

Memorandum



Date: October 6, 2009

To: Honorable Chairman Dennis C. Moss
and Members, Board of County Commissioners

From: George M. Burgess
County Manager

Subject: Execution of a stormwater billing agreement with the City of Miami Springs

Agenda Item No. 8(R)(1)(C)

RECOMMENDATION

It is recommended that the Board of County Commissioners (Board) approve the attached resolution approving the execution of a stormwater billing agreement between the Miami-Dade Water and Sewer Department (WASD) and the City of Miami Springs (City) for the billing of stormwater charges. Pursuant to Resolution R-825-08 approved by the Board on July 17, 2008, the City's water and sewer systems were transferred to the County effective September 3, 2008. Since then, WASD has billed City customers for water and sewer services, however the City continued to bill customers for stormwater utility charges.

SCOPE OF AGENDA ITEM

This agenda item is for stormwater billing services for the City in Commission District 6.

FISCAL IMPACT/FUNDING SOURCE

WASD will receive \$.87 per bill from the City for the provision of this billing service totaling approximately \$15,300 each year. Revenue received by WASD from other municipalities for the provision of identical services in FY 2007-08 was \$520,860.

TRACK RECORD/MONITOR

The WASD's Chief of Intergovernmental Affairs Section will monitor the agreement.

BACKGROUND

Since 1962, the City has been responsible for the operations and maintenance of the City's stormwater utility system within the City's boundaries. The City is currently billing and collecting its stormwater utility service charges, however, the City recently requested that WASD administer, bill and collect the stormwater utility service charges on behalf of the City simultaneously with WASD's bills for water and sewer services. WASD agreed to administer, bill and collect the stormwater utility charges effective November 1, 2009 and negotiated the terms of the agreement (attached) which includes provisions for WASD to perform billing at the City's expense and in accordance with the City's adopted rates. The agreement approved by the City on July 8, 2009, provides for WASD to administer the services for a fee of \$.87 per bill. The agreement is for a period of ten years and can be extended by mutual consent of the County and the City. The water and sewer bills will identify the stormwater charges as those of the City and will also include a City customer services telephone number.

WASD also provides this billing service for the cities of Aventura, Coral Gables, Doral, Miami, Miami Gardens, South Miami and Sweetwater, the Towns of Cutler Bay and Miami Lakes, and the Villages of Key Biscayne, El Portal and Palmetto Bay.

Assistant County Manager



MEMORANDUM
(Revised)

TO: Honorable Chairman Dennis C. Moss **DATE:** October 6, 2009
and Members, Board of County Commissioners

FROM: R. A. Cuevas, Jr. **SUBJECT:** Agenda Item No. 8(R)(1)(C)
County Attorney 

Please note any items checked.

- "3-Day Rule" for committees applicable if raised
- 6 weeks required between first reading and public hearing
- 4 weeks notification to municipal officials required prior to public hearing
- Decreases revenues or increases expenditures without balancing budget
- Budget required
- Statement of fiscal impact required
- Ordinance creating a new board requires detailed County Manager's report for public hearing
- No committee review
- Applicable legislation requires more than a majority vote (i.e., 2/3's ____, 3/5's ____, unanimous ____) to approve
- Current information regarding funding source, index code and available balance, and available capacity (if debt is contemplated) required

Approved _____ Mayor

Agenda Item No. 8(R)(1)(C)

Veto _____

10-6-09

Override _____

RESOLUTION NO. _____

RESOLUTION APPROVING EXECUTION OF STORMWATER BILLING AGREEMENT WITH THE CITY OF MIAMI SPRINGS FOR BILLING OF STORMWATER UTILITY CHARGES BY MIAMI-DADE WATER AND SEWER DEPARTMENT

WHEREAS, this Board desires to accomplish the purposes outlined in the accompanying memorandum, a copy of which is incorporated herein by reference,

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF COUNTY COMMISSIONERS OF MIAMI-DADE COUNTY, FLORIDA, that this Board hereby approves the execution of the stormwater billing agreement with the City of Miami Springs for the billing of stormwater utility charges in substantially the form attached hereto and made a part hereof; and authorizes the County Mayor or his designee to execute same; and to exercise the extension and termination provisions for and on behalf of Miami-Dade County, Florida.

The foregoing resolution was offered by Commissioner _____, who moved its adoption. The motion was seconded by Commissioner _____ and upon being put to a vote, the vote was as follows:

- | | |
|----------------------|---------------------------------|
| | Dennis C. Moss, Chairman |
| | Jose "Pepe" Diaz, Vice-Chairman |
| Bruno A. Barreiro | Audrey M. Edmonson |
| Carlos A. Gimenez | Sally A. Heyman |
| Barbara J. Jordan | Joe A. Martinez |
| Dorin D. Rolle | Natacha Seijas |
| Katy Sorenson | Rebeca Sosa |
| Sen. Javier D. Souto | |

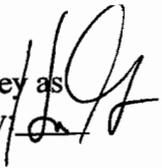
The Chairperson thereupon declared the resolution duly passed and adopted this 6th day of October, 2009. This resolution shall become effective ten (10) days after the date of its adoption unless vetoed by the Mayor, and if vetoed, shall become effective only upon an override by this Board.

MIAMI-DADE COUNTY, FLORIDA
BY ITS BOARD OF
COUNTY COMMISSIONERS

HARVEY RUVIN, CLERK

By: _____
Deputy Clerk

Approved by County Attorney as
to form and legal sufficiency



Henry N. Gillman

AGREEMENT FOR THE BILLING OF
STORMWATER UTILITY SERVICE CHARGES
BETWEEN
MIAMI-DADE COUNTY
AND
CITY OF MIAMI SPRINGS

THIS AGREEMENT, entered into this ___ day of _____, 2009, by and between the CITY OF MIAMI SPRINGS, FLORIDA, a municipal corporation of the State of Florida (the "CITY"), and MIAMI-DADE COUNTY, a political subdivision of the State of Florida (the "COUNTY").

WITNESSETH:

WHEREAS, effective 1962, the CITY has been exclusively responsible to operate and maintain the stormwater utility system within the CITY boundaries, and

WHEREAS, the CITY is presently responsible to administer, bill and collect its stormwater utility service charges, and

WHEREAS, pursuant to Resolution R-825-08, approved by the Board of County Commissioners on July 17, 2008, the CITY's water and sewer systems were transferred to the COUNTY effective September 3, 2008, and

WHEREAS, the COUNTY, through its Miami-Dade Water and Sewer Department (the "Department"), operates the water and sewer utility systems within the CITY; and

WHEREAS, the CITY has requested the COUNTY to administer, bill and collect the stormwater utility service charges simultaneously with the issuance of the COUNTY's bills for water and sewer services on behalf of the CITY; and

WHEREAS, the CITY acknowledges that there are several customers within CITY boundaries who are not provided water and sewer service by the Department and stormwater billing services for such customers are not a part of this Agreement, and

WHEREAS, the COUNTY has agreed to administer, bill and collect the stormwater utility service charges on behalf of the CITY effective November 1, 2009,

NOW, THEREFORE, in consideration of mutual advantages, it is agreed:

Section 1. The CITY, jointly with the COUNTY, will designate and cause to be identified from time to time the water and sewer service accounts of the Department which

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thereafter, under the rules and regulations of the CITY, shall be billed for stormwater utility service charges. The CITY shall designate the rate classifications applicable thereto in writing in a format acceptable to the COUNTY. The COUNTY shall act thereon until such designations and classifications are changed in writing by the CITY. The CITY understands and accepts that the COUNTY shall consider the person or persons whose names appear on the COUNTY's water and sewer service account as the persons responsible for the stormwater utility service charges at the location involved.

Section 2. The CITY shall deliver to the COUNTY a minimum of thirty (30) calendar days in advance of the effective date its schedule of rates and any revisions of such schedule of rates by furnishing to the Department's Assistant Director of Finance a certified copy of the ordinance or other action of the CITY promulgating said revised schedule of rates. Until the COUNTY is so furnished with a revised schedule, the COUNTY shall act upon the prior delivered schedule. The stormwater utility service charge shall be prorated in accordance with the revised schedule of rates. No security deposits shall be collected by the COUNTY nor shall delinquent penalty charges be imposed by the COUNTY on the stormwater utility charge.

Section 3. The COUNTY agrees, during the COUNTY's regular and periodic billing procedures, to bill and collect from each water and sewer customer under said accounts, as an added and designated separate item on the bill, the stormwater utility service charge, according to the schedule of rates established by the CITY for such customer. This shall be the exclusive method for billing stormwater utility service charges by the COUNTY; no separate bills shall be issued, except for those bills that may be generated by the CITY. The CITY authorizes and empowers the COUNTY to render such billing for the CITY's account and on the payment thereof to give receipt and a quittance therefore, either by endorsement of payment upon such billings or by separate receipt. Upon the initial billing by the COUNTY to each user of stormwater utility service and at any time during the term of this Agreement, as deemed necessary by the COUNTY or the CITY, the CITY shall at its sole cost and expense and independent of this Agreement, advise such user of the method and arrangement between the CITY and the COUNTY for the billing and collection of said charge by the COUNTY for and on behalf of the CITY as the CITY's agent. The COUNTY shall not be responsible for the notification of new owners, occupants or tenants that there is a stormwater utility service charge. Furthermore, the CITY shall notify its stormwater utility users of future rate increases.

Section 4. The COUNTY agrees to observe the same diligence, policy and procedure in the billing, and collection of stormwater utility service accounts as is used by the COUNTY in billing and collecting its water and sewer service accounts, except that the COUNTY shall not terminate water and/or sewer service for non-payment of stormwater utility service charges, except when account balances exceed an amount to be determined by the Department, currently \$100, nor shall it institute or maintain lawsuits for collection of stormwater utility service charges. The COUNTY may provide water and sewer service to customers irrespective of said customer's failure to pay the applicable stormwater utility charge. The COUNTY shall not be responsible for the billing of accounts that are inactive.

The COUNTY shall not file any liens on property for the collection of the stormwater utility charges. Legal actions for non-payment of stormwater utility charges shall be the sole responsibility of the CITY.

Section 5. The COUNTY will keep correct and proper books of accounts, showing monthly gross billings of stormwater utility service charges, and shall provide to the CITY a monthly statement in writing, showing the net amount owed the CITY by the COUNTY for the month covered by such statement. The COUNTY shall provide this statement and the remittance due the CITY within sixty (60) days of the end of each monthly period. Based on such statement, the COUNTY shall make payment to the CITY of the amount due, less the COUNTY's compensation for the billing and collection of said charges and less any other payments or deductions as hereinafter specifically provided in Paragraphs 6 and 9 of this Agreement.

The CITY agrees that the COUNTY shall remit monthly payments based on the collection of stormwater utility service charges, when the COUNTY's billing system is capable of this method of remittance.

Section 6. Adjustments for uncollected stormwater utility service billings paid by the COUNTY to the CITY but uncollected, shall be made on a regular basis, at least annually or when write-offs occur, as an itemized deduction provided in Section 5.

Section 7. Upon written request from the CITY, the COUNTY shall make available for inspection or audit by the CITY and its representatives at any reasonable time all of its records pertaining to the COUNTY's actions under this Agreement as agent for the CITY and shall also furnish to the CITY such information concerning the administration of this Agreement as the CITY may reasonably request, including information as to delinquent stormwater utility charges and accounts not currently being billed. Should the CITY, in any audit of the COUNTY's records, find a discrepancy between the amount of funds remitted to the CITY and the actual billing and collection by the COUNTY, the COUNTY shall within thirty (30) days of receipt of written notification from the CITY remit to the CITY the sums owed.

Section 8. Both the CITY and the COUNTY recognize that in the billing and collection of stormwater utility service charges of thousands of customers, numerous situations arise which require discretion. The CITY agrees with the COUNTY that the COUNTY may use its best judgment in such instances. The COUNTY's method or manner shall not be considered as negligence under or independent of the terms and conditions of this Agreement or as a breach thereof and the COUNTY shall not be liable or responsible to the CITY for any loss in stormwater utility service charge revenues by reason of the COUNTY's discretionary handling of such situations. Specifically, the COUNTY shall have the right to remove or adjust the stormwater utility service charge from a customer's bill if the customer provides proof acceptable to the COUNTY that he or she was not the owner, occupant or tenant of the property on the date that the stormwater utility service charge was applied. However, the COUNTY shall advise the CITY of all adjustments to CITY

accounts as part of the monthly statements provided pursuant to Section 5. Except as otherwise specified in this paragraph, any adjustments to accounts assessed a stormwater utility service charge shall be initiated solely by the CITY and provided to the COUNTY in writing.

Section 9. The CITY agrees to pay to the COUNTY and the COUNTY shall receive from the CITY, by means of deduction from payments for monthly billings, compensation determined as follows:

- A. A one-time reimbursement in the amount of \$500 to the COUNTY for costs incidental to the COUNTY's establishment of the original records necessary for the COUNTY to bill stormwater utility service charges or accounts for and on behalf of the CITY and as the agent of the CITY, including but not limited to (1) payroll cost and related overhead costs; (2) equipment purchased for the exclusive use of maintaining records necessary for billing said charges; and (3) cost of all changes in COUNTY's billing equipment to make feasible the COUNTY's billing for stormwater utility service charges. This amount shall be deducted from the first payment to the CITY; and
- B. For the period from November 1, 2009 until this agreement is modified pursuant to Section 10 hereinafter, a charge in the amount of eighty-seven cents (\$0.87) per bill for all accounts to be charged the CITY's stormwater utility service charge; and
- C. For all costs and expenses incurred and paid by the COUNTY during the preceding month in defending legal actions brought against the COUNTY by any person, firm or corporation, excluding the CITY, involving billing or collection of stormwater utility service charges on behalf of the CITY, or involving the COUNTY's administration of the terms and conditions of this Agreement.

The COUNTY shall notify the CITY in writing of any legal claims filed against the COUNTY pertaining to the COUNTY's billing and collection of the CITY's stormwater utility service charges within thirty (30) working days of receipt of any claim. The CITY shall defend and indemnify the COUNTY on any such claims. However, the CITY is not required to indemnify the COUNTY on a claim to the extent that such damages are solely due to the negligence of the COUNTY or any claim involving dishonesty or theft by a COUNTY employee.

Section 10. The COUNTY reserves the right to review and revise the charges provided for in Section 9 (B) hereinabove and the CITY agrees to be bound thereby, provided the COUNTY provides ninety (90) days notice to CITY of said proposed revised charges.

Section 11. All telephone calls and correspondence from customers regarding the stormwater utility shall be the responsibility of the CITY. The COUNTY shall print the CITY's telephone number, as provided by the CITY, on the COUNTY's regular bill stock.

Section 12. The CITY agrees that the COUNTY shall not be held liable for any damage, delay or other loss which the CITY may experience as a result of the COUNTY's practices in administering this Agreement, unless such loss arises from negligence of the COUNTY, its employees or agents.

Section 13. It is understood and agreed between the CITY and the COUNTY that the COUNTY's obligation is limited to billing and collection of stormwater utility service charges as specifically provided for in this Agreement.

Section 14. The CITY shall not allow or permit construction or installation of any connections of stormwater mains which allow stormwater to enter the COUNTY's sanitary sewer system. The CITY agrees to use its best efforts to detect and lawfully disconnect all stormwater connections to the COUNTY's sanitary sewer system within the CITY's jurisdiction and submit within ninety (90) days of the execution of this Agreement a timetable for the elimination of such stormwater connections which is reasonably acceptable to the COUNTY.

Section 15. This Agreement shall be binding upon the respective successors and assigns of both the CITY and the COUNTY.

Section 16. All references to the CITY under this Agreement that require direction to the COUNTY shall mean the City Manager or his designee. Whenever written notice to the CITY is required it shall be sent by Certified Mail, Return Receipt Requested, to:

The City of Miami Springs
City Hall, 201 Westward Drive
Miami Springs, Florida 33166
(Attention: City Manager)

Whenever written notice to the COUNTY is required it shall be sent by Certified Mail, Return Receipt Requested, to:

Miami-Dade County
Miami-Dade Water and Sewer Department
3071 S.W. 38th Avenue, Miami, Florida 33146
(Attention: Assistant Director-Finance)

Section 17. This Agreement shall remain in full force and effect for a period of ten (10) years after its date of execution. This Agreement may be extended at that time by written request from the CITY to the Department's Director and mutual agreement by the

City Manager and the Department Director, without which it shall terminate. Notwithstanding the above provisions, this Agreement shall terminate and be cancelled without further writings between the CITY and the COUNTY upon either party providing six (6) months notice in writing to the other party so advising the other party.

Notwithstanding the provisions of this paragraph, should the COUNTY fail to bill the CITY's customers in a timely manner and in accordance with the agreed upon billing cycles and rates or fail to remit payment to the CITY in the timeframes specified in Paragraph 5 or 9, the CITY may terminate this Agreement on thirty (30) days written notice to the COUNTY.

IN WITNESS WHEREOF, the parties hereto have executed these presents as of the day and year first above written.

MIAMI-DADE COUNTY

ATTEST:

BY: _____
Clerk

BY: _____
County Mayor

ATTEST:

CITY OF MIAMI SPRINGS

BY: *Mayali Valls*
City Clerk

BY: *[Signature]*
City Manager



Approved as to form and legal sufficiency:

[Signature]
Assistant County Attorney

Approved as to form and legal sufficiency:

[Signature]
City Attorney