is there a Fiscal Impact? No

ENVIRONMENTAL IMPACT

ENVIRONMENTAL DETERMINATION: The proposed action is not a project as defined by 14 California Code of Regulations 15378 (State CEQA Guidelines) and therefore CEQA is not applicable.

BACKGROUND AND DISCUSSION

None.

SUPPORTING DOCUMENTS

A . Reimbursement Agreement

Napa Sanitation District: Approve

Reviewed By: Jeff Tucker