



## STAFF REPORT

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**MEETING DATE:** October 23, 2024

**PRESENTER:** Jesus A. Gonzalez, City Engineer

**SUBJECT:** Approve a reimbursement agreement with Kerman Unified School District (KUSD) for the construction of a segment of 12-inch water main across State Route 180 in the amount of \$230,000 (JG)

**RECOMMENDATION:** Council by motion adopt a resolution approving reimbursement agreement with Kerman Unified School District for installation of 12-inch water main and authorizing the City Manager to sign.

### **EXECUTIVE SUMMARY:**

Kerman Unified School District (KUSD) recently completed construction of Harvest Elementary (Campus), situated along First Street, north of State Route 180. Remaining construction activities related to the Campus are street improvements for access from State Routes 180 and 145.

During the Campus' development process, it was determined that an anticipated segment of 12-inch water main across State Route 180 did not exist. Based on the benefit of the 12-inch water main, and its vicinity to the state route access improvements, the City coordinated with KUSD for its inclusion within its improvements bid package. KUSD underwent a competitive procurement process under which it publicly advertised its request for construction services. The procurement process resulted in Avison Construction as the low bidder with the 12-inch water main scope of work coming in at \$230,000.00. The costs of the improvements are fully reimbursable to KUSD. Final reimbursement amount for the work will be based on actual incurred costs in accordance with the provisions of the mutually agreed upon cost reimbursement agreement.

Construction of the of the master planned 12-inch water main across State Route 180 by KUSD will 1) provide the City an economy of scale cost savings based on KUSD State Routes access work related to the Campus, 2) avoid future permitting coordination with Caltrans, and 3) put in place water infrastructure beneficial to future

### **FISCAL IMPACT:**

The total estimated reimbursement cost is \$230,000.00, inclusive of construction and KUSD administrative costs. The funding will be through the Water Major Facilities Reimbursements account. There are sufficient accounts funds in the FY 24/25 Budget to cover the necessary cost.

### **ATTACHMENTS:**

- A. Resolution
- B. Reimbursement Agreement

**RESOLUTION NO. 24-\_\_\_\_**

**RESOLUTION OF THE CITY COUNCIL OF THE CITY OF KERMAN  
APPROVING A REIMBURSEMENT AGREEMENT WITH KERMAN UNIFIED SCHOOL DISTRICT  
RELATING TO INSTALLATION OF WATER MAIN ACROSS STATE ROUTE 180 AND  
AUTHORIZING EXECUTION BY CITY MANAGER**

WHEREAS, the City of Kerman (City) is in need of a segment of 12-inch water main across State Route 180 for establishing a contiguous large diameter alignment; and

WHEREAS, Kerman Unified School District (KUSD) is engaged in the construction of public improvements for the construction of its new school site ("School Construction Project"); and

WHEREAS, the District will construct public improvements over the same area as the City's necessary 12-inch water main; and

WHEREAS, District has utilized public bidding requirements and contracting procedures for the School Construction Project; and

WHEREAS, it will be in the best interests of the City and its residents to have District construct the 12-inch water main at the time of School Construction Project; and

WHEREAS, it will be in the best interests of the District to construct the 12-inch water main at the same time as the School Construction Project; and

WHEREAS, construction of the 12-inch water main at this time is economical and an efficient use of resources; and

WHEREAS, KUSD has agreed to construct the 12-inch main improvements for an estimated reimbursement amount of \$230,000.00; and

WHEREAS, the final reimbursement amount will be based on actual costs incurred in accordance with provisions of the mutually agreed upon cost reimbursement agreement.

NOW, THEREFORE, the City Council of the City of Kerman resolves as follows:

1. The foregoing recitals are true and correct.
2. The Council approves the Reimbursement Agreement with Kerman Unified School District Relating to Installation of Water Main attached as **Exhibit 'A'** and incorporated by reference.
3. The City Manager is authorized to sign the reimbursement agreement.
4. This resolution is effective upon adoption.

The foregoing resolution was adopted by the City Council of the City of Kerman at a regularly scheduled meeting held on the 23rd day of October 2024, by the following vote:

AYES:

NOES:

ABSTAIN:

ABSENT:

The foregoing resolution is hereby approved.

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Maria Pacheco  
Mayor

ATTEST:

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Josie Camacho  
City Clerk