



CALIFORNIA STATE
PUBLIC WORKS BOARD

EDMUND G. BROWN JR. • GOVERNOR

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STATE PUBLIC WORKS BOARD
November 14, 2014

Minutes

PRESENT:

Ms. Eraina Ortega, Chief Deputy Director, Department of Finance
Mr. Kome Ajise, Deputy Director, Department of Transportation
Mr. Tom Yowell, Chief Administrative Officer, State Controller's Office
Mr. Blake Fowler, Director, Public Finance Division, State Treasurer's Office

CALL TO ORDER AND ROLL CALL:

Ms. Eraina Ortega, Chairperson of the Board called the meeting to order at 2:00 p.m.
Ms. Aurelia Bethea, Executive Assistant for the Board, called the roll. A quorum was established.

BOND ITEM:

The first order of business was the Bond Items.

BOND ITEM #1

Mr. Rogers stated if the Resolution was adopted Bond Item #1, would authorize interim financing for the Department of Corrections and Rehabilitation's Ironwood State Prison, Heating, Ventilation, and Air Conditioning System Project in Los Angeles County. The total bond appropriation was for \$145 million, with a total estimated project cost of \$153.6 million.
Staff recommended adoption of the resolution. There were no questions from the Board or the Public.

A motion was made by Mr. Ajise and seconded by Mr. Fowler to adopt Bond Item #1.

Ms. Bethea called a roll:

Ayes

Ms. Eraina Ortega, Chief Deputy Director, Department of Finance
Mr. Kome Ajise, Deputy Director, Department of Transportation
Mr. Tom Yowell, Chief Administrative Officer, State Controller's Office
Mr. Blake Fowler, Director, Public Finance Division, State Treasurer's Office

Noes

None

Bond Item #1 was adopted by a 4-0 vote.

BOND ITEM #2

Mr. Rogers informed the Board that if the Resolution was adopted Bond Item #2 would authorize interim financing for the Department of Corrections and Rehabilitation's Kern County Jail Project. The total bond appropriation was for \$100 million which was the state's authorized share of the project. The total project cost was \$127 million with the County contributing the difference (\$27m). Staff recommended adoption of the resolution. There were no questions from the Board or the Public.

A motion was made by Mr. Fowler and seconded by Mr. Yowell to adopt Bond Item #2.

Ms. Bethea called a roll:

Ayes

Mr. Kome Ajise, Deputy Director, Department of Transportation

Ms. Eraina Ortega, Chief Deputy Director, Department of Finance

Mr. Blake Fowler, Director, Public Finance Division, State Treasurer's Office

Mr. Tom Yowell, Chief Administrative Officer, State Controller's Office

Noes

None

Bond Item #2 was adopted by a 4-0 vote.

The Chair thanked the Mr. Yowell and Mr. Fowler for attending the meeting.

MINUTES:

The next order of business was approval and adoption of the minutes from the October 2 and October 24, 2014 meetings. Mr. Rogers reported that staff had reviewed the minutes and recommended approval and adoption of the minutes.

A motion was made by Ms. Ortega and seconded by Mr. Ajise to approve and adopt the minutes from the October 2 and October 24, 2014 meetings. The minutes were approved and adopted by a 2-0 vote.

CONSENT ITEMS:

The next order of business before the Board was the Consent Calendar.

Mr. Rogers informed the Board Consent Calendar consists of Items 1 through 13. In summary, the Consent Calendar includes the following items:

- 2 requests to authorize acquisition [Items 1 & 5]
- 2 requests to approve preliminary plans [Items 2 & 13]
- 1 request to authorize a no cost acquisition of a conservation easement [Item 3]
- 1 request to authorize site selection [Item 4]
- 1 request to approve preliminary plans and an augmentation [Item 6]
- 1 request to recognize revised project costs, approve preliminary plans, and approve an augmentation [Item 7]
- 5 requests to establishing scope, cost and schedule [Items 8, 9, 10, 11, 12]

In summary, staff recommended approval of the Consent Calendar consisting of Consent Items 1 through 13. There were no questions or comments from the Board or public.

A motion was made by Ms. Ortega and seconded by Mr. Ajise to approve Consent Items 1 through 13. The Consent Items were approved by a 2-0 vote.

ACTION ITEM:

The next order of business was the Action Item

Action Item #1 was for the High Speed Rail Authority, Initial Operating Segment, Section 1, Multiple Property Condemnations in Madera and Fresno Counties. Ms. Sally Lukenbill informed the Board that if approved, the requested action would approve ten Resolutions of Necessity authorizing the use of eminent domain to acquire approximately 6.64 acres in Fresno and Madera counties. It was noted that the property listed as #5 on the agenda, We Be Jammin, was being pulled from the agenda while negotiations continue with the property owner. Also, a letter, which was being reviewed by Board counsel, was received by Board staff on November 10, 2014 related to Item #7, the California–Fresno Investment property. Ms. Harjinder Chima, acting as Counsel to the Board on eminent domain issues presented the Resolution of Necessity.

Staff recommended adoption of the Resolutions of Necessity for Items 1-4 and 6-11 authorizing the use of eminent domain to acquire the properties.

There were no comments or questions from the Board or the public regarding this item.

A motion was made by Ms. Ortega and seconded by Mr. Ajise to approve the staff recommendations for Action Item #1. The staff recommendation was approved by a 2-0 vote.

Action Item #2 was also for the High Speed Rail Authority (Authority), Initial Operating Segment, Section 1. Ms. Lukenbill informed the Board if approved; the requested action would approve site selection of 101 parcels in full and/or in part and recognize an updated High Speed Rail Authority number for one parcel. Ms. Lukenbill reminded the Board, Property Acquisition Law, which can be found in the Government Code, Sections 15850 through 15866, authorizes the Board to select and acquire property in the name of the State of California with the consent of the agency concerned, the fee or any lesser right or interest in any real property necessary for any state purpose or function. In accordance with statute, the action would authorize the Board to site select additional parcels that are necessary for the Authority to commence formal acquisition activities along the preferred alignment. Staff recommended approval of site selection of the 101 parcels in full and/or in part and recognition of an updated High Speed Rail Authority number for one parcel. Mr. Frank Oliveria representing Mel's Farms, asked about the project scope of the IOS construction segment 1 and IOS construction segment 2. Ms. Lukenbill responded. Ms. Ortega and Mr. Ajise reminded Mr. Oliveria that Action Item #2 is only regarding IOS construction segment 1. There were no further comments or questions from the Board or the public regarding this item.

A motion was made by Ms. Ortega and seconded by Mr. Ajise to approve the staff recommendations for Action Item #2. The staff recommendation was approved by a 2-0 vote.

OTHER BUSINESS:

Other Business Item #1 was to adopt the 2015 Board Calendar. Mr. Rogers informed the Board the calendar is posted on the Board website and sets the meeting and due dates for the next Calendar year. The proposed calendar generally keeps the Board's meeting dates on the second Friday of each month noting that during the year the Board can revise calendar and or move meeting dates as the need arises. Staff recommended approval and adoption of the Board's 2015 Calendar. There were no comments or questions from the Board or the public regarding this item.

A motion was made by Ms. Ortega and seconded by Mr. Ajise to adopt the staff recommendations. Other Business Item 1 was adopted by a 2-0 vote.

Other Business Item #2, was to recognize the 2014 Audited Financial Statements prepared by Gilbert and Associates for the Public Buildings Construction Fund and the High Technology Education Revenue Bond Fund. Mr. Rogers stated the audited financial statements were for the fiscal year ended June 30, 2014. The auditors issued an unqualified opinion on the financial statements of both funds that they conform to accounting principles generally accepted in the United States. These financial statements were reviewed by staff and staff recommended the Board recognize the 2014 State Public Works Board Financial Statements. There were no comments or questions from the Board or the public regarding this item.

A motion was made by Ms. Ortega and seconded by Mr. Ajise to recognize the financial statements. The staff recommendation was recognized by a 2-0 vote.

REPORTABLES:

Mr. Rogers informed the Board there were four Reportables this month:

Department of Motor Vehicles, Redding Field Office Reconfiguration Project, Shasta County:

- Approve an augmentation: \$189,000

Department of Parks and Recreation, Los Angeles State Historic Park, Planning & Phase I Build-Out, Los Angeles County:

- Approve an increase within appropriation

Department of State Hospitals, Napa Courtyard Gates and Security Fencing, Napa County

- Approve an Increase within appropriation

Department of Corrections and Rehabilitation, Valley State Prison, Health Facility Improvement Project, Madera County

- Approve an augmentation: \$665,000 (0.07%)

NEXT MEETING:

Ms. Ortega informed the public that the next Board meeting was scheduled for Friday, December, 14, 2014 at 10:00 am in the **State Capitol, Room 113.**

Ms. Ortega asked if there were any comments or questions from the Board or the public. There were no further comments or questions from the public.

This meeting concluded at 10:20AM.