MINUTES OF THE REGULAR MEETING OF THE
UPLAND CITY COUNCIL
FEBRUARY 11, 2019

OPENING The regular meeting of the Upland City Council was called to order by Mayor Debbie Stone at 7:00 p.m. in the Council Chamber of the Upland City Hall.

1. ROLL CALL

Present: Mayor Debbie Stone, Council Members Janice Elliott, Ricky Felix, Bill Velto, and Rudy Zuniga

Staff: City Manager Jeannette Vagnozzi, City Attorney James L. Markman, and City Clerk Keri Johnson

2. ADDITIONS/DELETIONS TO AGENDA None

3. ORAL COMMUNICATIONS None

4. CLOSED SESSION None

5. INVOCATION Reverend Jan Chase, Unity Church of Pomona

6. PLEDGE OF ALLEGIANCE Councilmember Velto

7. PRESENTATIONS

Police Chief Goodman presented Officer Nelson with his badge.

8. CITY ATTORNEY None

9. ORAL COMMUNICATIONS

Kati Parker, elected official for the Inland Empire Utilities Agency, spoke in support of the appointment of Sid Robinson and Linden Brouse to the San Antonio Water Company Board.

Martha Goss, Upland, provided information on her background and qualifications to serve on the San Antonio Water Company Board and requested the Council consider her for the appointment.

John Goss, Upland, stated the the San Antonio Water Company Board should have representation by San Antonio Heights residents and requested the Council consider Martha Goss for the appointment.

Barbara Papa, Upland, had questions regarding the role of water board members, and the background and qualifications of the individuals being appointed to the San Antonio Water Company Board and West End Consolidated Water Company Board.

Bob Cable, Upland, stated that the San Antonio Company Water Board should have more representation by San Antonio Heights residents and requested that the Council posptpone the decision regarding appointments.

Steve Bierbaum, Upland, had questions regarding the emergency water repairs and the appointment of the proxy for the water boards. He requested the Council consider appointing Martha Goss to the San Antonio Company Water Board.

Glenn Bozar, Upland, stated the the San Antonio Water Company Board should have representation by San Antonio Heights residents and requested the Council consider Martha Goss for the appointment. He also commented on the complexity and volume of information included in the Comprehensive Annual Financial Report.

10. COUNCIL COMMUNICATIONS

Councilmembers announced various activities throughout the community, including providing an update on the League of California Cities Conference they attended.

11. CONSENT CALENDAR

Councilmember Elliott removed Consent Calendar Items 11G and 11H for separate action. Motion by Councilmember Felix to approve the remainder of the Consent Calendar, seconded by Councilmember Elliott, and carried unanimously.

A. APPROVAL OF WARRANTS AND PAYROLL REGISTERS DECEMBER 2018

Approved the December Warrant Registers and Direct Disbursements (check numbers 23278-23633) totaling $5,521,896.07 and Payroll Registers totaling $1,352,139.42 (check Numbers 160325-160470 and EFTs 12067-12556).

B. APPROVAL OF MINUTES

Approved the Regular Meeting Minutes of January 28, 2019.

C. TREASURER'S REPORT NOVEMBER 2018 AND DECEMBER 2018

Received and filed the November 2018 and December 2018 Treasurer's Reports.

D. SAN ANTONIO WATER COMPANY STOCK ACQUISITION

Authorized the City Manager to acquire 1/4 share of San Antonio Water Stock from the James M. Casey, Trustee of the Serra Group Trust in the amount of $13,500.

E. EMERGENCY PURCHASE AND INSTALLATION OF EQUIPMENT AND PROFESSIONAL SERVICES FOR WATER SYSTEM IMPROVEMENTS

Received and filed the status update.

F. SEWER SERVICE AGREEMENT FOR 125 E 24TH STREET (SSA-2018-29-11)

Authorized the City Manager to execute the Sewer Service Agreement.

ITEMS REMOVED FOR SEPARATE ACTION

G. PROXY FOR SAN ANTONIO WATER COMPANY

Public Works Director Hoerning presented the staff report which is on file in the City Clerk's office.

There was discussion on the application process for board openings, the purpose of appointing a proxy, and the potential conflicts of interest if a Councilmember is appointed to the board.

Motion by Councilmember Elliott to continue the appointments to the February 25, 2019 City Council meeting.

Public Works Director Hoerning responded to Council's questions regarding the date of the San Antonio Water Company annual meeting and the deadline for the proposed slate of directors to be submitted to them.

Councilmember Elliott amended the motion to include approving the reappointment of Will Elliott to the slate of directors; and to continue the appointment of the proxy and remaining appointments to the slate of directors to the next City Council meeting, seconded by Councilmember Felix, and carried unanimously.

H. BOARD OF DIRECTORS FOR WEST END CONSOLIDATED WATER COMPANY

Council questioned the appointment process for the board of directors.

Motion by Councilmember Elliott to appoint Tom Thomas as proxy to vote all shares at the annual stockholder's meeting of the West End Consolidated Water Company for the slate of directors, to include the reappointment of Tom Thomas and Ken Willis, seconded by Councilmember Felix, and carried unanimously.

12. PUBLIC HEARINGS

A. 20-FOOT WIDE ALLEY VACATION AT 1148 SAN BERNARDINO ROAD

Public Works Director Hoerning presented the staff report which is on file in the City Clerk's office.

Bob Cable, Upland, stated concern that this project differed from the process used for another project in the City and questioned if the City was receiving any financial compensation.

Public Works Director Hoerning provided additonal information regarding the alley vacation process.

Motion by Councilmember Elliott to declare its intention to vacate approximately 813 linear feet of 20-foot wide alley located at 1148 San Bernardino Road, further described as south and east of Assessor's Parcel No. 1046-191-06 and continue the public hearing concerning the vacation to

February 25, 2019 at 7 p.m. in the Council Chamber, seconded by Councilmember Felix, and carried with Councilmember Zuniga opposed.

13. COUNCIL COMMITTEE REPORTS None

14. BUSINESS ITEMS

A. COMPREHENSIVE ANNUAL FINANCIAL REPORT (CAFR) AND RELATED REPORTS FOR THE FISCAL YEAR ENDED JUNE 30, 2018

Finance Officer Bock-Helms presented the staff report, which is on file in the City Clerk's Office. Finance Officer Bock-Helms then introduced Greg Fankhanel, of the auditing firm Van Lant and Fankhanel, who provided an overview of the audit process and findings.

There was discussion on the self-insurance fund, housing fund, fraud detection measures, audit standards, and the audit findings.

Motion by Councilmember Elliott to receive and file the CAFR, the Statement on Auditing Standards 114 and 115 letters and the Independent Accountants' Report of Agreed-Upon Procedures Applied to Appropriation Limit Worksheets for the Fiscal Year Ended June 30, 2018. It is also recommended that City Council retroactively approve the transfer of cash from the General Fund to the Self-Insurance Fund in the amount of $3,213,000 in order to eliminate a long term negative cash balance which couldn't be reported as such in the June 30, 2018 Comprehensive Annual Financial Report, seconded by Councilmember Velto, and carried unanimously.

15. ORAL COMMUNICATION (items not on the agenda)

James Breitling, Upland, made suggestions for improving the City's website to make information more accessible.

Bob Cable, Upland, stated that he felt he was lied to by the City.

Shannan Maust, Upland, suggested the Council have the City Council Advisory Committee review the Homeless Coordinator program and suggested the request for proposal be extended if they receive less than two applications during the process.

Elinor Barnes, Upland, stated concerns regarding the potential health hazards of 5G.

Carlos Garcia, Upland, spoke about leadership and reasons for the change of leadership in the City.

16. CITY MANAGER

City Manager Vagnozzi announced the dates of upcoming public education workshops and introduced the new Development Services Director, Bob Dalquest.

17. ADJOURNMENT

At 9:33 p.m. Mayor Stone adjourned adjourned in memory of Bill Alexander, former Mayor and City Councilmember for the City of Rancho Cucamonga. The next regularly scheduled City Council meeting is Monday, February 25, 2019.

SUBMITTED BY Keri Johnson, City Clerk

APPROVED February 25, 2019