

**CITY OF COOS BAY
JOINT CITY COUNCIL / URA WORK SESSION
Agenda Staff Report**

MEETING DATE February 28, 2017	AGENDA ITEM NUMBER
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TO: URA Chair Kramer and Board Members
FROM: Susanne Baker, Finance Director
THROUGH: Rodger Craddock, City Manager
ISSUE: Coos Bay North Bend Water Board Reimbursement

SUMMARY:

During the approval processes for the South Empire Blvd improvement project staff received the consensus of the Urban Renewal Agency to reimburse the Coos Bay North Bend Water Board (Water Board) for the remaining life of a water main in South Empire Blvd.

ACTION REQUESTED:

Authorize the payment of \$65,743.61 to the Coos Bay North Bend Water Board.

BACKGROUND:

The reconstruction of the roadway and addition of pedestrian and bike path improvements of South Empire Blvd, the Water Board was required to replace a water main. To mitigate their expense, the Agency gave consensus to repay the Water Board for the remaining useful life of the pipe, approximately three years, which equated to 4%. Based upon the cost of replacing the water main, reimbursement of 4% equates to \$65,743.61. The Water Board agreed to defer receiving the payment until the funds could be budgeted by the Agency in FYE 18 and until after the majority of the tax increment funds had been received. The purchasing rules require formal Agency approval of expenditures over \$25,000.

BUDGET IMPLICATIONS:

The amount of the reimbursement was budgeted in FYE 18 and funds are available.