

REIMBURSEMENT AGREEMENT BETWEEN  
THE CITY OF SANTA ROSA AND THE SOUTH PARK COUNTY  
SANITATION DISTRICT FOR SEWER ASSET REPLACEMENTS  
FOR  
THE MCMINN AVE AND HUGHES AVE SEWER, WATER, AND STORM  
DRAIN IMPROVEMENTS PROJECT  
AND  
THE DELEGATION OF AUTHORITY TO THE DIRECTOR OF SANTA  
ROSA WATER TO EXECUTE FUTURE REIMBURSEMENT  
AGREEMENTS FOR CAPITAL IMPROVEMENT PROJECTS  
NECESSARY UNDER THE TRANSFER AGREEMENT

BPU Meeting

May 7<sup>th</sup>, 2026



Presented by Candace Michael, Associate Civil Engineer – Asset Management

# Overview

- Background
- Reimbursement Agreement
- Location
- Prior BPU and City Council Review
- Analysis
- Recommendation

# Background

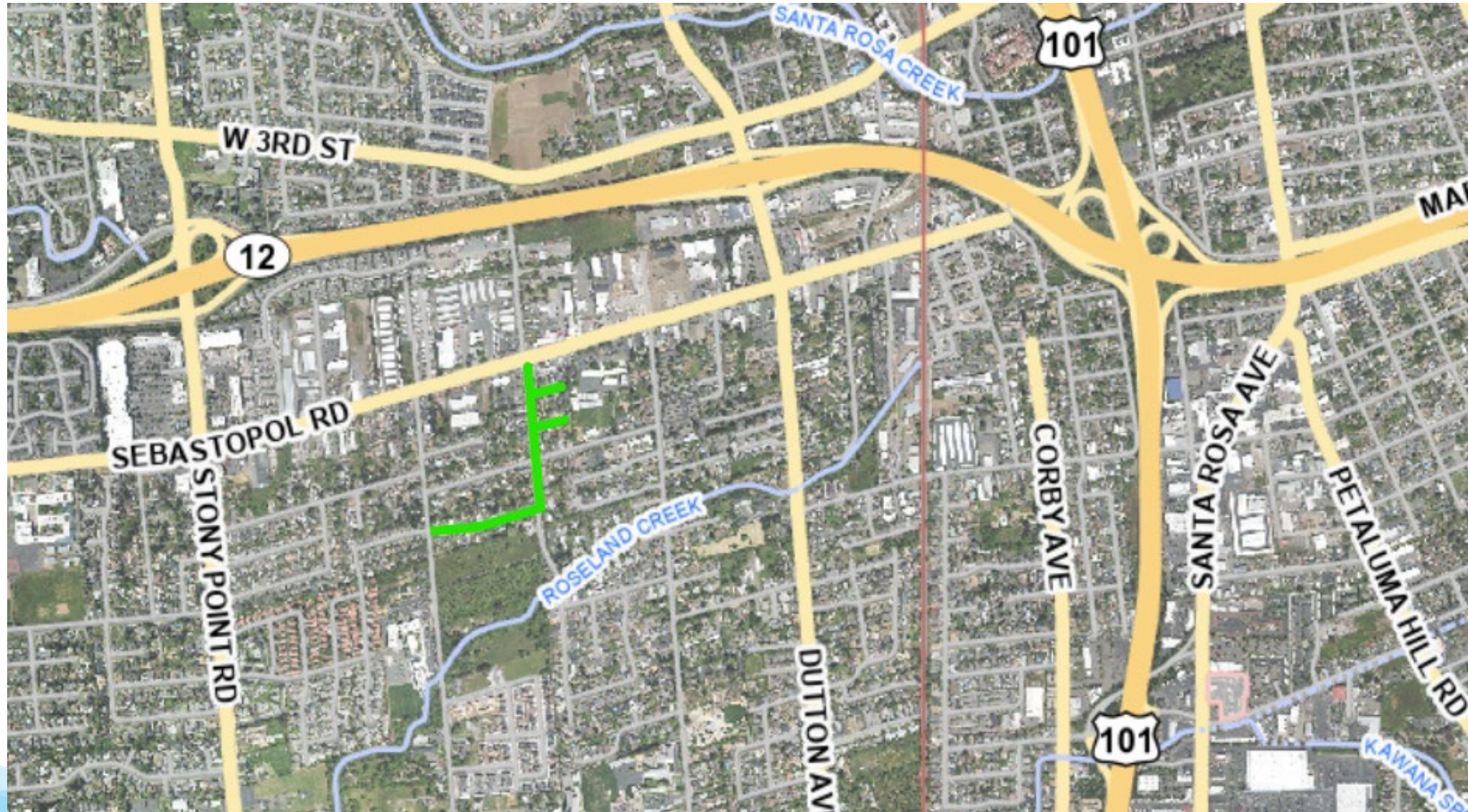
- The “Amended and Restated Agreement Regarding District Operations and Transfer to the City of Santa Rosa” states that sewer assets in the District boundaries must be replaced before dissolution of the District
- The City has Capital Improvement Projects (CIP) that overlap with the boundaries of the South Park County Sanitation District (District)
- The District owns the sewer assets in the District boundaries

# Reimbursement Agreements

- For City managed projects
  - District reimburses the City for sewer utility replacement costs
- For District managed projects
  - City reimburses the District for utility replacement costs
- Cost sharing opportunities for:
  - Mobilization
  - Demobilization
  - Trenching & Paving
  - ADA requirements

# Location Map

PID 1601 – McMinn Ave and Hughes Ave Sewer, Water and Storm Drain Improvements Project



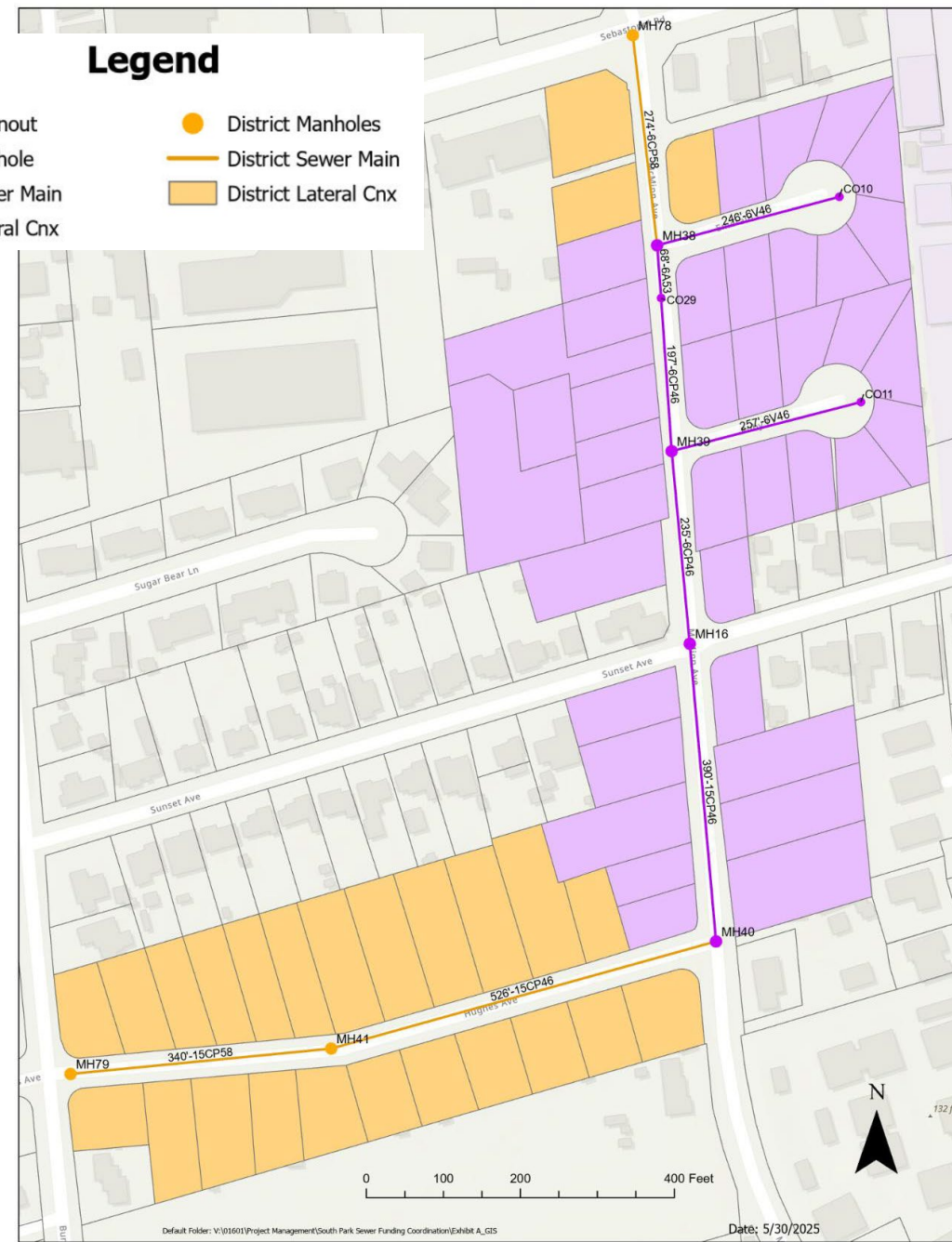


# Prior BPU & City Council Review

- On February 20, 1996, by Resolution 22586, the District and the City entered into the "Agreement for Dissolution of the South Park County Sanitation District and Transfer to the City of Santa Rosa"
- On June 26, 2012, by Resolution 28112, the District and the City entered into the "Amended and Restated Agreement Regarding District Operations and Transfer to the City of Santa Rosa"
- On October 24, 2017, the City, by Resolution No. 2017-211, approved the "First Amendment to the Amended and Restated Agreement Regarding District Operations and Transfer to the City of Santa Rosa"

# Analysis

- District owned sewer assets make up 45% of the sewer portion of the McMinn & Hughes project
- The SPCSD will be reimbursing Santa Rosa \$977,000 for:
  - Replacement of sewer assets, and
  - Other cost sharing opportunities

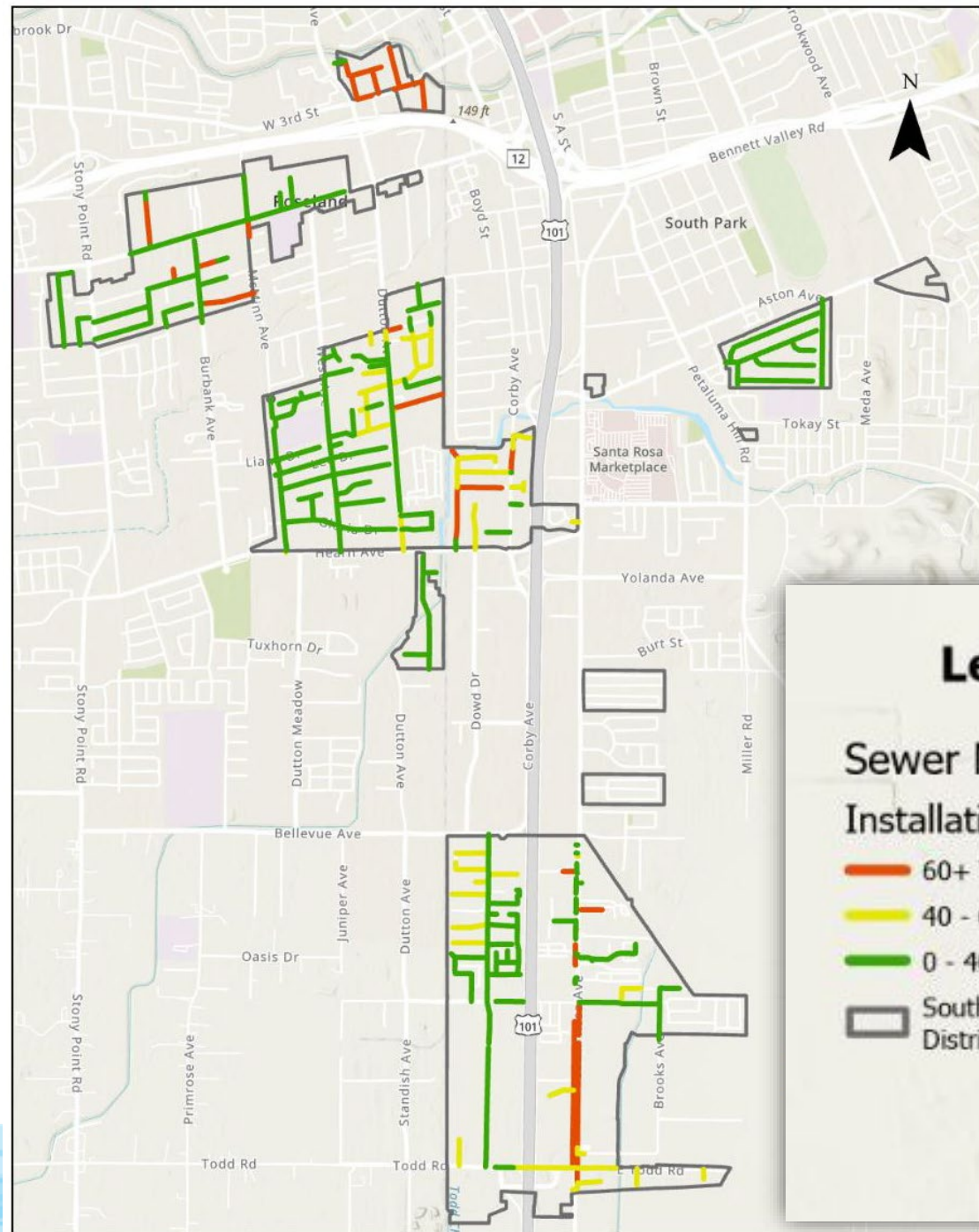


# Transfer Agreement Analysis

14,869 feet of sewer main over 60 years

17,156 feet of sewer main 40 – 60 years

64,746 feet of sewer main under 40 years



# Recommendation

It is recommended by Santa Rosa Water that the Board of Public Utilities, by resolution, approve the Reimbursement Agreement between the City of Santa Rosa and the South Park County Sanitation District for Sewer Asset Replacements for the McMinn Ave and Hughes Ave Sewer, Water, and Storm Drain Improvements project and delegate authority to the Director of Santa Rosa Water to execute future Reimbursement Agreements for Capital Improvement Projects Necessary under the Transfer Agreement.

# DISCUSSION / QUESTIONS