



Additional Documents Distributed for the Regular City Council Meeting November 1, 2017

Item No.	Agenda Item Description	Distributor	Document
2	Presentation by the Pasadena Humane Society on Available Animal Adoptions	Julie Bank, President /CEO, Pasadena Humane Society	PowerPoint, Animal Adoption Photo
7	Councilmember Communications	Marina Khubesrian, M.D.	PowerPoint, Various Photos
7	Councilmember Communications	Robert S. Joe	PowerPoint, Preschool Story Time
7	Councilmember Communications	Robert S. Joe	PowerPoint, Congressional Recognition of Excellence Award
8	City Manager Communications	Elaine Aguilar, City Manager	PowerPoint, Special City Council Meeting
PC	Public Comments and Suggestions	Shlomo Nitzani, South Pasadena Resident	Handout, "Preventative Maintenance Project"
14	Award of Contract to Stantec Consulting Services, Inc. to Perform the Professional Engineering Services for the Wilson Well Head Treatment Project	Paul Toor, Public Works Director	Memo to Council
15	Award of Construction Contract to Sully-Miller Contracting Co. for the Garfield Avenue Improvement Project	Paul Toor, Public Works Director	PowerPoint, Staff Presentation

Regular City Council Meeting Additional Documents
November 1, 2017

15	Award of Construction Contract to Sully-Miller Contracting Co. for the Garfield Avenue Improvement Project	Paul Toor, Public Works Director	PDF, Garfield Ave Project
17	Award of Contract to RKA Consulting Group for Inspection and Construction Management Services for the El Centro Street, Grevelia Street, and Garfield Avenue Street Improvement Project	Paul Toor, Public Works Director	Memo to Council
18	Award of Contract to Control Automation Design, Inc., for Water Division SCADA System Maintenance Services	Paul Toor, Public Works Director	Memo to Council
20	Conduct a Public Hearing on the Proposed Water and Sewer Rates and Adopt Resolutions Establishing New Water and Sewer Rates	Paul Toor, Public Works Director	PowerPoint, Staff Presentation
24	Direction Regarding an Appropriate Memorial for Former Councilmember David Margrave	Ron Rosen, South Pasadena Resident	Email to Council



Additional Material
AGENDA ITEM # 2
11/17 City Council Mtg.

Zero-emission Maintenance

41 acres Total Property	20 acres Turf Mowed	15 acres Hardscape Blown
1 acre Hedge Trimmed	8,400 sq ft Hand Raking	7 miles Edging

Operational Savings

1,000 gal / yr Gas + Oil	\$6,000 / yr Gas + Oil	\$3,300 / yr Maintenance
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Environmental Savings

34 tons / yr Total Emissions	26 tons / yr Carbon Dioxide	7.5 tons / yr Carbon Monoxide
911 lbs / yr Hydrocarbons	137 lbs / yr Particulate Matter	124 lbs / yr Nitrogen Oxides
194 lbs / yr Toxic Waste	140 lbs / yr Solid Waste	40% to 70% Quieter

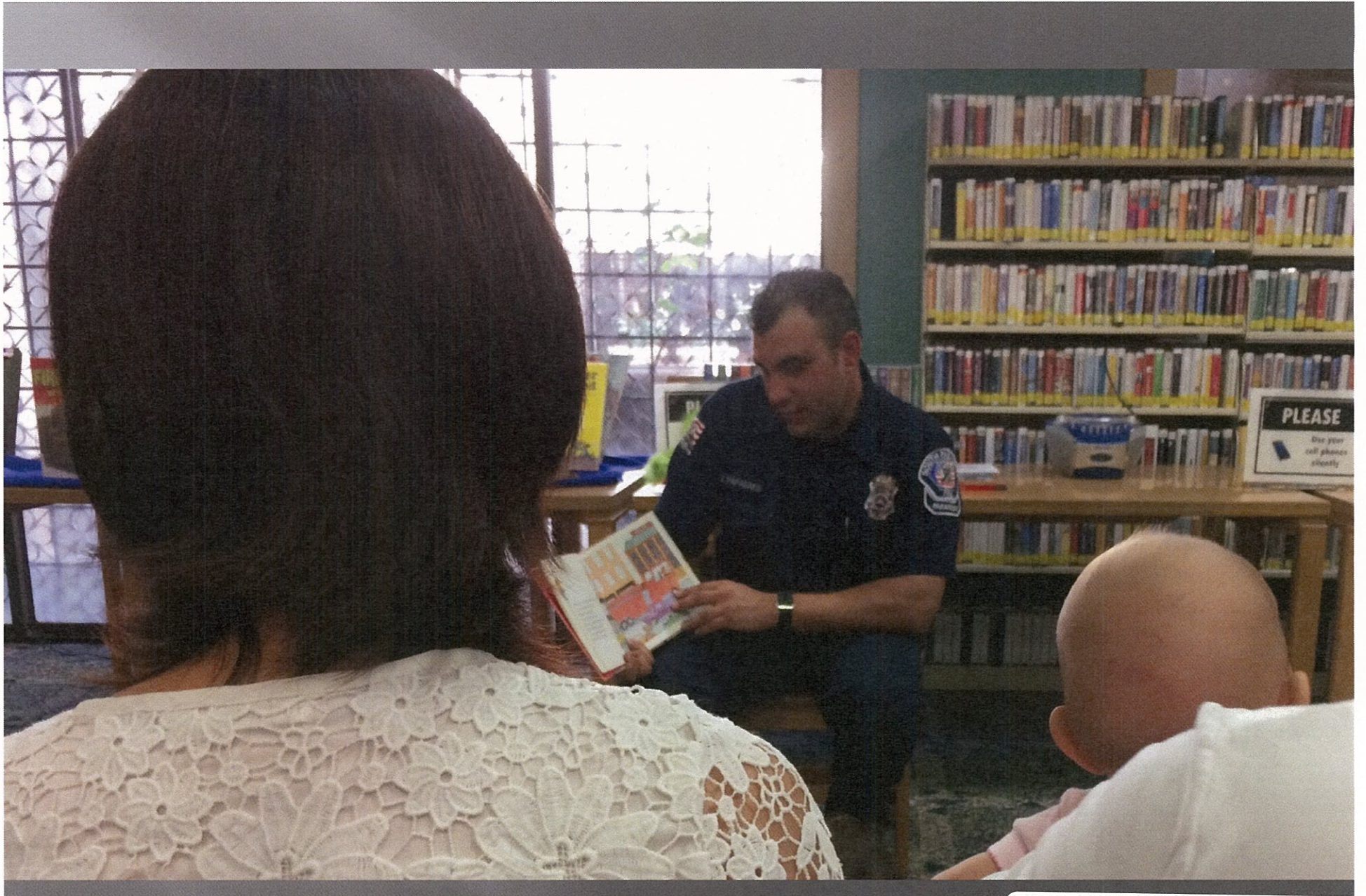
Health Savings

Zero Carcinogenic Smoke	Zero Poisonous VOCs	Zero Toxic Spills
Zero Hydrocarbon PM	Much Less Vibration	Half The Noise

Khubesrian



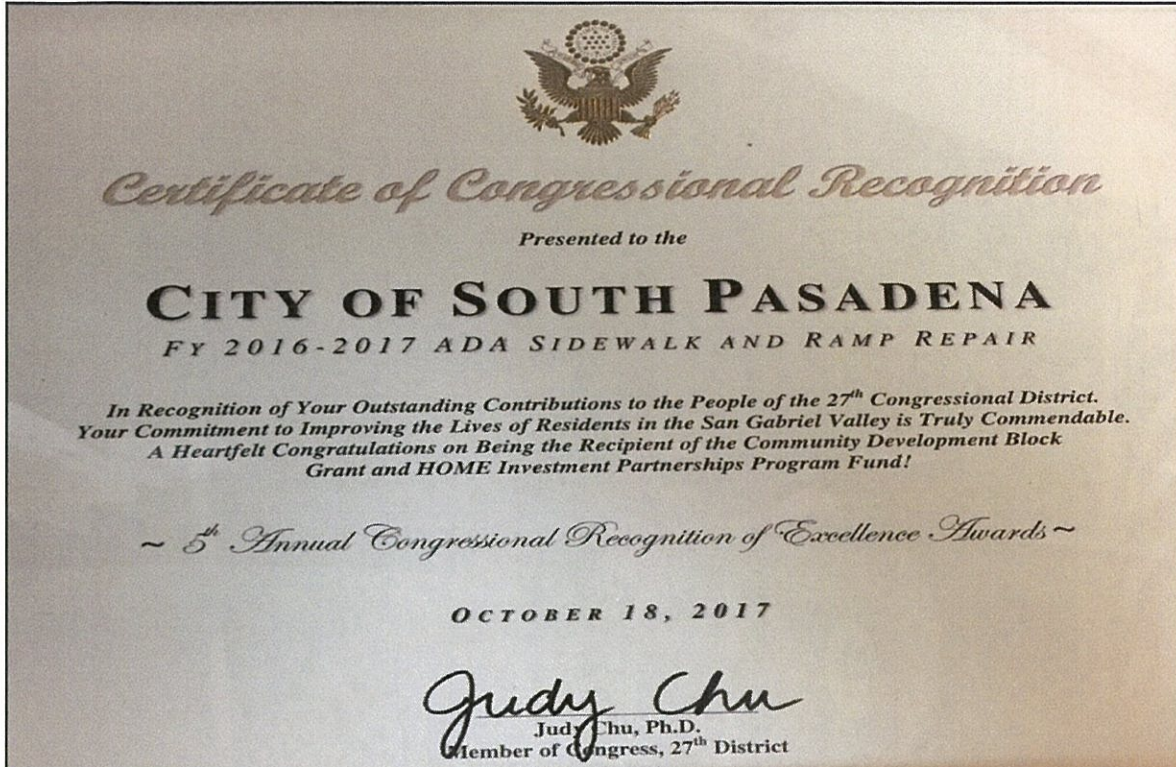




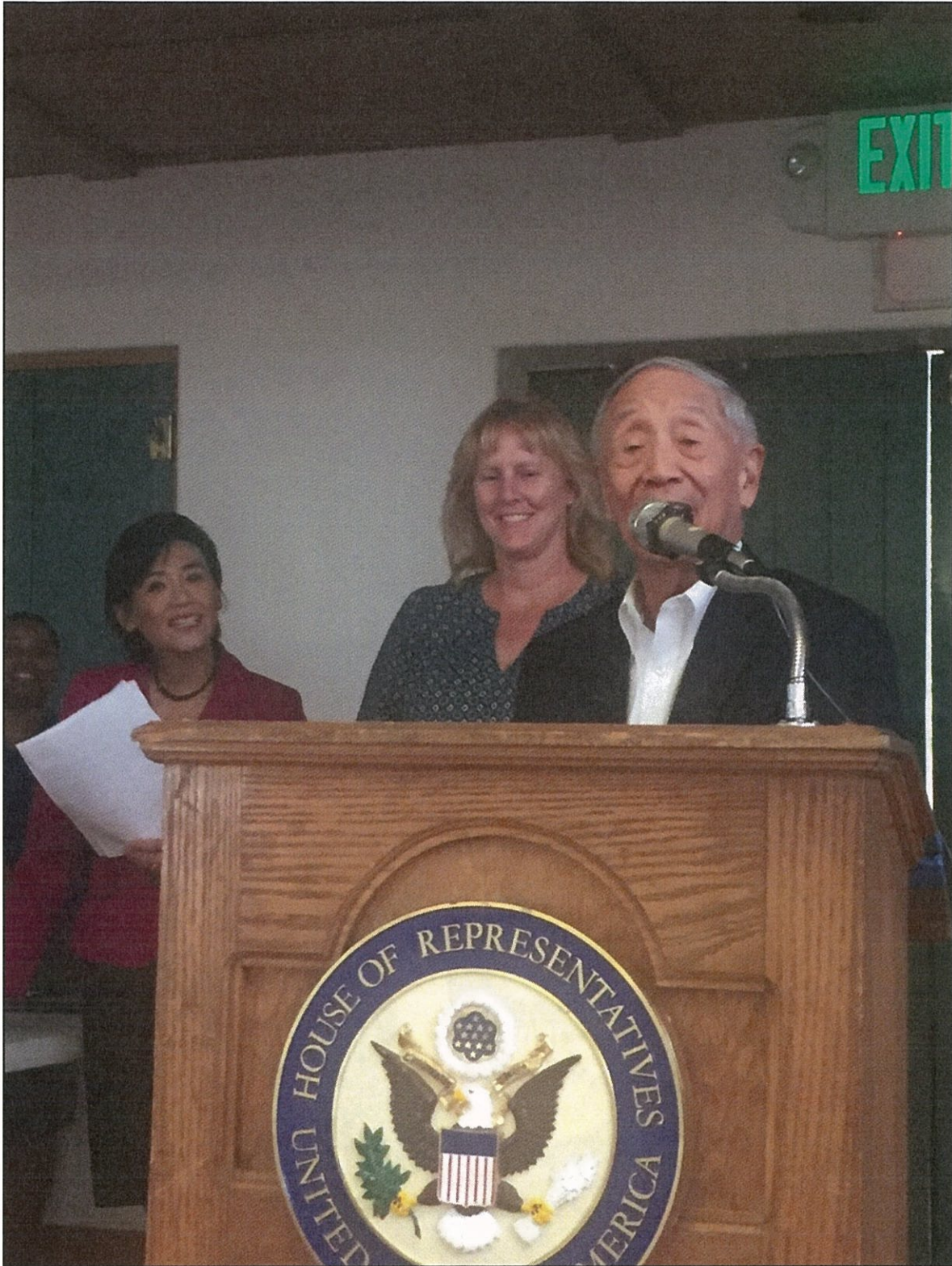
JOE
Additional Material
AGENDA ITEM # 7
11/1/17 City Council Mtg.

















SR-710 North: Measure R Project List

- Metro Board Decision
 - Adoption of the Transportation System Management/Transportation Demand Management Alternative
 - Approximately \$1 billion available in Measure R, State, and Federal Funding for transportation improvement projects
- Special City Council Meeting
Tuesday, November 21, 2017,
at 7:00 p.m. in the City Council Chamber

Come learn about the proposed project list and provide public input



CLOSURE NOTICE

All City Facilities will be closed on Friday, November 10, 2017 in observance of Veterans Day.

Offices will re-open on:
Monday, November 13, 2017,
at 7:30 a.m.

Preventative Maintenance Project

FY	Name	From	To	PCI	Maint. Type	Total \$
2016-17	BANK ST	MERIDIAN AVE	CDS	77	Type II Slurry	\$6,710
2016-17	BERKSHIRE AVE	S CITY LIMITS	VALLEY VIEW RD	50	Cape Seal	\$16,756
2016-17	BONITA DR	MERIDIAN AVE	ONEONTA DR	79	Type II Slurry	\$6,103
2016-17	CAMBRIDGE PL	S CITY LIMITS	VALLEY VIEW RD	68	Type II Slurry	\$5,373
2016-17	DIAMOND AVE	PINE ST	Oak St.	70	Type II Slurry	\$11,173
2016-17	EL TESORITO ST	LA FREMONTIA ST	CDS	55	Cape Seal	\$8,600
2016-17	FLORES DE ORO	VIA DEL REY	W CDS	63	Type II Slurry	\$3,490
2016-17	LA BELLORITA ST	CAMINO LINDO	CDS	53	Cape Seal	\$8,081
2016-17	LA FREMONTIA ST	EL TESORITO ST	CDS	60	Type II Slurry	\$6,820
2016-17	LAUREL ST	FREMONT AVE	FAIR OAKS AVE	59	Type II Slurry	\$10,255
2016-17	MAYCREST AVE	MOFFATT ST	DEAD END	58	Type II Slurry	\$4,572
2016-17	MERIDIAN AVE	ROLLIN ST	MONTEREY RD	78	Type II Slurry	\$12,034
2016-17	OAK ST	FREMONT AVE	FAIR OAKS AVE	64	Type II Slurry	\$6,972
2016-17	SPRUCE ST	DIAMOND AVE	FREMONT AVE	65	Type II Slurry	\$7,251
2016-17	SUMMIT DR	GILLETTE CRESCENT	ONEONTA DR	55	Cape Seal	\$11,690
						\$125,880

2017-18	AMHEARST DR	OAK ST	WAYNE AVE	60	Type II Slurry	\$25,455
2017-18	VIA DEL REY	MONTEREY RD	FLORES DE ORO	53	Type II Slurry	\$11,602
2017-18	LAUREL ST	MARENGO AVE	MILAN AVE	76	Type II Slurry	\$8,705
2017-18	SPRUCE ST	FREMONT AVE	FAIR OAKS AVE	71	Type II Slurry	\$7,944
2017-18	SPRUCE ST	FAIR OAKS AVE	MARENGO AVE	65	Type II Slurry	\$14,143
2017-18	SPRUCE ST	MARENGO AVE	MILAN AVE	70	Type II Slurry	\$8,254
						\$76,104

TOTAL COST \$201,984

NHiani PC
 AGENDA ITEM # PC
 11/1/17



CITY OF SOUTH PASADENA

INTER-OFFICE MEMORANDUM

Date: October 30, 2017

To: Honorable Mayor and City Council

Via: Elaine Aguilar, Interim City Manager *EA*

From: Paul Toor, Public Works Director *PT*

Re: November 1, 2017 City Council Meeting Additional Document for Item No. 14 - Award of Contract to Stantec Consulting Services, Inc. to Perform the Professional Engineering Services for the Wilson Well Head Treatment Project

The purpose of this memorandum is to provide the detailed fee information for the design engineering services to Stantec Consulting Services, Inc. (Montgomery Watson) for the Wilson Well Head Treatment Project (Project). This agreement is scheduled for the City Council's consideration at the regular meeting scheduled for November 1, 2017.

Section 4526 of the Government Code states that professional services contracts are to be bid based on qualifications rather than on price:

Notwithstanding any other provision of law, selection by a state or local agency head for professional services of private architectural, landscape architectural, engineering, environmental, land surveying, or construction project management firms shall be on the basis of demonstrated competence and on the professional qualifications necessary for the satisfactory performance of the services required.

To address the recently imposed 1,2,3-TCP State Water Resources Control Board treatment regulations, proposals were solicited from reputable engineering firms having experience in design of well head/water treatment systems. Proposals were received from the following three (3) engineering firms:

Firm	Proposed Fee
Stantec Consulting Services, Inc., Pasadena, CA	\$ 82,792
Avocet Environmental, Inc., Irvine, CA	\$ 127,800
Stetson Engineering, Inc., Covina, CA	\$ 259,300

Public Works staff reviewed all of the proposals and Stantec Consulting Services, Inc. was ranked as the best qualified firm to perform the services, based on a combination of experience, scope of services and Project understanding. The fee proposed for the scope of work for the Project is just and reasonable. Staff recommendation is to award the design engineering services contract to Stantec Consulting Services, Inc.

CC: Council; CM; CA; CCC; PW; Reference Binder; Original to 11/1/2017 Addl Docs

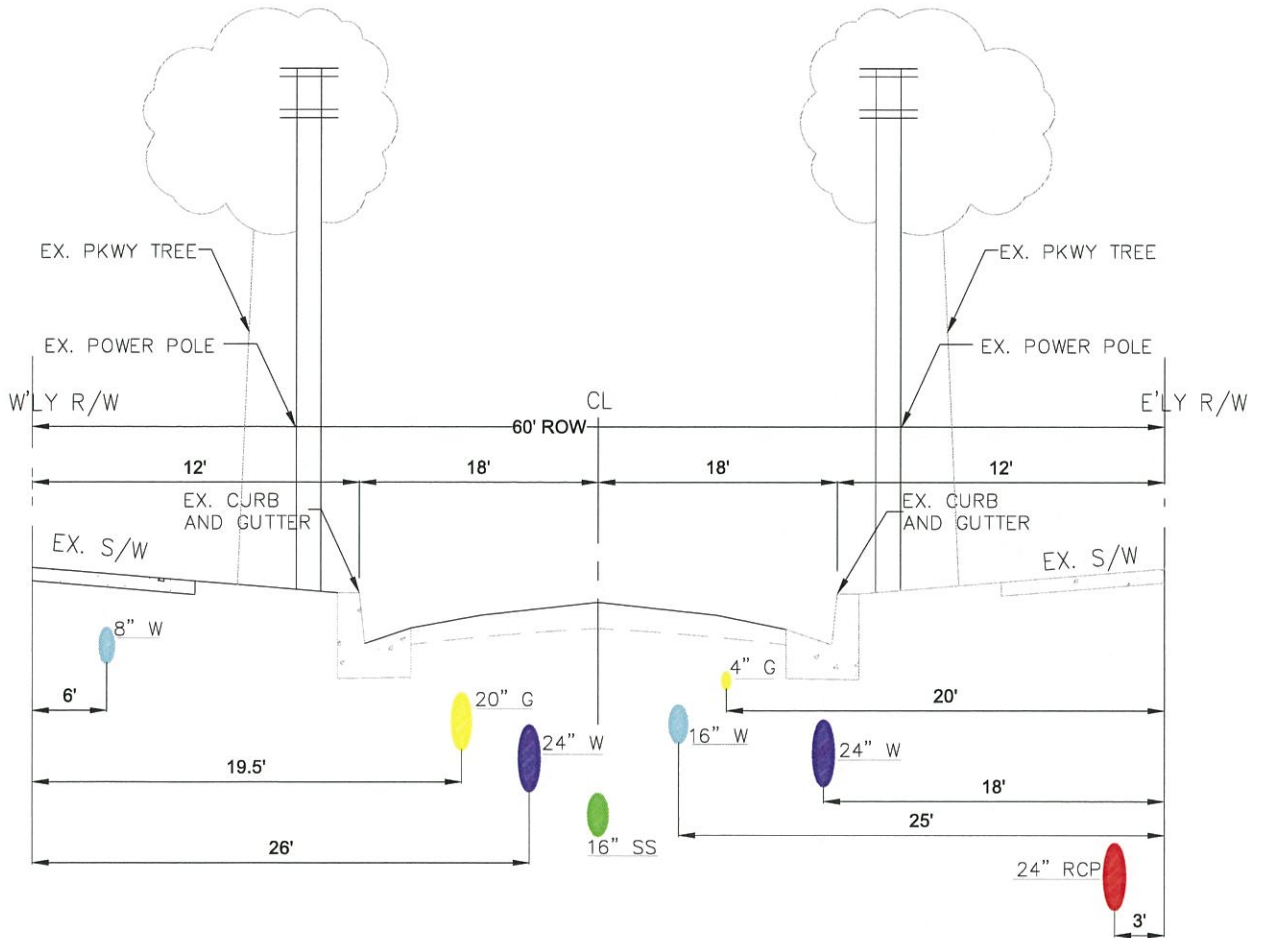
Additional Material
AGENDA ITEM # 14
11/1/17 City Council Mtg.



Garfield Avenue Street Improvement Project

Major Construction Items

❖	Asphalt Concrete Overlay, Level Course, Digouts (1,500 TON)	\$ 189,000
❖	Concrete Sidewalk (2,500 SF), Curb/Gutter (500 LF), Driveway (700 SF), Ramps (7 EA)	\$ 144,000
❖	Water Main 6", 8", 10" & 16" (310 LF)	\$ 47,000
❖	Water Service Lines 1", 1-1/2", 2", & 4" (25 EA)	\$ 122,000
❖	Water Valves Replacement 6", 8", 10", 12", 16", & 20" (14 EA), fittings (15 EA), fire hydrants (3 EA)	\$ 197,000
❖	Furnish and Install 10" & 20" Fusible C905 PVC Slip Lining (1,800 LF)	\$ 172,000



TYPICAL SECTION
 GARFIELD AVENUE
 NOT TO SCALE



CITY OF SOUTH PASADENA

INTER-OFFICE MEMORANDUM

Date: October 30, 2017

To: Honorable Mayor and City Council

Via: Elaine Aguilar, Interim City Manager *EA*

From: Paul Toor, Public Works Director *PT*

Re: November 1, 2017 City Council Meeting Additional Document for Item No. 17 – Award of Contract to RKA Consulting Group for Inspection and Construction Management Services for the El Centro Street, Grevelia Street, and Garfield Avenue Street Improvement Projects

The purpose of this memorandum is to provide detailed fee information regarding Inspection and Construction Management Services for the proposed Grevelia Street, Garfield Avenue and El Centro Street Improvement Projects. This item is scheduled for City Council consideration at the Regular Meeting on November 1, 2017 for award of Inspection and Construction Management Services to RKA Consulting Group.

A request for proposals (RFP) was advertised on the Integrated Marketing Systems Network, on the City of South Pasadena (City) website, and direct-mailed to several consulting firms experienced in conducting and performing Inspection and Construction Management Services. The following eight firms responded to the RFP on August 22, 2017 listed as follows:

RKA Consulting Group, Walnut, CA	\$160,150* (\$189,050 Original)
GK and Associates, Diamond Bar, CA	\$219,600
Annealta Group, Huntington Beach, CA	\$232,300
Onward Engineering, Anaheim, CA	\$250,000
KOA Corporation, Monterey Park, CA	\$69,700**
Valley Construction Management, San Diego, CA	\$285,010
Wallace and Associates Consulting, Corona, CA	\$333,240
Anderson and Penna Partners, Riverside, CA	\$451,463
<i>*Negotiated Not-to-Exceed Amount</i>	
<i>**Submitted El Centro Street Project Only</i>	

After ranking the proposals, staff determined RKA Consulting Group to be the most qualified consultant to undertake Inspection and Construction Management Services for the Grevelia Street, Garfield Avenue, and El Centro Street Improvements Projects.

CC: Council; cm; CA; CCC; PW; Reference Binder; Original to 11/1/2017 Addl Docs

Additional Material
AGENDA ITEM # 17
11 / 1 / 17 City Council Mtg.

Generally, an attempt is made by staff to distribute the work to two or more consultants. However, given the concurrent construction schedule for all of the street projects, staff was able to negotiate the services fee by packaging the professional services. Staff determined that it is in the best interest of the City to award the contract to one firm simply due to the total cost savings.

RKA Consulting Group has performed similar services throughout Southern California for this type of work, and they have accumulated a long list of satisfied clients as was made evident in verifying their list of references. RKA Consulting Group is familiar with the City's operations.

RKA Consulting Group will be compensated on a time and materials basis with a not-to-exceed amount of \$160,150. The hourly rates proposed by RKA Consulting Group for the Construction Manager and Inspector are comparable to the other consultants.



City of South Pasadena
Public Works

Memo

Date: November 1, 2017

To: The Honorable City Council

Via: Elaine Aguilar, Interim City Manager *EA*

From: Paul Toor, Public Works Director *PT*

Re: November 1, 2017 City Council Meeting, Item No. 18 Additional Document –
Award of Contract to Control Automation Design, Inc. for Water Division
SCADA System Maintenance Services

The purpose of this memorandum is to provide a revised agreement (page 2 of 19) to reflect the change in the “Commencement Date” to November 1, 2017 and “Termination Date” to October 31, 2018.

CC: Council; CM; CA; CCC; FW; Reference Binder; Original to 11/1/2017 Addl Docs

Additional Material
AGENDA ITEM # 18
11/1/17 City Council Mtg.

3.4. "Commencement Date": November 1, 2017


3.5. "Termination Date": October 31, 2018

4. TERM

The term of this Agreement shall be for a period of one year and commence at 12:00 a.m. on the Commencement Date and shall expire at 11:59 p.m. on the Termination Date unless extended by written agreement of the parties or terminated earlier under Section 15 ("Termination") below. The contract may be amended for two additional one-year periods under the same term and conditions at the sole discretion of the City Manager.


5. CONTRACTOR'S DUTIES

- 5.1. **Services.** Contractor shall perform the services identified in the Scope of Services. City shall have the right to request, in writing, changes in the Scope of Services. Any such changes mutually agreed upon by the parties, and any corresponding increase or decrease in compensation, shall be incorporated by written amendment to this Agreement.
- 5.2. **Coordination with City.** In performing services under this Agreement, Contractor shall coordinate all contact with City through its Agreement Administrator.
- 5.3. **Budgetary Notification.** Contractor shall notify the Agreement Administrator, in writing, when fees and expenses incurred under this Agreement have reached eighty percent (80%) of the Maximum Amount. Contractor shall concurrently inform the Agreement Administrator, in writing, of Contractor's estimate of total expenditures required to complete its current assignments before proceeding, when the remaining work on such assignments would exceed the Maximum Amount.
- 5.4. **Business License.** Contractor shall obtain and maintain in force a City business license for the duration of this Agreement.
- 5.5. **Professional Standards.** Contractor shall perform all work to the highest standards of Contractor's profession and in a manner reasonably satisfactory to City. Contractor shall keep itself fully informed of and in compliance with all local, state, and federal laws, rules, and regulations in any manner affecting the performance of this Agreement, including all Cal/OSHA requirements, the conflict of interest provisions of Government Code § 1090 and the Political Reform Act (Government Code § 81000 et seq.).
- 5.6. **Appropriate Personnel.** Contractor has, or will secure at its own expense, all personnel required to perform the services identified in the Scope of Services. All such services shall be performed by Contractor or under its supervision or by



WATER & SEWER RATE PUBLIC HEARING

City of South Pasadena
November 1, 2017



Water System Overview

- Water system consists of:
 - 4 wells in the Main San Gabriel Basin
 - 5 Reservoirs and 2 Elevated Tanks with a storage capacity of 13.2 million gallons
 - 70 miles of water pipe
 - 6,200 water meter connections serving over 25,000 residents

Water System Overview

- Over \$30M in Water Capital Improvement Projects completed in the last 5-years



Wilson Reservoir & Pump Station – Complete in 2015



Garfield Reservoir – Under Construction (expected completion November 2017)

Water Rate Study Objectives

- Meet revenue requirements to fund operations and capital projects
- Analyze cost of providing services
- Develop rates consistent with Proposition 218

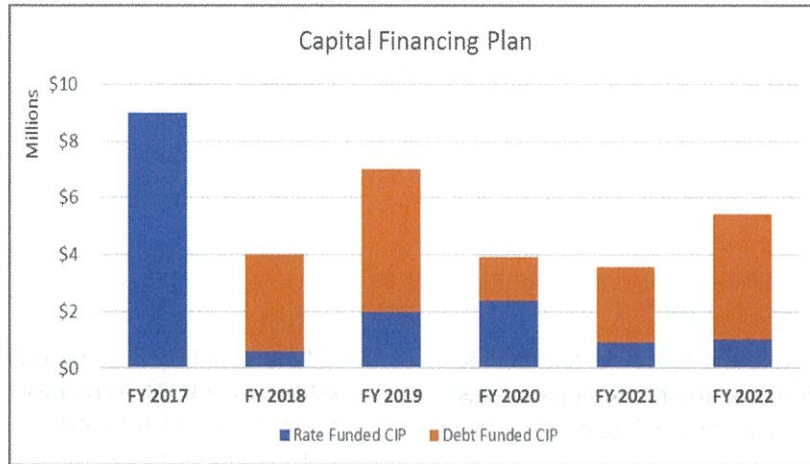
Water Rate Study Key Assumptions

- Growth rates: 0% account growth
- Usage increase: 3% increase in FY 2018
- Inflation rates:
 - General: 3%
 - Salary: 3%
 - Benefits: 5%
 - Utilities/water purchase: 5%
 - Capital: 3%
 - Miscellaneous revenues: 1%
- Continue the City's current rate subsidy for low-income residents
- Operating safe yield is 130,000 AFY
- Interest rates:
 - Reserve interest rate: 1% in FY 2018, increasing by 0.5% every year after until 2.5%
 - SRF Loans: 2.5% interest, 30 years, 0% issuance cost
- City accounts (including golf course) will need to pay for water to meet Proposition 218 requirements

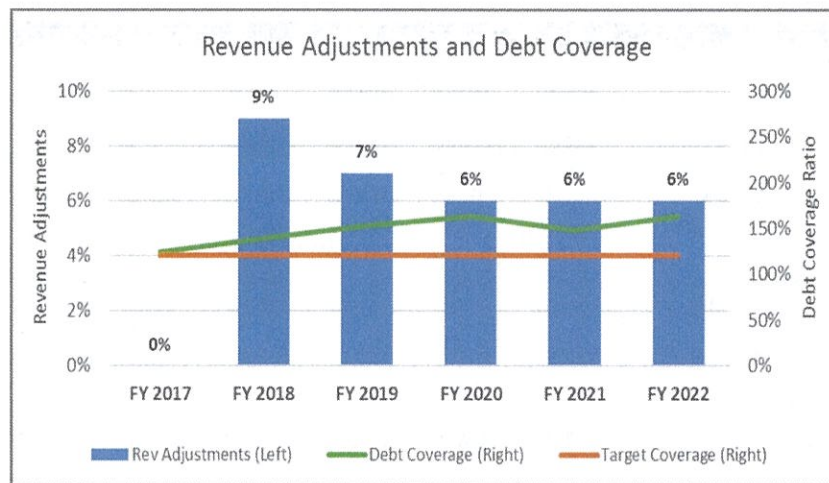
Water Capital Expenses

	FY 2017	FY 2018	FY 2019	FY 2020	FY 2021	FY 2022
Capital Projects						
Wilson Well 2	\$200,000	\$309,000	\$106,090	\$0	\$0	\$0
Transmission Line Repairs	\$0	\$0	\$0	\$0	\$0	\$0
Graves Reservoir	\$500,000	\$3,090,000	\$5,304,500	\$1,639,091	\$0	\$0
Garfield	\$8,000,000	\$0	\$0	\$0	\$0	\$0
Automated Reading	\$0	\$51,500	\$106,090	\$109,273	\$112,551	\$115,927
Raymond & Bilike Tank	\$0	\$51,500	\$371,315	\$382,454	\$0	\$0
SCADA Upgrade	\$0	\$0	\$79,568	\$81,955	\$0	\$0
Westside Reservoir	\$0	\$0	\$0	\$546,364	\$2,251,018	\$4,637,096
Water Master Plan	\$0	\$0	\$0	\$81,955	\$84,413	\$86,946
Wilson Well #4	\$0	\$0	\$0	\$0	\$0	\$0
Waterline Replacement	\$300,000	\$515,000	\$530,450	\$546,364	\$562,754	\$579,637
Treatment	\$0	\$0	\$0	\$0	\$0	\$0
Well Head Treatment	\$0	\$0	\$530,450	\$546,364	\$562,754	\$0
Total	\$9,000,000	\$4,017,000	\$7,028,463	\$3,933,817	\$3,573,490	\$5,419,606

Water Capital Financing Plan



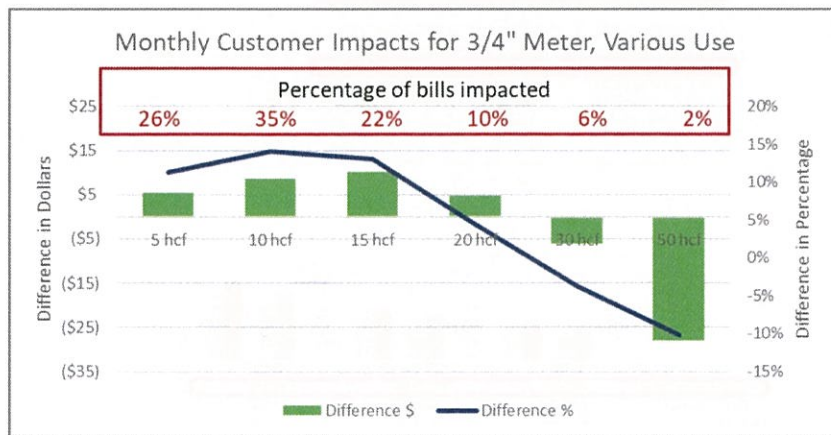
Water Revenue Adjustments



Proposed Water Rates

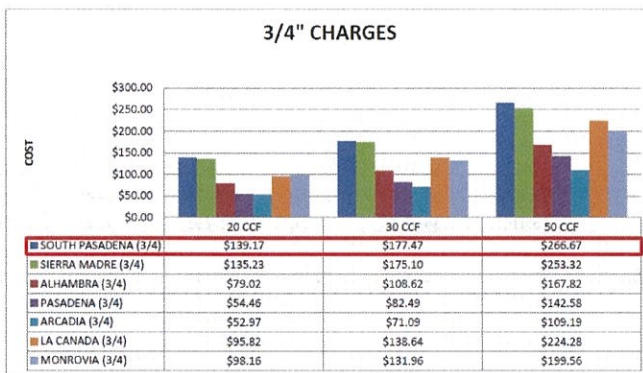
	Current	January 2018	January 2019	January 2020	January 2021	January 2022
Bi-Monthly Fixed Charge						
3/4"	\$72.93	\$73.97	\$79.15	\$83.90	\$88.94	\$94.28
1"	\$109.92	\$111.19	\$118.98	\$126.12	\$133.69	\$141.72
1 1/2"	\$202.39	\$204.26	\$218.56	\$231.68	\$245.59	\$260.33
2"	\$313.37	\$315.94	\$338.06	\$358.35	\$379.86	\$402.66
3"	\$572.29	\$576.52	\$616.88	\$653.90	\$693.14	\$734.73
4"	\$942.17	\$948.78	\$1,015.20	\$1,076.12	\$1,140.69	\$1,209.14
6"	\$1,866.88	\$1,879.43	\$2,011.00	\$2,131.66	\$2,259.56	\$2,395.14
8"	\$3,346.43	\$3,368.47	\$3,604.27	\$3,820.53	\$4,049.77	\$4,292.76
Volume Charge (per hcf)						
Tier 1	\$1.97	\$2.93	\$3.14	\$3.33	\$3.53	\$3.75
Tier 2	\$3.36	\$3.69	\$3.95	\$4.19	\$4.45	\$4.72
Tier 3	\$5.41	\$4.32	\$4.63	\$4.91	\$5.21	\$5.53
Efficiency Fee (per hcf)						
	\$0.14	\$0.14	\$0.14	\$0.14	\$0.14	\$0.14

Water Residential Customer Impacts



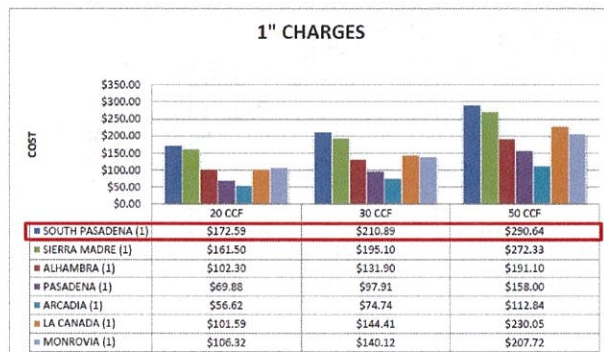
Water Rate Comparison

CITIES	3/4" METER		
	20 CCF	30 CCF	50 CCF
CITY OF LA CANADA	\$95.82	\$138.64	\$224.28
CITY OF SIERRA MADRE	\$135.23	\$175.10	\$253.32
CITY OF SOUTH PASADENA	\$139.17	\$177.47	\$266.67
CITY OF ALHAMBRA	\$79.02	\$108.62	\$167.82
CITY OF PASADENA	\$54.46	\$82.49	\$142.58
CITY OF ARCADIA	\$52.97	\$71.09	\$109.19
CITY OF MONROVIA	\$98.16	\$131.96	\$199.56



Water Rate Comparison

CITIES	1" METER		
	20 CCF	30 CCF	50 CCF
CITY OF LA CANADA	\$101.59	\$144.41	\$230.05
CITY OF SIERRA MADRE	\$161.50	\$195.10	\$272.33
CITY OF SOUTH PASADENA	\$172.59	\$210.89	\$290.64
CITY OF ALHAMBRA	\$102.30	\$131.90	\$191.10
CITY OF PASADENA	\$69.88	\$97.91	\$158.00
CITY OF ARCADIA	\$56.62	\$74.74	\$112.84
CITY OF MONROVIA	\$106.32	\$140.12	\$207.72



Key Factors Impacting Rate Structure

- Revenue Base: Larger the revenue base, lower the rates.
- Pumping Rights: Some agencies can subsidize water rates by leasing out surplus water rights.
- Infrastructure Condition & Replacement Schedule: Typical life of older water systems is 30 to 50 years. Older systems have higher maintenance costs.
- Debt Service: Water Utility has invested over \$40 million and slated for another \$25 million.
- Quality of Water Supply: Treatment costs depend of the quality of the water supply.

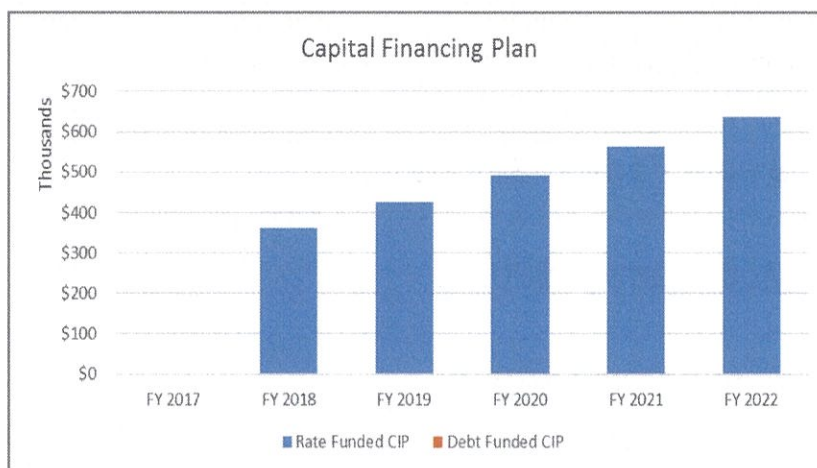
Current Sewer Rates

- Current Fixed Charge per Connection:
 - Single Family: \$29.85
 - Multi-Family: \$20.16
 - Commercial: \$29.85

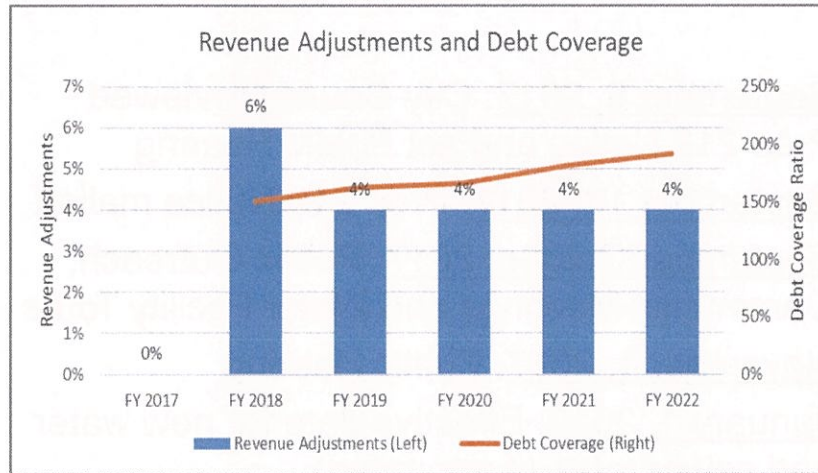
Sewer Rate Study Key Assumptions

- Growth rates: 0% account growth
- Usage increase: 0% usage increase
- Inflation rates:
 - General: 3%
 - Salary: 3%
 - Benefits: 5%
 - Utilities: 5%
 - Capital: 3%
 - Miscellaneous revenues: 1%
- Interest rates:
 - Reserve interest rate: 1% in FY 2018, increasing by 0.5% every year after until 2.5%

Sewer Capital Financing Plan



Sewer Revenue Adjustments



Proposed Sewer Rates

Wastewater Rates	Current	January 2018	January 2019	January 2020	January 2021	January 2022
Single Family Fixed Charge (per EDU per bi-month)	\$29.85	\$26.03	\$27.07	\$28.15	\$29.28	\$30.45
Multi-Family Fixed Charge (per EDU per bi-month)	\$20.16	\$20.45	\$21.27	\$22.12	\$23.00	\$23.92
Commercial Flow Charge (per hcf of water)	\$29.85	\$1.72	\$1.79	\$1.86	\$1.93	\$2.01
Elementary Schools (per ADA per month)		\$0.20	\$0.21	\$0.22	\$0.22	\$0.23
Middle Schools (per ADA per month)		\$0.39	\$0.41	\$0.42	\$0.44	\$0.46
High Schools (per ADA per month)		\$0.58	\$0.60	\$0.63	\$0.65	\$0.68
Nurseries (per hcf of water)		\$0.96	\$1.00	\$1.04	\$1.08	\$1.12

NOTE: The proposed rate structure for commercial customers is changing from a fixed charge to a flow-based charge. The minimum commercial customer charge is the multi-family fixed charge.

Water & Sewer Rates Schedule

- September 6, 2017: City Council reviewed Prop 218 Notice and set Public Hearing
- September 13, 2017: Prop 218 Notice mailed
- September/October 2017: Public Outreach, Community Meetings and Water Facility Tours
- November 1, 2017: Public Hearing
- January 1, 2018: Effective date for new water and sewer rates (if approved)

Water & Sewer Rate Public Hearing

- Public Hearing Notice was mailed to 11,055 property owners and utility customers
- City received **63** validated letters of protest from residents/rate payers (as of 11/01/2017 at 5:00 p.m.)
- As there is no majority protest, City Council may elect to proceed with the proposed rate increases

Questions



----- Forwarded Message -----

From: Ron Rosen <ronsopas@earthlink.net>

To: Michael Cacciotti [REDACTED]; richard schneider [REDACTED]; Marina Khubesrian [REDACTED]; Diana Mahmud [REDACTED]; Bob Joe [REDACTED]

Sent: Thursday, October 26, 2017, 3:10:49 PM PDT

Subject: Margrave Memorial

As this is on the November 1 Council agenda, I'm re-sending what I sent you last year.

Dear Council Members:

The Parks and Recreation Commission recently voted 4-1 to name a soccer field in the Arroyo after David Margrave. The Commission further voted 5-0 not to name any buildings or create any other memorial for Mr. Margrave. I was the lone dissenting vote on the soccer field because I don't believe that Mr. Margrave's conduct, particularly as it related to the city, merits any recognition by the city. True, Mr. Margrave did many things for the city, although in many cases there was some attached benefit for him. He also created many problems for the city and was involved in numerous conflicts of interest. I did some research on some of the things Mr. Margrave was involved in and wrote up the attached document. It is based on newspaper articles and information provided to me by people familiar with his dealings with the city. If you have any doubts, I would recommend that you discuss him with those on city staff with whom he had dealings. I note that David Watkins is mentioned in one of the articles I quoted. As a City Council that has identified itself with strong ethical values, I would think you would not want to honor someone with such questionable ethics. I hope this doesn't come up for further public discussion, because it will require that negative things be said.

Additional Material
AGENDA ITEM # 24
11/1/17 City Council Mtg.

CC: Council; CM; CA; CL; SP; Reference Binder; Original to 11/1/2017 Addl Docs

Margrave Memorial?

I think it's really unfortunate that I have to say what I'm about to say. But I've been put in this position as a result of this very unwise proposal. I believe those who proposed should have acted with a little more caution. I wonder if any effort was made over the past year, since this proposal was first made, to look into David Margrave's history with the city. Margrave did many good things for the city, but he did not think he needed to follow the rules, and he took up countless hours and months of the city's time because of his constant attempts to use the city to advance his own interests.

David Margrave served two terms on the City Council. 1982-1986 and 2003-2007. He was never chosen to serve as mayor. Throughout his time he was dogged by accusations of conflicts of interest. I googled "David Margrave Conflicts of Interest" and found a lot of information, but there's a lot more that I don't have. If this is to go any further, I think a lot more research needs to be done. I don't know if the review has archives going back to the early 1980s, but the Star News likely does.

According to the LA Times on June 9, 1985, "Councilman David Margrave's plumbing company will not be permitted to do business with the city as long as he serves on the City Council. The Council last week voted 4-0 to heed the advice of former City Attorney Ronald J. Einboden and cease doing business with the firm because Margrave's presence on the Council and his votes to approve payments to his own company might be in violation of a state conflict-of-interest law. Until March, Margrave's Morrow & Holman Plumbing, Inc., had done all the city's plumbing maintenance service, City Manager John Bernardi said." http://articles.latimes.com/1985-06-09/news/ga-10151_1_city-council It appears that Margrave's company did work for the city for at least a couple years after he was first elected to the Council. There was a lot more to this story that I can't present here, but the matter dragged on for months, distracting the Council from its other business. A former city leader told me, "David Margrave never was able to distinguish his own interests from those of the city." That's a serious flaw in a public servant.

In the early 2000s, South Pasadena had a City Manager named Sean Joyce, by all accounts a very good City Manager. I've been told that when the skate park was being built, Margrave was on the Parks and Recreation Commission. He wanted to add a shade shelter over some benches in the skate park, but there wasn't money in the budget for that. So he donated the materials and began constructing what he wanted built. He didn't get permits, and the project was neither engineered nor approved by the Design Review Board. On several occasions the City Manager ordered him to stop construction, which he ignored. Finally, Margrave got the required permits and completed the project. So yes, he did donate something to the City, but he wanted to do it his way without following the rules. I have been told that finally City Manager Sean Joyce resigned, and much of the reason was he didn't want to deal with Margrave any longer.

There is a city law that a Councilmember can't vote on any matter involving property that's within 500 feet of property that he owns. Margrave and his wife owned many properties throughout the city, so many in fact, that he was conflicted out of voting on many things. He never seemed to accept that. Finally, he and his wife divorced and they put all the properties in her name. But they continued to live together. As one article put it, "David Margrave considers them 'married in the church in front of my God.'" Unfortunately, there is something in the law that prevents a person from transferring assets into someone else's name to disguise a conflict of interest or to avoid bill

collectors or for any other reason. But that's what the Margraves apparently did, and it caused continual conflict on the City Council. I've heard that there also may have been a tax avoidance motivation behind this property transfer.

According to an article in the Star News on August 6, 2005 the Fair Political Practices Commission "reopened its investigation of Councilman Margrave after receiving complaints about alleged conflicts of interest." Mind you, this was 20 years after conflicts-of-interest complaints were made against him for doing business with the city the first time he was on the Council. The Margraves owned property near the future Gold Line Crossing at Monterey and Pasadena Avenue. They wanted to build a senior-living project there. When the Gold Line came in, Margrave campaigned heavily to make the trains not blow their horn or ring their bells loudly when coming through South Pasadena. That sounds altruistic enough, but the real motivation was his desire to build the senior-living project, and he couldn't do that if the location was going to be disturbed by noisy trains. Although in Margrave's obituary, which is in your packet, mentions Margrave's efforts to quiet the Gold Line trains, it doesn't mention his underlying motivation.

At this time, Margrave was serving as the Council's representative on the Gold Line Construction Authority Board. Complaints were made that he had a conflict of interest because of all the land he owned adjacent to the Gold Line route. His colleagues on the Council tried to remove him from the Gold Line Board. Like the issue of him doing plumbing for the city 20 years earlier, the Gold Line Board matter became a protracted dispute lasting 8 months taking up the time of the Council. On July 11, 2005, the following letter was printed in the San Gabriel Valley Tribune:

"Margrave Action Astounds. I have been reading with utter amazement the series of Tribune articles concerning the various conflicts of interest swirling around Councilman David Margrave and his failure to acknowledge that any such conflicts exist.

Shouldn't our public officials avoid even the appearance of a conflict? In Margrave's case, there is an actual conflict; he is using his position to the benefit of himself and his "ex-" wife.

He should step down from his position as a Gold Line Authority Board member. However, rather than do the right thing, Margrave is holding the board hostage until they favorably resolve his (former) wife's lawsuit. Additionally Margrave plans to vote on the senior housing project that his ex-wife is putting before the City Council.

Shame on him and our public officials for not taking appropriate action to end this madness."

From statedatabase.org

The point of including this letter is to give a flavor of the kinds of articles that were being written about Margrave and the public reaction at the time. On August 6, 2005, the Pasadena Star News reported,

"The Fair Political Practices Commission has reopened its investigation

of Councilman David Margrave after receiving a new complaint about Margrave's alleged conflicts of interest.

The Councilman, who sits as the city's representative on the Gold Line construction authority board, has been accused of using his position to further the economic interests of his proposed senior housing project, which is adjacent to the train tracks.

He said Friday that a new investigation would be 'a waste of taxpayers' money.'

Margrave has sought tirelessly to quiet the trains horns and bells to the point of defying his council colleagues. He remains on the Gold Line board against the council's wishes and has said he would step down only if the noise issue is resolved to his satisfaction. . . . "

<https://www.highbeam.com/doc/1P2-11015713.html>

On March 16, 2006, Star-News reporter Gene Maddaus wrote:

"Councilman David Margrave resigned from the Gold Line Construction Authority board on Wednesday night, ending an eight-month standoff with his own City Council. Margrave also apologized to city staff, admitting he had created a "hostile work environment" in the city planning department.

. . . Margrave's apology to staff was the result of a six-week investigation into his conduct, performed by an outside firm. The city allocated \$10,000 for the investigation last month.

Margrave has clashed recently with Planning Director David Watkins and Senior Planner Patrick Clarke over a 49-unit condominium project on the ostrich farm.

Watkins and Clarke have maintained that the project, which abuts land owned by Margrave and his wife, is not permitted in the area. It is zoned as a business park.

Margrave strongly disagrees, and harshly cross-examined Watkins on the issue at a council meeting two weeks ago.

At that meeting, Margrave failed to recuse himself from a discussion of a Moratorium on development in the ostrich farm.

Margrave and his wife have strongly lobbied the other council members in recent weeks, hoping that he would be appointed mayor Wednesday night. . . . "

Also see the several articles listed at: <https://www.highbeam.com/Search?searchTerm=margrave>

Margrave talked about paying people and receiving payment in gold coins. I believe this is a tax scam. Let's say you owe an employee \$1,000. You give a person that you owe money to two \$20 gold pieces, each with a market value of \$500. Instead of reporting \$1,000 as income, they report \$40. I believe the courts have struck this down as invalid. His obituary says he successfully challenged the government. I'd have to know more about that to believe it. No matter what, it's a way of avoiding the income taxes that you and I pay. Is that the kind of person you want to hold up as a role model?

Here's a situation that I know about personally. A few years ago a member of the Natural Resources and Environmental Commission, whose job it is to deal with permits for cutting down trees, contacted me. It seems that Margrave, who was a member of that commission at the time, had bought a property on Illinois Drive to build a house on. Without getting any permits, he cut down all the trees. I repeat: he was on the NREC at the time. I went up to the property and took photos and then I looked at Google maps, which showed what the property had looked like before the trees were cut down. I sent all this information to the City Council. Ultimately, Margrave was ordered to replant the trees, which he didn't do. Eventually, he paid a large fine. This caused several people and city staff hours of aggravation and wasted time. And I've heard of other instances of him not getting permits. The skate park, the trees, a basement he put in a building. Again and again Margrave acted as if the rules didn't apply to him.

The Youth House. I understand that Margrave made a significant contribution to the Youth House. Apparently he donated plumbing, heating, and air conditioning. The Rotary Club and its members also made significant contributions, however. There may be records available of who made what contributions. Overall, Rotarians probably were the largest collective donor. I have heard that there was a proposal to name the building Rotary Youth House, but apparently the Parks and Recreation recommended against that because it was felt there were too many contributors to give credit to one person or organization. If so, it would be inappropriate to disregard that now and name the Youth House after one person. The minutes of those meetings may be available. David Margrave is sufficiently recognized at the Youth House. There is a plaque at the Youth House that gives special thanks to three donors, Rotary of South Pasadena, Tom Lake, Builder (a Rotarian who managed the construction project), and David Margrave. If the city is considering naming the Youth House after him, even leaving aside his questionable character and behavior over decades, it wouldn't be fair to Rotary or to others who contributed to the house.

There is only one building in South Pasadena that I know of that's been named after a person. That's this City Council chamber. Clearly, someone has to be very special to have a building named after you in South Pasadena. David Margrave does not fit that description. Yes he did do some good things for the city, but he also skirted the rules whenever he could. He attempted to use the city for his personal benefit, and caused untold hours of aggravation and wasted time making his fellow Council members deal with his conflicts of interest and willfulness at every turn. He served two terms on the City Council, separated by about 20 years. He was defeated for reelection at least three times. He was never chosen by his peers to serve as mayor. There were reasons for that. When I think of the five members of the current City Council, there is absolutely

no one who is on the Council for their own personal economic benefit. I don't know why you'd want to name a building, or anything, after someone so opposite, who caused so much trouble for the city.

When this proposal first came before us a year ago, I thought maybe we could name a soccer field after him. But now that I've thought about it and reviewed some of his record, I don't think he deserves to have anything named after him. He's too controversial. There are too many people with concerns about his record. That alone is a reason this proposal should be rejected. Think of all the trouble he caused in the city over many years, think of how nearly everything he did had an angle that would benefit him personally, and ask yourselves, "Is this the person we want to put up as a role model for our children?" I don't think so. This proposal should be rejected.