PROPOSITION O GENERAL OBLIGATION BOND
ADMINISTRATIVE OVERSIGHT COMMITTEE MEETING
SPECIAL MEETING
Thursday, November 17, 2016
Room 1500, City Hall East

Members Present: Patricia Huber, Office of the City Administrative Officer (CAO)
Matias Farfan, Office of the Chief Legislative Analyst (CLA)
David Pettijohn, Department of Water and Power (DWP)
Ted Bardacke, Office of the Mayor

Staff Members Present: Rafael Prieto, CLA
David Hirano, CAO
Roy Cervantes, CAO
Kenneth Redd, Bureau of Engineering (BOE)
Kendrick K. Okuda, BOE
Adel Hagekhali, Bureau of Sanitation (BOS)
Gordon Haines, BOS

The meeting was called to order at 4:05 p.m.

1. Approval of the Minutes for meeting on June 30, 2016:

   ACTION: Item was approved.

2. City Administrative Officer (CAO)/Chief Legislative Analyst (CLA)/Citizens Oversight Advisory Committee (COAC) representative update on Proposition O (Prop O) issues and Administrative Oversight Committee (AOC) Meetings:

   Roy Cervantes, CAO, provided an update of the previous COAC meeting, which was held July 18, 2016. At the meeting the committee heard a presentation from the City Controller, Ron Galperin, regarding the 10 year audit of Prop O completed by his office. The audit found that overall Prop O had done a commendable job in delivering a complex program. Mr. Cervantes also stated that the audit found the program had enough funds to complete the remaining projects and construction of these projects should be complete by 2021.

   ACTION: Item was noted and filed.

3. Prop O Staffing Appropriation for Fiscal Year 2016-2017:

   The amount requested was $7,617,413, a total of 39 full time equivalents.

   ACTION: Item was approved

4. Verbal Presentation by the BOE Regarding the Prop O Program September 2016 Monthly Report:

   Kendrick Okuda, BOE, provided a brief update regarding Prop O and the September 2016 Monthly Report. Mr. Okuda stated that on November 16th the BOE received 4 construction bids for the Albion Riverside Park Project that ranged from $15.8 million to $16.6 million, 15 to 23 percent higher than the City Engineer’s estimate. Mr. Okuda also stated the project received $5 million from the State’s Prop 84 legislation. Mr. Okuda informed that the Machado Lake Ecosystem Project is 84% complete and expects full completion by March 2017.

AOC meeting minutes 11/17/16
Matias Farfan, CLA, inquired as to why the Albion Riverside Park Project bids were higher?

Mr. Okuda stated that the project has been priced properly due to the bids being so close together and the market may be changing.

Kenneth Redd, BOE, stated that in the last couple months a majority of projects that the BOE has accepted bids on have come back higher than the City Engineer’s Estimate, however these bids are not too much higher. Mr. Redd agreed with Mr. Okuda that the market is changing and the contractors are not as anxious for business so more profit is being placed into the bids than in previous years.

**ACTION:** Item was noted and filed

5. **Verbal Presentation by the BOS Regarding Project Status Updates:**

Gordon Haines, BOS, provided a brief update on 3 items. There was a ribbon cutting ceremony a few weeks ago for the Avalon Green Alley projects, which included the completed Avalon Green Alley South project. Secondly, the BOS gave a tour of several Prop O sites to the Water Division of the United States Environmental Protection Agency. Lastly was the Westwood Neighborhood Greenway Project, which received a $2.2 million grant and is requesting $2.1 million in front funding.

The committee asked if the grant has been received or recommended and inquired about the timeline involved with receiving the funds, and getting full Council approval.

The BOS stated that grant has been approved.

**ACTION:** Item was noted and filed.

6. **General Public Comment:** There was no comment from the public.

**Meeting adjourned at 4:18 p.m.**