



STAFF REPORT

MEETING DATE: May 8, 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" master planned water main related to Well 18 (JG)

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

EXECUTIVE SUMMARY:

The City of Kerman is currently in preparation of construction documents for Well 18 located on the east side of First Street, north of Whitesbridge Road. The construction documents are for the construction of Well 18 for potable water production and includes the construction of a segment of master planned 12" water main in First Street.

Kerman Unified School District (KUSD) is currently in construction of Harvest Elementary (Campus), situated adjacent to the north of Well 18. The Campus is required to open in the Fall of 2024 and as such is in immediate need of the master planned 12" water main intended to be constructed by Well 18. Based on its need, KUSD is proposing to construct the necessary segment of 12" water main for connecting the Campus to the City's water system. The costs of the improvements are fully reimbursable to KUSD in the estimated amount of \$107,601.82. 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" water main by KUSD will 1) allow for its Fall 2024 opening, 2) provide the City an economy of scale cost savings based on other KUSD work related to the Campus, and 3) avoid the need for future reconstruction of Campus constructed street improvements.

FISCAL IMPACT:

The total estimated reimbursement cost is \$107,601.82, 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 23/24 Budget to cover the necessary cost.

ATTACHMENTS:

- A. Resolution
- B. Reimbursement Agreement