

**REYNOLDS' PARCEL  
REIMBURSEMENT  
PAYMENTS DISCUSSED**

City Manager Graves introduced Agenda item "g" asking that Council clarify its intent regarding the reimbursement payments which are to be made at the time the Reynolds request water or sewer service or make major on-site improvements to their property at 310 North Cluff Avenue.

Council was informed that Mr. Henry Reynolds recently requested a meeting with staff to discuss conditions in the agreement for conveyance of Cluff Avenue, Right-of-way. At this meeting, Mr. Reynolds requested that the City Council be asked to clarify their intent regarding the reimbursements to the Assessment District for the installation of the water and sewer mains fronting his property. It was Mr. Reynolds' understanding that the cost of the water and sewer mains was to be the Assessment District's responsibility and that he would not now or in the future share in the installation cost of these utilities. He understood that he would pay the cost of the sewer lateral and the connection fee. It was also his understanding that the City would be responsible for the installation of curb, gutter and sidewalk in exchange for right-of-way but that the eight feet of paving on the easterly side of Cluff Avenue would be his responsibility at the time of development or request for water or sewer service. The cost of the paving would be the amount the City paid for the paving plus accrued interest.

The rate of interest was not addressed previously. Mr Reynolds would like to know what that interest rate would be. As a point of information, the interest rate on the Northeast Area Sanitary Sewer Lift Station Reimbursement Agreement is 10%. Staff feels that this would also be a fair rate for the paving reimbursement.

A very lengthy discussion followed with questions being directed to Staff and to Mr. Reynolds, who was in the audience. On motion of Councilman Katnich, Pinkerton second, Council confirmed that the City's adopted Utility Reimbursement policy does apply to Reynolds and indicated that it felt it was unjust to force Reynolds to tie onto the sanitary sewer. Further Council asked for a study of the sewer ordinance to see if it is viable..



# CITY OF LODI

PUBLIC WORKS DEPARTMENT

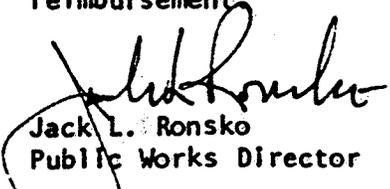
## COUNCIL COMMUNICATION

**TO:** City Council  
**FROM:** City Manager  
**DATE:** December 1, 1981  
**SUBJECT:** Reynolds' Reimbursement Payments

**RECOMMENDED ACTION:** That the City Council clarify their intent regarding the reimbursement payments which are to be made at the time the Reynolds request water or sewer service or make major on-site improvements to their property at 310 North Cluff Avenue.

**BACKGROUND INFORMATION:** Mr. Henry Reynolds recently requested a meeting with staff to discuss conditions in the agreement for conveyance of Cluff Avenue Right-of-way. At this meeting, Mr. Reynolds requested that the City Council be asked to clarify their intent regarding the reimbursements to the Assessment District for the installation of the water and sewer mains fronting his property. It was Mr. Reynolds' understanding that the cost of the water and sewer mains was to be the Assessment District's responsibility and that he would not now or in the future share in the installation cost of these utilities. He understood that he would pay the cost of the sewer lateral and the connection fee. It was also his understanding that the City would be responsible for the installation of curb, gutter and sidewalk in exchange for right-of-way but that the eight feet of paving on the easterly side of Cluff Avenue would be his responsibility at the time of development or request for water or sewer service. The cost of the paving would be the amount the City paid for the paving plus accrued interest.

The rate of interest was not addressed previously. Mr. Reynolds would like to know what that interest rate would be. As a point of information, the interest rate on the Northeast Area Sanitary Sewer Lift Station Reimbursement Agreement is 10%. We feel that this would also be a fair rate for the paving reimbursement.

  
Jack L. Ronsko  
Public Works Director

JLR/SB/eeh

cc: Mr. Henry Reynolds

**APPROVED:**

HENRY A. GLAVES, City Manager

**FILE NO.**

DEC 3 1981