

AGREEMENT WITH CITY OF NORCO FOR TRANSITION OF RETAIL WATER SERVICES FOR 11550 AND 11551 ARLINGTON AVENUE

Public Utilities - Water

City Council January 7, 2019

RiversidePublicUtilities.com

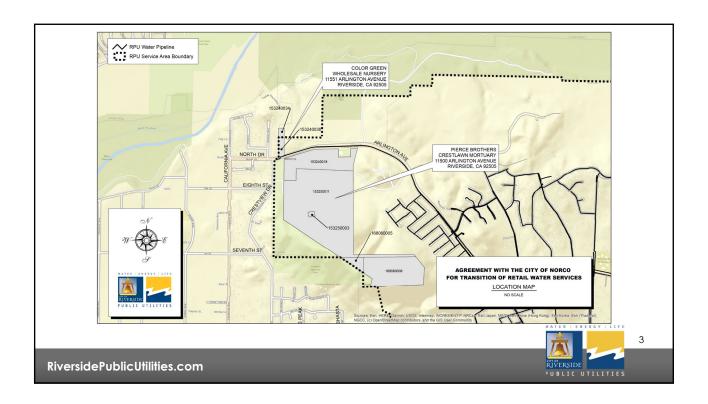


BACKGROUND

Water supply in westerly edge of RPU's service area:

- 1. Crestlawn Memorial Park at 11550 Arlington Avenue, and
- 2. Color Green Wholesale Nursery at 11551 Arlington Avenue





BACKGROUND

- 3. On November 14, 2016, the Board approved construction of the Arlington Avenue 16-inch Water Main to extend service to the Riverside City Limits immediately east of the City Limits of Norco.
- 4. Construction was completed in 2017 and RPU now has the ability to serve these two customers.
- 5. Crestlawn Memorial Park and Color Green Wholesale Nursery requested RPU to provide water service to their parcels.

DISCUSSION

- 1. Under the Terms of Agreement, the City of Norco agrees that:
 - a. RPU will provide retail water services to the properties within RPU's service area, and
 - b. Norco will hold RPU harmless from any claims for damages or losses due to RPU providing service to the two customers located within RPU's service area.

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DISCUSSION

- 2. The customers will be responsible for all applicable fees and charges required to install the water service;
- 3. The new customers will be charged the applicable RPU retail water customer rate for service.
- 4. The estimated total revenue from the acquisition of these two retail water customers is estimated at \$160,000 annually.



RECOMMENDATIONS

That the City Council:

- Approve the Agreement for Transition of Retail Water Service with the City of Norco to transition two (2) customers within the Riverside Water Service Area at 11550 and 11551 Arlington Avenue currently served by the City of Norco to be served by the City of Riverside; and
- 2. Authorize the City Manager, or designee, to execute the Agreement including the ability to make minor non-substantive changes.