



CALIFORNIA STATE
PUBLIC WORKS BOARD

ARNOLD SCHWARZENEGGER, GOVERNOR

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STATE PUBLIC WORKS BOARD

December 12, 2008

MINUTES

PRESENT:

Mr. Tom Sheehy, Chief Deputy Director, Department of Finance
Mr. Will Semmes, Chief Deputy Director, Department of General Services
Ms. Cindy McKim, Deputy Director, Department of Transportation
Mr. Lim Lombard, Deputy Controller, State Controller's Office
Mr. Francisco Lujano, Director Securities Management, State Treasurer's Office

STAFF PRESENT:

Brian Dewey, Assistant Administrative Secretary
Theresa Gunn, Assistant Administrative Secretary
Nathan Brady, Assistant Administrative Secretary
Chris Lief, Assistant Administrative Secretary
Stephen Benson, Budget Analyst
Stan Hiuga, Budget Analyst
Randy Katz, Budget Analyst
Carlos Ochoa, Budget Analyst
Matt Schuller, Budget Analyst
Lucinda Winward, Budget Analyst
Deborah Cregger, Staff Counsel
Aurelia Bethea, Executive Secretary

CALL TO ORDER AND ROLL CALL:

Mr. Tom Sheehy, Chairperson of the SPWB and Chief Deputy Director of the Department of Finance, called the meeting to order at 10:02 a.m. Mr. Brian Dewey, Assistant Administrative Secretary for the SPWB, called the roll. A quorum was established.

MINUTES:

The first order of business was approval and adoption of the minutes from November 14, 2008, meeting. Mr. Dewey stated that staff had reviewed and recommended adoption of the minutes. There were no comments or questions from the Board or the public.

A motion was made by Mr. Lombard and second by Mr. Semmes to approve and adopt the minutes from the November 14, 2008, meeting.

Mr. Sheehy asked if there was any objections to substituting the prior roll call. Hearing none
The minutes were approved by a 5-0 vote.

BOND ITEMS:

Mr. Dewey reported that there were a total of 9 bond items on the agenda. Given the number of bond items on the agenda, actions for similar bond items from each department were combined into a single vote. Hearing no objection from the Members, the Board moved on to the Bond Items

Bond Items 1 through 3, for the Department of Forestry and Fire Protection, are for the following projects:

Cuyamaca Forest Fire Station—Relocate Facility
North Region Forest Fire Station Facilities—Replace Various Buildings [
South Operations Area Headquarters—Relocate Facility

The requested action will adopt a supplemental resolution for each project authorizing actions to be taken to provide for interim financing and authorize the sale of bonds, consistent with increased project authority. Staff recommended adoption of the Resolution and approval of Bond Item #1.

There were no comments or questions from the Board or the public.

**A motion was made by Mr. Lombard and Second by Mr. Semmes to adopt staff recommendation and approve Bond Items #1 through 3.
Bond Item#1 was approved by a 5-0 vote.**

Bond Items 5 through 9 are for California Sate University System. The projects are as follows:

Bakersfield Campus, Art Center and Satellite Plant
Channel Island Campus, Classroom and Faculty Office Renovation/Addition
Maritime Academy Campus, Physical Education Replacement Building
Monterey Bay Campus, Academic Building II
San Luis Obispo Campus, Center for Science Building

Staff notes contrary to the language in Meeting Notice, the Project Delivery Agreement will be with the California State University and the Board, as California State University will be implementing and managing these projects.

The requested action will adopt a resolution for each project authorizing actions to be taken to provide for interim financing and the sale of lease revenue bonds. Staff recommended adoption and approval.

There were no comments or questions from the Board or the public.

**A motion was made by Mr. Lombard and Second by Mr. Semmes to adopt staff recommendation and approve Bond Items #1 through 3.
Bond Item #1 through 3 was approved by a 5-0 vote.**

CONSENT CALENDAR:

The Consent Calendar consisted of Items 1 through 8. In summary these items proposed:

- 1 request to approve scope change [Item 1]
- 1 request to Authorize acquisition [Item 2]
- 1 request to authorize site selection [Item 3]
- 1 request to approve preliminary plans [Item 4]
- 2 requests to approve an augmentation [Items 6 & 8]
- 1 request to recognize a scope change and approve an augmentation [Item 7]
- 1 request to authorize the Department of Parks and Recreation to issue a request for proposals of a concession contract for the operation of the City and Fallon Hotel Complexes and the Jenny Lind Restaurant-Angelos Hall facility in Columbia State Historic Park. [Item 5]

There were five legislative notification letters associated with the Consent Calendar and no adverse comments have been received for these items.

(LETTER 1)

The first letter was for Consent Item # 1, Judicial Council - B.F. Sisk Federal Courthouse Renovation, Fresno County

—The notification letter advising the Joint Legislative Budget Committee of this intent to approve scope change was sent on November 21, 2008.

(LETTER 2)

The second letter was for Consent Item # 5, Department of Parks and Recreation—Columbia State Historic Park, City and Fallon Hotel Complexes and the Jenny Lind Restaurant— Angelos Hall Facility

—The letter, noticing staff's intent to recommend approval to authorize Parks to issue a request for proposals for a concession contract for the operation of the City and Fallon Hotel Complexes and the Jenny Lind Restaurant-Angelos Hall facility in Columbia State Park was sent on November 21, 2008.

(LETTER 3)

The third letter was for Consent Items # 6, Department of Parks and Recreation – Kenneth Hahn State Recreational Area—Vista Pacifica Visitor Center, Los Angeles County

—The notification letter advising the Joint Legislative Budget Committee of this intent to approve this augmentation was sent October 24, 2008.

(LETTER 4)

The fourth letter was for Consent Item # 7 Department of Corrections and Rehabilitation — Chuckawalla Valley State Prison: Wastewater Treatment Plant Improvements- Blythe, Riverside County

—The notification letter advising the Joint Legislative Budget Committee of this intent to recognize this scope change was sent November 21, 2008.

(LETTER 5)

The fifth letter was for Consent Item # 8 Department of Corrections and Rehabilitation — Sierra Conservation Center Effluent Disposal Pipeline- Jamestown, Tuolumne County

—The letter, noticing staff's intent to recommend approval of this augmentation, was sent to the appropriate Legislative Committees on November 21, 2008.

In summary, staff recommended approval of the **Consent Calendar** consisting of Consent Items 1 through 8.

There were no comments or questions from the Board or the public.

A motion was made by Mr. Semmes and Second by Ms. McKim to approve the Consent Calendar Items 1 through 8. Consent Items 1 through 8 were approved by a 3-0 vote.

ACTION ITEMS:

Action Item#1 for the Department of General Services – Office Building #8 and #9 Renovation, Sacramento County – requested action is to consider approval of an augmentation. This is an action item due to the contingent nature of the requested action. Staff is recommending approval of the augmentation contingent upon expiration of the 20-Day notification period without adverse Legislative comment. Due to delays in transmitting the legislative notification letter, the legislative review period will not expire until 8 days after the meeting. Board staff has contacted the Joint Legislative Budget Committee staff regarding this item and have addressed their questions and they expressed no concerns.

Staff recommended this item be approved contingent upon the passage of the notification period without legislative comment.

There were no comments or questions from the Board or the public.

A motion was made by Mr. Semmes and Second by Ms. McKim to adopt staff recommendation and approve the Action Item. Action Item#1 was approved by a 3-0 vote.

Action Item #2 was for the Department of General Services – Military Department Consolidated Headquarters Complex, Sacramento County. The requested action is to consider whether to remain in the Option, Purchase, and Sale Agreement for approximately 30 acres in the City of Rancho Cordova. This Agreement was approved by the Board at its June 13, 2008 meeting.

Board staff Theresa Gunn presented this issue and staff from both General Services and Military Department are in attendance to address any questions the Members may have. The identified site was subject to a development agreement that could affect the functionality of the site. Because of the development agreement, the purchase option at issue was crafted with language that enables the state to back out of the purchase option unharmed. The state has until December 22, 2008 to cancel the purchase option. As such, the Department of General Services was to work with the City of Rancho Cordova to remove the development agreement, and report back to the PWB at this meeting. While not complete, negotiations are going well and we believe that an agreement can be met that the Board would support.

There were no comments or questions from the Board or the public.

A motion was made by Mr. McKim and Second by Mr. Semmes to adopt staff recommendation and approve the Action Item. Action Item#2 was approved by a 3-0 vote.

OTHER BUSINESS: There were no Other Business on November's agenda.

REPORTABLES: Mr. Dewey reported five items that were approved by staff under the authority delegated by the Board.

NEXT MEETING:

The next regular meeting of the Public Works Board is scheduled for **January 13, 2009, at 11:00 am, at the State Capitol, in Room 2040.**

Mr. Sheehy concluded the meeting at 10:13 a.m.