



**Tuesday, January 22, 2013
Special Meeting – 6:00 p.m.**

**Council Chambers
6615 Passons Blvd.**

Next Resolution No. 13-30
Next Ordinance No. 13-01
Next Agreement No. 13-15

ROLL CALL:

Gustavo V. Camacho, President
Brent A. Tercero, Vice President
Bob J. Archuleta, Commissioner
David W. Armenta, Commissioner
Gregory Salcido, Commissioner

1st PERIOD OF PUBLIC COMMENTS - IF YOU WOULD LIKE TO SPEAK ON ANY LISTED AGENDA ITEMS, PLEASE FILL OUT A GREEN PUBLIC COMMENT REQUEST FORM AND PROVIDE IT TO THE STAFF MEMBER AT THE BACK TABLE BEFORE THE MEETING STARTS.

When you are called to speak, please come forward and state your name and city of residency for the record. You have three (3) minutes to make your remarks.

Any materials related to an item on the Agenda for open session submitted to the Water Authority after distribution of the agenda packet will be available for public inspection at City Hall (front counter), 6615 Passons Blvd., Pico Rivera, during normal business hours.

PLEASE TURN OFF ALL PAGERS AND/OR PHONES WHILE MEETING IS IN SESSION AND PLEASE REFRAIN FROM TEXTING DURING THE MEETING

In compliance with the Americans with Disabilities Act of 1990, the City of Pico Rivera is committed to providing reasonable accommodations for a person with a disability. Please call City Clerk's office at (562) 801-4389 if special accommodations are necessary and/or if information is needed in an alternative format. Special requests must be made in a reasonable amount of time in order that accommodations can be arranged.

CONSENT CALENDAR ITEMS:

All items listed on the Consent Calendar may be acted on by a single motion without separate discussion. Any motion relating to a Resolution or Ordinance shall also waive the reading of the titles in full and include its adoption as appropriate. If discussion or separate vote on any item is desired by a Commissioner or staff, that item may be removed from the Consent Calendar for separate consideration.

CONSENT:

1. Minutes:

- Approve Water Authority Special meeting of January 8, 2013.

2. Establish New Water Rates.

(700)

Recommendation:

1. Second reading and adoption of Resolution 13-29 establishing a revised schedule of water service rates and charges.

Resolution No. 13-29 A RESOLUTION OF THE PICO RIVERA WATER AUTHORITY ESTABLISHING A REVISED SCHEDULE OF WATER SERVICE RATES AND CHARGES

LEGISLATION: None.

NEW BUSINESS:

OLD BUSINESS:

2ND PERIOD OF PUBLIC COMMENTS - THIS TIME IS RESERVED FOR COMMENTS THAT HAVE NOT BEEN ADDRESSED DURING THE MEETING OR THAT ARE NOT LISTED ON THE AGENDA. PLEASE FILL OUT A BLUE PUBLIC COMMENT REQUEST FORM AND PROVIDE IT TO THE STAFF MEMBER AT THE BACK TABLE BEFORE THE MEETING STARTS.

When you are called to speak, please come forward and state your name and city of residency for the record. You have three (3) minutes to make your remarks.

ADJOURNMENT:

AFFIDAVIT OF POSTING

I, Anna M. Jerome, Assistant City Clerk, for the City of Pico Rivera Water Authority, DO HEREBY CERTIFY, under penalty of perjury under the laws of the State of California, that the foregoing notice was posted at the Pico Rivera City Hall bulletin Board, Pico Rivera Post Office and Parks: Smith, Pico and Rivera and full agenda packets distributed to the Mines and Serapis Libraries, which are available for the public to view. Additionally, agenda was distributed to members of the media on this the 17th day of January, 2013.

Dated this 17th, day of January, 2013



Anna M. Jerome, CMC
Assistant City Clerk

SB343 NOTICE

In compliance with and pursuant to the provisions of SB343 any public writing distributed by the City Clerk to at least a majority of the City Council Members regarding any item on this regular meeting agenda will be available on the back table at the entrance of the Council Chamber at the time of the City Council meeting and at the counter of City Hall at 6615 Passons Boulevard, Pico Rivera, California during normal business hours.



Tuesday, January 8, 2013

A Special Meeting of the Water Authority was held in the Council Chamber, Pico Rivera City Hall, 6615 Passons Boulevard, Pico Rivera, California.

Authority President Camacho called the meeting to order at 6:00 p.m.

PRESENT: Commissioners Archuleta, Armenta, Salcido, Tercero, Camacho

ABSENT: None

1st PERIOD OF PUBLIC COMMENTS – AGENDA ITEMS ONLY: None.

PUBLIC HEARING:

1. **Establish Water Rates.** (700)

President Camacho opened the public hearing.

Executive Director Bates stated that during the Water Authority meeting of October 23, 2012, staff along with the consultant presented a detailed financial evaluation on the need for the proposed rate increase. He also stated that Public Works Director Cervantes presented all the capital improvements that would be made as a result of the increase over time. He further stated that the city received 38 letters protesting the water rate increase.

Commissioner Salcido stated that the rate increase is necessary to meet the financial obligations of the Water Authority and reiterated that the city is Prop. 218 compliant.

Oral Communications:

Waneta Zachman:

- Addressed the Water Authority to protest the water rate increase.

Mark Grajeda, Pico Water District:

- Addressed the Water Authority regarding statements in an article in the *Whittier Daily News* pertaining to water rates and infrastructure.

Vice President Tercero asked if the city competes for water customers and if our rates are in-line with the service being provided. Executive Director Bates stated that the city does not compete for customers and that the city water rates are at a medium rate in comparison to other water providers within the general area of Southeast Los Angeles.

Commissioner Salcido stated that the water rate increase for the city of Pico Rivera is irrelevant to what other cities are doing.

Commissioner Archuleta reiterated that the cities rate increase is not predicated on surrounding cities.

President Camacho closed the public hearing.

Motion by Commissioner Archuleta, seconded by Commissioner Armenta to: 1) Approve the water rate study prepared by Black & Veatch; and 2) Adopt Resolution No. 13-29 to establish water rates including five percent increases for five successive years. Motion carries by the following roll call vote:

Resolution No. 13-29 A RESOLUTION OF THE PICO RIVERA WATER AUTHORITY ESTABLISHING A REVISED SCHEDULE OF WATER SERVICE RATES AND CHARGES

AYES: Archuleta, Armenta, Salcido, Tercero
NOES: Camacho

CONSENT CALENDAR:

2. Minutes:

- Approved Water Authority Special meeting of November 13, 2012

3. Pico Rivera Water Authority Well No. 2 Repair, CIP No. 21258 – Award of Maintenance Contract. (500)

1. Awarded a maintenance contract in the not-to-exceed amount of \$102,415 to General Pump Company, Inc., for the Pico Rivera Water Authority Well No. 2 repair, CIP No. 21258, and authorized the President to execute the contract in a form approved by the General Counsel;
2. Approved the Notice of Exemption for the subject project and authorized the Authority Secretary to file with the County Recorder; and
3. Appropriated \$125,000 in Water Funds to the Well No. 2 Repair, CIP No. 21258.

Agreement No. 13-15

4. Pico Rivera Water Authority (PRWA) Well No. 4 Rehabilitation, CIP No. 21248 – Award of Maintenance Contract. (500)

1. Awarded a maintenance contract in the not-to-exceed amount of \$109,950 to General Pump Company, Inc., for the PRWA Well No. 4 Rehabilitation, CIP No. 21248, and authorize the President to execute the contract in a form approved by the General Counsel; and
2. Approved the Notice of Exemption for the subject project and authorized the Authority Secretary to file with the County Recorder.

Agreement No. 13-16

Motion by Commissioner Armenta, seconded by Commissioner Salcido to approve Consent Calendar Item No. 2 through 4. Motion carries by the following roll call vote:

AYES: Archuleta, Armenta, Salcido, Tercero, Camacho

NOES: None

LEGISLATION:

5. SCADA System Upgrade, CIP No. 21177 – Authorization to Bid. (500)

A brief PowerPoint presentation was given by Public Works Director Cervantes regarding infrastructure software and hardware.

Motion by Commissioner Salcido, seconded by Commissioner Armenta to: 1) Approve Plans, Specifications and Estimate for Supervisory Control Data Acquisition (SCADA) System Upgrade for the Pico Water Authority Water System, CIP No. 21177; 2) Authorize the City Clerk to publish the Notice Inviting Bids; and 3) Appropriate \$550,000 in Water Funds to the SCADA System Upgrade, CIP No. 21177.

AYES: Archuleta, Armenta, Salcido, Tercero, Camacho

NOES: None

LEGISLATION: None

2nd PERIOD OF PUBLIC COMMENTS – ALL OTHER CITY RELATED BUSINESS:

None.

ADJOURNMENT:

Authority President Camacho adjourned the meeting at 6:35 p.m. There being no objection it was so ordered.

AYES: Archuleta, Armenta, Salcido, Tercero, Camacho
NOES: None

Gustavo V. Camacho, President

ATTEST:

Anna M. Jerome, Authority Secretary

I hereby certify that the foregoing is a true and correct report of the proceedings of the Water Authority Special Meeting dated January 8, 2013 and approved by the Water Authority on January 22, 2013.

Anna M. Jerome, Authority Secretary



To: President and Commissioners
From: Executive Director
Meeting Date: January 22, 2013
Subject: ESTABLISH NEW WATER RATES

Recommendation:

Second reading and adoption of Resolution 13-29 establishing a revised schedule of water service rates and charges.

Fiscal Impact:

The Water Rate Study proposes five annual rate increases of five percent (5%) beginning February 1, 2013 and January 1, 2014 through January 1, 2017.

Discussion:

Following a Public Hearing on January 8, 2013, the Water Authority approved the water rate study along with the rate proposal for five percent (5%) increases for five successive years and the pass through of future water replenishment fee increases. The Water Authority has complied with all required State laws regarding the establishment of water rates.

Pico Rivera Municipal Code 13.08.080 requires a second reading of the rate resolution. The resolution is needed, so the rates can be implemented effective February 1, 2013.

mm

Ronald Bates

MM

Attachment:

Exhibit A – Resolution 13-29 establishing a revised schedule of water rates

RESOLUTION NO. 13-29**A RESOLUTION OF THE PICO RIVERA WATER
AUTHORITY ESTABLISHING A REVISED
SCHEDULE OF WATER SERVICE RATES
AND CHARGES**

WHEREAS, Title 13, Chapter 13.24, Section 13.24.020 of the Pico Rivera Municipal Code provides that water rates are established by resolution;

WHEREAS, the Pico Rivera Water Authority Board of Directors (hereby called, "Authority") desires and finds it necessary to adjust the water rates in order to recover the actual costs of operating and maintaining its water system;

WHEREAS, in accordance with Proposition 218 and Government Code Section 53755, public notice regarding the public hearing on the revised schedule for water service rates and charges was distributed by U.S. Mail, forty-five (45) days prior to the public hearing, to all customers of record;

WHEREAS, public notice of the public hearing on the revised schedule for water service rates and charges was published in the Whittier Daily News on December 19 and December 26, 2012;

WHEREAS, a properly noticed public hearing concerning this Resolution was held January 8, 2013, as required by law;

WHEREAS, written protests regarding the revised schedule for water service rates and charges were accepted from the public and considered before the close of the public hearing;

WHEREAS, a tally of the written protests against the revised schedule of water rates and charges shows that less than a majority of the customers-of-record have submitted written protests against the revised schedule of water rates and charges;

NOW, THEREFORE BE IT RESOLVED, BY THE PICO RIVERA WATER AUTHORITY:

SECTION 1. Regarding the revised rates and charges for water service adopted by this Resolution, the Pico Rivera Water Authority Board of Directors finds that:

- a. Revenue from the increase in water rate will not exceed the cost of providing water.
- b. The increased water rate imposed will not exceed the proportional cost of water service attributable to the parcel.