



STATE PUBLIC WORKS BOARD
May 10, 2019

APPROVED MINUTES

PRESENT:

Ms. Keely Bosler, Director, Department of Finance
Mr. Daniel Kim, Director, Department of General Services
Ms. Ellen Greenberg, Deputy Director, Department of Transportation
Mr. Joshua Nelson, Deputy Assistant Secretary, Natural Resources Agency

CALL TO ORDER AND ROLL CALL:

Ms. Keely Bosler, Chairperson of the Board, called the meeting to order at 10:00 a.m.
Ms. Kat Lee, serving as Secretary to the Board, called the roll. A quorum was established.

APPROVAL OF MINUTES:

The first order of business was to approve the minutes from the March 25th and April 12th Board meetings.

Mr. Chris Lief, Executive Director for the Board, reported that the staff had prepared and reviewed the minutes from the March 25th and April 12th Board meetings and recommended approval of the minutes.

Ms. Bosler asked if there were any questions or comments from the Board, or from the public. There were none.

A motion was made by Mr. Kim and seconded by Ms. Greenberg to adopt the staff recommendation and approve the minutes from the March 25th and April 12th Board meetings. The motion passed unanimously through a 3-0 roll-call vote (Ms. Bosler, Mr. Kim, and Ms. Greenberg all voting aye).

CONSENT ITEMS:

The next order of business was to consider the Consent Calendar, which consisted of three items. First Consent Items 1 and 2 were presented, which included 2 projects within the Natural Resources Agency. Mr. Lief presented the following:

- Consent Item 1: Consider authorizing the acquisition of real property and the execution of a Property Acquisition Agreement and other such documents as may be required to approve the acquisition for the Department of Forestry and Fire Protection, Nipomo Fire Station, San Luis Obispo County.
- Consent Item 2: Consider authorizing an above market value acquisition of real property, acceptance of an easement, and the execution of a Property Acquisition Agreement and other such documents as may be required to approve the acquisition, for the Department of Forestry and Fire Protection, Smartsville Fire Station, Yuba County.

Staff recommended approval of Consent Items 1 and 2.

Ms. Bosler asked if there were any comments or questions from the Board, or from the public. There were none.

A motion was made by Ms. Greenberg and seconded by Mr. Kim to adopt staff recommendation and approve Consent Items 1 and 2. The motion passed unanimously through a 4-0 roll-call vote (Ms. Bosler, Ms. Kim, Ms. Greenberg, and Mr. Nelson all voting aye).

Mr. Lief presented Consent Item 3:

- Consent Item 3: Consider approving an augmentation and recognizing revised project costs for three Health Care Facility Improvement Program (HCFIP) Projects for the Department of Corrections and Rehabilitation (CDCR).

Mr. Lief noted that the item required a 20-day notice to the Joint Legislative Budget Committees and the fiscal committees in each house, and the review period for the action had expired without adverse comment.

Staff recommended approval of Consent Item 3.

Ms. Bosler stated that she had reviewed the projects and wanted to verify that the increase in costs are associated with things they have to address in order to build the facilities.

Mr. Lief confirmed Ms. Bosler's comments.

Ms. Bosler asked if there were any questions from the Board.

Ms. Greenberg asked that staff from the CDCR approach the Board to discuss any corrective actions being taken to avoid substantial cost increases in the future.

Mr. Dean Borg, Deputy Director of the Facility Planning and Construction Management Division for CDCR, approached the Board to address Ms. Greenberg's question. He stated that CDCR staff is working toward quicker resolution of project issues and paying more attention to project schedule. He also noted that project staff is now meeting weekly with State Fire Marshal staff to identify potential issues earlier in design. Mr. Borg also noted that CDCR's partner, California Correctional Health Care Services, which is headed by the Federal Health Care Receiver, recently hired a consultant to study the HCFIP program to develop potential solutions.

Mr. Kim asked if there would be additional HCFIP projects requiring augmentations.

Mr. Borg explained that there is currently a request before the Legislature for an additional \$50 million in funding for the HCFIP program, which is intended to cover all additional augmentations need for the remaining projects.

Ms. Bosler noted that her understanding of the problem with the HCFIP projects was that a "cookie cutter" approach was taken in the design phase, and challenges presented by the condition of the buildings wasn't realized until the construction phase.

Mr. Borg agreed that moving quickly through the design phase resulted in issues that needed to be addressed in construction. Mr. Borg also noted that CDCR has had to respond to changing

medical stakeholder needs driven by the Receiver's improvements in the delivery of medical care. These improvements have led to design changes, sometimes during the construction phase, that have resulted in increased project costs.

Ms. Greenberg asked whether the Legislative action and amount would result in a recalibration of the program.

Mr. Borg confirmed that would be the result.

Mr. Kim asked if Proposition 47 has caused CDCR to revisit the number and scale of projects in the program.

Mr. Borg stated that Proposition 47 has not changed the number of HCFIP facilities needed statewide.

Ms. Bosler asked if there were any additional questions or comments on this issue. There were none.

A motion was made by Mr. Kim and seconded by Ms. Greenberg to adopt staff recommendation and approve Consent Item 3. The motion passed unanimously through a 3-0 roll-call vote (Ms. Bosler, Mr. Kim, and Ms. Greenberg all voting aye).

OTHER BUSINESS:

NONE

REPORTABLES:

Mr. Lief noted that the reportable items were listed in the briefing package and the staff analysis.

Ms. Bosler asked if there were any questions. The Board had none.

Ms. Bosler asked if there was any public comment. There was none.

NEXT MEETING:

Ms. Bosler stated that the next Board meeting is scheduled for Friday, June 14th, 2019 at 10 am in Room 113 at the State Capitol.

The meeting was adjourned at 10:18 am.