



Mayor Brenda Esqueda  
Mayor Pro Tem Antonio Lopez  
Councilmember Maribel De La Torre  
Councilmember Sylvia Ballin  
Councilmember Mario F. Hernández  
City Administrator  
Al Hernández

## SAN FERNANDO CITY COUNCIL AGENDA

APRIL 16, 2012 – 6:00 PM

COUNCIL CHAMBERS  
117 MACNEIL STREET  
SAN FERNANDO, CA 91340

### CALL TO ORDER/ROLL CALL

### PLEDGE OF ALLEGIANCE

Mayor Brenda Esqueda

### APPROVAL OF AGENDA

### PUBLIC STATEMENTS – WRITTEN/ORAL

There will be a three (3) minute limitation per each member of the audience who wishes to make comments in order to provide a full opportunity to every person who desires to address the City Council.

### CONSENT CALENDAR

Items on the Consent Calendar are considered routine and may be disposed of by a single motion to adopt staff recommendation. If the City Council wishes to discuss any item, it should first be removed from the Consent Calendar.

- 1) **APPROVAL OF MINUTES OF:**
  - a) **MARCH 29, 2012 – SPECIAL MEETING**
  - b) **APRIL 2, 2012 – REGULAR MEETING**
- 2) **APPROVAL OF WARRANT REGISTER NO 12-042**

SAN FERNANDO CITY COUNCIL  
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**3) RECLASSIFICATION OF PAVEMENT IMPACT FEES**

Recommend that the City Council adopt a Resolution reclassifying Pavement Impact Fees (that the City receives from Crown Disposal, Inc.) to Franchise Fees for the Fiscal Year 2012-13.

**4) ADOPT A RESOLUTION APPROVING AN ALLOCATION OF QUIMBY FUNDS FOR THE SAN FERNANDO SKATE PLAZA CONSTRUCTION**

Recommend that the City Council adopt a Resolution approving the allocation of Quimby Funds for the construction costs of the San Fernando Skate Plaza.

**5) METRO CALL FOR PROJECTS GRANT FUNDS**

Recommend that the City Council approve the de-obligation of two 2007 Call for Projects Grant Funds.

**6) ADOPT A RESOLUTION APPROVING THE EXECUTION OF A COOPERATIVE AGREEMENT BY AND BETWEEN THE CITY AND THE SUCCESSOR AGENCY TO THE SAN FERNANDO REDEVELOPMENT AGENCY**

Recommend that the City Council adopt a Resolution approving the execution of a Cooperative Agreement for Advance and Reimbursement of Administrative, Overhead, and Other Expenses by and between the City and the Successor Agency to the San Fernando Redevelopment Agency.

**NEW BUSINESS**

**7) AWARD OF CONTRACT FOR PURCHASE AND INSTALLATION OF WATER PUMP**

Recommend that the City Council:

- a. Find that the purchase and installation of a water pump that is custom designed and built for Well 7A is not a public work, and qualifies for a bidding exception under San Fernando City Code Section 2-806; and
- b. Authorize entering into agreement with General Pump Company (GPC), consistent with the terms of the proposal, for the purchase and installation of a water pump for Well 7A for an amount not to exceed \$181,196.64 with an additional 10% contingency.



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**8) RECOMMENDATION TO INCREASE WATER AND SEWER RATES**

Recommend that the City Council hear a staff presentation pertaining to the proposed water and sewer rate increase and choose one of the following recommendation options:

**a. Recommendation A** - Adopt rates introduced on November 7, 2011:

- i. Adopt Ordinance No. 1610 (second reading), titled “An Ordinance of the City of San Fernando Amending Division 3 of the Article III of Chapter 94 of the San Fernando City Code Relating to Water Utility Service Charges”; and
- ii. Adopt Ordinance No. 1611 (second reading), titled “An Ordinance of the City of San Fernando Amending Division 2 of Article II of Chapter 94 of the San Fernando City Code Relating to Sewers and Sewer Disposal Utility Service Charges”.

**OR**

**b. Recommendation B** - Defer effective date of rates introduced on November 7, 2011 (defer the rate increases until July 1, 2012):

- i. Introduce for first reading, in title only, and waive further reading of “An Ordinance of the City of San Fernando Amending Division 3 of the Article III of Chapter 94 of the San Fernando City Code Relating to Water Utility Service Charges”; and
- ii. Introduce for first reading, in title only, and waive further reading of “An Ordinance of the City of San Fernando Amending Division 2 of Article II of Chapter 94 of the San Fernando City Code Relating to Sewers and Sewer Disposal Utility Service Charges”.

**OR**

**c. Recommendation C** - Introduce rates lower than rates introduced on November 7, 2011:

- i. Introduce for first reading, in title only, and waive further reading of “An Ordinance of the City of San Fernando Amending Division 3 of the Article III of Chapter 94 of the San Fernando City Code Relating to Water Utility Service Charges”; and
- ii. Introduce for first reading, in title only, and waive further reading of “An Ordinance of the City of San Fernando Amending Division 2 of Article II of Chapter 94 of the San Fernando City Code Relating to Sewers and Sewer Disposal Utility Service Charges”.



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CITY COUNCIL ITEMS

**9) RESOLUTION IN SUPPORT OF ADULT EDUCATION**

This item is placed on the agenda by Mayor Pro Tem Antonio Lopez.

STANDING COMMITTEE UPDATES

- No. 1 Budget, Personnel and Finance (BPF)  
*Chair Mario F. Hernández*
- No. 2 Housing, Community & Economic Development and Parking (HCEP)  
*Chair Maribel De La Torre*
- No. 3 Natural Resources, Infrastructure, Water, Energy and Waste Management (NRIW)  
*Chair Sylvia Ballin*
- No. 4 Public Safety, Veteran Affairs, Technology and Transportation (PVTT)  
*Chair Antonio Lopez*
- No. 5 Education, Parks, Arts, Health and Aging (EPAH)  
*Chair Brenda Esqueda*

GENERAL COUNCIL COMMENTS

STAFF COMMUNICATION

CLOSED SESSION

- A) CONFERENCE WITH LABOR NEGOTIATOR  
G.C. 54957.6  
  
City Negotiator: City Administrator Al Hernandez  
Employee Organizations: San Fernando Police Officers Association  
San Fernando Public Employee Association (SEIU Local 721)
- B) CONFERENCE WITH LEGAL COUNSEL – EXISTING LITIGATION  
G.C. 54956.9(a)

Jaramillo v. City of San Fernando, et al, PC 052711



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C) CONFERENCE WITH LEGAL COUNSEL – ANTICIPATED LITIGATION  
G.C. 54956.9(b)

A point has been reached where, in the opinion of the City Council on the advice of its legal counsel, based on the below-described existing facts and circumstances, there is a significant exposure to litigation against the City Council:

- 1) Receipt of Claim pursuant to Tort Claims Act from Anthony Esquivel (copy available for public inspection in City Clerk's office).
- 2) Statement made by Milton Grimes outside an open meeting of City regarding potential claim of Daniel Hernandez. A record of the statement was made by the City Attorney prior to the meeting and is available for public inspection in the City Clerk's office.
- 3) The following facts and circumstances known to a potential plaintiff or plaintiffs: allegations of potential violations of the right of certain employee.

ADJOURNMENT

*I hereby certify under penalty of perjury under the laws of the State of California that the foregoing agenda was posted on the City Hall bulletin board not less than 72 hours prior to the meeting.*

*Elena G. Chávez, City Clerk  
Signed and Posted: April 12, 2012 (5:00 p.m.)*

Agendas and complete Agenda Packets (including staff reports and exhibits related to each item) are posted on the City's Internet Web site ([www.sfcity.org](http://www.sfcity.org)). These are also available for public reviewing prior to a meeting in the City Clerk's Office. Any public writings distributed by the City Council to at least a majority of the Councilmembers regarding any item on this regular meeting agenda will also be made available at the City Clerk's Office at City Hall located at 117 Macneil Street, San Fernando, CA, 91340 during normal business hours. In addition, the City may also post such documents on the City's Web Site at [www.sfcity.org](http://www.sfcity.org). In accordance with the Americans with Disabilities Act of 1990, if you require a disability-related modification/accommodation to attend or participate in this meeting, including auxiliary aids or services please call the City Clerk's Office at (818) 898-1204 at least 48 hours prior to the meeting.



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# **San Fernando City Council**

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**SAN FERNANDO CITY COUNCIL  
MINUTES**

**MARCH 29, 2012 – 5:00 P.M.  
SPECIAL MEETING**

City Hall Council Chambers  
117 Macneil Street  
San Fernando, CA 91340

**CALL TO ORDER/ROLL CALL**

Mayor Brenda Esqueda called the meeting to order at 5:09 p.m.

Present:

Council: Mayor Brenda Esqueda, Mayor Pro Tem Antonio Lopez (via teleconference), and Councilmembers Maribel De La Torre, Sylvia Ballin, and Mario F. Hernández

Staff: City Administrator Al Hernández, City Attorney Michael Estrada, and City Clerk Elena G. Chávez

**APPROVAL OF AGENDA**

Motion by Mayor Esqueda, seconded by Councilmember De La Torre, to approve the agenda. By consensus, the motion carried.

**PUBLIC STATEMENTS**

None

**RECESS TO CLOSED SESSION (5:10 P.M.)**

By consensus, Councilmembers recessed to the following Closed Session, thereafter to adjourn.

- A) PUBLIC EMPLOYEE PERFORMANCE EVALUATION  
G.C. 54957

Title: City Administrator

No reportable action. No motions.

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SPECIAL MEETING MINUTES – March 29, 2012**

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- B) PUBLIC EMPLOYEE DISCIPLINE/DISMISSAL/RELEASE  
G.C. 54957

No reportable action. No motions.

- C) CONFERENCE WITH LEGAL COUNSEL – EXISTING LITIGATION  
G.C. 54956.9(a)

Name of Case: Barajas v. City of San Fernando, et al  
Case No.: BC 459915

No reportable action. No motions.

- D) CONFERENCE WITH LABOR NEGOTIATOR  
G.C. 54957.6

City Negotiator: City Administrator Al Hernandez  
Employee Organization: San Fernando Public Employees Association (SEIU Local 721)

No reportable action. No motions.

*I do hereby certify that the foregoing is a true and correct copy of the minutes of March 29, 2012 meeting as approved by the San Fernando City Council.*

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*Elena G. Chávez  
City Clerk*

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**SAN FERNANDO CITY COUNCIL  
MINUTES**

**APRIL 2, 2012 – 6:00 P.M.  
REGULAR MEETING**

City Hall Council Chambers  
117 Macneil Street  
San Fernando, CA 91340

**CALL TO ORDER/ROLL CALL**

Mayor Brenda Esqueda called the meeting to order at 6:11 p.m.

Present:

Council: Mayor Brenda Esqueda, Mayor Pro Tem Antonio Lopez, and Councilmembers Maribel De La Torre, and Sylvia Ballin

Staff: City Administrator Al Hernández, City Attorney Michael Estrada, and City Clerk Elena G. Chávez

Absent: Councilmember Mario F. Hernández (notified staff that he is out ill)

**PLEDGE OF ALLEGIANCE**

Mayor Esqueda

**APPROVAL OF AGENDA**

City Administrator Hernández requested that, since Councilmember Hernández was not present for his item, to table Item No. 10.

Motion by Councilmember De La Torre, seconded by Councilmember Lopez, to approve the agenda as amended. By consensus, the motion carried.

**PUBLIC STATEMENTS – WRITTEN/ORAL**

John Arroyo (resident): 1) is concerned about a potential fire at a house on Newton St. and Brand Blvd.; 2) said Neighborhood Watch volunteers could use identifying badges or reflective vests; and 3) congratulated both the new Mayor and Mayor Pro Tem.

Dee Akemon (resident): 1) said recall efforts are going well (people are very interested in what's going on); 2) certain Councilmembers are going around telling people not to sign the petitions

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because it will cost the City money (she said it won't cost anything if they resign); and 3) said that the Council majority was seen recently eating together at a local restaurant.

Renato Lira (resident): 1) believes the wrong Mayor was elected (no bio on the City's website and asked what is she bringing to the City); 2) suggested appointing someone else to the Budget Committee; and 3) talked about when Councilmember De La Torre was working as a loan officer.

Councilmember De La Torre replied that there has never been a complaint against her with the Department of Real Estate and suggested that Mr. Lira file a police report so she can go after him for making false accusations.

Mr. Lira continued and said that lots of people are signing the recall petition and it is time for those Councilmembers to leave.

Jesse Sahagun (Public Works Maintenance Worker), speaking on behalf of the employees, said: 1) they have not had a full crew for many years, yet maintain the same levels of service; 2) the equipment they deal with is 10-20 years old; 3) they have not had a pay increase in three years; and 4) have had to pay more for health and retirement benefits.

Ramiro Arias (Public Works Senior Maintenance Worker) reported that: 1) one employee reads 5,000 meters, collects parking meter money and does all meter repairs; 2) two employees maintain four reservoirs, four wells, seven booster pumps, collect daily/weekly/monthly water samples; 3) four employees maintain 565 fire hydrants and 1,100 valves; and 4) employees are saving the City a lot of money by handling all of this in-house (water, sewer, and trees).

Dale Warren (Public Works Field Supervisor II) said that in the last two years, he combined two crews (used to be 11 employees, but now five) doubling up their responsibility which includes maintaining: 7,500 trees, 40 miles of streets and sewers, 80 miles of sidewalks, 80 miles of curbs and gutters, all City alleys and manholes, 55 bus stops, mall maintenance (seven days a week), all curb painting/markings, street closures for special events, and 12 parking lots.

Mimi Soto, SEIU Local 721, said she represents the Public Works employees who support the proposed water and sewer rate increases and she urged Council to take control, protect the City and residents by supporting the proposed increases.

David Hernández said he was running for Congress and, if elected, he will make sure that the City receives its share of capital expense money from the Federal government.

Patty Lopez (resident): 1) asked if it was true that Councilmember De La Torre does not pay for using the pool; 2) talked about fair housing and if any assistance is provided; 3) asked about education issues being addressed on the EPAH Standing Committee; and 4) said that (certain) Councilmembers do not show respect for Spanish-speaking residents (the City should provide a translator at all meetings).



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Jesse Avila (resident) said staff's summary (regarding water and sewer rates) raised more questions than answers and said there's a lot of misunderstanding and misinformation.

Linda Campenella-Jauron (resident), speaking on behalf the Public Works employees, said they've had to suffer for a number of years due to poor management, mismanagement, and the lack of leadership. As long as the Council majority fails to step aside, they will continue to work toward their solution.

(Female speaker - did not state name) said: 1) she believes that the new Police Chief will make a change; 2) Jeff Eley is a good cop (she interviewed over 20 officers who believe he was set up); 3) businesses are leaving; and 4) the Mayor's "chair" belongs to Antonio Lopez.

Paul Luna (resident) talked about FPPC charges against Councilmember De La Torre and how he believes it is reminiscent of things happening now in the City.

Robert Ortega (resident): 1) talked about Police Sgt. Castellon and how he does not want to see him on the street; 2) said people don't come here because they are afraid; 3) asked how much the City is behind in payments to Los Angeles Fire Department; and 4) said that Council is not hearing the people.

Carolina Perez: 1) said the three Councilmembers do not learn from their mistakes; 2) talked about translating at meetings (City should hire a certified translator); 3) asked about the number of lawsuits and costs; and 4) said that items should be placed on the agenda (in writing) because people do not believe what (certain) Councilmembers say.

Stormy Haupt (resident) said there is a disconnect between what staff stated and the number of employees in Public Works and he asked if it was true that the pool was operated by San Fernando Fire and Rescue and whether Councilmember De La Torre pays to use the pool.

Councilmember De La Torre reported that she does not get favors and is a paying member just like everyone else that uses the Aquatics Facility.

Paulino Guevara (business owner) said they want to support and be proud of the leaders of the City but it's a mess and it's time for them to leave.

Samuel Beltran (resident) said that Councilmembers' days are numbered and told Councilmember De La Torre to not come to his home or he will get his pit bull on her.

*Because of this threat, Mr. Beltran was escorted out of the Council Chambers.*

Julian Ruelas (resident): 1) congratulated Mayor Esqueda; 2) said that three unemployed Councilmember are running a multi-million dollar business; 3) is concerned about the perceptions of Brown Act violations (which continue to bother the residents); and 4) said he doesn't understand why these things continue to happen.

**SAN FERNANDO CITY COUNCIL****MINUTES – April 2, 2012****Page 4****CONSENT CALENDAR**

Councilmember Ballin pulled Item No. 3 for further discussion.

Motion by Councilmember De La Torre, seconded by Councilmember Ballin, to approve the remaining Consent Calendar Items:

- 1) APPROVAL OF MINUTES OF MARCH 19, 2012 – REGULAR MEETING
- 2) APPROVAL OF WARRANT REGISTER NO 12-041
- 4) ADOPTION OF ORDINANCE NO. 1612 – APPROVING ZONE CHANGE FOR FERMOORE-HARDING APARTMENTS
- 5) RE-APPOINTMENTS TO THE DISASTER COUNCIL AND TREE COMMISSION

By consensus, the motion carried.

**Items Removed for Further Discussion:**

- 3) FINANCIAL STATEMENT – FEBRUARY 2012

In response to Councilmember Ballin's question, City Administrator Hernández stated the volume of court appearances have diminished in San Fernando (they've been moved to Chatsworth), therefore there are less opportunities to cite (fewer parking citations are being issued).

Motion by Councilmember Ballin, seconded by Mayor Pro Tem Lopez, to approve Item No. 3. By consensus, motion carried.

**NEW BUSINESS**

- 6) SELECTION OF TWO MEMBERS OF THE OVERSIGHT BOARD TO THE SUCCESSOR AGENCY TO THE SAN FERNANDO REDEVELOPMENT AGENCY

City Administrator Hernández presented the staff report.

Motion by Councilmember De La Torre, seconded by Councilmember Ballin, to approve the Mayor's appointment of Federico Ramirez, City Planner, and Edgar Arroyo, Assistant Planner, to the Oversight Board to the Successor Agency to the San Fernando Redevelopment Agency. By consensus, the motion carried.

**SAN FERNANDO CITY COUNCIL****MINUTES – April 2, 2012****Page 5****7) DIRECT STAFF TO PUBLISH REQUEST FOR PROPOSAL (RFP) FOR NEW BUS SHELTERS DESIGN**

Public Works Director Ron Ruiz presented the staff report and responded to questions from Councilmembers.

Motion by Councilmember Ballin, seconded by Mayor Pro Tem Lopez, to approve the bus shelter design styles prior to staff publishing an RFP for new bus shelters design and installation. By consensus, the motion carried.

**8) POOL OPERATIONS AND PROGRAMMING UPDATE**

Recreation and Community Services Operations Manager Ismael Aguila presented the staff report. He and Pool Supervisor Joe Goss responded to questions from Councilmembers.

Motion by Councilmember De La Torre, seconded by Mayor Pro Tem Lopez, to receive and file this update on the San Fernando Regional Pool Facility operations and programming. By consensus, the motion carried.

**CITY COUNCIL ITEMS****9) REQUEST FOR PROPOSALS (RFP) AND GRANTS – STAFF UPDATE**

In response to Councilmember Ballin's questions, City Administrator Hernández reported that the IT RFP will go out before the end of next week (a conclusion will be reached in about a month) and the accounting firm RFP has been mailed out (should have a selection to present to City Council by the end of May).

In response to her question regarding solid waste consulting services, Public Works Director Ruiz said the process is moving slowly (but the RFP will be out by the end of this month).

Councilmember Ballin would like that the grant update include more information such as; the date the grant was awarded, status, target completion, and when the funds are collected. She said target dates are important, it appears that some grants were encumbered some time ago, wants to make sure we don't lose any money, and she said it seems we are moving slowly.

Public Works Director Ruiz said a point has been reached where (limited) staff cannot keep up with these projects (some were already de-obligated and others were pushed out further), and there are cash flow issues (cannot match the grants). Staff needs direction and will start discussing, with Standing Committees as to how to proceed.

Councilmember Ballin said that his responses concern her and she will have a discussion with City Administrator Hernández regarding our options.

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In response to questions from Councilmembers, Mr. Ruiz said that many cities are struggling (there is no longer a Redevelopment Agency), ongoing problems with Caltrans, and the Brand Blvd. project and EECGB grant reimbursements have not been received (i.e., \$270,000 and \$100,000 respectively).

**10) DISMISSED PARKING TICKETS FOR ALL OF 2011**

*This item was removed (tabled) under Approval of Agenda.*

**STANDING COMMITTEE UPDATES****No. 1 Budget, Personnel and Finance (BPF)**

Councilmember Hernández – not present.

**No. 2 Housing, Community & Economic Development and Parking (HCEP)**

Councilmember De La Torre – no updates.

**No. 3 Natural Resources, Infrastructure, Water, Energy and Waste Management (NRIW)**

Councilmember Ballin – Public Works Director Ruiz said the meeting had to be rescheduled due to Town Hall meeting regarding water and sewer.

**No. 4 Public Safety, Veteran Affairs, Technology and Transportation (PVTT)**

Mayor Pro Tem Lopez – no updates.

**No. 5 Education, Parks, Arts, Health and Aging (EPAH)**

Mayor Esqueda – no updates.

**GENERAL COUNCIL COMMENTS**

In response to Councilmember De La Torre's questions, staff replied that: 1) American Recovery & Reinvestment Act dollars were used for handicap accessible ramps and street signs; 2) the City is not behind on payments to the City of Los Angeles for fire services; 3) information regarding fair housing can be found in the Community Development Department; and 4) gym hours were cut due to low attendance (users were redirected to the other parks)

Councilmember De La Torre added that: 1) the Education Commission meets quarterly (information is on the City's website); 2) when asked to translate for the public speakers, Councilmembers do the best they can; 3) she would like to see a report regarding fatalities on

**SAN FERNANDO CITY COUNCIL****MINUTES – April 2, 2012****Page 7**

Maclay Ave. (she is aware of one over the past several years); 4) said she has not dined at Heavenly Pancake within the past two weeks with one or more Councilmembers; 5) she does not get special treatment at Aquatics Facility; and 6) regarding a comment made earlier that three Councilmembers are unemployed, it is not true and she doesn't know where these rumors are coming from but it is really sad and unfortunate that people will lie.

Councilmember Ballin: 1) expressed disappointment that Joe Lillio was not present (she wanted to congratulate him) it is sad that the City is losing him; 2) is looking forward to settling the water rates issue at our next meeting; 3) in response to her question, Mr. Ruiz reported that the speed limit study was delayed due to vandalized counters; 4) would like to see departmental organization charts; 5) would like to see action minutes to identify and track items requested at City Council meetings; 6) in response to her questions, Mr. Ruiz reported that rain gutters are handled before every rain storm (street sweeping is daily) and the Cesar Chávez monument maintenance is intensive (cuts were made years ago - no people power); 7) said people want to meet the new Police Chief (maybe schedule before a Council meeting); and 8) asked about her City-issued phone (she doesn't see the bill and wants to make sure it is not a problem down the road). City Administrator Hernández will send a report to each Councilmember.

Mayor Pro Tem Lopez asked that staff look into the gang graffiti on Brand Blvd. (between Truman and San Fernando Road). In response to his question, Mr. Aguila invited everyone to the Eggstravaganza event to be held on Saturday at Las Palmas Park.

Mayor Esqueda said she wanted to address some of the public comments made: 1) she was not at Pancake Heaven with another Councilmember/s; 2) as far as she knows, there were not three Councilmembers on the corner of Alexander Street; 3) no recent deaths on Maclay Ave.; 4) no closure of parks; 5) she welcomed Police Chief Gil Carrillo (she was not trying to bring in someone from Arizona); 6) respects her colleagues (she would not laugh at them); 7) she does not make fun of people that do not speak English well; 7) she thanked Public Works employees; and 8) said she attended the Police Explorer Banquet last Friday and the City was presented with an appreciation plaque.

**STAFF COMMUNICATIONS**

City Administrator Hernández: 1) reported that staff will be busy working on next year's priorities, business plan and budget, and will continue to monitor cash flow to ensure everything is proper; and 3) will continue to work on the Recognized Obligation Payment Schedule (per AB X1 26) to ensure compliance.

City Planner Fred Ramirez announced there is an upcoming workshop (Get Home Now) geared toward lenders/realtors and said that the Community Development Department is happy to discuss with residents any housing issues they may have.

**SAN FERNANDO CITY COUNCIL****MINUTES – April 2, 2012****Page 8****ADJOURNMENT (8:36 P.M.)**

Motion by Councilmember Ballin, seconded by Councilmember Lopez, to adjourn the meeting,  
By consensus, the motion carried.

*I do hereby certify that the foregoing is a true and correct copy of the minutes of April 2, 2012 meeting as approved by the San Fernando City Council.*

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*Elena G. Chávez*  
*City Clerk*



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**FINANCE DEPARTMENT****MEMORANDUM**

**TO:** Mayor Brenda Esqueda and Councilmembers

**FROM:** Al Hernández, City Administrator/Deputy Finance Director

**DATE:** April 16, 2012

**SUBJECT:** Warrant Register

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**RECOMMENDATION:**

It is recommended that the City Council approve the attached Warrant Register.

**BACKGROUND:**

For each City Council meeting the Finance Department prepares a Warrant Register for Council approval. The Register includes all recommended payments for the City and the Successor Agency to the San Fernando Redevelopment Agency. The Agency warrants are also reflected on the Agency Consent Calendar to reimburse the City for expenses included on the City's Register. Checks, other than handwritten checks, generally are not released until after the Council approves the Register. The exceptions are for early releases to avoid penalties and interest, excessive delays and in all other circumstances favorable to the City to do so. Handwritten checks are those payments required to be issued between Council meetings such as insurance premiums and tax deposits. Staff reviews requests for expenditures for budgetary approval and then prepares a Warrant Register for Council approval and or ratification. Items such as payroll withholding tax deposits do not require budget approval.

The Deputy Finance Director hereby certifies that all requests for expenditures have been signed by the department head, or designee, receiving the merchandise or services thereby stating that the items or services have been received and that the resulting expenditure is appropriate. The Deputy Finance Director hereby certifies that each warrant has been reviewed for completeness and that sufficient funds are available for payment of the warrant register.

**ATTACHMENT:**

A. Warrant Register Resolution

**ATTACHMENT "A"****RESOLUTION NO. 12-042**

**RESOLUTION OF THE CITY COUNCIL OF THE CITY OF  
SAN FERNANDO ALLOWING AND APPROVING FOR  
PAYMENT DEMANDS PRESENTED ON DEMAND/  
WARRANT REGISTER NO. 12-042**

**THE CITY COUNCIL OF THE CITY OF SAN FERNANDO DOES HEREBY  
RESOLVE, FIND, DETERMINE AND ORDER AS FOLLOWS:**

1. That the demands (EXHIBIT "A") as presented, having been duly audited, for completeness, are hereby allowed and approved for payment in the amounts as shown to designated payees and charged to the appropriate funds as indicated.

2. That the City Clerk shall certify to the adoption of this Resolution and deliver it to the City Treasurer.

**PASSED, APPROVED, AND ADOPTED** this 16<sup>th</sup> day of April, 2012.

\_\_\_\_\_  
Brenda Esqueda, Mayor

**ATTEST:**

\_\_\_\_\_  
Elena G. Chávez, City Clerk

**STATE OF CALIFORNIA            )**  
**COUNTY OF LOS ANGELES    ) ss**  
**CITY OF SAN FERNANDO        )**

**I HEREBY CERTIFY** that the foregoing Resolution was approved and adopted at a regular meeting of the City Council held on the 16<sup>th</sup> day of April, 2012, by the following vote to wit:

**AYES:**

**NOES:**

**ABSENT:**

\_\_\_\_\_  
Elena G. Chávez, City Clerk

**EXHIBIT "A"**

vchlist

04/05/2012

3:57:51PM

**Voucher List**  
**CITY OF SAN FERNANDO**

Page: 1

Bank code : bank

Voucher	Date	Vendor	Invoice	PO #	Description/Account	Amount
97791	4/16/2012	100020 A.G.O.P. SURPLUS STORES	12436		BOOTS 01-222-0000-4300	97.86
					<b>Total :</b>	<b>97.86</b>
97792	4/16/2012	100050 ACE INDUSTRIAL SUPPLY	1164020		DEPT SUPPLIES 01-320-0301-4300	602.59
					<b>Total :</b>	<b>602.59</b>
97793	4/16/2012	100101 VERIZON WIRELESS-LA	270693253		PLANNING CELL PHONES 01-140-0000-4220	5.67
			561407019		01-150-0000-4220 CITY YARD CELL PHONE & USB MODEI	39.98
					70-384-0000-4220	58.56
					01-390-0410-4220	4.39
					01-320-0000-4220	4.40
					72-360-0000-4220	0.23
			660629692		VARIOUS CELL PHONES 01-106-0000-4220	35.37
					70-384-0000-4220	25.35
					<b>Total :</b>	<b>173.95</b>
97794	4/16/2012	100222 ARROYO BUILDING MATERIALS, INC	87878		SIDEWALK SUPPLIES 13-311-0000-4300	63.08
					<b>Total :</b>	<b>63.08</b>
97795	4/16/2012	100405 BONANZA CONCRETE, INC.	37239		CONCRETE POUR @ 2004 8TH ST 15-310-0866-4600	678.60
					<b>Total :</b>	<b>678.60</b>
97796	4/16/2012	100573 CA-NV AWWA	2130		D2 TEST REVIEW 70-384-0000-4360	350.00
					<b>Total :</b>	<b>350.00</b>
97797	4/16/2012	100676 R. E. CHARLES PLUMBING, INC.	16662		CLEARED URINAL IN MEN'S COURT YA 01-390-0460-4330	125.00
					<b>Total :</b>	<b>125.00</b>

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Voucher	Date	Vendor	Invoice	PO #	Description/Account	Amount
97798	4/16/2012	100735 COASTAL AIR	C2417		QRTLY PREV A/C MAINT @ POOL FACI 01-430-0000-4260	585.00
			C2418		QRTLY PREV A/C MAINT @ ORTEGA PA 01-390-7500-4260	89.00
			C2419		QRTLY PREV A/C MAINT @ 501 FIRST 70-381-0450-4260	178.00
			C2420		QRTLY PREV A/C MAINT @ 1211 FIRST 01-390-0456-4260	89.00
			C2421		QRTLY PREV A/C MAINT @ 120 MACNE 70-381-0450-4260	325.00
			C2422		QRTLY PREV A/C MAINT @ 519 BRAND 01-390-0457-4260	85.00
			C2423		QRTLY PREV A/C MAINT @ 208 PARK 01-390-0410-4260	386.00
			C2436		QRTLY PREV A/C MAINT LP PARK 01-390-0460-4260	565.00
					<b>Total :</b>	<b>2,302.00</b>
97799	4/16/2012	100805 COOPER HARDWARE INC.	84191		CONCRETE - SIDEWALK REPAIR - 812 I 70-383-0301-4300	36.28
					<b>Total :</b>	<b>36.28</b>
97800	4/16/2012	100937 DEPARTMENT OF PUBLIC HEALTH	1250221		INSPECTIONS & INVESTIGATIONS COM 70-381-0000-4450	441.00
					<b>Total :</b>	<b>441.00</b>
97801	4/16/2012	101004 DUNN-EDWARDS CORPORATION	2030209062		PAINT 01-390-0410-4300	67.97
					<b>Total :</b>	<b>67.97</b>
97802	4/16/2012	101089 ESCOBAR, MARCO	032812		L P SENIOR PETTY CASH REIMB. 04-2380	28.25
					<b>Total :</b>	<b>28.25</b>
97803	4/16/2012	101140 FAR WEST CHARTERS	YOSEMITE-2		FINAL PAYMENT FOR CLUB TRIP TO YC 04-2380	5,710.00
					<b>Total :</b>	<b>5,710.00</b>

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Voucher	Date	Vendor	Invoice	PO #	Description/Account	Amount
97813	4/16/2012	102432 OFFICE DEPOT	(Continued)			
			603799343001		01-420-0000-4300 ITEMS RETURNED 01-420-0000-4300	116.82 -29.61 <b>129.86</b>
97814	4/16/2012	102569 PARKS, ROBERT	REIMB.		REIMBURSEMENT FOR LODGING - POS 01-222-0000-4360	401.88 <b>401.88</b>
97815	4/16/2012	102782 RAMIREZ, JOSE A.	032712		MUSIC FOR SENIOR SPRING DANCE C 04-2380	950.00 <b>950.00</b>
97816	4/16/2012	103184 SMART & FINAL	156127		AFTER SCHOOL PROGRAM SUPPLIES 10-420-1371-4300	64.59 <b>64.59</b>
97817	4/16/2012	103534 VALLEY LOCKSMITH	12273		REPLACED IGNITION & REKEY - WA819 70-383-0000-4400	99.83 <b>99.83</b>
97818	4/16/2012	103903 TIME WARNER CABLE	8448200540010328 8448200540010518		CABLE - 04/05/12-05/04/12 01-190-0000-4220 CABLE - 03/29/12 - 04/28/12 01-420-0000-4260	58.49 180.56 <b>239.05</b>
97819	4/16/2012	887848 HSBC BUSINESS SOLUTIONS	25785312		SMALL TOOLS 01-320-0000-4340	69.99 <b>69.99</b>
97820	4/16/2012	887952 J. Z. LAWMOWER SHOP	272845		EQUIP MAINT 01-390-0410-4320	29.31 <b>29.31</b>
97821	4/16/2012	888241 UNITED SITE SERVICES OF CA INC	114-484638		PORTABLE TOILET @ 501 FIRST 70-381-0450-4260	467.84

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Voucher	Date	Vendor	Invoice	PO #	Description/Account	Amount
97821	4/16/2012	888241 UNITED SITE SERVICES OF CA INC	(Continued) 114-489613		PORTABLE TOILET RENTAL @ LAYNE F 01-390-0410-4260	322.24 <b>790.08</b>
97822	4/16/2012	888242 MCI	7DI59672 7DK54968		POOL FACILITY - PHONE LINES 01-430-0000-4220 MTA PHONE LINE 07-440-0441-4220	49.97 32.05 <b>82.02</b>
97823	4/16/2012	888254 MCCALLA COMPANY	802880 813240		GLOVES, LIVESCAN WIPES 01-222-0000-4300 GLOVES 01-222-0000-4300	600.12 198.36 <b>798.48</b>
97824	4/16/2012	888338 THE STANLEY LOUIS CO.	12-0689		BOILER REPAIR @ PD 01-390-0222-4330	278.00 <b>278.00</b>
97825	4/16/2012	888615 WOOD AUTO SUPPLY INC	755484 758135 759254		DOOR HANDLE - PK8230 01-320-0390-4400 STEERING WHEEL COVER - PD8864 01-320-0225-4400 TURN SIGNAL SWITCH & MUD FLAP - V 70-383-0000-4400	17.39 30.43 51.45 <b>99.27</b>
97826	4/16/2012	888646 HD SUPPLY WATER WORKS, LTD	4433145		MUSC SUPPLIES 70-383-0301-4300	155.90 <b>155.90</b>
97827	4/16/2012	888693 VISION INTERNET PROVIDERS, INC.	21131		WEBSITE DEVELOPMENT AND HOSTIN 92-105-0000-4270 94-105-0000-4270	2,178.00 2,178.00 <b>4,356.00</b>

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Bank code :		bank				
Voucher	Date	Vendor	Invoice	PO #	Description/Account	Amount
97828	4/16/2012	888740 RIVERA INTERPRETING, INC	692		INTERPRETING SVCS FOR TOWN HALL 70-381-0000-4260	350.00
					<b>Total :</b>	<b>350.00</b>
97829	4/16/2012	888800 BUSINESS CARD	031212		PROJECTOR SCREEN RENTAL 70-384-0000-4250	129.38
			032412		CONTRACT FOR ENCRYPTED WEB PA 01-130-0000-4270	873.00
			033012		MISC CHARGES 01-190-0000-4435	8.75
			040212		RCS FRONT OFFICE COMPUTER REPL 01-420-0000-4300	599.22
			11280-11343		REIMBURSEMENT TO WORKERS COM 06-190-0000-4810	9,658.49
					<b>Total :</b>	<b>11,268.84</b>
97830	4/16/2012	888873 ROYAL FLUSH	1752		PORTABLE TOILET RENTAL @ 12900 D 70-384-0000-4260	133.00
					<b>Total :</b>	<b>133.00</b>
97831	4/16/2012	889037 AT&T MOBILITY	875587443		MODEM FOR TRAFFIC SIGNS ON MACI 01-310-0000-4220	61.55
					<b>Total :</b>	<b>61.55</b>
97832	4/16/2012	889345 SPORT SUPPLY GROUP, INC	94486814		(2) HOME PLATES FOR LP PARK & SOF 01-423-0000-4300	413.69
					<b>Total :</b>	<b>413.69</b>
97833	4/16/2012	889426 T3 MOTION, INC	18310		NEW REPLACEMENT BATTERIES - PD1 01-320-0225-4400	2,471.77
					<b>Total :</b>	<b>2,471.77</b>
97834	4/16/2012	889532 GILMORE, REVA A.	03/10/12 - 03/23/12		FOOD SERVICE MANAGER 10-422-3750-4270	747.50
					10-422-3752-4270	58.50
					<b>Total :</b>	<b>806.00</b>
97835	4/16/2012	889533 MARTINEZ, ANITA	03/10/12 - 03/23/12		ASSISTANT FOOD MANAGER	
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Bank code :		bank				
Voucher	Date	Vendor	Invoice	PO #	Description/Account	Amount
97835	4/16/2012	889533 MARTINEZ, ANITA	(Continued)		10-422-3750-4270	177.00
					<b>Total :</b>	<b>177.00</b>
97836	4/16/2012	889534 RAMIREZ, FRANCISCO	03/10/12 - 03/23/12		HDM DRIVER 10-422-3752-4270	177.00
					10-422-3752-4390	52.00
					<b>Total :</b>	<b>229.00</b>
97837	4/16/2012	889535 GOMEZ, GILBERT	03/10/12 - 03/23/12		HDM DRIVER 10-422-3752-4270	141.60
					10-422-3752-4390	45.76
					<b>Total :</b>	<b>187.36</b>
97838	4/16/2012	889545 PEREZ, MARIBEL	REIMB.		MILEAGE REIMB. FOR TRAINING CLAS 01-420-0000-4360	21.65
					<b>Total :</b>	<b>21.65</b>
97839	4/16/2012	889681 VILLALPANDO, MARIA	03/10/12 - 03/23/12		FOOD SERVICE WORKER 10-422-3750-4270	265.50
					<b>Total :</b>	<b>265.50</b>
97840	4/16/2012	890010 TOTAL PRINTING SUPPLIES	10777		TONER 01-105-0000-4300	358.88
					<b>Total :</b>	<b>358.88</b>
97841	4/16/2012	890076 URBAN RESTORATION GROUP	00007065		GRAFFITI ABATEMENT 01-152-0000-4300	426.94
					<b>Total :</b>	<b>426.94</b>
97842	4/16/2012	890095 O'REILLY AUTO PARTS	2665-268165		COPPER GASKETS 01-320-3661-4400	6.50
					<b>Total :</b>	<b>6.50</b>
97843	4/16/2012	890109 SUPERMEDIA LLC	490003218406		DOMAIN REGISTRATION & E-MAIL HOS 01-190-0000-4220	50.95
					<b>Total :</b>	<b>50.95</b>
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Bank code :		bank				
Voucher	Date	Vendor	Invoice	PO #	Description/Account	Amount
97844	4/16/2012	890127 NATURAL GAS GLOBAL SERVICES	240		REPAIR LEAKING GASKET & REPLACE 01-320-3661-4400	1,074.61
					<b>Total :</b>	<b>1,074.61</b>
97845	4/16/2012	890225 ATLANTIC & PACIFIC REAL ESTATE	41-0905-04		WATER ACCT REFUND - 758 LASHBUR 70-2010	26.08
					<b>Total :</b>	<b>26.08</b>
97846	4/16/2012	890238 DURAN, MARIA	279233		SENIOR TRIP REFUND TO PANCHE VIL 04-2380	80.00
					<b>Total :</b>	<b>80.00</b>
97847	4/16/2012	890488 AGUILA, ISMAEL	REIMB.		REIMB OF MARKETING FOR POOL PUE 01-420-0000-4260 01-420-0000-4300	159.75 18.95
					<b>Total :</b>	<b>178.70</b>
97848	4/16/2012	890579 AKZO NOBEL PAINTS LLC	0422-600045		GRAFFITI ABATEMENT 01-152-0000-4300	172.23
					<b>Total :</b>	<b>172.23</b>
97849	4/16/2012	890598 ALVARADO, VIRGINIA	MARCH 2012		BODY SCULPT INSTRUCTOR 17-420-1337-4260	120.00
					<b>Total :</b>	<b>120.00</b>
97850	4/16/2012	890610 DE LA CRUZ AREVALO, CECILIA	39-3477-10		WATER ACCT REFUND 768 KALISHER ( ) 70-2010	51.86
					<b>Total :</b>	<b>51.86</b>
97851	4/16/2012	890611 HURTADO, JOSE	39-2665-10		WATER ACCT REFUND - 1417 MOTT 70-2010	73.49
					<b>Total :</b>	<b>73.49</b>
97852	4/16/2012	890612 CORRALES, RAYMOND	54-0312-03		WATER ACCT REFUND - 837 GRISWOL 70-2010	108.76
					<b>Total :</b>	<b>108.76</b>
97853	4/16/2012	890613 PRESLO, KEN	31-1830-11		WATER ACCT REFUND - 228 ALEXANDI	
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Bank code :		bank				
Voucher	Date	Vendor	Invoice	PO #	Description/Account	Amount
97853	4/16/2012	890613 PRESLO, KEN	(Continued)		70-2010	75.93
					<b>Total :</b>	<b>75.93</b>
97854	4/16/2012	890614 HDA MORTGAGE FUND	35-0060-06		WATER ACCT REFUND - 1420 CORONE 70-2010	89.34
					<b>Total :</b>	<b>89.34</b>
97855	4/16/2012	890615 TBB VALLEY INVESTMENTS LLC	35-1110-13		WATER ACCT REFUND - 1310 PICO (A) 70-2010	71.54
					<b>Total :</b>	<b>71.54</b>
97856	4/16/2012	890616 SILVA, RITA	39-3945-04		WATER ACCT REFUND - 1207 WOODW 70-2010	47.21
					<b>Total :</b>	<b>47.21</b>
97857	4/16/2012	890617 SOTELO, JUAN	50-4430-02		WATER ACCT REFUND - 1062 N HUNTII 70-2010	92.39
					<b>Total :</b>	<b>92.39</b>
97858	4/16/2012	890618 BADER, TAL	52-1380-04		WATER ACCT REFUND - 1962 PHILLIPP 70-2010	15.01
					<b>Total :</b>	<b>15.01</b>
97859	4/16/2012	890619 KAHN, RENATO	31-1190-07		WATER ACCT REFUND - 206 N MACLAY 70-2010	26.50
					<b>Total :</b>	<b>26.50</b>
97860	4/16/2012	890620 PALAFOX, RITA	33-3375-14		WATER ACCT REFUND - 1124 HOLLISTI 70-2010	11.08
					<b>Total :</b>	<b>11.08</b>
97861	4/16/2012	890621 CRUZ, GERARDO	35-1790-04		WATER ACCT REFUND - 1551 PICO 70-2010	16.71
					<b>Total :</b>	<b>16.71</b>
97862	4/16/2012	890622 COSTOPOULOS, MARY	35-2670-03		WATER ACCT REFUND - 1550 SAN FER 70-2010	113.24
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Bank code :		bank				
Voucher	Date	Vendor	Invoice	PO #	Description/Account	Amount
97862	4/16/2012	890622 890622 COSTOPOULOS, MARY	(Continued)			Total : 113.24
97863	4/16/2012	890623 ARAUJO, BERTHA	37-3385-08		WATER ACCT REFUND - 1041 MOTT 70-2010	34.75 Total : 34.75
97864	4/16/2012	890624 SALAZAR, ISMAEL	39-0335-04		WATER ACCT REFUND - 1243 HEWITT 70-2010	73.78 Total : 73.78
97865	4/16/2012	890625 REPPE, ERIK	39-2665-09		WATER ACCT REFUND - 1417 MOTT 70-2010	42.14 Total : 42.14
97866	4/16/2012	890626 FORBES, MARTHA	52-3392-06		WATER ACCT REFUND - 925 ORANGE ( ) 70-2010	23.24 Total : 23.24
97867	4/16/2012	890627 VIP WATER AND CAFE	52-5103-03		WATER ACCT REFUND - 2047 GLENOA 70-2010	71.16 Total : 71.16
97868	4/16/2012	890628 ANDERSON, CAROL	54-0102-02		WATER ACCT REFUND - 1027 GRISWO 70-2010	97.36 Total : 97.36
97869	4/16/2012	890629 MEDINA, CARLOS	54-0482-03		WATER ACCT REFUND - 1001 GLENOA 70-2010	323.34 Total : 323.34
97870	4/16/2012	890630 CELEDON, ANGELICA	54-1962-09		WATER ACCT REFUND - 830 ALEXANDI 70-2010	59.55 Total : 59.55
97871	4/16/2012	890631 DAVIS, JAMES	54-4220-11		WATER ACCT REFUND - 1055 N BRANC 70-2010	5.77 Total : 5.77
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Bank code :		bank				
Voucher	Date	Vendor	Invoice	PO #	Description/Account	Amount
97872	4/16/2012	890632 BARRAZA, JANETH	54-4430-01		WATER ACCT REFUND - 1065 MACNEIL 70-2010	84.81 Total : 84.81
97873	4/16/2012	890633 CUSINATO, NORBERTO	60-1486-04		WATER ACCT REFUND - 723 DE HAVEN 70-2010	60.12 Total : 60.12
97874	4/16/2012	890637 PEREZ, RICHARD	39-3155-05		WATER ACCT REFUND - 1125 MOTT 70-2010	86.54 Total : 86.54
97875	4/16/2012	890639 TORRES, TERESA	39-3477-07		WATER ACCT REFUND - 768 KALISHER 70-2010	76.35 Total : 76.35
97876	4/16/2012	890645 MAJARIAN, JON	54-2602-02		WATER ACCT REFUND - 929 MACNEIL 70-2010	60.00 Total : 60.00
97877	4/16/2012	890647 BERNAL, LUCIO	54-3002-10		WATER ACCT REFUND - 827 N BRAND 70-2010	28.58 Total : 28.58
97878	4/16/2012	890657 VIANO, RICHARD	58-1478-02		WATER ACCT REFUND - 766 HARDING 70-2010	13.72 Total : 13.72
97879	4/16/2012	890659 MALDONADO, TRISHA MARY	58-2048-04		WATER ACCT REFUND - 639 FERMOOF 70-2010	50.08 Total : 50.08
97880	4/16/2012	890664 NELSON, HERBERT S.	58-3318-00		WATER ACCT REFUND - 627 N MEYER 70-2010	139.76 Total : 139.76
97881	4/16/2012	890666 GINSBURG, SELWYN	60-0090-02		WATER ACCT REFUND - 656 GRISWOL 70-2010	115.60
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Bank code :		bank					
Voucher	Date	Vendor	Invoice	PO #	Description/Account	Amount	
97881	4/16/2012	890666 890666 GINSBURG, SELWYN	(Continued)			Total :	115.60
97882	4/16/2012	890670 SILVA, AZUCENA	60-0406-05		WATER ACCT REFUND - 439 NEWTON 70-2010		27.98
						Total :	27.98
97883	4/16/2012	890672 REMAX OLSON	60-1396-03		WATER ACCT REFUND - 776 N BRAND 70-2010		81.30
						Total :	81.30
97884	4/16/2012	890673 PINNACLE ESTATE PROP	60-1436-09		WATER ACCT REFUND - 756 N BRAND 70-2010		38.17
						Total :	38.17
97885	4/16/2012	890676 CHAVEZ, MICHELLE	39-4005-04		WATER ACCT REFUND - 1241 WOODW 70-2010		60.00
						Total :	60.00
97886	4/16/2012	890679 DURAN, MIRNA	41-0450-03		WATER ACCT REFUND - 673 JACKMAN 70-2010		176.59
						Total :	176.59
97887	4/16/2012	890680 VASQUEZ, BERTHA	279123		REFUND - NEW MEXICO TRIP CANCEL 04-2380		150.00
						Total :	150.00
97888	4/16/2012	890681 HERNANDEZ, GEORGE	BS1108569		REFUND OF MECHANICAL PERMIT 01-3320-0000		103.00
						Total :	103.00
98 Vouchers for bank code :		bank				Bank total :	44,606.58
98 Vouchers in this report						Total vouchers :	44,606.58

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Bank code :		bank					
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Voucher Registers are not final until approved by Council.

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Voucher	Date	Vendor	Invoice	PO #	Description/Account	Amount
97889	4/16/2012	103029 SAN FERNANDO, CITY OF	11280-11343		REIMBURSEMENT TO WORKERS COM 06-190-0000-4810	9,658.49
					<b>Total :</b>	<b>9,658.49</b>
97890	4/16/2012	888800 BUSINESS CARD	031212		PROJECTOR SCREEN RENTAL 70-384-0000-4250	129.38
			032412		CONTRACT FOR ENCRYPTED WEB PA 01-130-0000-4270	873.00
			033012		MISC CHARGES 01-190-0000-4435	8.75
			040212		RCS FRONT OFFICE COMPUTER REPL 01-420-0000-4300	599.22
					<b>Total :</b>	<b>1,610.35</b>
<b>2 Vouchers for bank code : bank</b>						<b>Bank total : 11,268.84</b>
<b>2 Vouchers in this report</b>						<b>Total vouchers : 11,268.84</b>

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**ADMINISTRATION DEPARTMENT****MEMORANDUM**

**TO:** Mayor Brenda Esqueda and Councilmembers

**FROM:** Al Hernández, City Administrator

**DATE:** April 16, 2012

**SUBJECT:** Reclassification of Pavement Impact Fees

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**RECOMMENDATION:**

It is recommended that the City Council adopt a Resolution (Attachment “A”) reclassifying Pavement Impact Fees (that the City receives from Crown Disposal, Inc.) to Franchise Fees for the Fiscal Year (FY) 2012-13.

**BACKGROUND:**

1. On August 19, 2002, the City Council approved an agreement with Crown Disposal, Inc. to provide solid waste and recyclables collection, processing, and disposal service to residential and commercial/industrial premises through October 30, 2009.
2. On April 12, 2007, Crown Disposal, Inc. exercised its option extend the agreement for an additional three years (i.e., through October 30, 2012).
3. On March 22, 2011, one of the items discussed at the Budget, Personnel, and Finance (BPF) Standing Committee was Pavement Impact Fees Reclassification. By consensus, BPF Committee Members agreed to agendize this item (i.e., Pavement Impact Fees Reclassification for two fiscal years) for recommendation and approval by the City Council.
4. On May 2, 2011, City Council approved the reclassification of Pavement Impact Fees for FY 2010-11 and FY 2011-12.
5. On March 27, 2012, the Budget, Personnel, and Finance (BPF) Standing Committee approved a one year extension to continue the reclassification of Pavement Impact Fees to Franchise Fees for FY 2012-13.

## Reclassification of Pavement Impact Fees

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**ANALYSIS:**

Section 7.7.1 (Pavement Impact Fees) of the agreement with Crown Disposal, Inc. states: *“In consideration of the right granted Collector in this Agreement, and in lieu of any franchise fee, Collector shall pay to City a pavement impact fee equal to 10% of Collectors Gross Receipts (exclusive of Gross Receipts for services provided to Commercial/Industrial Business Owners Prior to July 1, 2003). Collector shall remit the pavement impact fee quarterly, in accordance with subsection 7.7.2.”*

Staff has researched and found that most other cities include a franchise fee (which goes to the general fund), in solid waste collection fees, and not a pavement impact fee. By reclassifying this fee as a franchise fee, the City may use the funds for any purpose (including street repairs). The current classification restricts funds to be used exclusively for pavement/street repairs.

For FY 2011-12, Crown Disposal, Inc. has paid the City \$113,504 (second quarter to December 2011) with two quarterly payments still to come (total amount for this fiscal year will be approximately \$240,000). As of March 30, 2012, the fund balance is \$192,055.

With GASB 54 becoming effective June 30, 2011, all Special Funds are being reviewed to determine if the fund is required or should be rolled into the General Fund.

**CONCLUSION:**

Staff is recommending that the City extend the reclassification of Pavement Impact Fees to that of Franchise Fees for one fiscal year (i.e., FY 2012-13). This year will assist the General Fund in achieving a balanced budget.

**BUDGET IMPACT:**

For FY 2012-13, this reclassification will result in a positive impact of approximately \$240,000.

**ATTACHMENT:**

A. Resolution

**ATTACHMENT "A"****RESOLUTION NO. \_\_\_\_\_****A RESOLUTION OF THE CITY COUNCIL OF THE CITY  
OF SAN FERNANDO TO RECLASSIFY PAVEMENT  
IMPACT FEES FOR THE FISCAL YEAR 2012-2013  
BUDGET**

**WHEREAS**, the City Council has received and considered the proposed reclassification to the budget for Fiscal Year 2013, commencing July 1, 2012, and ending June 30, 2013; and

**WHEREAS**, the City Council has determined that it is necessary to amend the revenues and expenditures of the current City budget; and

**WHEREAS**, the City Council has determined that there are on-going litigation expenditures that will result in additional amendments to the current City Budget; and

**WHEREAS**, an annual budget for the City of San Fernando for the Fiscal Year beginning July 1, 2012 and ending June 30, 2013, will be presented to the City Council for adoption in June 2012.

**NOW THEREFORE, THE CITY COUNCIL OF THE CITY OF SAN FERNANDO, DOES HEREBY RESOLVE, FIND, DETERMINE AND ORDER AS FOLLOWS:**

**Section 1.** The following reclassification be made to the 2012-2013 City Budget:

Fund 50:

Increase in Expenditures:	\$ 0
Decrease in Revenues:	\$240,000

Fund 01:

Increase in Expenditures:	\$ 0
Increase in Revenues:	\$240,000

**PASSED, APPROVED, AND ADOPTED** this 19<sup>th</sup> day of April, 2012.

---

Brenda Esqueda, Mayor

**ATTEST:**

---

Elena G. Chávez, City Clerk

**STATE OF CALIFORNIA            )**  
**COUNTY OF LOS ANGELES    ) ss**  
**CITY OF SAN FERNANDO       )**

**I HEREBY CERTIFY** that the forgoing Resolution was approved and adopted at a regular meeting of the City Council held on the 19<sup>th</sup> day of April, 2012, by the following vote to wit:

**AYES:**

**NOES:**

**ABSENT:**

---

Elena G. Chávez, City Clerk





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## RECREATION AND COMMUNITY SERVICES DEPARTMENT

### MEMORANDUM

**TO:** Mayor Brenda Esqueda and Councilmembers

**FROM:** Al Hernández, City Administrator  
Ismael Aguila, Recreation and Community Services Operations Manager

**DATE:** April 16, 2012

**SUBJECT:** Resolution Adopting an Allocation of Quimby Funds for the San Fernando Skate Plaza Construction

---

#### **RECOMMENDATION:**

It is recommended that the City Council adopt a Resolution (Attachment "A") approving an allocation of Quimby Funds for the construction costs of the San Fernando Skate Plaza.

#### **BACKGROUND:**

1. On or about January 28, 2010, City representatives met with team members of JKL Worldwide and representatives of the Rob Dyrdek Foundation to discuss the potential of developing a Safe Spot Skate Spot Plaza in San Fernando (i.e., .9 acre site on the corner of Fourth Street and Park Avenue).
2. On February 22, 2010, the City received confirmation that the Rob Dyrdek Foundation had made a commitment to assist (i.e., match the City's funds) in developing design plans for a Skate Plaza on the Fourth Street and Park Avenue site.
3. On April 5, 2010, City Council approved a \$25,000 allocation from the Quimby Fund for the design and construction drawings for the proposed San Fernando Skate Plaza.
4. On October 4, 2010, City Council approved the conceptual design (as submitted by California Skateparks Inc.) for the proposed San Fernando Skate Plaza and authorized City staff to proceed with the development of the associated drawings pursuant to the project time line.

The funding for the design work was to be as follows: City to fund \$25,000 and the Rob Dyrdek Foundation to fund \$25,000 for a total not to exceed \$50,000.

## Resolution Adopting an Allocation of Quimby Funds for the San Fernando Skate Plaza Construction

Page 2

5. The Rob Dyrdek Foundation has advised the City that it will reimburse the City \$25,000 (of the total \$50,000 for design work) only after the design and construction is complete, and that their \$25,000 would be the last monies spent on this project.
6. On December 6, 2010, the City Council discussed this proposal and the item was deferred until a later time to allow the City Council the opportunity to discuss the \$25,000 grant with the Rob Dyrdek Foundation.
7. On April 18, 2011, the City Council approved to advance \$25,000 for design work, conditioned upon receipt of the Letter of Commitment in satisfactory form to the City Administrator and City Attorney.
8. On July 11, 2011, the City Council approved the Fiscal Year 2011-2012 City Budget, which included an allocation of \$40,500 of Quimby Funds for construction documents and bid specifications for the development of the San Fernando Skate Plaza, pending a Letter of Commitment from the Rob Dyrdek Foundation to provide matching funds post project completion.
9. On December 22, 2011, the City received a draft of the Letter of Commitment from the Rob Dyrdek Foundation to provide matching funds post project completion for the proposed San Fernando Skate Plaza.
10. On February 22, 2012, City staff met with Councilmember Brenda Esqueda to discuss a proper timeframe for fundraising and construction of the San Fernando Skate Plaza. Based on staff discussion, it was determined that the City's time frame to complete the construction of the San Fernando Skate Plaza would allow for project completion by June 30, 2014.
11. On March 5, 2012, the City Council approved the following:
  - a. Letter of Commitment from the Rob Dyrdek Foundation committing to reimburse the City \$25,000 for design work of the proposed San Fernando Skate Plaza subsequent to completion of the skate plaza and to direct staff to submit the letter to the Rob Dyrdek Foundation for the required signatures;
  - b. Authorize the City Administrator to execute the Professional Service Agreement between the City and California Skateparks Inc. to prepare construction documents and bid specifications to facilitate the development of the San Fernando Skate Plaza, subject to receiving the signed Letter of Commitment from the Rob Dyrdek Foundation.; and
  - c. Allocate \$300,000 (in addition to the \$40,500 for design) from the Quimby Fund during Fiscal Year 2011-12 for construction of the San Fernando Skate Plaza.

Resolution Adopting an Allocation of Quimby Funds for the San Fernando Skate Plaza Construction  
Page 3

## ANALYSIS:

### *Estimated Costs*

In order to assist the City of San Fernando with planning of the San Fernando Skate Plaza, California Skateparks Inc. has provided a construction cost estimate based on the conceptual designs (Attachment "B"). The estimated construction costs are \$589,502 and include the following:

- General Mobilization
- Landscape and Irrigation
- Skate Park Earthwork/Subgrade Preparation
- Skate Park Cast-in-Place Concrete
- Skate Park Shortcrete
- Skate Park Metal Fabrications (coping)
- Contingency

In addition, City Public Works Staff estimated that the cost for maintenance of the San Fernando Skate Plaza will be approximately \$23,000 per year. These costs include the following:

<b>Daily</b>	<b>Bi-Weekly</b>
<ul style="list-style-type: none"> <li>• Trash receptacles, p/u &amp; hand pick litter</li> <li>• Graffiti, gum and wax removal</li> <li>• Blow sweep hard surfaces</li> </ul>	<ul style="list-style-type: none"> <li>• Pressure-wash, spot clean</li> </ul>
<b>Weekly</b>	<b>Monthly/Bi-Monthly</b>
<ul style="list-style-type: none"> <li>• Play structure inspection</li> <li>• DG, red wood shavings or gravel maintenance</li> <li>• Planter maintenance - weeding</li> </ul>	<ul style="list-style-type: none"> <li>• Shrubbery trimming, once per month</li> <li>• Shrubbery trimming, twice per month</li> <li>• Irrigation maintenance</li> </ul>
<b>Annual</b>	<b>Miscellaneous</b>
<ul style="list-style-type: none"> <li>• Replant planters</li> <li>• Tree trimming</li> <li>• Lighting inspection and repair</li> </ul>	<ul style="list-style-type: none"> <li>• Signage repair/replace</li> </ul>

### *Fundraising Efforts*

It is estimated that approximately \$289,502 will need to be fundraised by the City Council based on the construction cost proposal submitted by California Skateparks Inc. It is recommended that 100% of the estimated fundraised monies be collected by June 30, 2013. Completion of the necessary fundraising by June 30, 2013 will allow approximately twelve months to complete construction of the San Fernando Skate Plaza by the June 30, 2014 deadline.

Resolution Adopting an Allocation of Quimby Funds for the San Fernando Skate Plaza Construction  
Page 4

**CONCLUSION:**

The City has paid \$9,500 to California Skateparks Inc. to complete the conceptual and schematic designs for the San Fernando Skate Plaza. An additional \$40,500 has been allocated to complete the design phase of the project pursuant to the Fiscal Year 2011-12 City Budget. The scope of work provided in the design phase will provide for an accurate construction cost estimate that could be used by City Staff and the City Council to determine future budget allocations and/or fundraising needs as the project moves forward into the actual contractor bidding and construction phases.

The subsequent construction phase will require further approval by the City Council. The approved allocation of \$300,000 of Quimby Funds for the construction of the San Fernando Skate Plaza will provide approximately 50% of construction costs. City staff is recommending that fundraising be used to secure an additional \$289,502 by June 30, 2013, to ensure project completion by the June 30, 2014 deadline.

**BUDGET IMPACT:**

Approval of the Resolution will result in the allocation of \$300,000 in Quimby Funds by the City Council and successful fundraising of an additional \$289,502 by June 30, 2013 will ensure that the project's construction will not have an impact on the City's General Fund and is completed by the June 30, 2014 deadline. As previously noted, the anticipated \$23,000 in maintenance costs will have to be budgeted by the City as part of the City's General Fund budget beginning in Fiscal Year 2014-15.

**ATTACHMENTS:**

- A. Resolution
- B. Construction Cost Estimate

**ATTACHMENT "A"****RESOLUTION NO. \_\_\_\_****A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF  
SAN FERNANDO AMENDING THE BUDGET FOR THE  
FISCAL YEAR 2011-2012 ADOPTED ON JULY 18, 2011**

**WHEREAS**, the City of Council has received and considered the proposed adjustment to the budget for Fiscal Year 2012, commencing July 1, 2011, and ending June 30, 2012; and

**WHEREAS**, the City Council has determined that it is necessary to increase the expenditures of the Current City; and

**WHEREAS**, an annual budget for the City of San Fernando for the Fiscal Year beginning July 1, 2011 and ending June 30, 2012, a copy of which is on file in the City Clerk's Office, has been adopted on July 18, 2011.

**NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF SAN FERNANDO DOES HEREBY RESOLVE, FIND, DETERMINE AND ORDER AS FOLLOWS:**

**Section 1:** The following adjustment in expenditures is made in the named City fund:

1. Quimby Fee Fund – Increase in Expenditures: (not to exceed) \$300,000  
(Construction Costs for the San Fernando Skate Plaza)

**PASSED, APPROVED, AND ADOPTED** this 16<sup>th</sup> day of April, 2012.

---

Brenda Esqueda, Mayor

**ATTEST:**

---

Elena G. Chávez, City Clerk

**STATE OF CALIFORNIA            )**  
**COUNTY OF LOS ANGELES    ) ss**  
**CITY OF SAN FERNANDO       )**

**I HEREBY CERTIFY** that the foregoing Resolution was approved and adopted at a regular meeting of the City Council held on the 16<sup>th</sup> day of April, 2012, by the following vote to wit:

**AYES:**

**NOES:**

**ABSENT:**

---

Elena G. Chávez, City Clerk





## ATTACHMENT "B"

City of San Fernando  
San Fernando, CA

Date: 03.30.2012

SAN FERNANDO SKATE PLAZA				
Estimated Construction Cost				
ITEM NO.	DESCRIPTION	APPROX. QUANTITY AND UNIT	UNIT PRICE	TOTAL AMOUNT
<b>General Mobilization</b>				
	10% Mobilization	1 EA	\$ 47,682.00	\$ 47,682.00
<b>Landscape and Irrigation</b>				
	Clearing & Grubbing	30,000 SF	\$ 0.50	\$ 15,000.00
	Irrigation System	1 SF	\$ 25,000.00	\$ 25,000.00
	Landscaping	1 SF	\$ 35,000.00	\$ 35,000.00
<b>Skate Park Earthwork / Subgrade Preparation</b>				
	Rough Grading (Skate Park / Plaza)	16,330 SF	\$ 3.00	\$ 48,990.00
<b>Skate Park Cast-In-Place Concrete</b>				
	4" Flat Top Deck – Rebar Reinforced Concrete	14,403 SF	\$ 10.00	\$ 144,030.00
	Ledges / Boxes / Manual Pads / Jersey Barriers	420 CF	\$ 80.00	\$ 33,600.00
	Stairs / Steps – Rebar Reinforced Concrete	446 SF	\$ 50.00	\$ 22,300.00
	Turndown Wall (12" – 36")	720 CF	\$ 50.00	\$ 36,000.00
	Retaining Wall Under Deck (+/-18")	292 CF	\$ 60.00	\$ 17,520.00
<b>Skate Park Shotcrete</b>				
	6" Shotcrete Banks	1,296 SF	\$ 30.00	\$ 38,880.00
<b>Skate Park Metal Fabrications (Coping)</b>				
	Rails	55 LF	\$ 100.00	\$ 5,500.00
	Coping & Metal Protection	1,100 LF	\$ 50.00	\$ 55,000.00
<b>Contingency</b>				
	Construction Contingency	1 EA	\$ 25,000.00	\$ 25,000.00
<b>CONSTRUCTION COST</b>				<b>\$ 549,502.00</b>
Alternate	Shade Structure	1 EA	\$ 40,000.00	\$ 40,000.00

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## PUBLIC WORKS DEPARTMENT

### MEMORANDUM

**TO:** Mayor Brenda Esqueda and Councilmembers

**FROM:** Al Hernández, City Administrator  
By: Ron Ruiz, Public Works Director

**DATE:** April 16, 2012

**SUBJECT:** Metro Call for Projects Grant Funds

---

#### **RECOMMENDATION:**

It is recommended that the City Council approve the de-obligation of two 2007 Call for Projects Grant Funds (Attachment "A").

#### **BACKGROUND:**

1. In January, 2007, Public Works Department Engineering staff submitted the Call for Projects Applications to Los Angeles County Metropolitan Transportation Authority (Metro) for San Fernando Pacoima Wash Bike Path and San Fernando Road Downtown Pedestrian Improvement Project.
2. In September, 2008, Grant funds were approved and programmed in Metro's project database.
3. In September 2009 - 2011, Grant funds were extended and Metro re-programmed the funds to be available for use in Fiscal Year 2016/17.
4. On March 22, 2012, Public Works staff received a notice from Metro requesting cities to submit a financial plan for the matching requirements for the two Call for Projects.

#### **ANALYSIS:**

##### Call For Projects

The Call for Projects program is a competitive grant program run by Metro. It is open to public agencies that provide transportation facilities or services within Los Angeles County. It is a competition through which various federal, state, and local transportation funds are awarded to the most regionally significant projects.

## Metro Call for Projects Grant Funds

Page 2

In 2008, Metro approved and funded the following two projects:

- Project #F1505: San Fernando Pacoima Wash Bike Path Project: This project would be a 1.6 mile long Class one facility along the Pacoima Wash in San Fernando. It includes three bridges and eight access points.

Grant Amount	\$1,513,000
City Match Amount	\$982,000
<b>Total Project Cost</b>	<b>\$2,495,000</b>

- Project #F3621: San Fernando Road Downtown Pedestrian Improvements Project: This project would include design and construction of improvements to promote walking, public transit use and safety located on San Fernando Road between San Fernando Mission Blvd and west city limit at Hubbard Street.

Grant Amount	\$3,395,000
City Match Amount	\$995,000
<b>Total Project Cost</b>	<b>\$4,390,000</b>

Originally, the City planned to use Redevelopment Agency funds and other funding sources to cover the Local Agency match requirements. On December 29, 2011 the California Supreme Court issued its decision to dissolve all Community Redevelopment Agencies (CRAs) statewide.

At this time, Metro would like confirmation that the City is still committed to the projects and have identified alternative non-CRA funds as the new local match, and have the staff capacity to implement the projects. Metro would like the City's decision with regard status of the projects and the new source of local match funding submitted by April 20, 2012.

## CONCLUSION:

Staff recommends that we de-obligate the funds for these two projects due to the large match requirements needed. Also, with the limited staff at this time in the Public Works Department, resources need to be focused on funded projects to ensure their completion. If these funded projects are not completed as planned this could jeopardize future grant opportunities with Metro, due to the inability to demonstrate that the city can complete grant funded projects.

If the City Council is in concurrence with the recommendations made regarding these projects, staff will inform Metro of the City's plan for the 2007 Call for Projects Grants. Concurrence, or other direction, is needed in order to submit the required reports to Metro.

## BUDGET IMPACT:

None.

## ATTACHMENT:

A. Metro letter received March 22, 2012



Los Angeles County  
Metropolitan Transportation Authority

One Gateway Plaza  
Los Angeles, CA 90012-2952

213.922.2000 Tel  
metro.net

**Metro**

March 22, 2012

**RECEIVED**

MAR 27 2012

**PUBLIC WORKS DEPARTMENT  
CITY OF SAN FERNANDO**

Mr. Al Hernandez  
City Manager  
City of San Fernando  
117 Macneil Street  
San Fernando, CA 91340

RE: Community Redevelopment Agency Funding

Dear Mr. Hernandez:

On December 29, 2011, the California Supreme Court issued its decision to uphold legislation dissolving Community Redevelopment Agencies (CRAs) statewide. Through our Call for Projects program, grants have been awarded to CRAs and/or local agencies who have proposed to use redevelopment funds as their local match. We have identified the following project(s) from your City that may be affected by the dissolution of CRAs.

Project # F1505 – San Fernando Pacoima Wash Bike Path

Project # F3621 – San Fernando Road Downtown Pedestrian Improvement Project

At this time, we would like to receive your confirmation that the City is still committed to the project and if necessary, you have identified alternative non-CRA funds as the new local match for the project and have the staff capacity to implement the project. Please inform Fanny Pan, Transportation Planning Manager, at [panf@metro.net](mailto:panf@metro.net) or 213-922-3070 by April 20, 2012 of your City's decision with regard to the project(s) and the new source of local match funding. If you will be pursuing the project(s), we will need to exercise an amendment to any existing agreement(s) to reflect the change in the local match funding. If your project is programmed in a future year(s), we still need your confirmation by the above date. We will work with you on the project agreement during the first programming year.

If you would like to meet with my staff to discuss this further, please contact Fanny Pan to schedule a meeting. Should you have any additional questions, please feel free to contact Renee Berlin, Executive Officer at 213-922-3035, or Calvin Hollis, Executive Officer at 213-922-7319.

Sincerely,

Martha Welborne, FAIA  
Executive Director

cc: Ron Ruiz

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## ADMINISTRATION DEPARTMENT

### MEMORANDUM

**TO:** Mayor Brenda Esqueda and Councilmembers

**FROM:** Al Hernández, City Administrator  
By: Joe Lillio, Senior Accountant

**DATE:** April 16, 2012

**SUBJECT:** Adopt a Resolution Approving the Execution of a Cooperative Agreement between the City and Successor Agency to the San Fernando Redevelopment Agency

---

#### **RECOMMENDATION:**

It is recommended that the City Council adopt a Resolution (Attachment “A”) approving the execution of a Cooperative Agreement for Advance and Reimbursement of Administrative, Overhead, and Other Expenses by and between the City and the Successor Agency to the San Fernando Redevelopment Agency and taking certain actions in connection therewith.

#### **BACKGROUND:**

1. Upon dissolution of the San Fernando Redevelopment Agency on February 1, 2012 pursuant to AB X1 26, the Successor Agency to the San Fernando Redevelopment Agency was constituted and is governed by a board of directors consisting of the members of the City Council.

#### **ANALYSIS:**

Pursuant to AB X1 26, the Successor Agency is required to undertake a number of actions, including winding down the affairs of the former Redevelopment Agency. For example, the Oversight Board for the Successor Agency may direct the staff of the Successor Agency to perform work in furtherance of the Oversight Board’s duties and responsibilities under AB X1 26 and the Successor Agency must pay for all of the costs of meetings of the Oversight Board. In addition, the Successor Agency will have a number of ongoing responsibilities, such as paying debt service on enforceable obligations of the former Redevelopment Agency and preparing an administrative budget and Recognized Obligation Payment Schedule (ROPS) for each six-month fiscal period.

Adopt a Resolution Approving the Execution of a Cooperative Agreement between the City and Successor Agency to the San Fernando Redevelopment Agency

Page 2

Each proposed administrative budget must include a proposal for arrangements for administrative and operations services provided by the City or another entity. The attached Cooperative Agreement for Advance and Reimbursement of Administrative, Overhead and Other Expenses by and between the City and the Successor Agency provides for the Successor Agency to use the City's staff, facilities, and other resources for the administration and operations of the Successor Agency. Pursuant to the Agreement, the City will advance these costs to the Successor Agency and the Successor Agency will reimburse the City for such advances. The Agreement must be approved by the Oversight Board for the Successor Agency. The attached Resolution approves execution of the Agreement by the City.

#### **CONCLUSION:**

It is recommended that the City approve the Cooperative Agreement for advances and reimbursements of administrative overhead and other expenses by and between the City and the Successor Agency to the San Fernando Redevelopment Agency. By providing and making available to the Successor Agency the staff, facilities, services and other resources of the City necessary for the administration and operations of the Successor Agency, the City has and will continue to advance the cost of the foregoing to the Successor Agency.

#### **BUDGET IMPACT:**

AB X1 26 provides for the Successor Agency to receive an annual Administrative Cost Allowance of not less than \$250,000. The Administrative Cost Allowance will exclude any administrative costs that can be paid from bond proceeds or from sources other than property tax. The Administrative Cost Allowance is subject to reduction if there are insufficient funds to pay the former Redevelopment Agency's enforceable obligations.

#### **ATTACHMENT:**

A. Resolution

**ATTACHMENT "A"****RESOLUTION NO. \_\_\_\_\_****A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF  
SAN FERNANDO APPROVING THE EXECUTION OF A  
COOPERATIVE AGREEMENT FOR ADVANCE AND  
REIMBURSEMENT OF ADMINISTRATIVE, OVERHEAD AND  
OTHER EXPENSES BY AND BETWEEN THE CITY AND THE  
SUCCESSOR AGENCY TO THE SAN FERNANDO  
REDEVELOPMENT AGENCY AND TAKING CERTAIN  
ACTIONS IN CONNECTION THEREWITH****RECITALS:**

A. Pursuant to Part 1.85 of the Community Redevelopment Law (commencing with Health and Safety Code Section 34170), the Successor Agency to the San Fernando Redevelopment Agency ("Successor Agency") is required to undertake a number of actions, including winding down the affairs of the former Redevelopment Agency pursuant to Health and Safety Code Section 34177(h).

B. In connection with the administration and operations of the Successor Agency, the Successor Agency is and will be utilizing the staff, facilities, and other resources of the City. The City Administrator of the City serves as Executive Director of the Successor Agency, the Treasurer serves as Finance Officer of the Successor Agency, and the City Clerk serves as Secretary to the Successor Agency. Planning, finance, engineering, public works, and other City departments devote and are expected to devote substantial time with respect to the administration and operations of the Successor Agency, including gathering information relating to the former Redevelopment Agency's enforceable obligations, conferring with public officials representing governmental agencies, and undertaking other activities in connection with administration and operations of the Successor Agency.

C. By providing and making available to the Successor Agency the staff, facilities, services, and other resources of the City, including, without limitation, consultants, legal counsel, office space, equipment, supplies, and insurance, necessary to the administration and operations of the Successor Agency, the City has advanced and will continue to advance the cost of the foregoing to the Successor Agency. The City and the Successor Agency desire to enter into an agreement to provide for an appropriate method of reimbursement of such advances by the Successor Agency to the City.

D. Pursuant to Health and Safety Code Section 34171(d)(1)(F), contracts or agreements necessary for the administration or operation of the Successor Agency are enforceable obligations and pursuant to Health and Safety Code Sections 34178(a) and 34180(h), the Successor Agency may enter into agreements with the City with the approval of the oversight board for the Successor Agency (the "Oversight Board").

**NOW, THEREFORE, THE CITY COUNCIL DOES HEREBY RESOLVE, FIND  
DETERMINE, AND ORDER AS FOLLOWS:**

**Section 1.** The above recitals are true and correct and are a substantive part of this Resolution.

**Section 2.** The City Council hereby approves the Cooperative Agreement for Advance and Reimbursement of Administrative, Overhead and other Expenses by and between the City and the Successor Agency attached hereto as Exhibit “A” and incorporated herein by reference (the “Agreement”) and the Mayor is hereby authorized and directed to execute the Agreement.

**Section 3.** The officers and staff of the City area hereby authorized and directed, jointly and severally, to do any and all things which they deem necessary or advisable to effectuate this Resolution, and any such actions previously taken by such officers and staff are hereby ratified and confirmed.

**PASSED AND ADOPTED** this 16<sup>th</sup> day of April, 2012.

---

Brenda Esqueda, Mayor

**ATTEST:**

---

Elena G. Chávez, City Clerk

**STATE OF CALIFORNIA                    )**  
**COUNTY OF LOS ANGELES            ) ss**  
**CITY OF SAN FERNANDO             )**

**I HEREBY CERTIFY** that the foregoing Resolution was approved and adopted at a regular meeting of the City Council held on the 16<sup>th</sup> day of April, 2012, by the following vote to wit:

**AYES:**

**NOES:**

**ABSENT:**

---

Elena G. Chávez, City Clerk

**EXHIBIT "A"****COOPERATIVE AGREEMENT FOR ADVANCE AND REIMBURSEMENT OF  
ADMINISTRATIVE, OVERHEAD AND OTHER EXPENSES**

This COOPERATIVE AGREEMENT FOR ADVANCE AND REIMBURSEMENT OF ADMINISTRATIVE, OVERHEAD AND OTHER EXPENSES (this "Agreement") is entered into as of February 1, 2012, by and between the City of San Fernando (the "City") and the Successor Agency to the San Fernando Redevelopment Agency (the "Successor Agency").

**RECITALS:**

- A. The Successor Agency is required to undertake a number of actions pursuant to Part 1.85 of the Community Redevelopment Law (commencing with Health and Safety Code Section 34170) ("Part 1.85"), including winding down the affairs of the former San Fernando Redevelopment Agency ("Agency") pursuant to Health and Safety Code Section 34177(h).
- B. Pursuant to Health and Safety Code Section 34171(d)(1)(F), contracts or agreements necessary for the administration or operation of the Successor Agency are enforceable obligations.
- C. Pursuant to Health and Safety Code Sections 34178(a) and 34180(h), with the approval of the oversight board, the Successor Agency may enter into agreements with the City.
- D. In connection with the administration and operations of the Successor Agency, the Successor Agency is and will be utilizing the staff, facilities, and other resources of the City.
- E. The City Administrator of the City serves as Executive Director of the Successor Agency, the Treasurer serves as Finance Officer of the Successor Agency, and the City Clerk serves as Secretary to the Successor Agency. Planning, finance, engineering, public works, and other City departments devote and are expected to devote substantial time with respect to the administration and operations of the Successor Agency, including gathering information relating to the Agency's enforceable obligations, conferring with public officials representing governmental agencies, and undertaking other activities in connection with winding down the affairs of the Agency.
- F. By providing and making available to the Successor Agency the staff, facilities, services, and other resources of the City, including, without limitation, consultants, legal counsel, office space, equipment, supplies, and insurance, necessary to the administration and operations of the Successor Agency, the City has advanced and will continue to advance the cost of the foregoing to the Successor Agency.
- G. The City and the Successor Agency desire to enter into this Agreement to acknowledge the foregoing recitals and to provide for an appropriate method of reimbursement of such advances by the Successor Agency to the City.

**NOW, THEREFORE, THE PARTIES DO HEREBY AGREE AS  
FOLLOWS:**

**Section 1.** The City shall make available to the Successor Agency its staff, facilities, services, and other resources, including, without limitation, consultants, legal counsel, office space, equipment, supplies, and insurance, necessary to the administration and operations of the Successor Agency. The Successor Agency shall have access to the foregoing staff, facilities, services, and other resources of the City.

**Section 2.** The value of the City staff, including all employee retirement and other benefits, facilities, services, and other resources of the City, including, without limitation, office space, equipment, supplies, and insurance, necessary to the administration and operations of the Successor Agency made, and to be made, available to the Successor Agency for each six-month fiscal period beginning with the fiscal period commencing on January 1, 2012 and ending on June 30, 2012, determined in accordance with Section 3 hereof, shall constitute an advance to the Successor Agency by the City for each six-month fiscal period, to be repaid in accordance with Section 4 of this Agreement.

**Section 3.** The City Administrator has prepared a cost accounting plan attached hereto as Exhibit "1" and incorporated herein by reference, based upon reasonable allocations and generally accepted cost accounting principles, documenting the value of the City staff, including all employee retirement and other benefits, and the facilities, services, and other resources of the City made, or to be made available, to the Successor Agency pursuant to Section 1 hereof for each six-month fiscal period beginning with the fiscal period commencing on January 1, 2012 and ending on June 30, 2012. For each six month fiscal period, or such other times as the City Administrator deems appropriate, the City Administrator shall review the cost accounting plan for its accuracy in reflecting the value of City staff and resources advanced to the Successor Agency. The City Administrator shall revise the cost accounting plan as he or she determines is necessary based on such periodic review.

**Section 4.** Within a reasonable time following the end of each six month fiscal period, beginning with the fiscal period commencing on January 1, 2012 and ending on June 30, 2012, the Successor Agency shall pay the City the amount of the reimbursement set forth in Exhibit "1" from available funds of the Successor Agency. In the event that insufficient funds are available to the Successor Agency, any unpaid amounts shall be carried over to the next six-month fiscal period.

**Section 5.** The parties hereto agree to take all appropriate steps and execute any documents which may reasonably be necessary or convenient to implement the intent of this Agreement.

**Section 6.** Each party shall maintain books and records regarding its duties pursuant to this Agreement. Such books and records shall be available for inspection by the officers and agents of the other party at all reasonable times.

**Section 7.** This Agreement is made in the State of California under the Constitution and laws of the State of California, and is to be so construed.

**Section 8.** This Agreement will be become effective upon approval of the Oversight Board to the Successor Agency.



**Section 9.** This Agreement may be amended at any time, and from time to time, by an agreement executed by both parties to this Agreement and approved by the Oversight Board to the Successor Agency.

**SUCCESSOR AGENCY TO THE SAN  
FERNANDO REDEVELOPMENT AGENCY**

By \_\_\_\_\_  
Brenda Esqueda, Chair

**ATTEST:**

\_\_\_\_\_  
Elena G. Chávez, Secretary

**CITY OF SAN FERNANDO**

By \_\_\_\_\_  
Brenda Esqueda, Mayor

**ATTEST:**

\_\_\_\_\_  
Elena G. Chávez, City Clerk

**APPROVED:**

\_\_\_\_\_  
Oversight Board to the Successor  
Agency to the San Fernando  
Redevelopment Agency

\_\_\_\_\_  
Date

**EXHIBIT "1"**Name of Successor Agency: Successor Agency of the City of San Fernando Redevelopment AgencyAll

Project Area(s)

**ALLOCATION METHOD - for the period of January 1, 2012 - June 30, 2012**

Project Name / Debt Obligation	Payee	Description	City %	Successor Agency %	Total
Direct Employee Costs	Employees of Agency/City of San Fernando	Payroll for employees working on direct projects w/in the former RDA			\$ -
	Positions:	City Planner	20%	80%	100%
		Assistant Planner	50%	50%	100%
		Assistant Planner (Housing)	25%	75%	100%
		City Administrator	60%	40%	100%
		Executive Assistant to City Administrator	80%	20%	100%
Annual Audit	Diehls, Evans, & Company LLP	Annual Financial Audit Reports		100%	100%
Legal Services	Richards, Watson & Gershon	Legal services provided to the RDA		100%	100%
Legal Services	Richards, Watson & Gershon	Legal services provided to the RDA		100%	100%
SCO Transaction Report	Thales Consulting	Preparation of the State Controller's Financial Transaction Report		100%	100%
Advertising for Reso/Ordinance	Various	Required public notices & outreach		100%	100%
Advertising for Reso/Ordinance	Various	Required public notices & outreach		100%	100%
Consulting Services	HdL	Consulting services for financials, financial reporting, and bond services		100%	100%
Overhead Allocation - Administrative Services	City of San Fernando	\$250,000 annual allocation for general admin costs per AB 26			
		City Administrator Department (\$38,339 annually)		9%	
		City Clerk Department (\$15,590 annually)		4%	
		City Council (\$21,967 annually)		5%	
		City Treasurer Department (\$25,309 annually)		6%	
		Personnel Department (\$5,196 annually)		1%	
		Finance Department (\$219,752 annually)		54%	
		Non Departmental (\$32,028 annually)		8%	
		Building Use (\$50,760 annually)		12%	
		Equipment (\$218 annually)		1%	
LAUSD Litigation	Attorney representing City	Ongoing litigation		100.0%	100%
Wilshire Ventures - Attorney Fees	Attorney representing City	Ongoing litigation for Wilshire Venture		100.0%	100%

Name of Successor Agency: Successor Agency of the City of San Fernando Redevelopment Agency

Project Area(s)

All

### ALLOCATION METHOD - for the period of July 1, 2012 - December 31, 2012

Project Name / Debt Obligation	Payee	Description	City %	Successor Agency %	Total
Direct Employee Costs	Employees of Agency/City of San Fernando	Payroll for employees working on direct projects w/in the former RDA			\$ -
	Positions:	City Planner	20%	80%	100%
		Assistant Planner	50%	50%	100%
		City Administrator	60%	40%	100%
		Executive Assistant to City Administrator	80%	20%	100%
Annual Audit	Diehls, Evans, & Company LLP	Annual Financial Audit Reports			
Legal Services	Richards, Watson & Gershon	Legal services provided to the RDA		100%	100%
Legal Services	Richards, Watson & Gershon	Legal services provided to the RDA		100%	100%
SCO Transaction Report	Thales Consulting	Preparation of the State Controller's Financial Transaction Report		100%	100%
Advertising for Reso/Ordinance	Various	Required public notices & outreach		100%	100%
Advertising for Reso/Ordinance	Various	Required public notices & outreach		100%	100%
Consulting Services	HdL	Consulting services for financials, financial reporting, and bond services		100%	100%
Overhead Allocation - Administrative Services	City of San Fernando	\$250,000 annual allocation for general admin costs per AB 26			
		City Administrator Department (\$38,339 annually)		9%	
		City Clerk Department (\$15,590 annually)		4%	
		City Council (\$21,967 annually)		5%	
		City Treasurer Department (\$25,309 annually)		6%	
		Personnel Department (\$5,196 annually)		1%	
		Finance Department (\$219,752 annually)		54%	
		Non Departmental (\$32,028 annually)		8%	
		Building Use (\$50,760 annually)		12%	
		Equipment (\$218 annually)		1%	
LAUSD Litigation	Attorney representing City	Ongoing litigation			100%
Wilshire Ventures - Attorney Fees	Attorney representing City	Ongoing litigation for Wilshire Venture		100.0%	100%

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## **PUBLIC WORKS DEPARTMENT**

### **MEMORANDUM**

**TO:** Mayor Brenda Esqueda and Councilmembers

**FROM:** Al Hernández, City Administrator  
By: Ron Ruiz, Public Works Director

**DATE:** April 16, 2012

**SUBJECT:** Award of Contract for Purchase and Installation of Water Pump

---

#### **RECOMMENDATION:**

It is recommended that the City Council:

- a. Find that the purchase and installation of a water pump that is custom designed and built for Well 7A is not a public work, and qualifies for a bidding exception under San Fernando City Code Section 2-806; and
- b. Authorize entering into agreement with General Pump Company (GPC), consistent with the terms of the proposal, for the purchase and installation of a water pump for Well 7A for an amount not to exceed \$181,196.64 with an additional 10% contingency (Attachment "A").

#### **BACKGROUND:**

1. On May 25, 2011, the City Council awarded a contract to Envirogen to lease an Ion-Exchange Nitrate Removal System.
2. On December 5, 2011, City staff met with GPC to discuss a proposal to design, construct, and install a pump and other mechanical equipment at Well 7A to support the installation of the Ion-Exchange Nitrate Removal System.
3. On February 21, 2012, City staff received a proposal from GPC regarding pump design and installation for Well 7A.
4. On April 2, 2012, City staff met to discuss a recent spike in the nitrate level at Well 2A.

## Award of Contract for Purchase and Installation of Water Pump

Page 2

**ANALYSIS:**Project Scope of Work

The scope of work will include engineering, design and construction of new water flush deep well turbine pump with a variable speed drive control. A new pump is needed to replace the existing oil lubricated pump with a water lubricated pump, since any release of oil into the nitrate removal system would cause damage to the system. A variable speed drive control is also included, since it was learned that it would provide for a more power efficient system, which would save on long term utility costs. The pump will be rated at 900 gallons per hour (GPH) with a 150 Horse Power (HP) motor. The scope of work will also include all field and shop labor, materials, and electrical modifications at the well site.

The proposed vendor, GPC, will work with City staff and other consultants involved in the Nitrate Removal System project to ensure that the pump performs as required per certain specifications. GPC's technical services include comprehensive expertise in all aspects of pump design and installation, a staff of civil and electrical engineers, hydrogeologist, registered geologist, and seasoned factory-trained application engineers will be available for the project.

Bidding Exception

The purchase of supplies and equipment normally requires that a public bidding process be followed. Bidding can be dispensed with, however, where bidding would be impossible, impractical or incongruous; in an emergency; when the commodity can be obtained from only one vendor or where the price is controlled by law; or when the amount involved is less than \$5,000.00. SF Code Section 2-806. The definitions of those terms are set forth in SF Section 2-806(a):

***Section 2-806. Bidding exception.***

*(a) Definitions. For purposes of this section the following words, terms and phrases, shall have the meanings ascribed to them in this subsection, except where the context clearly indicates a different meaning:*

***Emergency*** means circumstances or conditions that pose an immediate threat to public health, welfare or safety as determined by the City administrative officer for which no time exists to seek council action or approval, if otherwise such action or approval were required.

***Impossible*** means actual impossibility or extreme and unreasonable difficulty or expenses.

***Impractical*** means incapable of being performed by the bid procedure.

***Incongruous*** means not suitable to the bid procedure.



## Award of Contract for Purchase and Installation of Water Pump

Page 3

The value of this contract exceeds \$5,000 and therefore requires the use of public bidding unless one of the above listed exceptions applies. Staff recommends that the City Council find that use of the bidding procedure for this contract would be “incongruous”, as that term is defined in Section 2-806, and that therefore award of the contract qualifies for a bidding exception under Section 2-806. Staff recommends a bidding exception for the following reasons:

- 1) GPC has 25 years of experience working on well 7A, and is familiar with characteristics regarding performance and water table data.

GPC has unique historical knowledge of the City’s wells and pumps and other mechanical equipment through their maintenance of the well’s pump and other components over the last 25 years. In 1971, the Sylmar earthquake destroyed Well 7A and was redrilled by the Army Corps of Engineers. Since that time, the new well’s mechanical equipment has been maintained by GPC.

Their knowledge of the history of Well 7A and maintenance of the mechanical equipment is critical towards performing the scope of work accurately and in the most expeditious manner possible. For example, during their long term maintenance of the mechanical equipment, they have become familiar with the performance of the current pump and can therefore include design specifications for the new pump to resolve past issues with the old pump design. Through their previous work to rehab the existing pump, they have also reviewed the driller’s log well data and conducted their own analysis of the well to confirm or revise the well data, which is needed to develop the best design the new pump.

Any other contractor selected would be challenged to provide the same service because they would need technical information acquired over the years by GPC to custom build a pump which meets similar specifications of the existing pump. Although this is not an impossible task, it will require more time by a different contractor review and collect any additional data about the well which would adversely affect the timeline for the project. Due to the complexity of the task, there would also be great risk for the City if any other contractor performs these services since design precision is paramount in ensuring that the pump functions properly. If the pump does not function as planned, the project could be subject to change orders and/or delays by the contractor to remodify the pump design until it functions properly.

- 2) Additional delays in the completion of the Nitrate Removal Project, would cancel any savings occurring through the procurement process.

Phase I and II of the Nitrate Removal Project is estimated at over \$2 million. The project is currently facing challenges to move the project forward due to time needed to process permits with the City of Los Angeles agencies and the lack of readily available City funds to meet costs for the project. Other aspects of the project, like the pump design and installation need to move forward as quickly as possible to partially compensate for permitting and budget challenges. Additional time to go through a lengthy procurement process will push the completion date further out and trigger other issues, which may add to the cost of the project. For example, if the Project is not completed by October 2012 there may be complications with the Nitrate Removal unit vendor who may claim that there are cost increases to continue to provide their consulting

## Award of Contract for Purchase and Installation of Water Pump

Page 4

services after the tentative date for installation. Any potential savings that might exist through a formal procurement process would be canceled out due to increased vendor costs associated with a delay in the installation of the Nitrate Removal unit.

- 3) There are health and safety concerns, whereby the City could face challenges to meet water demand should an additional water well shut down during the project.

Currently only Well 2A and 4A remain in active status to provide for the City's water supply. Although the City is able to meet current demand with these two wells, the concern has always been that if an additional well became inactive, the City would have to purchase a significant amount of water from the Metropolitan Water District (MWD) to meet water demand. Whether or not the City Council approves the proposed water rate increases, if the City has to purchase MWD water due to another well being shut down, water customers would likely see a major spike in their unit rate cost to pay for imported water. Under this scenario, the City would also be challenged to make funds immediately available to MWD to purchase a large quantity of water due to City cash flow concerns. The goal is to continue to move the Nitrate Removal Project forward as quickly as possible to avoid this type of scenario.

This matter has become more critical in the last month due to a temporary spike in nitrate levels at Well 2A. Based on additional study of the historic trends of Well 7A and Well 3 prior to their shut down, Well 2A now appears to be following the same trend. With Well 7A and 3, the wells were shut down between 2 to 3 years after the nitrate levels began to spike. Looking ahead, if there are delays to design and install the new pump as described in this report, the City will be challenged if Well 2A is shut down and the Nitrate Removal unit is not installed.

- 4) The City may not be able to meet water demand in an emergency due to the potential loss of stored water credits.

In a recent meeting of the Upper Los Angeles River Area Committee (ULARA), it was announced by the Watermaster that a discrepancy exists regarding the method of calculating stored water credits, which would impact both the City of San Fernando and the City of Los Angeles. Apparently, this discrepancy has existed for the last 20 years under the administration of three Watermasters. If the discrepancy is proven to be valid, the City will lose a certain number of water credits which currently allow the City to pump water from the Sylmar Basin beyond the current safe yield. As part of disaster preparedness planning, the water division includes the availability of these stored water credits as a strategy towards meeting demand for water in an emergency. This means that if the City does lose the credits, the City is somewhat less prepared to provide water in emergency situations. Through the completion of the Nitrate Removal Project, the City can better compensate for the loss of credits by bringing Well 7A back on line.

## Award of Contract for Purchase and Installation of Water Pump

Page 5

### **CONCLUSION:**

Staff recommends that GPC is awarded a contract to for the purchase and installation of a custom designed and built water pump for Well 7A. This contract can be awarded pursuant to a bidding exception as stated in this report.

### **BUDGET IMPACT:**

None.

### **ATTACHMENT:**

A. Contractor Proposal

**ATTACHMENT "A"**

159 N. ACACIA STREET · SAN DIMAS, CA 91773

PHONE: (909) 599-9606 · FAX: (909) 599-6238

**WELL & PUMP SERVICE SINCE 1952**

Lic. #496765

*Now Serving Ventura and Santa Barbara Counties*

February 21, 2012

*Via Email*

City of San Fernando  
117 MacNeil Street  
San Fernando, California 91340-2993  
Attn: Tony Salazar

**Subject: Well 7A**

General Pump Company is pleased to submit the following proposal to design / build a new GPC water flush deep well turbine pump with a variable speed drive control.

The pump will be rated for 900 gpm @ a total dynamic head of 500 feet. The motor will be 150HP and designed to exceed the maximum down thrust of the pump and be rated inverter duty. The GPC water flush pump uses an approximate 5 gpm of potable (chlorinated) water for lubrication of the special line shaft bearings. The City will need to supply a small ¾" water connection to the pump head. A residential water meter and back flow preventer should also be installed by the City.

The ITT PumpSmart will be programmed to adjust the pump's speed to maintain the maximum well yield regardless of the changes in the pump's discharge or pumping water level. Due to the fluctuation of the static water level, the City should perform minimum monthly water level readings to adjust the maximum flow setting on the pump.

Our Control and System Specialist has been on the site to inspect the existing panel and electrical system. What he found was that the existing main circuit breaker is rated for 225 amps. The city should contact LADWP to see if the existing main breaker is large enough to handle the new 150 HP motor. We believe that they will need to increase the size of the service and main breaker.

The existing panels are not installed per code in that they need to be 36" minimally clear of any obstructions in front of the panels. We plan to install the new VFD and by-pass motor control center in the chlorine room, which is directly adjacent to the existing panels. The existing flow meter appears to have a 4-20 output, which we can use to control the pump. We plan to run conduit and wire from the existing flow meter to the ITT PumpSmart controller.

The cost to design, supply, install the electrical equipment is only an engineering estimate. At this time, we still have questions that will need to be answered to firm up the cost. A 10% contingency cost could be added to cover any unforeseen issues that are discovered.



Tony Salazar  
City of San Fernando  
February 21, 2012  
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### Proposal Cost

#### Water Flush Well Pump

##### Shop Labor

• Receive and inspect new materials, quality assurance	8 Hrs	
• Weld stainless steel cone strainer to suction pipe, handling	2 Hrs	
• Machine top bowl / discharge case throttle bearing for water flush	4 Hrs	
• Machine W/F Grooves	14 Hrs	
• Pressure wash new column pipe “buck on” & tighten pipe couplings	10 Hrs	
• Pressure wash new tube and shaft components, prepare for assembly	8 Hrs	
• Assemble water flush tube assemblies	31 Hrs	
• Polish and balance new line shafts, clean shaft couplings, prepare for assembly	8 Hrs	
• Stab out shafts, stab out tube and shaft into column, prepare for installation.	4 Hrs	
• Remove top column from head, remove top column flange	2 Hrs	
• Machine new top column parallel and concentric to center line of pump.	8 Hrs	
• Clean taped holes, install top column flange w/ new bolting	2 Hrs	
• Machine head shaft	8 Hrs	
• Machine top tube “special”	6 Hrs	
• Mount water level gage and fittings	2 Hrs	
• Inspect and paint discharge head after sandblast	3 Hrs	
• Transport head to sandblast	1 Hrs	
• Unload, handling, load out customer’s materials	<u>10 Hrs</u>	
	131 Hrs. @ \$98/Hr.	\$12,838.00

#### General Pump Engineering and Project Management

Included

##### Materials

• Suction pipe	\$ 555.00
• 316 stainless steel cone strainer 7-gauge wire weld on	475.00
• Pump Bowl w/stainless steel trim	12,700.00
• Column Pipe	9,712.00
• Water flush bearings (GPC Special)	3,720.00
• Line shaft, 416SS	14,995.00
• Line shaft coupling 416SS	1,176.00
• Oil tube	6,996.00



Tony Salazar  
City of San Fernando  
February 21, 2012  
Page -3-

### Materials (Continued)

• Black widow centering spider	280.00	
• Top tube & adapter assembly	690.00	
• Water Flush GPC assembly	7,870.00	
• Water Flush injection pipe assembly	1,960.00	
• Top column pipe ( landing joint)	560.00	
• Discharge head motor stand	970.00	
• Head shaft 416SS PSQ	700.00	
• Bronze adjusting nut, gib key & lock screw	305.00	
• Motor	14,560.00	
• Electric motor turbine oil	29.00	
• 1/4" stainless steel Dekron air line w/ direct reading water level gauge, bracket and fittings	1,650.00	
• Miscellaneous assembly lube, solvents, paint, permatrix sealant, bolting.	250.00	
• Estimated miscellaneous inbound freight	300.00	
• Sales Tax @ 8.75%	<u>7,039.64</u>	\$87,492.64

### Outside Service

• Sandblast discharge head.	\$ 300.00
-----------------------------	-----------

### Field Labor

- Load, travel to the site, set up 40-ton crane and pull pump.
- Return to the shop.

Three-Men & Service Truck – 18 Hrs. @ \$319/Hr.	\$ 5,742.00
40-Ton Crane & Operator – 18 hrs. @ \$229/Hr.	4,122.00

- Unload equipment and dispose of unusable pump components – 4 Hrs. @ \$98/Hr. 392.00
- Video Log 1,000.00
- Wire Brush well & Bail Fill and Oil – (Est) 6,800.00

- Load trucks and travel to the site; set up 40-ton crane; Install pump and motor.

Three-Men & Service Truck – 20 Hrs. @ \$319/Hr.	6,380.00	
40-Ton Crane & Operator – 20 Hrs. @ \$229/Hr.	<u>4,580.00</u>	\$29,016.00



Tony Salazar  
City of San Fernando  
February 21, 2012  
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### Electrical Modifications

- Evaluate existing electrical.
- Remove existing electrical as needed.
- Install new VFD and separate contactor for manual operation.
- Install new conduit and wire for new larger motor.
- Supply and install control wires for water flush low flow emergency shutoff.
- Supply and install conduit and wire from flow meter to VFD panel.
- Set up parameters for ITT VFD.
- Perform startup and test (assumes two days).

Engineering Estimate of hours

Control & System Specialist (Est) – 68 Hrs. @ \$135/Hr.	\$ 9,180.00
Electrician & Service Truck – 40 Hrs. @ \$129/Hr.	5,160.00

- 150 HP pumps and VFD System; includes enclosure.
- Separate back-up starter in case of VFD failure.
- Conduit and wire.
- Low flow relay assembly.
- Miscellaneous connectors and electrical parts.
- Freight & Tax
- Engineering (Est) \$ 38,000.00 \$52,340.00\*\*

\*\* LADWP Additional Requirements

<b>Total Project Engineering “<u>Estimate</u>”</b>	<b>\$181,986.64</b>
<b>10% Contingency</b>	<b>18,198.66</b>
<b>Budget Amount</b>	<b>\$200,000.00</b>

\*\* Please bear in mind that the only **grey area** is in the electrical modifications. Once **LADWP Requirements** are established, we should be able to firm up our electrical modification estimate.

If you have any questions or need additional information regarding the above scope of work summary and cost, please do not hesitate to give us a call. Thank you.

Sincerely,

*Michael Bodart*

Michael Bodart  
Director of Engineering

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## PUBLIC WORKS DEPARTMENT

### MEMORANDUM

**TO:** Mayor Brenda Esqueda and Councilmembers

**FROM:** Al Hernández, City Administrator  
By: Ron Ruiz, Public Works Director

**DATE:** April 16, 2012

**SUBJECT:** Recommendation to Increase Water and Sewer Rates

---

#### **RECOMMENDATION:**

It is recommend that the City Council hear a staff presentation pertaining to the proposed water and sewer rate increase and choose one of the following recommendation options:

a. **Recommendation A - Adopt rates introduced on November 7, 2011:**

- i. Adopt Ordinance No. 1610 (second reading), titled “An Ordinance of the City of San Fernando Amending Division 3 of the Article III of Chapter 94 of the San Fernando City Code Relating to Water Utility Service Charges” (Attachment “A”); and
- ii. Adopt Ordinance No. 1611 (second reading), titled “An Ordinance of the City of San Fernando Amending Division 2 of Article II of Chapter 94 of the San Fernando City Code Relating to Sewers and Sewer Disposal Utility Service Charges” (Attachment “B”).

**OR**

b. **Recommendation B - Defer effective date of rates introduced on November 7, 2011 (defer the rate increases until July 1, 2012):**

- i. Introduce for first reading, in title only, and waive further reading of “An Ordinance of the City of San Fernando Amending Division 3 of the Article III of Chapter 94 of the San Fernando City Code Relating to Water Utility Service Charges” (Attachment “C”); and
- ii. Introduce for first reading, in title only, and waive further reading of “An Ordinance of the City of San Fernando Amending Division 2 of Article II of Chapter 94 of the San Fernando City Code Relating to Sewers and Sewer Disposal Utility Service Charges” (Attachment “D”).

**OR**

## Recommendation to Increase Water and Sewer Rates

Page 2

c. **Recommendation C - Introduce rates lower than rates introduced on November 7, 2011:**

- i. Introduce for first reading, in title only, and waive further reading of “An Ordinance of the City of San Fernando Amending Division 3 of the Article III of Chapter 94 of the San Fernando City Code Relating to Water Utility Service Charges” (Attachment “E”); and
- ii. Introduce for first reading, in title only, and waive further reading of “An Ordinance of the City of San Fernando Amending Division 2 of Article II of Chapter 94 of the San Fernando City Code Relating to Sewers and Sewer Disposal Utility Service Charges” (Attachment “F”).

**BACKGROUND:**

1. On June 19, 2004, the City Council approved proposed water and sewer rate increases.
2. In 2006, discussion occurred with the City Attorney regarding how Proposition 218 (Prop 218) would affect future rate increases.
3. On October 6, 2010, at a Budget, Personnel, and Finance (BPF) Standing Committee meeting, staff presented preliminary notes prepared by a consultant retained by the City, regarding water and sewer rate increases.
4. On October 11, 2010, at a BPF Standing Committee meeting, staff was directed to agendize this matter to a later date in 2011.
5. On April 6, 2011, the BPF Standing Committee resumed discussion regarding potential water and sewer rate increases.
6. In June 2011, staff provided the consultant with new budget information based on the City Council approved Fiscal Year (FY) 2011-2012 budget.
7. In August 2011, staff provided the consultant with additional budget information regarding the costs for a nitrate removal services contract.
8. On July 13, 2011, at a BPF Standing Committee meeting, Committee members requested additional analysis regarding sample rate increases for residential and commercial customers.
9. On July 19, 2011, at a BPF Standing Committee meeting, staff provided the Committee with examples of rate increases for residential and commercial customers.
10. On September 13, 2011, at a BPF Standing Committee meeting, staff was directed to agendize this matter for a future City Council meeting.

## Recommendation to Increase Water and Sewer Rates

Page 3

11. On November 7, 2011, City Council introduced (for first reading) Ordinance Nos. 1610 and 1611, pertaining to water utility service charges and sewers and sewer disposal utility service charges, and approved a five-year plan to increase water and sewer rates.
12. On December 2, 2011, Notices of the Public Hearings on the Proposed Water and Sewer Rate Increases were distributed via 1<sup>st</sup> Class Mail.
13. On December 5, 2011, City Council directed staff to keep the bimonthly billing cycle and implement a Voluntary Based Assistance Program to assist low-income water and sewer customers if the City Council approves water and sewer rate increases at a future meeting.
14. On December 13, 2011, Revised Notices of the Public Hearings on the Proposed Water and Sewer Rate Increase were distributed via 1<sup>st</sup> Class Mail.
15. On December 21, 2011, the City Attorney's Office recommended to staff that the City Council consider a Resolution adopting procedures for the conduct of a Public Hearing relating to a proposed increase to utility service charges.
16. On January 17, 2012, the City Council approved Resolution No. 7462 adopting procedures in connection with the proposed increase to utility service charges.
17. On February 6, 2012, the City Council opened the Public Hearing regarding the proposed water and sewer rate increases and directed staff to conduct a Town Hall meeting.
18. On February 23, 2012, the Public Works Director made a presentation to the Senior Board regarding the proposed water and sewer rate increases.
19. On March 2, 2012, Town Hall Meeting Notices and Continued Public Hearing Notices were distributed via 1<sup>st</sup> Class Mail.
20. On March 12, 2012, staff held a Town Hall Meeting regarding the proposed water and sewer rate increases.
21. On March 19, 2012, the City Council closed the Public Hearings for the proposed water and sewer rate increases and directed staff to prepare alternative lower rate increases for review by the Council (Attachment "G").

**ANALYSIS:**

A comprehensive analysis of the proposed water and sewer rate increases is provided in prior staff reports. For this report, per the City Council's direction on March 19, 2012, staff worked with Wildan (Consultant) to conduct an additional analysis of reduced rate increases that would achieve the lower revenue estimates summarized below. Attachment "E" provides the revised rate increase tables for each of the respective lower revenue estimates. As expected, these revenue reductions also show deficits occurring during the five-year period. A deficit is defined

## Recommendation to Increase Water and Sewer Rates

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as not having a 90-day reserve fund to support expenditures. A summary of the deficits occurring over five-years is shown below.

### Summary of Revenue Increase Scenarios and Deficits

#### **WATER**

<b>Estimated Revenue</b>	<b>Year 1</b>	<b>Year 2</b>	<b>Year 3</b>	<b>Year 4</b>	<b>Year 5</b>
<b>9%</b>	<b>(\$41,813)</b>	<b>(\$81,794)</b>	<b>(\$104,922)</b>	<b>\$180,064</b>	<b>\$500,788</b>
<b>8%</b>	<b>(\$63,780)</b>	<b>(\$145,988)</b>	<b>(\$210,444)</b>	<b>\$25,879</b>	<b>\$289,579</b>
<b>7%</b>	<b>(\$85,748)</b>	<b>(\$209,592)</b>	<b>(\$314,031)</b>	<b>(\$124,082)</b>	<b>\$86,049</b>
<b>6%</b>	<b>(\$107,715)</b>	<b>(\$272,603)</b>	<b>(\$415,699)</b>	<b>(\$269,897)</b>	<b>(\$110,013)</b>

#### **SEWER**

<b>Estimated Revenue</b>	<b>Year 1</b>	<b>Year 2</b>	<b>Year 3</b>	<b>Year 4</b>	<b>Year 5</b>
<b>7%,7% &amp; 5%</b>	<b>(\$70,559)</b>	<b>\$15,269</b>	<b>\$69,404</b>	<b>\$46,614</b>	<b>(\$45,888)</b>
<b>6%</b>	<b>(\$83,783)</b>	<b>(\$33,501)</b>	<b>\$43,667</b>	<b>\$20,620</b>	<b>\$72,142</b>
<b>5-6%</b>	<b>(\$83,783)</b>	<b>(\$57,771)</b>	<b>(\$8,055)</b>	<b>(\$31,620)</b>	<b>(\$124,905)</b>
<b>5%</b>	<b>(\$97,008)</b>	<b>(\$81,813)</b>	<b>(\$33,552)</b>	<b>(\$57,371)</b>	<b>(\$150,913)</b>

### Deficit Reduction Strategies

#### Capital Improvement Projects (CIP)

Unfortunately, there are limited options towards resolving utility fund deficits. Depending on which estimated revenue scenario is used, the reduction or elimination of Capital Improvement Projects (CIP) is perhaps the most likely strategy to resolve the deficits. However, this strategy will also create concern over the city's ability to adequately maintain its water and sewer infrastructure over the long term. A list of needed CIP projects occurring over the five-year period for both water and sewer functions are clearly shown in the Consultant's analysis previously provided to the City Council. It is important to emphasize that this list already consists of the minimum number of projects needed for continued sustainability of the city's water and sewer infrastructure.

#### Staffing

At the Public Hearing, comments were made regarding the cost of staffing in the Water Division. City salaries and benefits for these positions are comparable to other cities. Part of the justification for the salary levels is to recruit and maintain highly skilled, experienced, and State certified staff. In the near future, the City's ability to provide comparable salaries will also be important towards securing the next generation of experienced supervisors in the Water Division, as retirements are expected to occur.

Comments were also received regarding the number of employees in the Water Division. It is important to have an appropriate number of employees to maintain this system. After many years

## Recommendation to Increase Water and Sewer Rates

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of excellent operation services provided by employees in this Division, any changes to staffing could impact the City's ability to adequately maintain the system. Unlike other budget reductions made in the Public Works Department over the last few years, errors and lack of diligence due to reduced staffing levels can have serious health and safety implications. The staffing of the Water Division is frequently reviewed by the California Department of Public Health (DPH) to determine if City has the ability to meet all State requirements towards managing this utility. DPH has the ability to shut down operations if they conclude that the utility is not adequately staffed.

### **Staff Recommendations**

In this latest report concerning the proposed rate increases, the recommendations have been modified from the previous reports, due to the length of time that has been needed to consider the rate increases and the recent City Council direction to provide alternative rate increases. The following paragraphs further elaborate why the recommendations have been modified.

#### Length of time

Due to the length of time needed to approve the rate increases with the original proposal first developed in October 2011 (Recommendation A), is no longer recommended by staff in its entirety. The original ordinance would now create a situation whereby two rate increases would occur within an approximate period of three months. This rate increase schedule was never intended nor is it necessary to meet the objectives of the rate increases.

In order to resolve this issue, Recommendation B was created, whereby a new Ordinance was prepared which includes the original proposed rate increases, however, the first rate increase would occur July 1, 2012 with future increases occurring annually. Recommendation B is recommended by staff.

#### Alternative Rate Proposals

Per City Council direction, this report also includes alternative rate increases. If the City Council approves one of the alternative rate increases, the City Council must select Recommendation C, which includes a new Ordinance to implement the alternative rate increases.

If the City Council chooses to move forward with a rate increase they must choose one of the following options as included in the recommendations and summarized in the chart below.

## Recommendation to Increase Water and Sewer Rates

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Recommendation Option	Summary	Staff Recommendation
<b>A</b>	<u>Original Rate Increase Proposal</u> <ul style="list-style-type: none"> <li>• First rate increase - effective before the end of the current fiscal year</li> <li>• Second rate increase - effective July 1, 2012</li> </ul>	No, this would create two rate increases within a very short period of time.
<b>B</b>	<u>Original Rate Increase Proposal</u> <ul style="list-style-type: none"> <li>• First rate increase - effective July 1, 2012</li> <li>• Second rate increase - effective July 1, 2013</li> </ul>	Yes, meets needed revenue for both funds and distributes the rate increase over 12 month periods.
<b>C</b>	<u>Alternative Rate Proposal</u> <ul style="list-style-type: none"> <li>• First rate increase - effective July 1, 2012</li> <li>• Second rate increase - effective July 1, 2013</li> </ul>	No, does not meet needed revenue requirements for both funds.

**CONCLUSION:**

Staff recommends the approval of Recommendation B because it will provide for the future revenue needed for both the water and sewer funds with the rate increases occurring annually.

**BUDGET IMPACT:**

None.

**ATTACHMENTS:**

- A. Ordinance No. 1610 (Recommendation Option A)
- B. Ordinance No. 1611 (Recommendation Option A)
- C. Ordinance (Recommendation Option B - deferring original effective date)
- D. Ordinance (Recommendation Option B - deferring original effective date)
- E. Ordinance (Recommendation Option C - introducing lower)
- F. Ordinance (Recommendation Option C - introducing lower)
- G. Alternative Rates Analysis



## ATTACHMENT “A”

## ORDINANCE NO. 1610

**AN ORDINANCE OF THE CITY OF SAN FERNANDO AMENDING  
DIVISION 3 OF ARTICLE III OF CHAPTER 94 OF THE SAN  
FERNANDO CITY CODE RELATING TO WATER UTILITY SERVICE  
CHARGES**

The City Council of the City of San Fernando does hereby ordain as follows:

**SECTION 1.** Section 94-261 (“Quantity water charges and service charges by meter size”) of Division 3 (“Rates and Charges”) of Article III (“Water”) of Chapter 94 (“Utilities”) of the San Fernando City Code is hereby amended to read as follows:

“Sec. 94-261. – Water service charges.

The following commodity charge and fixed service charge are established and shall be charged and collected by the city for all water sold, supplied, distributed, or transported to or for consumers situated in the city and shall be applicable to all metered water within the city for which no other rate is specified:

*Commodity Charge.* The commodity charge per meter shall be as follows:

<b>Description</b>	<b>FY 2011-2012</b>	<b>FY 2012-2013</b>	<b>FY 2013-2014</b>	<b>FY 2014-2015</b>	<b>FY 2015-2016</b>
Residential					
Block 1 Rate per hcf (0-9 hcf)	\$ 0.89	\$ 1.00	\$ 1.11	\$ 1.20	\$ 1.31
Block 2 Rate per hcf (10-18 hcf)	1.81	2.04	2.25	2.45	2.67
Block 3 Rate per hcf (18+ hcf)	2.42	2.72	3.00	3.27	3.56
Non-Residential	1.62	1.82	2.00	2.18	2.38

Sources: City of San Fernando; Willdan Financial Services.

*Fixed Service Charge.* The commodity charge set forth above shall be added to the fixed service charge set forth below:

	FY 2011-12	FY 2012-13	FY 2013-14	FY 2014-15	FY 2015-16
<b><u>CUSTOMER COSTS</u></b>					
Total Customer Costs	\$ 422,031	\$ 474,407	\$ 522,275	\$ 574,972	\$ 632,987
Number of Accts	4,731	4,779	4,826	4,875	4,923
<b>Monthly Customer Cost Charge per Account</b>	<b>\$ 7.43</b>	<b>\$ 8.27</b>	<b>\$ 9.02</b>	<b>\$ 9.83</b>	<b>\$ 10.71</b>
<b><u>METER AND SERVICES COSTS</u></b>					
Total Meter and Services Costs	\$ 546,651	\$ 614,492	\$ 676,494	\$ 744,753	\$ 819,898
Number of Equivalent Meters	7,416	7,490	7,565	7,640	7,717
<b>Monthly Meter Charge per 5/8" - 3/4" Meter</b>	<b>\$ 6.14</b>	<b>\$ 6.84</b>	<b>\$ 7.45</b>	<b>\$ 8.12</b>	<b>\$ 8.85</b>
<u>Meter Size</u>	<u>AWWA Equivalent Meter Factor</u>				
5/8", 3/4"	1.0	\$ 6.14	\$ 6.84	\$ 7.45	\$ 8.12
1"	2.5	15.36	17.09	18.63	20.31
1 1/2"	5.0	30.72	34.19	37.26	40.62
2"	8.0	49.14	54.70	59.62	64.98
3"	16.0	98.29	109.39	119.24	129.97
4"	25.0	153.58	170.93	186.31	203.08
6"	50.0	307.15	341.85	372.62	406.15
<b><u>TOTAL COMBINED MONTHLY FIXED CHARGE</u></b>					
<u>Meter Size</u>	<u>AWWA Equivalent Meter Factor</u>				
5/8", 3/4"	1.0	\$ 13.58	\$ 15.11	\$ 16.47	\$ 17.95
1"	2.5	22.79	25.37	27.65	30.14
1 1/2"	5.0	38.15	42.46	46.28	50.44
2"	8.0	56.58	62.97	68.64	74.81
3"	16.0	105.72	117.67	128.26	139.80
4"	25.0	161.01	179.20	195.33	212.91
6"	50.0	314.58	350.12	381.64	415.98

Sources: City of San Fernando; Willdan Financial Services.

**SECTION 2.** Section 94-262 ("Lifeline rate") of Division 3 ("Rates and Charges") Article III ("Water") of Chapter 94 ("Utilities") of the San Fernando City Code is hereby deleted in its entirety.

**SECTION 3.** Section 94-264 ("Purchased water adjustment") of Division 3 ("Rates and Charges") of Article III ("Water") of Chapter 94 ("Utilities") of the San Fernando City Code is hereby amended to read as follows:

"Sec. 94-264. – Purchased water adjustment.

(a) Beginning July 1, 2012 and for each fiscal year through June 30, 2017, the commodity charges specified in section 94-261 shall be subject to an overriding unit adjustment to be applied to each 100 cubic feet of water sales to reflect changes in the cost of purchased water as defined in this section.

(b) Determination of the overriding unit adjustment shall be made from city accounting records six times yearly for each of the 12-calendar-month periods ending with January 31, March 31, May 31, July 31, September 30, and November 30 as follows: The annual cost of all water purchased for distribution by the city shall be divided by the division's total water sales (in units of one hundred cubic feet HCF) for the same 12-month period. The quotient so obtained shall be expressed to the nearest \$0.0001 per HCF of water and shall be multiplied by all units of one hundred cubic feet of water sales as shown on customer billings for a period of water use regularly scheduled to end within the second and third billing months following the 12-month period used for the unit adjustment computation. The resultant product in each case

shall be expressed to the nearest \$0.01 and, unless otherwise provided therein, shall be the total overriding adjustment to be added to each water service billing.

(c) Cost of purchased water shall include the total cost to the city of all water delivered to the division's system from the metropolitan water district or other suppliers. Reimbursements received by the city for purchased water costs which are or have been included in the calculation of the overriding unit adjustment shall be included as a credit in the determination of the cost of purchased water for the month in which such reimbursement is received."

**SECTION 4.** Section 94-270 ("Annual increase") of Division 3 ("Rates and Charges") of Article III ("Water") of Chapter 94 ("Utilities") of the San Fernando City Code is hereby amended to read as follows:

"Sec. 94-270. – Annual increase.

(a) On July 1, 1993 and on July 1 of each year thereafter, the then-existing rates imposed under this article, sections 94-265, 94-267 and 94-268, shall automatically increase by the percentage increase, if any, in the Consumer Price Index for all Urban Consumers for Los Angeles—Anaheim—Riverside (1982-84 equals 100) as published by the United States Department of Labor, Bureau of Labor Statistics ("index"), rounded to the nearest cent. The increases shall be cumulative. In determining the percentage increase, the index for the month of May immediately preceding the adjustment date shall be compared with the index for the like month of the previous year. In no event, however, shall the rates imposed be adjusted downward to reflect a percentage decrease in the index.

(b) On July 1, 2016, the then-existing rates imposed under this article, section 94-261, shall automatically increase by the percentage increase, if any, in the Consumer Price Index for all Urban Consumers for Los Angeles—Anaheim—Riverside (1982-84 equals 100) as published by the United States Department of Labor, Bureau of Labor Statistics ("index"), rounded to the nearest cent. The increases shall be cumulative. In determining the percentage increase, the index for the month of May immediately preceding the adjustment date shall be compared with the index for the like month of the previous year. In no event, however, shall the rates imposed be adjusted downward to reflect a percentage decrease in the index."

**SECTION 5.** The City Council is taking action only on those fees charges that have been amended. All charges not modified herein shall continue and remain in effect unless and until modified by resolution or other action of the City Council.

**SECTION 6.** If any section, subsection, subdivision, paragraph, sentence, clause or phrase in this ordinance or any part thereof is for any reason held to be unconstitutional or invalid or ineffective by any court of competent jurisdiction, such decision shall not affect the validity or effectiveness of the remaining portions of this ordinance or any part thereof. The City Council hereby declares that it would have passed each section, subsection, paragraph, sentence, clause or phrase thereof irrespective of the fact that any one or more subsections, subdivisions, paragraphs, sentences, clauses or phrases be declared unconstitutional, or invalid, or ineffective.

**SECTION 7.** The City Clerk shall certify to the passage of this Ordinance and shall cause this Ordinance to be published or posted as required by law.

**PASSED, APPROVED, and ADOPTED** at a regular meeting held on this 16<sup>th</sup> day of April, 2012.

---

Brenda Esqueda, Mayor

**ATTEST:**

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Elena G. Chávez, City Clerk

**APPROVED AS TO FORM:**

---

Michael Estrada, City Attorney

**STATE OF CALIFORNIA            )**  
**COUNTY OF LOS ANGELES       ) ss**  
**CITY OF SAN FERNANDO        )**

I, ELENA G. CHÁVEZ, City Clerk of the City of San Fernando, do hereby certify that the foregoing Ordinance was adopted a regular meeting of the City Council held on the 16<sup>th</sup> day of April, 2012 and was carried by the following roll call vote:

**AYES:**

**NOES:**

**ABSENT:**

**ABSTAIN:**

---

Elena G. Chávez, City Clerk

**ATTACHMENT “B”****ORDINANCE NO. 1611****AN ORDINANCE OF THE CITY OF SAN FERNANDO AMENDING  
DIVISION 2 OF ARTICLE II OF CHAPTER 94 OF THE SAN  
FERNANDO CITY CODE RELATING TO SEWERS AND SEWER  
DISPOSAL UTILITY SERVICE CHARGES**

The City Council of the City of San Fernando does hereby ordain as follows:

**SECTION 1.** Section 94-261 (“Sewer service charges generally”) of Division 2 (“Rates and Charges”) of Article II (“Sewers and Sewage Disposal”) of Chapter 94 (“Utilities”) of the San Fernando City Code is hereby amended to read as follows:

“Sec. 94-66. – Sewer service and use charges.

The following sewer service and use charges are established and shall be charged and collected by the city for all services furnished in connection with its sanitary sewer system. Such sewer service and use charges shall be applied to or for each premises which is connected, directly or indirectly, to the sanitary sewer system or any part thereof for each premises from which any sewage is conveyed or discharged directly or indirectly into the sanitary sewer system. The amount of sewer service and use charges for each premises shall be the sum of the base fee and the unit cost per hundred cubic feet of water used as follows:

<b>Base Fee</b>	<b>Base Fee</b>				
Customer Class	FY 2011/12	FY 2012/13	FY 2013/14	FY 2014/15	FY 2015/16
Residential	\$ 28.32	\$ 31.15	\$ 32.70	\$ 32.70	\$ 32.70
Group II Commercial	16.30	17.93	18.83	18.83	18.83
Group III Commercial	16.30	17.93	18.83	18.83	18.83
Group IV Commercial	16.30	17.93	18.83	18.83	18.83
City Property	16.30	17.93	18.83	18.83	18.83
Industrial	16.30	17.93	18.83	18.83	18.83
Schools	16.30	17.93	18.83	18.83	18.83
Higher Education	16.30	17.93	18.83	18.83	18.83

  

	<b>Unit Cost for (\$/CCF) Water Used</b>				
Customer Class	FY 2011/12	FY 2012/13	FY 2013/14	FY 2014/15	FY 2015/16
Group II Commercial	\$ 1.63	\$ 1.80	\$ 1.89	\$ 1.89	\$ 1.89
Group III Commercial	2.63	2.90	3.04	3.04	3.04
Group IV Commercial	3.94	4.35	4.57	4.57	4.57
City Property	1.25	1.37	1.44	1.44	1.44
Industrial	1.25	1.37	1.44	1.44	1.44
Schools <sup>1</sup>	1.11	1.22	1.28	1.28	1.28
Higher Education <sup>1</sup>	1.11	1.22	1.28	1.28	1.28

<sup>1</sup> Charge per student (ADA).

**SECTION 2.** Section 94-69 (“Annual amendment to charges based on Consumer Price Index”) of Division 2 (“Rates and Charges”) of Article II (“Sewers and Sewage Disposal”) of Chapter 94 (“Utilities”) of the San Fernando City Code is hereby amended to read as follows:

“Sec. 94-69. – Annual increase.

(a) On July 1, 1993 and on July 1 of each year thereafter, the charges imposed under section 94-61 shall automatically increase by the percentage increase, if any, in the Consumer Price Index for all Urban Consumers for Los Angeles—Anaheim—Riverside (1982-84 equals 100) as published by the United States Department of Labor, Bureau of Labor Statistics (“index”), rounded to the nearest cent. The increases shall be cumulative. In determining the percentage increase, the index for the month of May immediately preceding the adjustment date shall be compared with the index for the like month of the previous year. In no event, however, shall the rates imposed be adjusted downward to reflect a percentage decrease in the index.

(b) Commencing On July 1, 2014 and on July 1, 2015 and July 1, 2016, the charges imposed under this article, section 94-69, shall automatically increase by the percentage increase, if any, in the Consumer Price Index for all Urban Consumers for Los Angeles—Anaheim—Riverside (1982-84 equals 100) as published by the United States Department of Labor, Bureau of Labor Statistics (“index”), rounded to the nearest cent. The increases shall be cumulative. In determining the percentage increase, the index for the month of May immediately preceding the adjustment date shall be compared with the index for the like month of the previous year. In no event, however, shall the rates imposed be adjusted downward to reflect a percentage decrease in the index.”

**SECTION 3.** The City Council is taking action only on those fees charges that have been amended. All charges not modified herein shall continue and remain in effect unless and until modified by resolution or other action of the City Council.

**SECTION 4.** If any section, subsection, subdivision, paragraph, sentence, clause or phrase in this ordinance or any part thereof is for any reason held to be unconstitutional or invalid or ineffective by any court of competent jurisdiction, such decision shall not affect the validity or effectiveness of the remaining portions of this ordinance or any part thereof. The City Council hereby declares that is would have passed each section, subsection, paragraph, sentence, clause or phrase thereof irrespective of the fact that any one or more subsections, subdivisions, paragraphs, sentences, clauses or phrases be declared unconstitutional, or invalid, or ineffective.

**SECTION 5.** The City Clerk shall certify to the passage of this Ordinance and shall cause this Ordinance to be published or posted as required by law.

**PASSED, APPROVED, and ADOPTED** by the City Council of the City of San Fernando at a regular meeting held on this \_\_\_ day of \_\_\_\_\_, 2012.

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Brenda Esqueda, Mayor

**ATTEST:**

---

Elena G. Chávez, City Clerk

**APPROVED AS TO FORM:**

---

Michael Estrada, City Attorney

**STATE OF CALIFORNIA**           )  
**COUNTY OF LOS ANGELES**    ) ss  
**CITY OF SAN FERNANDO**       )

I, ELENA G. CHÁVEZ, City Clerk of the City of San Fernando, do hereby certify that the foregoing Ordinance was adopted a regular meeting of the City Council held on the \_\_\_\_ day of \_\_\_\_\_, 2012 and was carried by the following roll call vote:

**AYES:**

**NOES:**

**ABSENT:**

**ABSTAIN:**

---

Elena G. Chávez, City Clerk

## ATTACHMENT “C”

## ORDINANCE NO. \_\_\_\_

**AN ORDINANCE OF THE CITY OF SAN FERNANDO AMENDING  
DIVISION 3 OF ARTICLE III OF CHAPTER 94 OF THE SAN  
FERNANDO CITY CODE RELATING TO WATER UTILITY SERVICE  
CHARGES**

The City Council of the City of San Fernando does hereby ordain as follows:

**SECTION 1.** Section 94-261 (“Quantity water charges and service charges by meter size”) of Division 3 (“Rates and Charges”) of Article III (“Water”) of Chapter 94 (“Utilities”) of the San Fernando City Code is hereby amended to read as follows:

“Sec. 94-261. – Water service charges.

The following commodity charge and fixed service charge are established and shall be charged and collected by the city for all water sold, supplied, distributed, or transported to or for consumers situated in the city and shall be applicable to all metered water within the city for which no other rate is specified:

*Commodity Charge.* The commodity charge per meter shall be as follows:

<b>Description</b>	<b>FY 2012-2013</b>	<b>FY 2013-2014</b>	<b>FY 2014-2015</b>	<b>FY 2015-2016</b>	<b>FY 2016-2017</b>
Residential					
Block 1 Rate per hcf (0-9 hcf)	\$ 0.89	\$ 1.00	\$ 1.11	\$ 1.20	\$ 1.31
Block 2 Rate per hcf (10-18 hcf)	1.81	2.04	2.25	2.45	2.67
Block 3 Rate per hcf (18+ hcf)	2.42	2.72	3.00	3.27	3.56
Non-Residential	1.62	1.82	2.00	2.18	2.38

Sources: City of San Fernando; Willdan Financial Services.

*Fixed Service Charge.* The commodity charge set forth above shall be added to the fixed service charge set forth below:



	FY 2012-13	FY 2013-14	FY 2014-15	FY 2015-16	FY 2016-17
<b><u>CUSTOMER COSTS</u></b>					
Total Customer Costs	\$ 422,031	\$ 474,407	\$ 522,275	\$ 574,972	\$ 632,987
Number of Accts	4,731	4,779	4,826	4,875	4,923
<b>Monthly Customer Cost Charge per Account</b>	<b>\$ 14.87</b>	<b>\$ 16.55</b>	<b>\$ 18.04</b>	<b>\$ 19.66</b>	<b>\$ 21.43</b>

<b><u>METER AND SERVICES COSTS</u></b>					
Total Meter and Services Costs	\$ 546,651	\$ 614,492	\$ 676,494	\$ 744,753	\$ 819,898
Number of Equivalent Meters	7,416	7,490	7,565	7,640	7,717
<b>Monthly Meter Charge per 5/8" - 3/4" Meter</b>	<b>\$ 12.29</b>	<b>\$ 13.67</b>	<b>\$ 14.90</b>	<b>\$ 16.25</b>	<b>\$ 17.71</b>

<u>Meter Size</u>	<u>AWWA Equivalent Meter Factor</u>							
5/8", 3/4"	1.0	\$	12.29	\$	13.67	\$	14.90	\$ 16.25 \$ 17.71
1"	2.5		30.72		34.19		37.26	40.62 44.27
1 1/2"	5.0		61.43		68.37		74.52	81.23 88.54
2"	8.0		98.29		109.39		119.24	129.97 141.67
3"	16.0		196.58		218.78		238.48	259.94 283.33
4"	25.0		307.15		341.85		372.62	406.15 442.71
6"	50.0		614.30		683.70		745.23	812.31 885.41

**TOTAL COMBINED MONTHLY FIXED CHARGE**

<u>Meter Size</u>	<u>AWWA Equivalent Meter Factor</u>							
5/8", 3/4"	1.0	\$	27.15	\$	30.22	\$	32.94	\$ 35.90 \$ 37.37
1"	2.5		45.58		50.73		55.30	60.27 63.93
1 1/2"	5.0		76.30		84.92		92.56	100.89 108.20
2"	8.0		113.16		125.94		137.27	149.63 161.32
3"	16.0		211.44		235.33		256.51	279.60 302.99
4"	25.0		322.02		358.40		390.65	425.81 462.37
6"	50.0		629.17		700.25		763.27	831.96 905.07

Sources: City of San Fernando; Willdan Financial Services.

**SECTION 2.** Section 94-262 ("Lifeline rate") of Division 3 ("Rates and Charges") Article III ("Water") of Chapter 94 ("Utilities") of the San Fernando City Code is hereby deleted in its entirety.

**SECTION 3.** Section 94-264 ("Purchased water adjustment") of Division 3 ("Rates and Charges") of Article III ("Water") of Chapter 94 ("Utilities") of the San Fernando City Code is hereby amended to read as follows:

"Sec. 94-264. – Purchased water adjustment.

(a) Beginning July 1, 2012 and for each fiscal year through June 30, 2017, the commodity charges specified in section 94-261 shall be subject to an overriding unit adjustment to be applied to each 100 cubic feet of water sales to reflect changes in the cost of purchased water as defined in this section.

(b) Determination of the overriding unit adjustment shall be made from city accounting records six times yearly for each of the 12-calendar-month periods ending with January 31, March 31, May 31, July 31, September 30, and November 30 as follows: The annual cost of all water purchased for distribution by the city shall be divided by the division's total water sales (in units of one hundred cubic feet HCF) for the same 12-month period. The quotient so obtained shall be expressed to the nearest \$0.0001 per HCF of water and shall be multiplied

by all units of one hundred cubic feet of water sales as shown on customer billings for a period of water use regularly scheduled to end within the second and third billing months following the 12-month period used for the unit adjustment computation. The resultant product in each case shall be expressed to the nearest \$0.01 and, unless otherwise provided therein, shall be the total overriding adjustment to be added to each water service billing.

(c) Cost of purchased water shall include the total cost to the city of all water delivered to the division's system from the metropolitan water district or other suppliers. Reimbursements received by the city for purchased water costs which are or have been included in the calculation of the overriding unit adjustment shall be included as a credit in the determination of the cost of purchased water for the month in which such reimbursement is received."

**SECTION 4.** Section 94-270 ("Annual increase") of Division 3 ("Rates and Charges") of Article III ("Water") of Chapter 94 ("Utilities") of the San Fernando City Code is hereby amended to read as follows:

"Sec. 94-270. – Annual increase.

(a) On July 1, 1993 and on July 1 of each year thereafter, the then-existing rates imposed under this article, sections 94-265, 94-267 and 94-268, shall automatically increase by the percentage increase, if any, in the Consumer Price Index for all Urban Consumers for Los Angeles—Anaheim—Riverside (1982-84 equals 100) as published by the United States Department of Labor, Bureau of Labor Statistics ("index"), rounded to the nearest cent. The increases shall be cumulative. In determining the percentage increase, the index for the month of May immediately preceding the adjustment date shall be compared with the index for the like month of the previous year. In no event, however, shall the rates imposed be adjusted downward to reflect a percentage decrease in the index.

(b) On July 1, 2016, the then-existing rates imposed under this article, section 94-261, shall automatically increase by the percentage increase, if any, in the Consumer Price Index for all Urban Consumers for Los Angeles—Anaheim—Riverside (1982-84 equals 100) as published by the United States Department of Labor, Bureau of Labor Statistics ("index"), rounded to the nearest cent. The increases shall be cumulative. In determining the percentage increase, the index for the month of May immediately preceding the adjustment date shall be compared with the index for the like month of the previous year. In no event, however, shall the rates imposed be adjusted downward to reflect a percentage decrease in the index."

**SECTION 5.** The City Council is taking action only on those fees charges that have been amended. All charges not modified herein shall continue and remain in effect unless and until modified by resolution or other action of the City Council.

**SECTION 6.** If any section, subsection, subdivision, paragraph, sentence, clause or phrase in this ordinance or any part thereof is for any reason held to be unconstitutional or invalid or ineffective by any court of competent jurisdiction, such decision shall not affect the validity or effectiveness of the remaining portions of this ordinance or any part thereof. The City Council hereby declares that it would have passed each section, subsection, paragraph, sentence,

clause or phrase thereof irrespective of the fact that any one or more subsections, subdivisions, paragraphs, sentences, clauses or phrases be declared unconstitutional, or invalid, or ineffective.

**SECTION 7.** The City Clerk shall certify to the passage of this Ordinance and shall cause this Ordinance to be published or posted as required by law.

**PASSED, APPROVED, and ADOPTED** at a regular meeting held on this \_\_\_\_ day of \_\_\_\_\_, 2012.

\_\_\_\_\_  
Brenda Esqueda, Mayor

**ATTEST:**

\_\_\_\_\_  
Elena G. Chávez, City Clerk

**APPROVED AS TO FORM:**

\_\_\_\_\_  
Michael Estrada, City Attorney

**STATE OF CALIFORNIA**           )  
**COUNTY OF LOS ANGELES**    ) ss  
**CITY OF SAN FERNANDO**       )

I, ELENA G. CHÁVEZ, City Clerk of the City of San Fernando, do hereby certify that the foregoing Ordinance was adopted a regular meeting of the City Council held on the \_\_\_\_ day of \_\_\_\_\_, 2012 and was carried by the following roll call vote:

**AYES:**

**NOES:**

**ABSENT:**

**ABSTAIN:**

\_\_\_\_\_  
Elena G. Chávez, City Clerk

**ATTACHMENT “D”****ORDINANCE NO. \_\_\_\_\_****AN ORDINANCE OF THE CITY OF SAN FERNANDO AMENDING DIVISION 2 OF ARTICLE II OF CHAPTER 94 OF THE SAN FERNANDO CITY CODE RELATING TO SEWERS AND SEWER DISPOSAL UTILITY SERVICE CHARGES**

The City Council of the City of San Fernando does hereby ordain as follows:

**SECTION 1.** Section 94-66 (“Sewer service charges generally”) of Division 2 (“Rates and Charges”) of Article II (“Sewers and Sewage Disposal”) of Chapter 94 (“Utilities”) of the San Fernando City Code is hereby amended to read as follows:

“Sec. 94-66. – Sewer service and use charges.

The following sewer service and use charges are established and shall be charged and collected by the city for all services furnished in connection with its sanitary sewer system. Such sewer service and use charges shall be applied to or for each premises which is connected, directly or indirectly, to the sanitary sewer system or any part thereof for each premises from which any sewage is conveyed or discharged directly or indirectly into the sanitary sewer system. The amount of sewer service and use charges for each premises shall be the sum of the base fee and the unit cost per hundred cubic feet of water used as follows:

Customer Class	FY 2012/13	FY 2013/14	FY 2014/15	FY 2015/16	FY 2016/17
Residential	\$ 28.32	\$ 31.15	\$ 32.70	\$ 32.70	\$ 32.70
Group II Commercial	16.30	17.93	18.83	18.83	18.83
Group III Commercial	16.30	17.93	18.83	18.83	18.83
Group IV Commercial	16.30	17.93	18.83	18.83	18.83
City Property	16.30	17.93	18.83	18.83	18.83
Industrial	16.30	17.93	18.83	18.83	18.83
Schools	16.30	17.93	18.83	18.83	18.83
Higher Education	16.30	17.93	18.83	18.83	18.83

**Unit Cost for  
(\$/HCF) Water Used**

Customer Class	FY 2012/13	FY 2013/14	FY 2014/15	FY 2015/16	FY 2016/17
Group II Commercial	\$ 1.63	\$ 1.80	\$ 1.89	\$ 1.89	\$ 1.89
Group III Commercial	2.63	2.90	3.04	3.04	3.04
Group IV Commercial	3.94	4.35	4.57	4.57	4.57
City Property	1.25	1.37	1.44	1.44	1.44
Industrial	1.25	1.37	1.44	1.44	1.44
Schools <sup>1</sup>	1.11	1.22	1.28	1.28	1.28
Higher Education <sup>1</sup>	1.11	1.22	1.28	1.28	1.28

<sup>1</sup> Charge per student (ADA).

**SECTION 2.** Section 94-69 (“Annual amendment to charges based on Consumer Price Index”) of Division 2 (“Rates and Charges”) of Article II (“Sewers and Sewage Disposal”) of Chapter 94 (“Utilities”) of the San Fernando City Code is hereby amended to read as follows:

“Sec. 94-69. – Annual increase.

(a) On July 1, 1993 and on July 1 of each year thereafter, the charges imposed under section 94-61 shall automatically increase by the percentage increase, if any, in the Consumer Price Index for all Urban Consumers for Los Angeles—Anaheim—Riverside (1982-84 equals 100) as published by the United States Department of Labor, Bureau of Labor Statistics (“index”), rounded to the nearest cent. The increases shall be cumulative. In determining the percentage increase, the index for the month of May immediately preceding the adjustment date shall be compared with the index for the like month of the previous year. In no event, however, shall the rates imposed be adjusted downward to reflect a percentage decrease in the index.

(b) Commencing on July 1, 2015 and on July 1, 2016 and July 1, 2017, the charges imposed under this article, section 94-66, shall automatically increase by the percentage increase, if any, in the Consumer Price Index for all Urban Consumers for Los Angeles—Anaheim—Riverside (1982-84 equals 100) as published by the United States Department of Labor, Bureau of Labor Statistics (“index”), rounded to the nearest cent. The increases shall be cumulative. In determining the percentage increase, the index for the month of May immediately preceding the adjustment date shall be compared with the index for the like month of the previous year. In no event, however, shall the rates imposed be adjusted downward to reflect a percentage decrease in the index.”

**SECTION 3.** The City Council is taking action only on those fees charges that have been amended. All charges not modified herein shall continue and remain in effect unless and until modified by resolution or other action of the City Council.

**SECTION 4.** If any section, subsection, subdivision, paragraph, sentence, clause or phrase in this ordinance or any part thereof is for any reason held to be unconstitutional or invalid or ineffective by any court of competent jurisdiction, such decision shall not affect the validity or effectiveness of the remaining portions of this ordinance or any part thereof. The City Council hereby declares that it would have passed each section, subsection, paragraph, sentence, clause or phrase thereof irrespective of the fact that any one or more subsections, subdivisions, paragraphs, sentences, clauses or phrases be declared unconstitutional, or invalid, or ineffective.

**SECTION 5.** The City Clerk shall certify to the passage of this Ordinance and shall cause this Ordinance to be published or posted as required by law.

**PASSED, APPROVED AND ADOPTED** by the City Council of the City of San Fernando at a regular meeting held on this \_\_\_\_ day of \_\_\_\_, 2012.

---

Brenda Esqueda, Mayor

**ATTEST:**

---

Elena G. Chávez, City Clerk

**APPROVED AS TO FORM:**

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Michael Estrada, City Attorney

**STATE OF CALIFORNIA            )**  
**COUNTY OF LOS ANGELES    ) ss**  
**CITY OF SAN FERNANDO       )**

I, ELENA G. CHÁVEZ, City Clerk of the City of San Fernando, do hereby certify that the foregoing Ordinance was adopted a regular meeting of the City Council held on the \_\_\_\_ day of \_\_\_\_ 2012 and was carried by the following roll call vote:

**AYES:**

**NOES:**

**ABSENT:**

**ABSTAIN:**

---

Elena G. Chávez, City Clerk

**ATTACHMENT “E”****ORDINANCE NO. \_\_\_\_\_****AN ORDINANCE OF THE CITY OF SAN FERNANDO AMENDING  
DIVISION 3 OF ARTICLE III OF CHAPTER 94 OF THE SAN  
FERNANDO CITY CODE RELATING TO WATER UTILITY SERVICE  
CHARGES**

The City Council of the City of San Fernando does hereby ordain as follows:

**SECTION 1.** Section 94-261 (“Quantity water charges and service charges by meter size”) of Division 3 (“Rates and Charges”) of Article III (“Water”) of Chapter 94 (“Utilities”) of the San Fernando City Code is hereby amended to read as follows:

“Sec. 94-261. – Water service charges.

The following commodity charge and fixed service charge are established and shall be charged and collected by the city for all water sold, supplied, distributed, or transported to or for consumers situated in the city and shall be applicable to all metered water within the city for which no other rate is specified:

*Commodity Charge.* The commodity charge per meter shall be as follows:

<b>8% SYSTEM REVENUE INCREASES</b>					
<b>Description</b>	<b>FY 2012-2013</b>	<b>FY 2013-2014</b>	<b>FY 2014-2015</b>	<b>FY 2015-2016</b>	<b>FY 2016-2017</b>
Residential					
Block 1 Rate per hcf (0-9 hcf)	\$ 0.89	\$ 0.99	\$ 1.08	\$ 1.16	\$ 1.25
Block 2 Rate per hcf (10-18 hcf)	1.80	2.00	2.18	2.36	2.55
Block 3 Rate per hcf (18+ hcf)	2.40	2.67	2.91	3.15	3.40
Non-Residential	1.60	1.78	1.95	2.10	2.27

Sources: City of San Fernando; Willdan Financial Services.

*Fixed Service Charge.* The commodity charge set forth above shall be added to the fixed service charge set forth below:

	FY 2012-13	FY 2013-14	FY 2014-15	FY 2015-16	FY 2016-17
<b><u>CUSTOMER COSTS</u></b>					
Total Customer Costs	\$ 419,066	\$ 465,742	\$ 508,032	\$ 554,161	\$ 604,479
Number of Accts	4,731	4,779	4,826	4,875	4,923
<b>Bi-Monthly Customer Cost Charge per Account</b>	<b>\$ 14.76</b>	<b>\$ 16.24</b>	<b>\$ 17.54</b>	<b>\$ 18.95</b>	<b>\$ 20.46</b>

<b><u>METER AND SERVICES COSTS</u></b>					
Total Meter and Services Costs	\$ 542,810	\$ 603,269	\$ 658,046	\$ 717,796	\$ 782,972
Number of Equivalent Meters	7,416	7,490	7,565	7,640	7,717
<b>Bi-Monthly Meter Charge per 5/8" - 3/4" Meter</b>	<b>\$ 12.20</b>	<b>\$ 13.42</b>	<b>\$ 14.50</b>	<b>\$ 15.66</b>	<b>\$ 16.91</b>

<u>Meter Size</u>	<u>AWWA Equivalent Meter Factor</u>							
5/8", 3/4"	1.0	\$ 12.20	\$ 13.42	\$ 14.50	\$ 15.66	\$ 16.91		
1"	2.5	30.50	33.56	36.25	39.15	42.28		
1 1/2"	5.0	61.00	67.12	72.49	78.29	84.55		
2"	8.0	97.60	107.39	115.99	125.26	135.29		
3"	16.0	195.20	214.79	231.97	250.53	270.57		
4"	25.0	304.99	335.61	362.46	391.45	422.77		
6"	50.0	609.99	671.21	724.91	782.90	845.54		

**TOTAL COMBINED BI-MONTHLY FIXED CHARGE**

<u>Meter Size</u>	<u>AWWA Equivalent Meter Factor</u>							
5/8", 3/4"	1.0	\$ 26.96	\$ 29.67	\$ 32.04	\$ 34.61	\$ 35.86		
1"	2.5	45.26	49.80	53.79	58.09	61.22		
1 1/2"	5.0	75.76	83.37	90.03	97.24	103.50		
2"	8.0	112.36	123.64	133.53	144.21	154.23		
3"	16.0	209.96	231.03	249.52	269.48	289.52		
4"	25.0	319.76	351.85	380.00	410.40	441.72		
6"	50.0	624.75	687.46	742.45	801.85	864.48		

Sources: City of San Fernando; Willdan Financial Services.

**SECTION 2.** Section 94-262 ("Lifeline rate") of Division 3 ("Rates and Charges") Article III ("Water") of Chapter 94 ("Utilities") of the San Fernando City Code is hereby deleted in its entirety.

**SECTION 3.** Section 94-264 ("Purchased water adjustment") of Division 3 ("Rates and Charges") of Article III ("Water") of Chapter 94 ("Utilities") of the San Fernando City Code is hereby amended to read as follows:

"Sec. 94-264. – Purchased water adjustment.

(a) Beginning July 1, 2012 and for each fiscal year through June 30, 2017, the commodity charges specified in section 94-261 shall be subject to an overriding unit adjustment to be applied to each 100 cubic feet of water sales to reflect changes in the cost of purchased water as defined in this section.

(b) Determination of the overriding unit adjustment shall be made from city accounting records six times yearly for each of the 12-calendar-month periods ending with January 31, March 31, May 31, July 31, September 30, and November 30 as follows: The annual cost of all water purchased for distribution by the city shall be divided by the division's total water sales (in units of one hundred cubic feet HCF) for the same 12-month period. The quotient so obtained shall be expressed to the nearest \$0.0001 per HCF of water and shall be multiplied



by all units of one hundred cubic feet of water sales as shown on customer billings for a period of water use regularly scheduled to end within the second and third billing months following the 12-month period used for the unit adjustment computation. The resultant product in each case shall be expressed to the nearest \$0.01 and, unless otherwise provided therein, shall be the total overriding adjustment to be added to each water service billing.

(c) Cost of purchased water shall include the total cost to the city of all water delivered to the division's system from the metropolitan water district or other suppliers. Reimbursements received by the city for purchased water costs which are or have been included in the calculation of the overriding unit adjustment shall be included as a credit in the determination of the cost of purchased water for the month in which such reimbursement is received."

**SECTION 4.** Section 94-270 ("Annual increase") of Division 3 ("Rates and Charges") of Article III ("Water") of Chapter 94 ("Utilities") of the San Fernando City Code is hereby amended to read as follows:

"Sec. 94-270. – Annual increase.

(a) On July 1, 1993 and on July 1 of each year thereafter, the then-existing rates imposed under this article, sections 94-265, 94-267 and 94-268, shall automatically increase by the percentage increase, if any, in the Consumer Price Index for all Urban Consumers for Los Angeles—Anaheim—Riverside (1982-84 equals 100) as published by the United States Department of Labor, Bureau of Labor Statistics ("index"), rounded to the nearest cent. The increases shall be cumulative. In determining the percentage increase, the index for the month of May immediately preceding the adjustment date shall be compared with the index for the like month of the previous year. In no event, however, shall the rates imposed be adjusted downward to reflect a percentage decrease in the index.

(b) On July 1, 2016, the then-existing rates imposed under this article, section 94-261, shall automatically increase by the percentage increase, if any, in the Consumer Price Index for all Urban Consumers for Los Angeles—Anaheim—Riverside (1982-84 equals 100) as published by the United States Department of Labor, Bureau of Labor Statistics ("index"), rounded to the nearest cent. The increases shall be cumulative. In determining the percentage increase, the index for the month of May immediately preceding the adjustment date shall be compared with the index for the like month of the previous year. In no event, however, shall the rates imposed be adjusted downward to reflect a percentage decrease in the index."

**SECTION 5.** The City Council is taking action only on those fees charges that have been amended. All charges not modified herein shall continue and remain in effect unless and until modified by resolution or other action of the City Council.

**SECTION 6.** If any section, subsection, subdivision, paragraph, sentence, clause or phrase in this ordinance or any part thereof is for any reason held to be unconstitutional or invalid or ineffective by any court of competent jurisdiction, such decision shall not affect the validity or effectiveness of the remaining portions of this ordinance or any part thereof. The City Council hereby declares that it would have passed each section, subsection, paragraph, sentence,

clause or phrase thereof irrespective of the fact that any one or more subsections, subdivisions, paragraphs, sentences, clauses or phrases be declared unconstitutional, or invalid, or ineffective.

**SECTION 7.** The City Clerk shall certify to the passage of this Ordinance and shall cause this Ordinance to be published or posted as required by law.

**PASSED, APPROVED, and ADOPTED** at a regular meeting held on this \_\_\_\_ day of \_\_\_\_, 2012.

\_\_\_\_\_  
Brenda Esqueda, Mayor

**ATTEST:**

\_\_\_\_\_  
Elena G. Chávez, City Clerk

APPROVED AS TO FORM:

\_\_\_\_\_  
Michael Estrada, City Attorney

**STATE OF CALIFORNIA**           )  
**COUNTY OF LOS ANGELES**    ) ss  
**CITY OF SAN FERNANDO**       )

I, ELENA G. CHÁVEZ, City Clerk of the City of San Fernando, do hereby certify that the foregoing Ordinance was adopted a regular meeting of the City Council held on the \_\_\_\_ day of \_\_\_\_, 2012 and was carried by the following roll call vote:

**AYES:**

**NOES:**

**ABSENT:**

**ABSTAIN:**

\_\_\_\_\_  
Elena G. Chávez, City Clerk

**ATTACHMENT “F”****ORDINANCE NO. \_\_\_\_****AN ORDINANCE OF THE CITY OF SAN FERNANDO AMENDING DIVISION 2 OF ARTICLE II OF CHAPTER 94 OF THE SAN FERNANDO CITY CODE RELATING TO SEWERS AND SEWER DISPOSAL UTILITY SERVICE CHARGES**

The City Council of the City of San Fernando does hereby ordain as follows:

**SECTION 1.** Section 94-261 (“Sewer service charges generally”) of Division 2 (“Rates and Charges”) of Article II (“Sewers and Sewage Disposal”) of Chapter 94 (“Utilities”) of the San Fernando City Code is hereby amended to read as follows:

“Sec. 94-66. – Sewer service and use charges.

The following sewer service and use charges are established and shall be charged and collected by the city for all services furnished in connection with its sanitary sewer system. Such sewer service and use charges shall be applied to or for each premises which is connected, directly or indirectly, to the sanitary sewer system or any part thereof for each premises from which any sewage is conveyed or discharged directly or indirectly into the sanitary sewer system. The amount of sewer service and use charges for each premises shall be the sum of the base fee and the unit cost per hundred cubic feet of water used as follows:

**6% System Revenue Increases**

Customer Class	FY 2012/13	FY 2013/14	FY 2014/15	FY 2015/16	FY 2016/17
Residential	\$ 28.16	\$ 30.57	\$ 32.40	\$ 32.40	\$ 32.40
Group II Commercial	16.21	17.60	18.66	18.66	18.66
Group III Commercial	16.21	17.60	18.66	18.66	18.66
Group IV Commercial	16.21	17.60	18.66	18.66	18.66
City Property	16.21	17.60	18.66	18.66	18.66
Industrial	16.21	17.60	18.66	18.66	18.66
Schools	16.21	17.60	18.66	18.66	18.66
Higher Education	16.21	17.60	18.66	18.66	18.66

**Unit Cost for  
(\$/HCF) Water Used**

Customer Class	FY 2012/13	FY 2013/14	FY 2014/15	FY 2015/16	FY 2016/17
Group II Commercial	\$ 1.62	\$ 1.76	\$ 1.87	\$ 1.87	\$ 1.87
Group III Commercial	2.61	2.84	3.02	3.02	3.02
Group IV Commercial	3.92	4.27	4.52	4.52	4.52
City Property	1.24	1.35	1.43	1.43	1.43
Industrial	1.24	1.34	1.42	1.42	1.42
Schools <sup>1</sup>	1.11	1.20	1.27	1.27	1.27
Higher Education <sup>1</sup>	1.11	1.20	1.27	1.27	1.27

<sup>1</sup> Charge per student (ADA).

**SECTION 2.** Section 94-69 (“Annual amendment to charges based on Consumer Price Index”) of Division 2 (“Rates and Charges”) of Article II (“Sewers and Sewage Disposal”) of Chapter 94 (“Utilities”) of the San Fernando City Code is hereby amended to read as follows:

“Sec. 94-69. – Annual increase.

(a) On July 1, 1993 and on July 1 of each year thereafter, the charges imposed under section 94-61 shall automatically increase by the percentage increase, if any, in the Consumer Price Index for all Urban Consumers for Los Angeles—Anaheim—Riverside (1982-84 equals 100) as published by the United States Department of Labor, Bureau of Labor Statistics (“index”), rounded to the nearest cent. The increases shall be cumulative. In determining the percentage increase, the index for the month of May immediately preceding the adjustment date shall be compared with the index for the like month of the previous year. In no event, however, shall the rates imposed be adjusted downward to reflect a percentage decrease in the index.

(b) Commencing On July 1, 2014 and on July 1, 2015 and July 1, 2016, the charges imposed under this article, section 94-69, shall automatically increase by the percentage increase, if any, in the Consumer Price Index for all Urban Consumers for Los Angeles—Anaheim—Riverside (1982-84 equals 100) as published by the United States Department of Labor, Bureau of Labor Statistics (“index”), rounded to the nearest cent. The increases shall be cumulative. In determining the percentage increase, the index for the month of May immediately preceding the adjustment date shall be compared with the index for the like month of the previous year. In no event, however, shall the rates imposed be adjusted downward to reflect a percentage decrease in the index.”

**SECTION 3.** The City Council is taking action only on those fees charges that have been amended. All charges not modified herein shall continue and remain in effect unless and until modified by resolution or other action of the City Council.

**SECTION 4.** If any section, subsection, subdivision, paragraph, sentence, clause or phrase in this ordinance or any part thereof is for any reason held to be unconstitutional or invalid or ineffective by any court of competent jurisdiction, such decision shall not affect the validity or effectiveness of the remaining portions of this ordinance or any part thereof. The City Council hereby declares that is would have passed each section, subsection, paragraph, sentence, clause or phrase thereof irrespective of the fact that any one or more subsections, subdivisions, paragraphs, sentences, clauses or phrases be declared unconstitutional, or invalid, or ineffective.

**SECTION 5.** The City Clerk shall certify to the passage of this Ordinance and shall cause this Ordinance to be published or posted as required by law.

**PASSED, APPROVED, and ADOPTED** by the City Council of the City of San Fernando at a regular meeting held on this \_\_\_\_ day of \_\_\_\_, 2012.

---

Brenda Esqueda, Mayor

**ATTEST:**

---

Elena G. Chávez, City Clerk

**APPROVED AS TO FORM:**

---

Michael Estrada, City Attorney

**STATE OF CALIFORNIA            )**  
**COUNTY OF LOS ANGELES    ) ss**  
**CITY OF SAN FERNANDO       )**

I, ELENA G. CHÁVEZ, City Clerk of the City of San Fernando, do hereby certify that the foregoing Ordinance was adopted a regular meeting of the City Council held on the \_\_\_\_ day of \_\_\_\_, 2012 and was carried by the following roll call vote:

**AYES:**

**NOES:**

**ABSENT:**

**ABSTAIN:**

---

Elena G. Chávez, City Clerk

## ATTACHMENT "G"

# Water Utility System Revenue Increases and Rates

## 6% System Revenue Increases

Description	FY 2012/13	FY 2013/14	FY 2014/15	FY 2015/16	FY 2016/17
System Revenue Increase	6.00%	6.00%	6.00%	6.00%	6.00%
Net Income (Loss)	(107,715)	(272,603)	(415,699)	(269,897)	(110,013)
Ending Operating Fund Balance	592,785	320,182	(95,518)	(365,415)	(475,427)
Desired Fund Balance	792,926	815,557	873,075	899,073	925,972

	FY 2012-13	FY 2013-14	FY 2014-15	FY 2015-16	FY 2016-17
<b><u>CUSTOMER COSTS</u></b>					
Total Customer Costs	\$ 413,136	\$ 448,652	\$ 480,327	\$ 514,238	\$ 550,544
Number of Accts	4,731	4,779	4,826	4,875	4,923
<b>Bi-Monthly Customer Cost Charge per Account</b>	\$ 14.55	\$ 15.65	\$ 16.59	\$ 17.58	\$ 18.64

<b><u>METER AND SERVICES COSTS</u></b>					
Total Meter and Services Costs	\$ 535,129	\$ 581,132	\$ 622,160	\$ 666,085	\$ 713,110
Number of Equivalent Meters	7,416	7,490	7,565	7,640	7,717
<b>Bi-Monthly Meter Charge per 5/8" - 3/4" Meter</b>	\$ 12.03	\$ 12.93	\$ 13.71	\$ 14.53	\$ 15.40

<u>Meter Size</u>	<u>AWWA Equivalent Meter Factor</u>							
5/8", 3/4"	1.0	\$	12.03	\$	12.93	\$	13.71	\$ 14.53 \$ 15.40
1"	2.5		30.07		32.33		34.27	36.33 38.50
1 1/2"	5.0		60.14		64.66		68.54	72.65 77.01
2"	8.0		96.22		103.45		109.66	116.24 123.21
3"	16.0		192.43		206.91		219.32	232.48 246.43
4"	25.0		300.68		323.29		342.69	363.25 385.05
6"	50.0		601.35		646.58		685.38	726.50 770.09

<b><u>TOTAL COMBINED BI-MONTHLY FIXED CHARGE</u></b>					
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<u>Meter Size</u>	<u>AWWA Equivalent Meter Factor</u>							
5/8", 3/4"	1.0	\$	26.58	\$	28.58	\$	30.29	\$ 32.11 \$ 32.98
1"	2.5		44.62		47.98		50.86	53.91 56.09
1 1/2"	5.0		74.69		80.31		85.13	90.23 94.59
2"	8.0		110.77		119.10		126.25	133.82 140.80
3"	16.0		206.99		222.56		235.91	250.06 264.01
4"	25.0		315.23		338.94		359.28	380.83 402.63
6"	50.0		615.91		662.23		701.97	744.08 787.67

Sources: City of San Fernando; Willdan Financial Services.

Description	FY 2012-2013	FY 2013-2014	FY 2014-2015	FY 2015-2016	FY 2016-2017
Residential					
Block 1 Rate per hcf (0-9 hcf)	\$ 0.87	\$ 0.95	\$ 1.02	\$ 1.08	\$ 1.14
Block 2 Rate per hcf (10-18 hcf)	1.78	1.93	2.07	2.19	2.32
Block 3 Rate per hcf (18+ hcf)	2.37	2.57	2.76	2.92	3.10
Non-Residential	1.58	1.72	1.84	1.95	2.07

Sources: City of San Fernando; Willdan Financial Services.

# Water Utility System Revenue Increases and Rates

## 7% system revenue increases

Description	FY 2012/13	FY 2013/14	FY 2014/15	FY 2015/16	FY 2016/17
System Revenue Increase	7.00%	7.00%	7.00%	7.00%	7.00%
Net Income (Loss)	(85,748)	(209,592)	(314,031)	(124,082)	86,049
Ending Operating Fund Balance	614,752	405,161	91,130	(32,952)	53,097
Desired Fund Balance	792,926	815,557	873,075	899,073	925,972

  

	FY 2012-13	FY 2013-14	FY 2014-15	FY 2015-16	FY 2016-17
<b><u>CUSTOMER COSTS</u></b>					
Total Customer Costs	\$ 416,101	\$ 457,158	\$ 494,050	\$ 533,920	\$ 577,007
Number of Accts	4,731	4,779	4,826	4,875	4,923
<b>Bi-Monthly Customer Cost Charge per Account</b>	\$ 14.66	\$ 15.94	\$ 17.06	\$ 18.26	\$ 19.53

  

	FY 2012-13	FY 2013-14	FY 2014-15	FY 2015-16	FY 2016-17
<b><u>METER AND SERVICES COSTS</u></b>					
Total Meter and Services Costs	\$ 538,969	\$ 592,149	\$ 639,935	\$ 691,578	\$ 747,388
Number of Equivalent Meters	7,416	7,490	7,565	7,640	7,717
<b>Bi-Monthly Meter Charge per 5/8" - 3/4" Meter</b>	\$ 12.11	\$ 13.18	\$ 14.10	\$ 15.09	\$ 16.14

  

Meter Size	AWWA Equivalent Meter Factor						
5/8", 3/4"	1.0	\$ 12.11	\$ 13.18	\$ 14.10	\$ 15.09	\$ 16.14	
1"	2.5	30.28	32.94	35.25	37.72	40.36	
1 1/2"	5.0	60.57	65.88	70.50	75.43	80.71	
2"	8.0	96.91	105.41	112.79	120.69	129.14	
3"	16.0	193.81	210.83	225.59	241.38	258.27	
4"	25.0	302.83	329.42	352.48	377.15	403.55	
6"	50.0	605.67	658.84	704.96	754.31	807.11	

  

Meter Size	AWWA Equivalent Meter Factor						
5/8", 3/4"	1.0	\$ 26.77	\$ 29.12	\$ 31.16	\$ 33.34	\$ 34.40	
1"	2.5	44.94	48.89	52.31	55.97	58.61	
1 1/2"	5.0	75.22	81.83	87.56	93.69	98.97	
2"	8.0	111.57	121.36	129.85	138.94	147.39	
3"	16.0	208.47	226.77	242.65	259.63	276.53	
4"	25.0	317.49	345.37	369.54	395.41	421.81	
6"	50.0	620.33	674.79	722.02	772.56	825.36	

Sources: City of San Fernando; Willdan Financial Services.

Description	FY 2012-2013	FY 2013-2014	FY 2014-2015	FY 2015-2016	FY 2016-2017
Residential					
Block 1 Rate per hcf (0-9 hcf)	\$ 0.88	\$ 0.97	\$ 1.05	\$ 1.12	\$ 1.20
Block 2 Rate per hcf (10-18 hcf)	1.79	1.97	2.12	2.27	2.43
Block 3 Rate per hcf (18+ hcf)	2.39	2.62	2.83	3.03	3.24
Non-Residential	1.59	1.75	1.89	2.02	2.17

Sources: City of San Fernando; Willdan Financial Services.

# Water Utility System Revenue Increases and Rates

## 8% system revenue increases

Description	FY 2012/13	FY 2013/14	FY 2014/15	FY 2015/16	FY 2016/17
System Revenue Increase	8.00%	8.00%	8.00%	8.00%	8.00%
Net Income (Loss)	(63,780)	(145,988)	(210,444)	25,879	289,579
Ending Operating Fund Balance	636,720	490,731	280,287	306,166	595,745
Desired Fund Balance	792,926	815,557	873,075	899,073	925,972

  

	FY 2012-13	FY 2013-14	FY 2014-15	FY 2015-16	FY 2016-17
<b><u>CUSTOMER COSTS</u></b>					
Total Customer Costs	\$ 419,066	\$ 465,742	\$ 508,032	\$ 554,161	\$ 604,479
Number of Accts	4,731	4,779	4,826	4,875	4,923
<b>Bi-Monthly Customer Cost Charge per Account</b>	\$ 14.76	\$ 16.24	\$ 17.54	\$ 18.95	\$ 20.46

  

<b><u>METER AND SERVICES COSTS</u></b>					
Total Meter and Services Costs	\$ 542,810	\$ 603,269	\$ 658,046	\$ 717,796	\$ 782,972
Number of Equivalent Meters	7,416	7,490	7,565	7,640	7,717
<b>Bi-Monthly Meter Charge per 5/8" - 3/4" Meter</b>	\$ 12.20	\$ 13.42	\$ 14.50	\$ 15.66	\$ 16.91

  

Meter Size	AWWA Equivalent Meter Factor							
5/8", 3/4"	1.0	\$ 12.20	\$ 13.42	\$ 14.50	\$ 15.66	\$ 16.91		
1"	2.5	30.50	33.56	36.25	39.15	42.28		
1 1/2"	5.0	61.00	67.12	72.49	78.29	84.55		
2"	8.0	97.60	107.39	115.99	125.26	135.29		
3"	16.0	195.20	214.79	231.97	250.53	270.57		
4"	25.0	304.99	335.61	362.46	391.45	422.77		
6"	50.0	609.99	671.21	724.91	782.90	845.54		

  

<b><u>TOTAL COMBINED BI-MONTHLY FIXED CHARGE</u></b>								
Meter Size	AWWA Equivalent Meter Factor							
5/8", 3/4"	1.0	\$ 26.96	\$ 29.67	\$ 32.04	\$ 34.61	\$ 35.86		
1"	2.5	45.26	49.80	53.79	58.09	61.22		
1 1/2"	5.0	75.76	83.37	90.03	97.24	103.50		
2"	8.0	112.36	123.64	133.53	144.21	154.23		
3"	16.0	209.96	231.03	249.52	269.48	289.52		
4"	25.0	319.76	351.85	380.00	410.40	441.72		
6"	50.0	624.75	687.46	742.45	801.85	864.48		

Sources: City of San Fernando; Willdan Financial Services.

Description	FY 2012-2013	FY 2013-2014	FY 2014-2015	FY 2015-2016	FY 2016-2017
Residential					
Block 1 Rate per hcf (0-9 hcf)	\$ 0.89	\$ 0.99	\$ 1.08	\$ 1.16	\$ 1.25
Block 2 Rate per hcf (10-18 hcf)	1.80	2.00	2.18	2.36	2.55
Block 3 Rate per hcf (18+ hcf)	2.40	2.67	2.91	3.15	3.40
Non-Residential	1.60	1.78	1.95	2.10	2.27

Sources: City of San Fernando; Willdan Financial Services.



# Water Utility System Revenue Increases and Rates

## 9% system revenue increases

Description	FY 2012/13	FY 2013/14	FY 2014/15	FY 2015/16	FY 2016/17
System Revenue Increase	9.00%	9.00%	9.00%	9.00%	9.00%
Net Income (Loss)	(41,813)	(81,794)	(104,922)	180,064	500,788
Ending Operating Fund Balance	658,687	576,894	471,972	652,036	925,972
Desired Fund Balance	792,926	815,557	873,075	899,073	925,972

	FY 2012-13	FY 2013-14	FY 2014-15	FY 2015-16	FY 2016-17
<b><u>CUSTOMER COSTS</u></b>					
Total Customer Costs	\$ 422,031	\$ 474,407	\$ 522,275	\$ 574,972	\$ 632,987
Number of Accts	4,731	4,779	4,826	4,875	4,923
<b>Monthly Customer Cost Charge per Account</b>	\$ 14.87	\$ 16.55	\$ 18.04	\$ 19.66	\$ 21.43

<b><u>METER AND SERVICES COSTS</u></b>					
Total Meter and Services Costs	\$ 546,651	\$ 614,492	\$ 676,494	\$ 744,753	\$ 819,898
Number of Equivalent Meters	7,416	7,490	7,565	7,640	7,717
<b>Monthly Meter Charge per 5/8" - 3/4" Meter</b>	\$ 12.29	\$ 13.67	\$ 14.90	\$ 16.25	\$ 17.71

<u>Meter Size</u>	<u>AWWA Equivalent Meter Factor</u>						
5/8", 3/4"	1.0	\$ 12.29	\$ 13.67	\$ 14.90	\$ 16.25	\$ 17.71	
1"	2.5	30.72	34.19	37.26	40.62	44.27	
1 1/2"	5.0	61.43	68.37	74.52	81.23	88.54	
2"	8.0	98.29	109.39	119.24	129.97	141.67	
3"	16.0	196.58	218.78	238.48	259.94	283.33	
4"	25.0	307.15	341.85	372.62	406.15	442.71	
6"	50.0	614.30	683.70	745.23	812.31	885.41	

### **TOTAL COMBINED MONTHLY FIXED CHARGE**

<u>Meter Size</u>	<u>AWWA Equivalent Meter Factor</u>						
5/8", 3/4"	1.0	\$ 27.15	\$ 30.22	\$ 32.94	\$ 35.90	\$ 37.37	
1"	2.5	45.58	50.73	55.30	60.27	63.93	
1 1/2"	5.0	76.30	84.92	92.56	100.89	108.20	
2"	8.0	113.16	125.94	137.27	149.63	161.32	
3"	16.0	211.44	235.33	256.51	279.60	302.99	
4"	25.0	322.02	358.40	390.65	425.81	462.37	
6"	50.0	629.17	700.25	763.27	831.96	905.07	

Sources: City of San Fernando; Willdan Financial Services.

Description	FY 2012-2013	FY 2013-2014	FY 2014-2015	FY 2015-2016	FY 2016-2017
Residential					
Block 1 Rate per hcf (0-9 hcf)	\$ 0.89	\$ 1.00	\$ 1.11	\$ 1.20	\$ 1.31
Block 2 Rate per hcf (10-18 hcf)	1.81	2.04	2.25	2.45	2.67
Block 3 Rate per hcf (18+ hcf)	2.42	2.72	3.00	3.27	3.56
Non-Residential	1.62	1.82	2.00	2.18	2.38

Sources: City of San Fernando; Willdan Financial Services.

## Sewer System Revenue Increases and Rates

### 5% System Revenue Increases

Description	FY 2012/13	FY 2013/14	FY 2014/15	FY 2015/16	FY 2016/17
System Revenue Increase	5.00%	5.00%	5.00%	0.00%	0.00%
Net Income (Loss)	(97,008)	(81,813)	(33,552)	(57,371)	(150,913)
Ending Operating Fund Balance	329,104	247,292	213,740	156,370	5,456
Desired Fund Balance	444,595	457,933	471,671	485,821	498,600

Customer Class	FY 2012/13	FY 2013/14	FY 2014/15	FY 2015/16	FY 2016/17
Residential	\$ 28.00	\$ 29.99	\$ 31.49	\$ 31.49	\$ 31.49
Group II Commercial	16.12	17.27	18.13	18.13	18.13
Group III Commercial	16.12	17.27	18.13	18.13	18.13
Group IV Commercial	16.12	17.27	18.13	18.13	18.13
City Property	16.12	17.27	18.13	18.13	18.13
Industrial	16.12	17.27	18.13	18.13	18.13
Schools	16.12	17.27	18.13	18.13	18.13
Higher Education	16.12	17.27	18.13	18.13	18.13

#### Unit Cost for (\$/HCF) Water Used

Customer Class	FY 2012/13	FY 2013/14	FY 2014/15	FY 2015/16	FY 2016/17
Group II Commercial	\$ 1.61	\$ 1.73	\$ 1.82	\$ 1.82	\$ 1.82
Group III Commercial	2.60	2.79	2.93	2.93	2.93
Group IV Commercial	3.90	4.19	4.40	4.40	4.40
City Property	1.23	1.32	1.39	1.39	1.39
Industrial	1.23	1.32	1.38	1.38	1.38
Schools <sup>1</sup>	1.10	1.18	1.24	1.24	1.24
Higher Education <sup>1</sup>	1.10	1.18	1.24	1.24	1.24

<sup>1</sup> Charge per student (ADA).

Sources: City of San Fernando; Willdan Financial Services.

## Sewer System Revenue Increases and Rates

### 5% & 6% System Revenue Increases

Description	FY 2012/13	FY 2013/14	FY 2014/15	FY 2015/16	FY 2016/17
System Revenue Increase	6.00%	5.00%	5.00%	0.00%	0.00%
Net Income (Loss)	(83,783)	(57,771)	(8,055)	(31,620)	(124,905)
Ending Operating Fund Balance	342,329	284,558	276,502	244,882	119,978
Desired Fund Balance	444,595	457,933	471,671	485,821	498,600

Customer Class	FY 2012/13	FY 2013/14	FY 2014/15	FY 2015/16	FY 2016/17
Residential	\$ 28.16	\$ 30.28	\$ 31.79	\$ 31.79	\$ 31.79
Group II Commercial	16.21	17.43	18.30	18.30	18.30
Group III Commercial	16.21	17.43	18.30	18.30	18.30
Group IV Commercial	16.21	17.43	18.30	18.30	18.30
City Property	16.21	17.43	18.30	18.30	18.30
Industrial	16.21	17.43	18.30	18.30	18.30
Schools	16.21	17.43	18.30	18.30	18.30
Higher Education	16.21	17.43	18.30	18.30	18.30

#### Unit Cost for (\$/HCF) Water Used

Customer Class	FY 2012/13	FY 2013/14	FY 2014/15	FY 2015/16	FY 2016/17
Group II Commercial	\$ 1.62	\$ 1.75	\$ 1.83	\$ 1.83	\$ 1.83
Group III Commercial	2.61	2.82	2.96	2.96	2.96
Group IV Commercial	3.92	4.23	4.44	4.44	4.44
City Property	1.24	1.34	1.40	1.40	1.40
Industrial	1.24	1.33	1.40	1.40	1.40
Schools <sup>1</sup>	1.11	1.19	1.25	1.25	1.25
Higher Education <sup>1</sup>	1.11	1.19	1.25	1.25	1.25

<sup>1</sup> Charge per student (ADA).

Sources: City of San Fernando; Willdan Financial Services.

## Sewer System Revenue Increases and Rates

### 6% System Revenue Increases

Description	FY 2012/13	FY 2013/14	FY 2014/15	FY 2015/16	FY 2016/17
System Revenue Increase	6.00%	6.00%	6.00%	0.00%	0.00%
Net Income (Loss)	(83,783)	(33,501)	43,667	20,620	(72,142)
Ending Operating Fund Balance	342,329	308,828	352,495	373,116	300,974
Desired Fund Balance	444,595	457,933	471,671	485,821	498,600

Customer Class	FY 2012/13	FY 2013/14	FY 2014/15	FY 2015/16	FY 2016/17
Residential	\$ 28.16	\$ 30.57	\$ 32.40	\$ 32.40	\$ 32.40
Group II Commercial	16.21	17.60	18.66	18.66	18.66
Group III Commercial	16.21	17.60	18.66	18.66	18.66
Group IV Commercial	16.21	17.60	18.66	18.66	18.66
City Property	16.21	17.60	18.66	18.66	18.66
Industrial	16.21	17.60	18.66	18.66	18.66
Schools	16.21	17.60	18.66	18.66	18.66
Higher Education	16.21	17.60	18.66	18.66	18.66

#### Unit Cost for (\$/HCF) Water Used

Customer Class	FY 2012/13	FY 2013/14	FY 2014/15	FY 2015/16	FY 2016/17
Group II Commercial	\$ 1.62	\$ 1.76	\$ 1.87	\$ 1.87	\$ 1.87
Group III Commercial	2.61	2.84	3.02	3.02	3.02
Group IV Commercial	3.92	4.27	4.52	4.52	4.52
City Property	1.24	1.35	1.43	1.43	1.43
Industrial	1.24	1.34	1.42	1.42	1.42
Schools <sup>1</sup>	1.11	1.20	1.27	1.27	1.27
Higher Education <sup>1</sup>	1.11	1.20	1.27	1.27	1.27

<sup>1</sup> Charge per student (ADA).

Sources: City of San Fernando; Willdan Financial Services.

## Sewer System Revenue Increases and Rates

### 7%, 7%, & 5% System Revenue Increases

Description	FY 2012/13	FY 2013/14	FY 2014/15	FY 2015/16	FY 2016/17
System Revenue Increase	7.00%	7.00%	5.00%	0.00%	0.00%
Net Income (Loss)	(70,559)	15,269	69,404	46,614	(45,888)
Ending Operating Fund Balance	355,553	370,822	440,226	485,821	440,952
Desired Fund Balance	444,595	457,933	471,671	485,821	498,600

Customer Class	FY 2012/13	FY 2013/14	FY 2014/15	FY 2015/16	FY 2016/17
Residential	\$ 28.32	\$ 31.15	\$ 32.70	\$ 32.70	\$ 32.70
Group II Commercial	16.30	17.93	18.83	18.83	18.83
Group III Commercial	16.30	17.93	18.83	18.83	18.83
Group IV Commercial	16.30	17.93	18.83	18.83	18.83
City Property	16.30	17.93	18.83	18.83	18.83
Industrial	16.30	17.93	18.83	18.83	18.83
Schools	16.30	17.93	18.83	18.83	18.83
Higher Education	16.30	17.93	18.83	18.83	18.83

#### Unit Cost for (\$/HCF) Water Used

Customer Class	FY 2012/13	FY 2013/14	FY 2014/15	FY 2015/16	FY 2016/17
Group II Commercial	\$ 1.63	\$ 1.80	\$ 1.89	\$ 1.89	\$ 1.89
Group III Commercial	2.63	2.90	3.04	3.04	3.04
Group IV Commercial	3.94	4.35	4.57	4.57	4.57
City Property	1.25	1.37	1.44	1.44	1.44
Industrial	1.25	1.37	1.44	1.44	1.44
Schools <sup>1</sup>	1.11	1.22	1.28	1.28	1.28
Higher Education <sup>1</sup>	1.11	1.22	1.28	1.28	1.28

<sup>1</sup> Charge per student (ADA).

Sources: City of San Fernando; Willdan Financial Services.

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## **CITY COUNCIL**

### **MEMORANDUM**

**TO:** Mayor Brenda Esqueda and Councilmembers

**FROM:** Mayor Pro Tem Antonio Lopez

**DATE:** April 16, 2012

**SUBJECT:** Resolution In Support of Adult Education

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#### **RECOMMENDATION:**

It is recommended that the City Council consider the attached resolution.

#### **ATTACHMENT:**

A. Resolution

**ATTACHMENT “A”****RESOLUTION NO. \_\_\_\_\_****A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF  
SAN FERNANDO, CALIFORNIA, IN SUPPORT OF ADULT  
EDUCATION**

**WHEREAS**, the School Board of the Los Angeles Unified School District (LAUSD) is proposing the elimination of all funding for the Division of Adult Education in Los Angeles; and

**WHEREAS**, Adult Education is essential to the communities it serves; and

**WHEREAS**, Adult Education teaches basic skills and job training that are essential to working class communities; and

**WHEREAS**, Adult Education is essential to the communities it serves by providing job training, GED/High school diploma, and English as a second language; and

**WHEREAS**, the elimination of Adult Education will decrease opportunities for communities that need these educational services the most.

**NOW, THEREFORE, BE IT RESOLVED**, that the San Fernando City Council officially takes a position of support for Adult Education.

**THEREFORE, BE IT FURTHER RESOLVED**, the San Fernando City Council hereby directs the City Clerk to submit a copy of this Resolution to Los Angeles Unified School District School Board Superintendent John Deasy and Board Members.

**PASSED, APPROVED, AND ADOPTED** this 16<sup>th</sup> day of April, 2012.

\_\_\_\_\_  
Brenda Esqueda, Mayor

**ATTEST:**

\_\_\_\_\_  
Elena G. Chávez, City Clerk

**STATE OF CALIFORNIA                    )**  
**COUNTY OF LOS ANGELES        ) ss**  
**CITY OF SAN FERNANDO        )**

**I HEREBY CERTIFY** that the foregoing Resolution was approved and adopted at a regular meeting of the City Council held on the 16<sup>th</sup> day of April, 2012, by the following vote to wit:

**AYES:**

**NOES:**

**ABSENT:**

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Elena G. Chávez, City Clerk