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FUNDING AGREEMENT

WRCRWA - Bluff Street Reclaimed Water Pipeline Project No. 2-6-00993

The Riverside County Flood Control and Water Conservation District, hereinafter called "DISTRICT", and the City of Corona, hereinafter called "CITY", hereby agree as follows:

RECITALS

- CITY has budgeted for and plans to design, construct, operate and maintain certain A. water reclamation facilities within the city of Corona. These water reclamation facilities will help alleviate reliance on and allow for replenishment of the Temescal Groundwater Basin; and
- B. These water reclamation facilities will consist of WRCRWA - Bluff Street Reclaimed Water Pipeline ("PROJECT") consisting of approximately 5,100 lineal feet of reclaimed water pipeline system to be constructed between the Western Riverside County Regional Wastewater Authority (WRCRWA) Wastewater Treatment Plant and an existing 20inch reclaimed water pipeline located in River Road at Bluff Street, as shown in concept in red on Exhibit "A" attached hereto and made a part hereof; and
- C. CITY desires that DISTRICT, pursuant to California Water Code Appendix 48-1 et seq., contribute funding for the construction of PROJECT which benefits the zone in which the project is located; and
- DISTRICT wishes to support CITY'S efforts to design and construct PROJECT D. by providing financial contributions toward the following:
 - District-approved design costs ("DESIGN COST") for PROJECT; (i)
 - Approved cost of construction bid amount for PROJECT by lowest responsible bidder ("BID AMOUNT"); and
 - (iii) District-approved change orders ("CHANGE ORDERS") for PROJECT.

("ACTUAL CONSTRUCTION COSTS"); and

E. DISTRICT wishes to provide only financial assistance to CITY and have no other role; and

Together, DESIGN COST, BID AMOUNT and CHANGE ORDERS are called

- F. DISTRICT wishes contribute fifty percent (50%) of ACTUAL to CONSTRUCTION COSTS for the construction of PROJECT. DISTRICT will contribute fifty percent (50%) of DESIGN COST ("DESIGN CONTRIBUTION"), fifty percent (50%) of BID AMOUNT ("BID CONTRIBUTION") and fifty percent (50%) of the cost of CHANGE ORDERS ("FINAL DISTRICT CONTRIBUTION"). Together, DESIGN CONTRIBUTION, BID CONTRIBUTION and FINAL DISTRICT CONTRIBUTION are called "TOTAL DISTRICT CONTRIBUTION"; and
- G. TOTAL DISTRICT CONTRIBUTION shall not exceed one million five hundred thousand dollars (\$1,500,000).

NOW, THEREFORE, in consideration of the preceding recitals and the mutual covenants contained, the parties hereto mutually agree as follows:

SECTION I

CITY shall:

- 1. Pursuant to the California Environmental Quality Act ("CEQA"), act as Lead Agency and assume responsibility for preparation, circulation and adoption of all necessary and appropriate CEQA documents pertaining to the construction, operation and maintenance of PROJECT.
- 2. Provide DISTRICT with the estimated PROJECT engineering design cost and associated design schedule. As PROJECT design progresses, CITY shall update said design schedule as requested by DISTRICT.

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- 3. Prepare or cause to be prepared the necessary plans and specifications for PROJECT, hereinafter called "IMPROVEMENT PLANS", in accordance with the applicable DISTRICT and CITY standards, and provide a copy to DISTRICT for its record prior to advertising PROJECT for construction bids.

 4. Keep an accurate accounting of DESIGN COST, and include this accounting when invoicing DISTRICT for payment of DESIGN CONTRIBUTION.
 - 5. Invoice DISTRICT for DESIGN CONTRIBUTION following the signing of IMPROVEMENT PLANS by all parties.
 - 6. Obtain, at its sole cost and expense, all necessary permits, approvals or agreements required by any federal, state and local resource or regulatory agencies pertaining to PROJECT.
 - 7. Obtain all necessary rights of way, rights of entry and temporary construction easements, if any, necessary to construct, operate and maintain PROJECT.
 - 8. Advertise, award and administer a public works construction contract for PROJECT at its sole cost and expense.
 - 9. Provide DISTRICT with written notice (Attention: Water Conservation Planning Section) that CITY has awarded a construction contract for PROJECT. The written notice shall include the Contractor's actual bid amount for PROJECT, setting forth the lowest responsible bid contract price for PROJECT construction as set forth herein.
 - 10. Prior to commencing PROJECT construction, furnish DISTRICT with copies of IMPROVEMENT PLANS signed by all parties.
 - 11. Keep an accurate accounting of BID AMOUNT and CHANGE ORDERS for PROJECT, and include this accounting when invoicing DISTRICT for payment of BID CONTRIBUTION and FINAL DISTRICT CONTRIBUTION.

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- 12. Invoice DISTRICT (Attention: Chief of Watershed Protection) for BID CONTRIBUTION at the time of providing written notice of the award of a construction contract for PROJECT as set forth in Section I.9.
- 13. Construct or cause to be constructed PROJECT pursuant to a CITY administered construction contract, and pay all costs associated therewith.
- 14. Inspect PROJECT construction or cause PROJECT'S construction to be inspected by its construction manager(s).
- 15. Furnish or cause its construction manager(s) to furnish all construction survey and materials testing services necessary to construct PROJECT.
- 16. Assume ownership and sole responsibility for the operation and maintenance of PROJECT.
- 17. Upon completion of construction of PROJECT, provide or cause its civil engineer of record or construction civil engineer of record, duly registered in the State of California, to provide DISTRICT with "RECORD DRAWING" plans.
- 18. Upon completion of construction of PROJECT, provide DISTRICT with written justification and accounting for any CHANGE ORDERS, and provide DISTRICT with the opportunity to review and approve said CHANGE ORDER(S).
- 19. Upon DISTRICT'S approval or rejection of CHANGE ORDER(S), conduct a final accounting of ACTUAL CONSTRUCTION COSTS for PROJECT, invoice DISTRICT (Attention: Chief of Watershed Protection) for FINAL DISTRICT CONTRIBUTION for PROJECT, and provide DISTRICT with a copy of CITY'S recorded Notice of Completion for PROJECT.

SECTION II

DISTRICT shall:

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- Act as a Responsible Agency under CEQA, taking all necessary and appropriate 1. action to comply with CEQA for PROJECT.
- Within thirty (30) calendar days following CITY'S providing justification for and 2. accounting of any CHANGE ORDER(S), review and approve or reject CHANGE ORDERS.
- Pay CITY within forty-five (45) days after receipt of CITY'S appropriate 3. invoice(s) for DESIGN CONTRIBUTION, BID CONTRIBUTION and FINAL DISTRICT CONTRIBUTION as set forth in Sections I.5., I.12. and I.19.

SECTION III

It is further mutually agreed:

- TOTAL DISTRICT CONTRIBUTION shall not exceed one million five hundred 1. thousand dollars (\$1,500,000) and shall be used by CITY solely for the purpose of designing and constructing PROJECT as set forth herein.
- CITY shall indemnify, defend, save and hold harmless DISTRICT and County of 2. Riverside (including their respective officers, districts, special districts and departments, their respective directors, officers, Board of Supervisors, elected and appointed officials, employees, agents, representatives, independent contractors and subcontractors) from any liabilities, claim, damage, proceeding or action, present or future, based upon, arising out of or in any way relating to CITY'S (including its officers, employees, agents, representatives, independent contractors, and subcontractors) actual or alleged acts or omissions related to this Agreement, performance under this Agreement or failure to comply with the requirements of this Agreement including, but not limited to (a) property damage, (b) bodily injury or death, (c) payment of attorney's fees or (d) any other element of any kind or nature whatsoever.
- DISTRICT shall indemnify, defend, save and hold harmless CITY (including its 3. officers, employees, agents, representatives, independent contractors and subcontractors) from

any liabilities, claim, damage, proceeding or action, present or future, based upon, arising out of or in any way relating to DISTRICT'S (including its officers, Board of Supervisors, elected and appointed officials, employees, agents, representatives, independent contractors and subcontractors) actual or alleged acts or omissions related to this Agreement, performance under this Agreement, or failure to comply with the requirements of this Agreement including, but not limited to (a) property damage, (b) bodily injury or death, (c) payment of attorney's fees or (d) any other element of any kind or nature whatsoever.

- 4. Any waiver by DISTRICT or by CITY of any breach of any one or more of the terms of this Agreement shall not be construed to be a waiver of any subsequent or other breach of the same or of any other term hereof. Failure on the part of DISTRICT or CITY to require exact, full and complete compliance with any terms of this Agreement shall not be construed as in any manner changing the terms hereof or estopping DISTRICT or CITY from enforcement hereof.
- 5. This Agreement is to be construed in accordance with the laws of the State of California.
- 6. Any and all notices sent or required to be sent to the parties of this Agreement will be mailed by first class mail, postage prepaid, to the following addresses:

RIVERSIDE COUNTY FLOOD CONTROL AND WATER CONSERVATION DISTRICT 1995 Market Street Riverside, CA 92501 Attn: Watershed Protection Division

CITY OF CORONA
755 Corporation Yard Way
Corona, CA 92880
Attn: Tom Koper (Department of
Water and Power)

7. If any provision in this Agreement is held by a court of competent jurisdiction to be invalid, void or unenforceable, the remaining provisions will nevertheless continue in full force without being impaired or invalidated in any way.

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- This Agreement is the result of negotiations between the parties hereto and the 8. advice and assistance of their respective counsel. The fact that this Agreement was prepared as a matter of convenience by DISTRICT shall have no import or significance. Any uncertainty or ambiguity in this Agreement shall not be construed against DISTRICT because DISTRICT prepared this Agreement in its final form.
- 9. This Agreement is made and entered into for the sole protection and benefit of the parties hereto. No other person or entity shall have any right or action based upon the provisions of this Agreement.
- Any action at law or in equity brought by any of the parties hereto for the purpose 10. of enforcing a right or rights provided for by the Agreement shall be tried in a court of competent jurisdiction in the County of Riverside, State of California, and the parties hereto waive all provisions of law providing for a change of venue in such proceedings to any other county.
- In the event of any arbitration, action or suit brought by either CITY or DISTRICT 11. against the other party by reason of any breach on the part of the other party of any of the covenants and agreements set forth in this Agreement, or any other dispute between DISTRICT and CITY concerning this Agreement, the prevailing party in any such action or dispute, by a final judgment or arbitration award, shall be entitled to have and recover from the other party all costs and expenses or claims including, but not limited to, attorney's fees and expert witness fess. This section shall survive any termination of this Agreement.
- Time is of the essence in prosecuting the work contemplated under this 12. Agreement. At any time during the term of this Agreement, DISTRICT may terminate this Agreement for cause including, but not limited to, CITY'S failure to prosecute the work in a timely manner, upon providing CITY thirty (30) days written notice stating the extent and effective date of termination.

13. The obligation(s) of DISTRICT are limited by and contingent upon the availability of DISTRICT funds for DISTRICT'S financial contribution towards PROJECT as set forth herein. In the event that such funds are not forthcoming for any reason, DISTRICT shall immediately notify CITY in writing.

14. This Agreement is intended by the parties hereto as a final expression of their understanding with respect to the subject matter hereof and as a complete and exclusive statement of the terms and conditions thereof and supersedes any and all prior and contemporaneous agreements and understandings, oral and written, in connection therewith. This Agreement may be changed or modified only upon the written consent of the parties hereto.

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IN WITNESS WHEREOF, the parties hereto have executed this Agreement on 2 APR 1 1 2017 (to be filled in by Clerk of the Board) 4 5 RIVERSIDE COUNTY FLOOD CONTROL RECOMMENDED FOR APPROVAL: AND WATER CONSERVATION DISTRICT 7 By By JASON E. UHLEY MARION ASHLEY, Chairman 8 General Manager-Chief Engineer Riverside County Flood Control and Water 9 Conservation District Board of Supervisors 10 11 APPROVED AS TO FORM: ATTEST: 12 **GREGORY P. PRIAMOS** KECIA HARPER-IHEM 13 County Counsel Clerk of the Board 14 15 NEAL R. KIPNIS 16 **Deputy County Counsel** 17 18 (SEAL) 19 20 21 22 23 24 25 Funding Agreement - City of Corona WRCRWA - Bluff Street Reclaimed Water Pipeline 26 Project No. 2-6-0993 LMD:CSS:blm 27 11/16/16 28

CITY OF CORONA DARRELL TALBERT MAN City Manager APPROVED AS TO FORM: ATTEST: By By LISA MOBLEY DEAN DERLETH City Attorney City Clerk (SEAL) Funding Agreement - City of Corona WRCRWA - Bluff Street Reclaimed Water Pipeline Project No. 2-6-0993 LMD:CSS:blm 11/16/16

