



Legislation Details (With Board Report)

File #: BCSD RES 18-002 **Name:** Authorize the Auditor-Controller to amend the FY 2018-19 Boronda County Sanitation District-Zone 2 San Jerardo Adopted Budget, Fund 157, Appropriation Unit RMA046, to increase appropriations by \$182,670, financed by fund balance, for repairs to the San Je

Type: BCSD Resolution **Status:** Consent Agenda

File created: 10/10/2018 **In control:** Boronda County Sanitation District

On agenda: 10/23/2018 **Final action:**

Title: Authorize the Auditor-Controller to amend the FY 2018-19 Boronda County Sanitation District-Zone 2 San Jerardo Adopted Budget, Fund 157, Appropriation Unit RMA046, to increase appropriations by \$182,670, financed by fund balance, for repairs to the San Jerardo water system control panel, fire pump, pump house, and perimeter fencing (4/5ths vote required)

Sponsors:

Indexes:

Code sections:

Attachments: 1. Board Report, 2. Attachment A Resolution, 3. Attachment B - San Jerardo Budget FY2018 Rev 10-9-2018, 4. Attachment C - San Jerardo Budget FY2019 Rev 10-9-2018, 5. BCSD 1 Completed Board Order & Resolution

Date	Ver.	Action By	Action	Result
------	------	-----------	--------	--------

Authorize the Auditor-Controller to amend the FY 2018-19 Boronda County Sanitation District-Zone 2 San Jerardo Adopted Budget, Fund 157, Appropriation Unit RMA046, to increase appropriations by \$182,670, financed by fund balance, for repairs to the San Jerardo water system control panel, fire pump, pump house, and perimeter fencing. (4/5ths Vote Required)

RECOMMENDATION:

It is recommended that the Board of Supervisors, acting as the Board of Directors for the Boronda County Sanitation District-Zone 2 San Jerardo, adopt a resolution to authorize the Auditor-Controller to amend the FY 2018-19 Boronda County Sanitation District-Zone 2 San Jerardo Adopted Budget, Fund 157, Appropriation Unit RMA046, to increase appropriations by \$182,670, financed by fund balance, for repairs to the San Jerardo water system control panel, fire pump, pump house, and perimeter fencing. (4/5ths Vote Required)

SUMMARY/DISCUSSION:

The Boronda County Sanitation District-Zone 2 San Jerardo (BCSD - Zone 2 SJ) operates the water system that provides potable water to the residents of the San Jerardo Housing Cooperative, Inc. During a winter storm on February 17, 2017, severe winds caused a large eucalyptus tree to fall, resulting in damage to the water system control panel, fire pump, pump house, and perimeter fencing. A temporary bypass was set up to keep the water system functioning.

Based on a recommendation from MCSI, the contract water system operator, the County will solicit bids for the installation of a temporary control panel while the damaged control panel is removed for system testing and repair. The estimated cost to install a temporary system is \$19,000. A worst-case-scenario cost estimate to rebuild and reinstall the permanent control panel is \$92,000; however, the costs could be less depending on the

extent and severity of the damage to panel's components. Staff is preparing bid documents for completion of the permanent repairs.

The damaged fire pump is scheduled for a system diagnosis to determine required repairs. Based on a preliminary assessment, only a new engine with an estimated cost of \$30,000 is needed. Should a full pump replacement be required, the vendor provided a budgetary estimate of \$65,000. Additionally, minor repairs of the pump house exhaust system and roof and perimeter site fencing are required.

RMA submitted a request for reimbursement to the Federal Emergency Management Agency (FEMA) for the damages to the water system equipment and accessory structures. However, only \$609 was approved for payment by FEMA due to insurance coverage by the California State Association of Counties-Excess Insurance Authority. Monterey County has subsequently submitted a claim to the County's insurance carrier. The tree that caused the damage was on property owned by the San Jerardo Cooperative, Inc. (Co-op) property. A claim will also be submitted to the Co-op's insurer for damages. The Co-op recently received approval by the State Water Resources Control Board to take ownership of the water system based on review of their technical, managerial, and financial (TMF) capacity. Staff will work with Co-op management to determine if the Co-op will fund any portion of the repairs not covered by insurance.

Due to inadequate funding levels in the BCSD-Zone 2 San Jerardo fund, the Board of Supervisors approved a General Fund loan in FY 2017-18 in the amount of \$188,781 to fund the repairs. As they were not completed in FY 2017-18 as anticipated, a budget adjustment is now necessary to allocate a portion of the unexpended funds to the FY 2018-19 budget. Any insurance reimbursement will be applied to the outstanding General Fund loan.

OTHER AGENCY INVOLVEMENT:

County Counsel has reviewed this report. The Budget Committee voted to support this recommendation at their September 26, 2018 meeting. RMA staff worked with County Counsel-Risk Management to submit claims for reimbursement for the storm damage to the water system and accessory structures. The Co-op supports this recommendation.

FINANCING:

The recommended action increases appropriations in the FY 2018-19 Budget, Fund 157, Appropriation Unit RMA046, by \$182,670, funded by unassigned fund balance. Any unexpended General Fund loan monies and all insurance reimbursements will be applied to the outstanding loan balance.

BOARD OF SUPERVISORS STRATEGIC INITIATIVES:

Timely repair of County infrastructure is consistent with the Board of Supervisors' Health & Human Services, Infrastructure, and Public Safety strategic initiatives by providing for and ensuring safe, efficient, and sustainable physical infrastructure for Monterey County residents.

- Economic Development
- Administration
- Health & Human Services
- Infrastructure
- Public Safety

Prepared by: Lynette Redman, Management Analyst III, (831) 796-6038

Approved by: Shawne Ellerbee, RMA Deputy Director of Administrative Services

Approved by: Carl P. Holm, AICP, RMA Director

Attachments:

Attachment A - Resolution

Attachment B - Boronda County Sanitation District-Zone 2 San Jerardo FY 2017-18 Budget

Attachment C - Boronda County Sanitation District-Zone 2 San Jerardo FY 2018-19 Budget

(Attachments are on file with the Clerk of the Board)