



COUNTY OF SAN MATEO
Inter-Departmental Correspondence
Department of Public Works



DATE: July 22, 2011
BOARD MEETING DATE: August 9, 2011
SPECIAL NOTICE/HEARING: None
VOTE REQUIRED: 4/5ths

TO: Honorable Board of Supervisors

FROM: James C. Porter, Director of Public Works

SUBJECT: **Executive Summary:** Amendment Number One to the Agreement for Funding of the Planning, Design, and Environmental Analysis of an Initial Flood Control Capital Project on San Francisquito Creek (between East Bayshore Road and San Francisco Bay) and Adoption of an Appropriation Transfer Request to Support the Amendment

RECOMMENDATION:

Acting as the Governing Board of the San Mateo County Flood Control District, adopt Resolutions:

- A. Authorizing the President of the Board to execute Amendment Number One to the Agreement for Funding of the Planning and Design of the Initial Capital Project on San Francisquito Creek between East Bayshore Road and San Francisco Bay with the San Francisquito Creek Joint Powers Authority, the Santa Clara Valley Water District, and the San Mateo County Flood Control District.
- B. Adopting an Appropriation Transfer Request to provide an appropriation in the San Francisquito Creek Flood Control Zone 2 in the amount of \$186,252 to fund the Agreement.

BACKGROUND:

The San Francisquito Creek Joint Powers Authority (SFCJPA) was formed between the cities of Palo Alto, East Palo Alto and Menlo Park together with the San Mateo County Flood Control District (SMCFCD), and the Santa Clara Valley Water District (SCVWD) to address issues regarding San Francisquito Creek (Creek).

On November 3, 2009, your Board adopted Resolution No. 070491, which authorized execution of an Agreement for Funding of the Planning and Design of the Initial Capital Project on San Francisquito Creek between East Bayshore Road and San Francisco Bay with the San Francisquito Creek Joint Powers Authority, the Santa Clara Valley Water District, and the San Mateo County Flood Control District. Your Board also adopted Resolution No. 070492 on November 3, 2009, which adopted an Appropriation

Transfer Request to provide an appropriation in the San Francisquito Creek Flood Control Zone 2 in the amount of \$400,000 to fund the Agreement.

DISCUSSION:

Based on an evaluation of upstream and downstream improvement options presented to the SFCJPA Board and all member agencies' Boards or Councils, the SFCJPA Board directed SFCJPA staff to retain consultants to perform planning and design services and environmental analysis for the Creek between East Bayshore Road and the San Francisco Bay. The Funding Agreement executed in 2009 was to fund the work of the consultants and SFCJPA staff time associated with the consultants' work based on contributions of \$400,000 from the SMCFCFCD and \$1,000,000 from the SCVWD.

The SFCJPA has been managing the design and environmental consultants, however, unanticipated design and project costs have been identified and require additional funding in order to complete the work. These costs relate to the design consultant's work, PG&E's engineering work, design associated with reconfiguring portions of the Palo Alto Golf Course, and allowance for a contingency amount for additional services. The Amendment provides additional funding from the SCVWD and the SMCFCFCD in amounts proportionate to the Funding Agreement, \$466,000 and \$186,252, respectively, to pay for these additional costs. The SFCJPA staff believes that design of the Initial Capital Project can be completed with the additional funding provided through the Amendment.

The total amount required to complete the project had not been determined prior to the budget process and was not included in the County's San Francisquito Creek Zone 2 budget. An Appropriation Transfer Request must be approved to allocate the additional funding for this Amendment. The financial requirements specified in the Amendment and Agreement will not pay for costs associated with a construction project. The financing for construction will need to be determined at a later time as annual revenues from the San Francisquito Creek Flood Control Zone 2 are not sufficient to support a construction project.

County Counsel has reviewed and approved the Resolution and Amendment as to form.

Your Board authorizing the execution of the Amendment and approval of the Appropriation Transfer Request contributes to the Shared Vision 2025 outcome of a Collaborative Community by providing the framework and a portion of the financing to continue the collaborative work of the SFCJPA member agencies in evaluating and developing solutions to Creek flooding within a specific reach of the Creek.

FISCAL IMPACT:

There is no impact to the General Fund. The funding for the Agreement with SMCFCFCD will be from the San Francisquito Creek Flood Control Zone 2.



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RECOMMENDATION:

Acting as the Governing Board of the San Mateo County Flood Control District, adopt Resolutions:

- A. Authorizing the President of the Board to execute Amendment Number One to the Agreement for Funding of the Planning and Design of the Initial Capital Project on San Francisquito Creek between East Bayshore Road and San Francisco Bay with the San Francisquito Creek Joint Powers Authority, the Santa Clara Valley Water District, and the San Mateo County Flood Control District.
- B. Adopting an Appropriation Transfer Request to provide an appropriation in the San Francisquito Creek Flood Control Zone 2 in the amount of \$186,252 to fund the Agreement.

BACKGROUND:

The San Francisquito Creek Joint Powers Authority (SFCJPA) was formed between the cities of Palo Alto, East Palo Alto and Menlo Park together with the San Mateo County Flood Control District (SMCFCD), and the Santa Clara Valley Water District (SCVWD) to address issues regarding San Francisquito Creek (Creek). The Creek forms the boundary between San Mateo and Santa Clara Counties, as well as a portion of the city limits of Palo Alto, East Palo Alto and Menlo Park and has a history of flooding within the three (3) cities with the most recent flooding occurring in 1998.

In November 2005, the SFCJPA and Army Corps of Engineers (Corps) executed the Feasibility Cost Share Agreement, which enabled the Corps to start work on a Feasibility Study for flood control projects related to the Creek. The SFCJPA, SMCFCD, and

SCVWD executed a funding agreement in which the SMCFCFCD and SCVWD would each provide \$1,500,000 (\$3,000,000 total) to fund the Feasibility Study.

On November 3, 2009, your Board adopted Resolution No. 070491, which authorized execution of an Agreement for Funding of the Planning and Design of the Initial Capital Project on San Francisquito Creek between East Bayshore Road and San Francisco Bay with the San Francisquito Creek Joint Powers Authority, the Santa Clara Valley Water District, and the San Mateo County Flood Control District. Your Board also adopted Resolution No. 070492 on November 3, 2009, which adopted an Appropriation Transfer Request to provide an appropriation in the San Francisquito Creek Flood Control Zone 2 in the amount of \$400,000 to fund the Agreement.

DISCUSSION:

Due to inconsistent federal funding and the desire to move forward with projects that would result in flood damage reduction and ecosystem restoration, the SFCJPA Board authorized the SFCJPA staff to evaluate upstream retention projects and downstream improvement projects that could also receive credit towards the local share of project(s) identified through the Feasibility Study through Section 104 of the Water Resources Development Act of 1986.

Based on an evaluation of upstream and downstream improvement options presented to the SFCJPA Board and all member agencies' Boards or Councils, the SFCJPA Board directed SFCJPA staff to retain consultants to perform planning and design services and environmental analysis for the Creek between East Bayshore Road and the San Francisco Bay. The Funding Agreement executed in 2009 was to fund the work of the consultants and SFCJPA staff time associated with the consultants' work based on contributions of \$400,000 from the SMCFCFCD and \$1,000,000 from the SCVWD.

The SFCJPA has been managing the design and environmental consultants, however, unanticipated design and project costs have been identified and require additional funding in order to complete the work. These costs relate to the design consultant's work, PG&E's engineering work, design associated with reconfiguring portions of the Palo Alto Golf Course, and allowance for a contingency amount for additional services.

Design Costs

The design consultant's costs have exceeded the original contract amount based on the following factors: increasing the level of flood protection for the design (100-year storm event with a 100-year tide, protection against sea level rise, and complying with the Federal Emergency Management Agency freeboard requirements), additional work performed by the design consultant due to insufficient data for design (hydraulic modeling and survey data), requests from the SFCJPA and member agencies to modify the original design concepts, and design of a boardwalk structure to connect an existing bridge to the proposed levee. The Amendment includes funding to increase the design consultant contract by \$340,252 from the original amount of \$695,000 to a new contract amount of \$1,035,252. The SFCJPA has significantly revised their contract requirements with the design consultant, HDR, Inc., through a contract amendment. The contract amendment stipulates the additional scope needed to complete the design and provides improved cost control to avoid future cost overruns. The contract amendment

was approved by the SFCJPA Board at their June 23, 2011 meeting.

PG&E Costs

The project will impact existing PG&E facilities (two electric towers, electric poles, and a gas transmission line). PG&E has informed the SFCJPA that the advanced engineering fees to evaluate and design modifications to their facilities will cost \$175,000 and must be performed by PG&E.

Golf Course Reconfiguration Design

The project and associated proposed levee will encroach into a portion of the Palo Alto Municipal Golf Course and several holes will need to be reconfigured. The anticipated cost to redesign the affected portion of the golf course is \$150,000. The SFCJPA staff will select and manage a consultant to perform this work.

Contingency for Additional Services

The Amendment stipulates that a contingency amount of \$100,000 will be available as needed to complete design of the Initial Capital Project and describes how it may be authorized. The Amendment stipulates that the SFCJPA Executive Director may approve task orders up to \$10,000 and must provide the SFCJPA Board with a written report at the subsequent Board meeting describing the approved task orders. The SFCJPA Board must approve task orders greater than \$10,000.

To cover the additional design costs, PG&E costs, golf course reconfiguration design and contingency amount, the Amendment provides additional funding from the SCVWD and the SMCFCFCD in amounts proportionate to the Funding Agreement, \$466,000 and \$186,252, respectively. The following table outlines the costs and work associated with the Funding Agreement and the Amendment.

Funding Agreement

Environmental Consultant Contract (ICF)	\$592,000
Design Consultant (HDR)	\$695,000
Contingency Amount	\$100,000
Excess Funding to be utilized for HDR Contract	\$13,000
Subtotal	\$1,400,000

Amendment to Funding Agreement

HDR Contract Amendment No. 1	\$340,252
(\$13,000 to be funded from Funding Agreement)	(\$13,000)
PG&E Costs	\$175,000
Golf Course Reconfiguration Design	\$150,000
Subtotal	\$652,252

Total \$2,052,252

The SFCJPA staff believes that design of the Initial Capital Project can be completed with the additional funding provided through the Amendment.

The total amount required to complete the project had not been determined prior to the budget process and was not included in the County's San Francisquito Creek Zone 2 budget. An Appropriation Transfer Request must be approved to allocate the additional funding for this Amendment. The financial requirements specified in the Amendment and Agreement will not pay for costs associated with a construction project. The financing for construction will need to be determined at a later time as annual revenues from the San Francisquito Creek Flood Control Zone 2 are not sufficient to support a construction project.

County Counsel has reviewed and approved the Resolution and Amendment as to form.

Your Board authorizing the execution of the Amendment and approval of the Appropriation Transfer Request contributes to the Shared Vision 2025 outcome of a Collaborative Community by providing the framework and a portion of the financing to continue the collaborative work of the SFCJPA member agencies in evaluating and developing solutions to Creek flooding within a specific reach of the Creek.

FISCAL IMPACT:

There is no impact to the General Fund. The funding for the Agreement with SMCFCFCD will be from the San Francisquito Creek Flood Control Zone 2, which receives property tax apportionments totaling approximately \$195,000 per year. Authorization of the Appropriation Transfer Request will transfer an appropriation of \$186,252 from the San Francisquito Creek Flood Control Zone 2 Appropriation for Contingency category to the Project Contribution category. Payments by the SMCFCFCD and the SCVWD will be made in proportion to the contributions from each agency.

RESOLUTION NO. _____

**BOARD OF SUPERVISORS, COUNTY OF SAN MATEO, STATE OF CALIFORNIA
ACTING AS THE GOVERNING BOARD OF THE SAN MATEO COUNTY FLOOD
CONTROL DISTRICT**

* * * * *

**RESOLUTION AUTHORIZING THE PRESIDENT OF THE BOARD TO EXECUTE
AMENDMENT NUMBER ONE TO THE AGREEMENT FOR FUNDING OF THE
PLANNING AND DESIGN OF THE INITIAL CAPITAL PROJECT ON SAN
FRANCISQUITO CREEK BETWEEN EAST BAYSHORE ROAD AND SAN
FRANCISCO BAY WITH THE SAN FRANCISQUITO CREEK JOINT POWERS
AUTHORITY, THE SANTA CLARA VALLEY WATER DISTRICT, AND THE SAN
MATEO COUNTY FLOOD CONTROL DISTRICT**

RESOLVED, by the Board of Supervisors of the County of San Mateo, State of California, acting as the governing body of the San Mateo County Flood Control District (District), that

WHEREAS, the District is a member of the San Francisquito Creek Joint Powers Authority (SFCJPA); and

WHEREAS, San Francisquito Creek (Creek) has a history of flooding the communities in and around East Palo Alto, Menlo Park and Palo Alto; and

WHEREAS, the Army Corps of Engineers (Corps), working with the SFCJPA, completed a Reconnaissance Study for San Francisquito Creek which indicated a federal interest in developing a flood control project for San Francisquito Creek thereby allowing the Corps to progress to the Feasibility Study (Study) phase provided a Feasibility Cost Sharing Agreement (FCSA) with a local sponsor was executed; and

WHEREAS, the SFCJPA was authorized to be the “Local Sponsor” for the Study and entered into a FCSA with the Corps; and

WHEREAS, the FCSA required the SFCJPA to contribute to the Corps, in cash or in-kind services, fifty percent (50%) of the cost of the Corps’ Study as defined in the FCSA; and

WHEREAS, the District and the Santa Clara Valley Water District, on behalf of themselves and the other members of the SFCJPA within their respective jurisdictions, entered into a Three Party Funding Agreement with the SFCJPA to provide up to \$1,500,000 each to fund the local share of Study costs prior to the execution of the FCSA; and

WHEREAS, the District’s funding contribution of a not-to-exceed amount of \$1,500,000 is being financed from the San Francisquito Creek Flood Control Zone; and

WHEREAS, given the inconsistent appropriations from the federal government for the Feasibility Study and associated affect on the Study timeline, the SFCJPA Board authorized the SFCJPA staff to evaluate upstream retention projects and downstream improvement projects that could also receive credit towards the local share of project(s) identified through the Study through Section 104 of the Water Resources Development Act of 1986; and

WHEREAS, based on the evaluation of upstream retention and downstream improvement projects, the SFCJPA Board approved the retention of consultants to perform planning and design services and environmental analysis for improvements to the section of San Francisquito Creek between East Bayshore Road and the San Francisco Bay as an Initial Capital Project; and

WHEREAS, the consultants' work and the SFCJPA costs above normal operating costs to administer the consultant contracts were estimated to cost approximately \$1,400,000, which was agreed to be financed by the District and the Santa Clara Valley Water District; and

WHEREAS, the Agreement - Funding for the Planning and Design of the Initial Capital Project on San Francisquito Creek East Bayshore Road to San Francisco Bay (Agreement) between the San Francisquito Creek Joint Powers Authority, the Santa Clara Valley Water District, and the San Mateo County Flood Control District provides for the District to fund \$400,000 and the Santa Clara Valley Water District to fund \$1,000,000 of the planning and design services and environmental analysis for the Initial Capital Project; and

WHEREAS, unanticipated design and project costs associated with the Initial Capital Project have been identified and require additional funding in order to complete design and environmental work; and

WHEREAS, these costs relate to issues encountered by the design consultant, PG&E engineering costs, design costs to reconfigure portions of the Palo Alto Golf

Course, and allowance for a contingency amount for additional services; and

WHEREAS, the Amendment Number One to the Agreement provides additional funding in the amount of \$652,252. The Amendment allows for the District to fund \$186,252 and the Santa Clara Valley Water District to fund \$466,000, which is consistent with the proportionate shares for from each entity pursuant to the Agreement; and

WHEREAS, the Director of Public Works has recommended that this Board execute said Amendment Number One on behalf of the District and this Board concurs in the recommendation of the Director of Public Works.

NOW THEREFORE, IT IS HEREBY DETERMINED AND ORDERED that:

The President of the Board of Supervisors is hereby authorized and directed to execute said Amendment Number One to the Agreement for Funding of the Planning, Design, and Environmental Analysis of the Initial Capital Project on San Francisquito Creek between East Bayshore Road and San Francisco Bay on behalf of the San Mateo County Flood Control District, and the Clerk of the Board of Supervisors be, and is hereby, authorized to attest to the President's signature thereon.

* * * * *

**COUNTY OF SAN MATEO
APPROPRIATION TRANSFER REQUEST**

REQUEST NO.

DEPARTMENT

Department of Public Works

DATE

7/22/2011

1. REQUEST TRANSFER OF APPROPRIATIONS AS LISTED BELOW:

	C O D E S		AMOUNT	DESCRIPTION
	FUND OR ORG.	ACCOUNT		
From	48482	8611	186,252 00	San Francisquito Creek Flood - Appropriation
				from Contingency
To	48482	6263	186,252 00	San Francisquito Creek Flood - Contribution to
				other Agencies

Justification. (Attach Memo if Necessary)

To transfer funds from Appropriations to Other Charges to fund additional design work, PG&E's engineering work, design associated with reconfiguring portions of the Palo Alto Golf course, and allowance for contingencies for additional services in conjunction for the San Francisquito Flood Control Zone project between East Bayshore Road and San Francisco Bay.

DEPARTMENT HEAD

BY: *[Signature]*

DATE: 7-22-11

2. Board Action Required

Four-Fifths Vote Required

Board Action Not Required

Remarks:

COUNTY CONTROLLER

BY: *[Signature]*

DATE: 7/25/11

3. Approve as Requested

Approve as Revised

Disapprove

Remarks:

COUNTY MANAGER

BY: *[Signature]*

DATE: 7/25/11

DO NOT WRITE BELOW THIS LINE — FOR BOARD OF SUPERVISORS' USE ONLY

BOARD OF SUPERVISORS, COUNTY OF SAN MATEO, STATE OF CALIFORNIA

RESOLUTION TRANSFERRING FUNDS

RESOLUTION NO. _____

RESOLVED, by the Board of Supervisors of the County of San Mateo, that

WHEREAS, the Department hereinabove named in the Request for Appropriation, Allotment or Transfer of Funds has requested the transfer of certain funds as described in said Request; and

WHEREAS, the County Controller has approved said Request as to accounting and available balances, and the County Manager has recommended the transfer of funds as set forth hereinabove:

NOW, THEREFORE, IT IS HEREBY ORDERED AND DETERMINED that the recommendations of the County Manager be approved and that the transfer of funds as set forth in said Request be effected.

Regularly passed and adopted this _____ day of _____, 19____

Ayes and in favor of said resolution:

Noes and against said resolution:

Supervisors: _____

Supervisors: _____

 Absent Supervisors: _____

ATTEST:

CHAIRMAN, BOARD OF SUPERVISORS
COUNTY OF SAN MATEO

Clerk of Said Board

DISTRIBUTION:	
WHITE	— BOARD OF SUPERVISORS
GREEN	— CONTROLLER
CANARY	— COUNTY MANAGER
PINK	— DEPARTMENT
GOLDENROD	— TREASURER

Agreement

**Between the San Francisquito Creek Joint Powers Authority,
The San Mateo County Flood Control District, and
The Santa Clara Valley Water District
For Funding of the Planning and Design of the
Initial Capital Project on San Francisquito Creek
Between East Bayshore Road and San Francisco Bay**

This Agreement ("Agreement") is made and entered into as of NOVEMBER 3, 2009, by and among the SAN FRANCISQUITO CREEK JOINT POWERS AUTHORITY ("Authority"), a California joint powers authority, the SAN MATEO COUNTY FLOOD CONTROL DISTRICT ("Flood Control District"), a special district of the State of California, and the SANTA CLARA VALLEY WATER DISTRICT ("Water District"), a special district of the State of California, collectively referred to as Parties, or individually as Party.

RECITALS

A. San Francisquito Creek has a history of flooding the communities in and around East Palo Alto, Menlo Park and Palo Alto. The latest and the most damaging flood occurred in 1998.

B. Following the flood of 1998, the cities of East Palo Alto, Menlo Park and Palo Alto along with the San Mateo County Flood Control District and the Santa Clara Valley Water District (Authority Member Agencies) formed the San Francisquito Creek Joint Powers Authority on May 18, 1999. These entities are all full members of the Authority. The Authority was authorized to represent its member agencies as the local sponsor for a U.S. Corps of Engineers' ("Corps") San Francisquito Creek flood control project on May 23, 2002.

C. In March 2005, the Corps, working with the Authority, completed a reconnaissance study for San Francisquito Creek. The reconnaissance study results indicated a Federal Interest in developing a flood control project for San Francisquito Creek. Therefore, the Corps has engaged in the feasibility study (Study) phase of the San Francisquito Creek Flood Damage Reduction and Ecosystem Restoration Project (FDRER), which requires a Feasibility Cost Share Agreement with a local sponsor.

D. The Authority has entered into a Feasibility Cost Share Agreement (FCSA) with the San Francisco District of the Corps for the Study on San Francisquito Creek. The Corps, pursuant to the FCSA, is developing a project to evaluate flood protection and ecosystem restoration opportunities within the San Francisquito Creek Watershed in Santa Clara and San Mateo Counties. At the conclusion of the Study, the Corps will issue a Federally Preferred Plan, which will detail the pre-design construction actions to be taken to complete the FDRER.

E. The Corps' ability to complete the Study has been impacted by unanticipated delays due to federal funding constraints.

F. The Authority's staff conducted a process of evaluating alternatives for an Initial Capital Project (Project), and has recommended a preferred alternative with conceptual design drawings to the Authority's Board of Directors for consideration.

G. On July 23, 2009, the Authority's Board of Directors unanimously approved the staff's recommended Project and authorized its Executive Director to pursue funding opportunities and to contract with qualified Consultants to conduct 1) planning and design services and 2) environmental impact assessment and planning for the Project.

NOW, THEREFORE, in consideration of the foregoing recitals, and the covenants and conditions in the sections contained herein below, the Parties agree as follows:

PROVISIONS

1. Project Purpose and Work Products

The purpose of the Project is to provide the flood protection elements on San Francisquito Creek necessary to protect homes, businesses, and other facilities in the cities of Palo Alto and East Palo Alto downstream of East Bayshore Road near Highway 101. The intent of the Project is to provide conveyance of the one-percent (1%) design flood flow (9,400 cubic feet per second during mean high tide) through the area of consideration from the downstream face of East Bayshore Road to San Francisco Bay.

The final work products will be an Initial Study, Environmental Impact Report and Environmental Impact Statement, if necessary, and Plans, Specifications, and Cost Estimates to construct the project elements.

Authority will conduct a public process to contract with consultants to produce 1) Initial Study and Environmental Impact Report, and 2) Plans, Specification and Cost Estimates, for the Project.

2. Funding Amounts

- A. Water District will contribute one million dollars (\$1,000,000.00) to fund the planning and design of the Project and a portion of the Authority's additional costs as described in paragraph number 3.D below.
- B. The Flood Control District shall contribute four hundred thousand dollars (\$400,000.00) to fund the planning and design of the Project and a portion of the Authority's additional costs as described in paragraph number 3.D below.
- C. If the total Project costs (consultant plus allowed Authority additional costs) are less than \$1,400,000, the Flood Control District and Water District will contribute only their proportional amount up to the amount of the total Project costs.

3. Payments and invoices

- A. Authority shall invoice the Flood Control District and Water District monthly for payments to Project consultant based on the consultants' monthly invoices as approved by the Parties.
- B. Invoices from the Authority to the Flood Control District and Water District will include:
 - 1. Copies of the consultants' invoices to and as approved by the Authority;
 - 2. Detail of the work performed and products delivered during the invoice period;
 - 3. Itemized cost schedule and update of the current and total expenditures on each contract.
- C. Individual invoices to the Flood Control District and Water District will be the amount of the consultant invoices in proportion to the Flood Control District and Water District contributions to the total Project costs.

- D. Additional Authority costs directly related to the Project above normal operational costs, including legal, auditing and accounting expenses incurred to hire and manage the Consultant(s), expenses incurred for public outreach and meeting materials, venues, or other related items, will be chargeable to the contribution amounts of the Flood Control District and Water District. Authority will invoice the Flood Control District and Water District for these additional costs semi-annually in proportion to the total contribution amounts committed by the Flood Control District and Water District. Authority will itemize the charges on the invoices and provide back-up documentation and information to support the charges. All additional Authority costs under this Agreement that may be invoiced and charged to the Flood Control District and Water District will not exceed \$45,000.
- E. The Flood Control District and Water District will pay all invoices from Authority and approved by the Parties, within 30 calendar days of receipt to the Authority or its escrow account as determined by Authority. If Authority chooses to use an escrow account, it must be established by a state or federally chartered bank or savings & loan.
- F. Water District and Authority will negotiate and execute a letter of understanding to be referenced for administrative matters between them regarding their mutual roles and responsibilities relative to the planning and design of the Project. Said letter will have an effective date commensurate with the effective date of this Funding Agreement.
- G. Authority will request that the Corps, through Section 104 of the Water Resources Development Act of 1986, provide a credit for the local expenditures on the Project, to be realized through the future reduction of the local share of construction costs of the Federally Preferred Plan, and keep all the Parties apprised of progress towards these ends. The amount, method and timing of any credit against future federal expenditures for any approved in-kind services provided by either the Flood Control District or Water District shall be as provided for in the conditional Section 104 Credit Agreement to be obtained by the Authority with the Corps.

4. Payments to Consultants

Authority is responsible for review and payment of all consultant invoices.

5. Management of the Planning and Design of the Project

- A. Authority will administer the consultant selection and contracting process and is accountable for managing the contracts of consultant firms to perform the design and environmental work described in this Agreement.
- B. Authority will direct the consultants' work regarding the scope of the project, and the Water District will provide technical direction to the consultants regarding project deliverables.
- C. Technical approval of CEQA/NEPA documents, and certification of engineering plans and specifications and all related documents are subject to the review and approval of the Water District and the Flood Control District, or an agency or agencies designated by Water District and/or the Flood Control District prior to the completion of the Planning and Design of the Project, as appropriate to future ownership of Project elements.
- D. Authority is the CEQA/NEPA lead agency and its Board will be the appropriate Party to certify the CEQA/NEPA documents.

6. Mutual Hold Harmless

- A. Authority shall defend, hold harmless and indemnify the Flood Control District and Water District, their officers, directors, agents and employees from any and all claims for injuries or damages to persons and/or property which result from the intentional or unintentional misconduct, negligent acts or omissions of Authority, its officers, directors and/or employees in the performance of this Agreement.
- B. The Flood Control District shall defend, hold harmless, and indemnify Water District and the Authority, their officers, directors, agents and employees from any and all claims for injuries or damages to persons and/or property which result from the intentional or unintentional misconduct, negligent acts or omissions of Flood Control District, their officers, directors and/or employees in the performance of this Agreement.
- C. Water District shall defend, hold harmless, and indemnify the Flood Control District and the Authority, their officers, directors, agents and employees from any and all claims for injuries or damage to persons and/or property which result from the intentional or unintentional misconduct, negligent acts or omissions of Water District, their officers, directors and/or employees in the performance of this Agreement.
- D. In the event of concurrent intentional or unintentional misconduct, negligent acts or omissions by the Flood Control District, Water District, and Authority (or each of their respective officers, directors and/or employees), then the liability for any and all claims for injuries or damages to persons and/or property which arise out of each and any of their performance of the terms and conditions of this Agreement shall be apportioned according to the California law of comparative negligence. The Parties hereto are not jointly and severally liable on any liability, claim, or lawsuit.
- E. The duties and obligations of this Section will survive and continue in full force and effect after the termination or expiration this Agreement.

7. Retention of Records, Right to Monitor and Audit

The Authority will maintain all records related to the transaction that is the subject of this Agreement and/or the Project for twenty (20) years after the Planning or Design Phase is terminated or completed. The records shall be subject to the examination and/or audit of all JPA Member Agencies and the Corps.

8. Agreement Term

- A. This Agreement shall automatically terminate one hundred and eighty (180) days after the completion of the Planning and Design of the Project. Completion of the Planning and Design of the Project is defined as approval by the Authority Board of Plans, Specifications, and Cost Estimates, and an Initial Study and Environmental Impact Report and Environmental Impact Statement, if necessary.
- B. If any Party fails to perform any of its material obligations under this Agreement, in addition to all other remedies provided by law, any other Party may terminate this Agreement immediately upon written notice. This notice may be given only after a thirty (30) day corrective action communication has been provided and the Parties are unable to resolve the issue(s) giving rise to the proposed termination.
- C. Any Party may, upon 60 day written notice, terminate this Agreement.

- D. Termination of this Agreement by any of the Parties shall require the same approval process utilized by that Party to execute this Agreement.
- E. In the event of termination or expiration of this Agreement, each Party must deliver to all other Parties, upon request, copies of reports, documents, and other work performed by any Party or consultant to any Party under this Agreement. The cost of work performed under this Agreement to the date of termination or expiration will be due and payable in accordance with the provisions of this Agreement.

9. Refund of Undisbursed Funds

Undisbursed funds and interest shall be returned to the Flood Control District and Water District within ninety (90) days of the completion of the Planning and Design of the Project or termination or expiration of this Agreement.

10. Notices

Any notice or other communication required or permitted to be given hereunder shall not be effective unless it is given in writing and shall be delivered (a) in person, (b) by certified mail, postage prepaid, return receipt requested, (c) by facsimile, or (d) by a commercial overnight courier that guarantees next day delivery and provides a receipt, and addressed to the parties at the addresses stated below, or at such other address as either party may hereafter notify the other parties in writing:

Authority: San Francisquito Creek Joint Powers Authority
1231 Hoover Street
Menlo Park, California 94025
Attention: Len Materman, Executive Director
Facsimile No.: 650-561-4580

Flood Control District: San Mateo County Flood Control District
555 County Center, 5th Floor
Redwood City, CA 94063
Attention: Jim Porter, Director of Public Works
Facsimile No.: (650) 361-8220

Water District: Santa Clara Valley Water District
5750 Almaden Expressway
San Jose, California 95118-3614
Attention: Beau Goldie, Chief Executive Officer
Facsimile No.: (408) 445-1435

Service of any such notice or other communications so made shall be deemed effective on the day of actual delivery (whether accepted or refused) as evidenced by: a) confirmed answerback if by facsimile (provided that if any notice or other communication to be delivered by facsimile is unable to be transmitted because of a problem affecting the receiving party's facsimile machine, the deadline for receiving such notice or other communication shall be extended through the next business day), b) as shown by the addressee's return receipt if by certified mail, and c) as confirmed by the courier service if by courier; provided, however, that if such actual delivery occurs after 5:00 p.m. (local time where received) or on a non-business day, then such notice or demand so made shall be deemed effective on the first business day immediately following the day of actual delivery. No communications via electronic mail shall be effective to give any notice, request, direction, demand, consent, waiver, approval or other communications hereunder.

10. Severability

In the event any portion of this Agreement is declared by any court of competent jurisdiction to be invalid, illegal or unenforceable, such portion shall be severed from this Agreement and the remaining parts hereof shall remain in full force and effect as fully as though such invalid, illegal or unenforceable portion had never been part of this Agreement.

11. Governing Law and Compliance with Laws

The parties agree that California law governs this Agreement. In the performance of this Agreement each Party will comply with all applicable laws, ordinances, codes and regulations of the federal, state, and applicable local government.

12. Venue

In the event that suit shall be brought by any party to this contract, the parties agree that venue shall be exclusively vested in the state courts of either the County of Santa Clara, or the County of San Mateo or where otherwise appropriate, exclusively in the United States Court, Northern District of California.

13. Assignability and Subcontracting

Parties shall not assign this Agreement or any portion thereof to a third party or subcontract with a third party to provide services required under this Agreement without the prior written consent of the other parties. Notwithstanding, Authority may contract with an accounting firm, financial institution, or escrow company to fulfill its obligations under Section 2 and 3.

14. Ownership of Materials

All reports, documents, or other materials developed or discovered by any Party or any other person engaged directly or indirectly by any Party to perform the services required hereunder shall be and remain the mutual property of Authority and Authority Member Agencies without restriction or limitation upon their use.

15. Entire Agreement

This Agreement constitutes the entire Agreement between Authority, the Flood Control District and Water District with respect to the subject matter hereof and supersedes all prior offers and negotiations, oral and written. This Agreement may not be amended or modified in any respect whatsoever except by an instrument in writing signed by authorized representatives of the Authority, Flood Control District and Water District.

16. Further Actions

The Authority, Flood Control District and Water District agree to execute all instruments and documents, and to take all actions, as may be reasonably required to consummate the transaction contemplated by this Agreement.

17. Counterparts

This Agreement may be executed in any number of counterparts, each of which, when executed and delivered, shall be deemed to be an original, and all of which, taken together, shall be deemed to be one and the same instrument.

18. NonWaiver

A Party's waiver of any term, condition, or covenant, or breach of any term, condition or covenant will not be construed as a waiver of any other term, condition or covenant.

19. Third Parties

This Agreement is entered into only for the benefit of the Parties executing this Agreement and not for the benefit of any other individual, entity, or person.

IN WITNESS WHEREOF, the Authority, the Flood Control District, and Water District have executed this Agreement as of the date and year first above written.

Separate Signature pages were implemented individually for each Party as follows.

Agreement

**Between the San Francisquito Creek Joint Powers Authority,
The San Mateo County Flood Control District, and
The Santa Clara Valley Water District
Funding for the Planning and Design of the
Initial Capital Project on San Francisquito Creek
East Bayshore Road to San Francisco Bay**

IN WITNESS WHEREOF, the Authority, the Flood Control District, and Water District have executed this Funding Agreement as of the date and year first above written.

Separate Signature pages were implemented individually for each Party.

APPROVED AS TO FORM:

**SAN FRANCISQUITO CREEK JOINT POWERS
AUTHORITY, a California joint powers authority**


Signature

By: 
Len Materman
Executive Director


Print Name
Authority Counsel

Date: 10/22/09

Agreement
Between the San Francisquito Creek Joint Powers Authority,
The San Mateo County Flood Control District, and
The Santa Clara Valley Water District
Funding for the Planning and Design of the
Initial Capital Project on San Francisquito Creek
East Bayshore Road to San Francisco Bay

IN WITNESS WHEREOF, the Authority, the Flood Control District, and Water District have executed this Funding Agreement as of the date and year first above written.

Separate Signature pages were implemented individually for each Party.

APPROVED AS TO FORM:

SAN MATEO COUNTY FLOOD CONTROL DISTRICT



Signature

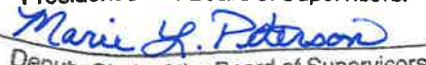
By: 

Mark Church
President, Board of Supervisors



Print Name and Title
County Counsel

Date: 11/3/09

Certificate of Delivery
(Government Code Section 25103)
I certify that a copy of the original document filed in
the Office of the Clerk of the Board of Supervisors of
San Mateo County has been delivered to the
President of the Board of Supervisors.


Deputy Clerk of the Board of Supervisors

Agreement

**Between the San Francisquito Creek Joint Powers Authority,
The San Mateo County Flood Control District, and
The Santa Clara Valley Water District
Funding for the Planning and Design of the
Initial Capital Project on San Francisquito Creek
East Bayshore Road to San Francisco Bay**

IN WITNESS WHEREOF, the Authority, the Flood Control District, and Water District have executed this Funding Agreement as of the date and year first above written.

Separate Signature pages were implemented individually for each Party.

APPROVED AS TO FORM:

SANTA CLARA VALLEY WATER DISTRICT

Leslie Orta
Signature 1-19-10

By: 
Beau Goldie
Chief Executive Officer

Senior Assistant
Leslie Orta
Print Name and Title
District Counsel

Date: 1-28-10