

**COUNTY OF SONOMA
AGENDA ITEM
SUMMARY REPORT**

Clerk of the Board Use Only
Meeting Date **Held Until**

Agenda Item No: **Agenda Item No:**

Department:
 Sonoma Valley County Sanitation District

() 4/5 Vote Required

Contact:
 Mike Thompson

Phone:
 (707)521-1863

Board Date:
 04-07-09

Deadline for Board Action:

AGENDA SHORT TITLE:
 Reimbursement for 800 Grove Street Contamination Cleanup Costs

REQUESTED BOARD ACTION(S):
 Resolution authorizing a budgetary adjustment to the FY 2008/09 Final Budget for the Sonoma Valley County Sanitation District Operations Fund in the amount of \$80,000.

CURRENT FISCAL YEAR FINANCIAL IMPACT

<u>EXPENDITURES</u>		<u>ADD'L FUNDS REQUIRING BOARD APPROVAL</u>	
Estimated Cost	\$ 80,000	Contingencies	\$
Amount Budgeted	\$ -0-	(Fund Name:)	
Other Avail Approp	\$	Unanticipated Revenue	\$
(Explain below)		(Source:)	
Additional Requested:	\$ 80,000	Other Transfer(s)	\$ 80,000
		(Source:Retained Earnings)	
		Add'l Funds Requested:	\$ -0-

Explanation (if required): Additional appropriations in Sonoma Valley County Sanitation District Operations Fund are required to process this expense; retained earnings will be appropriated with Board approval.

Prior Board Action(s):

Alternatives - Results of Non-Approval: The District will not reimburse the County for cleanup costs incurred by County.

Background:

In 2002 the Sonoma Valley County Sanitation District (District) sold surplus property located at 800 Grove Street in El Verano to the County of Sonoma (County). The County in turn redeveloped the property for a new Sheriff's substation. Prior to selling the property, the District removed an underground storage tank and the associated contaminated soil. After confirmation that there was no groundwater contamination, the District received a letter from County Environmental Health indicating that no further action was required at the site. Subsequent subsurface investigations also did not reveal the presence of contamination.

During construction of the new Sheriff's substation, contaminated soils were identified (1) below a hoist, (2) in an abandoned cistern, (3) during site work for a new building, and (4) during trenching for fence and site utility conduits. The total cost incurred by the County for the excavation and disposal of the contaminated materials and for construction delays was \$139,142.97. The real estate purchase agreement specified that the cost of remediation of unknown hazardous materials which were present before District's ownership of the property would be split between the parties if the source of the contamination could not be identified (A1).

Based on a review of investigative and remediation reports, the County and District staff agree that the portion of the cost attributable to contamination that the District is responsible for is \$73,511.46. A breakdown of these costs is included (A2).

REQUESTED BOARD ACTION(S):

Resolution authorizing a budgetary adjustment to the FY 2008/09 Final Budget for the Sonoma Valley County Sanitation District Operations Fund in the amount of \$80,000.

Attachments: Resolution (R1), Purchase Agreement Excerpts (A1), Cost Breakdown (A2)

On File With Clerk:

CLERK OF THE BOARD USE ONLY

Board Action (If other than "Requested")

Vote: