



A Tradition of Stewardship
A Commitment to Service

Agenda Date: 1/26/2021

Agenda Placement: 7D

NAPA COUNTY BOARD OF SUPERVISORS Board Agenda Letter

TO: Board of Supervisors

FROM: Steven Lederer - Director of Public Works
Public Works

REPORT BY: Maiko Klieman, Public Works Administrative Manager - 707-259-8382

SUBJECT: Actions related to the Spanish Flat Corporation Yard Damages due to the 2020 LNU Complex Fire

RECOMMENDATION

Director of Public Works requests approval of the following actions related to the 2020 LNU Complex Fire at the Roads' Spanish Flat Corporation Yard (4/5 vote required):

1. Approval of Budget Transfer No. DPW035 for the purchase of replacement equipment and the design of a carport structure, that were destroyed by the 2020 LNU Complex Fire at the Roads' Spanish Flat Corporation Yard:
 - a. Increase appropriation by \$35,000 in the 2020 Napa Lightning Fires (Fund: 1000, Sub-Division: 1058006) Transfer Out Account by reclassifying Other Professional Services Account by the same amount to be transferred for seed money to fund the preliminary evaluation, design and engineering of the project at this time;
 - b. Increase appropriations by \$35,000 in Public Works Capital Improvement Program budget (Fund 3000, Sub-Division 3000550) program 21062 budget with offsetting revenue from the transfer from the 2020 Napa Lightning Fires. Increase appropriations in the 2020 Napa Lightning Fires (Fund: 1000, Sub-Division: 1058006) budget by \$250,000 with offsetting increase to the revenue by \$250,000 from partial insurance settlement and remaining \$177,080 to be reclassified from Other Professional Services Account to Transfer Out Account to be transferred to Equipment Replacement-Roads (Fund: 4100, Sub-Division: 4101000) budget;
 - c. Increase appropriations in the Equipment Replacement-Roads budget by \$427,080 with offsetting revenues from the 2020 Napa Lightning Fires budget and establishment of fixed assets in the amount of \$427,080 for the following:
 - i. John Deere Backhoe (\$135,729)
 - ii. Freightliner 114SD (\$196,099)
 - iii. Caterpillar CB34B (\$69,355)
 - iv. TrailKing TKT16U (\$17,354)
 - v. Snoway 32 Plow (\$8,543)

2. Declare certain capital asset equipment as surplus and no longer required for public use, authorize the Auditor-Controller to remove these surplus assets from the capital asset listing and authorize equipment damaged in the 2020 LNU Complex Fire, not eligible for public auction, to be disposed of accordingly at a local scrap yard;
3. Authorize Fleet Operations Manager to prepare, sign and submit all the necessary documents to Department of Motor Vehicles for the surplus-scraping and new equipment; and
4. Creation of a new Capital Improvement Project (CIP) within the Public Works Capital Improvement Program budget (Fund 3000, Sub-Division 3000550) for 2020 LNU Spanish Flat Yard (Program 21062).

EXECUTIVE SUMMARY

The County Public Works Department has five (5) pieces of equipment that were heavily damaged in the August 2020 LNU Complex Fire. These pieces of equipment have been deemed by insurance to be beyond repair and have been removed from service. With approval of today's action, the equipment damaged by the LNU Complex Fire will be disposed of accordingly at a local scrap yard and replaced with the new equipment. Replacement costs will be covered by insurance.

The Napa County Spanish Flat Corporation Yard, used primarily for storage and staging of Roads equipment and vehicles, was burned by the 2020 LNU Complex Fire. The carport structure at the yard was damaged by fire and requires repairs. The proposed project creation and budget transfer will begin the repair process. The carport structure is covered by the County's insurance policy and it is anticipated that costs associated with the repairs, with the exception of the insurance deductible and staff time, will be reimbursed from insurance.

FISCAL & STRATEGIC PLAN IMPACT

Is there a Fiscal Impact?	Yes
Is it currently budgeted?	No
What is the revenue source?	The cost to replace the equipment will be reimbursed by insurance. To date, \$250,000 of partial settlement of the loss has been received and deposited to Fund 1000, Sub-Division 1058006. It is anticipated that the insurance will eventually cover the full replacement cost.
	2020 Napa Lightning Fires (Fund: 1000, Sub-Division: 1058006) with use of its available fund balance. Public Works staff anticipates that funding for this project will be reimbursed from insurance with the exception of a small deductible and Napa County staff time.
Is it Mandatory or Discretionary?	Discretionary
Discretionary Justification:	These equipment replacements will be covered by insurance and are critical to the continued operations of the Roads Division.
	The Napa County Spanish Flat Corporation Yard suffered damage to the carport structure protecting County equipment and vehicles from inclement weather which needs to be repaired and is covered by County insurance.
Is the general fund affected?	Yes

Future fiscal impact: The Napa County Spanish Flat Corporation Yard suffered damage to the carport structure protecting County equipment and vehicles from inclement weather which needs to be repaired and is covered by County insurance.

Consequences if not approved: Roads Division will not be able to provide the services to maintain the County roads.

County Strategic Plan pillar addressed: Collaborative and Engaged Community

Additional Information:

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

The County has five (5) pieces of equipment that were heavily damaged in the August 2020 LNU Complex Fire. These pieces of equipment have been deemed by insurance to be beyond repair and have been removed from service. With approval of today's action, the equipment damaged by the LNU Complex Fire will be disposed of accordingly at a local scrap yard and replaced with the new equipment.

REPLACEMENT ITEMS

JOHN DEERE 410L BACKHOE (\$135,729)
 FREIGHTLINER 114SD (\$196,099)
 CATERILLAR CB34B (\$69,355)
 SNOWWAY 32PLOW (\$8,543)
 TRAILKING TKT16U (\$17,354)

TOTAL: \$427,080

SURPLUS ITEMS

<u>ASSET #</u>	<u>DESCRIPTION</u>	<u>VEH OR SHOP #</u>	<u>LICENSE #</u>	<u>VIN #</u>	<u>NET BOOK VALUE</u>
27684	2014 JOHN DEERE BACKHOE	2906	NA	T0410KXVEE275387	\$0 (Fully Depreciated)
27689	2016 FREIGHTLINER 10WHLR	1421	1393893	1FVHG3CYX8GHHP5120	\$15,603.87
27777	2018 CB34BHR CATERPILLAR	2215	NA	XB400659	\$54,737.22
	<u>ONLY SNOWWAY PLOW</u> (Part of 2020 FORD F450 REG CAB DUAL TRUCK)	1106	NA	NA	NA
NA	TOW MASTER 16K TRAILER	2213	1163672	4KN TT14233L163127	Not Capital Asset

SNOWAY PLOW was purchased as part of 2020 FORD F450 REG CAB DUAL TRUCK (Asset #: 27822). While the truck did not sustain damage the SNOWAY PLOW was damaged beyond repair and needs to be disposed and replaced. Replacement equipment will be recorded back as part of Asset #: 27822.

The Tow Master 16K Trailer was purchased in 2003 as a Roads' Division owned trailer and is not part of the Capital Asset list. The equipment was also damaged beyond repair and needs to be disposed and replaced. New replacement will be TRAILKING and will be added to the Capital Asset list.

During the 2020 LNU Lighting Complex Fires, the Napa County Spanish Flat corporation yard experienced fire damage that destroyed several vehicles and equipment and also damaged the carport structure. The 2020 LNU Spanish Flat Yard project (the Project) will repair the carport structure and conduct required clean up of fire debris associated with the damage. The initial part of the Project requested today is funding to begin the evaluation of the carport structure, conduct a review of the site for hazardous materials resulting from the fires, prepare a hazardous material removal plan, and prepare plans for repairing the carport structure.

While staff is requesting a budget transfer from the 2020 Napa Lightning Fires (Fund: 1000, Sub-Division: 1058006) to begin the project, staff anticipates that this project will be fully reimbursed through the County's insurance carrier with the exception of a small deductible and County staff time. The extent of damage has not been fully evaluated, however a rough order of magnitude project estimate of \$250,000 is anticipated. Upon completion of the evaluation and extent of repairs needed, staff will return to the Board of Supervisors requesting a budget transfer to fully fund the project.

SUPPORTING DOCUMENTS

A . Project Budget

CEO Recommendation: Approve

Reviewed By: Susan Kuss