CITY OF RIVIERA BEACH
PALM BEACH COUNTY, FLORIDA
UTILITY SPECIAL DISTRICT BOARD MEETING MINUTES
MUNICIPAL COMPLEX COUNCIL CHAMBERS
WEDNESDAY, MARCH 19, 2014, AT 5:00 P.M.

(The following may contain inaudible or misunderstood words due to the recording quality.)

I. CITY CLERK CALLS TO ORDER

CHAIR PRO TEM PARDO: All right. Welcome, everyone, to the Utility Special District Board Meeting. Madam Clerk, roll call, please.

II. ROLL CALL/INVOCATION

DEPUTY DISTRICT CLERK ANTHONY: Chairperson Cedrick Thomas? Chair Pro Tem Dawn Pardo?

CHAIR PRO TEM PARDO: Present.

DEPUTY DISTRICT CLERK ANTHONY: Board Member Bruce Guyton? Board Member Judy Davis?

BOARD MEMBER J. DAVIS: Here.

DEPUTY DISTRICT CLERK ANTHONY: Board member Terence Davis?

BOARD MEMBER T. DAVIS: Here.

DEPUTY DISTRICT CLERK ANTHONY: City Manager Ruth Jones?

CITY MANAGER JONES: Present.

DEPUTY DISTRICT CLERK ANTHONY: Executive Director Louis Aurigemma?

EXECUTIVE DIRECTOR AURIGEMMA: Here.

DEPUTY DISTRICT CLERK ANTHONY: Deputy District Clerk Claudene Anthony is present. Assistant District Attorney Valencia Stubbs?

ASSISTANT DISTRICT ATTORNEY STUBBS: Present.

DEPUTY DISTRICT CLERK ANTHONY: District Finance Director Randy Sherman?

DIRECTOR OF FINANCE SHERMAN: Present.

CHAIR PRO TEM PARDO: Okay. We have a quorum.

III. PLEDGE OF ALLEGIANCE

CHAIR PRO TEM PARDO: I would like to invite everyone to stand for a moment of silence followed by the Pledge led by City Manager Jones. (Everyone stood for a Moment of Silence followed by the Pledge of Allegiance led by City Manager Jones).

CITY MANAGER JONES: Shall we pledge?

IV. AGENDA APPROVAL

ADDITIONS, DELETIONS, SUBSTITUTIONS

CHAIR PRO TEM PARDO: Okay. Thank you. Miss Jones, do we have any additions or deletions to the agenda?

CITY MANAGER JONES: No, ma'am.

V. ADOPTION OF AGENDA

CHAIR PRO TEM PARDO: Okay. Do we have a motion to adopt the agenda?

BOARD MEMBER J. DAVIS: Move adoption.

BOARD MEMBER T. DAVIS: Second.

CHAIR PRO TEM PARDO: Properly moved and second. Madam Clerk?

DEPUTY DISTRICT CLERK ANTHONY: Board Member J. Davis?

BOARD MEMBER J. DAVIS: Yes.

DEPUTY DISTRICT CLERK ANTHONY: Board Member T. Davis?

BOARD MEMBER T. DAVIS: Yes.

DEPUTY DISTRICT CLERK ANTHONY: Chair Pro Tem Pardo?

CHAIR PRO TEM PARDO: Yes.

DEPUTY DISTRICT CLERK ANTHONY: Unanimous vote.

CHAIR PRO TEM PARDO: Thank you. If anyone would like to speak on any items, there are cards in the back. Please fill out a card and give it to staff. Okay. Do we have a motion to accept the Consent Agenda?

VI. CONSENT AGENDA

BOARD MEMBER T. DAVIS: I move.

BOARD MEMBER J. DAVIS: Second.

CHAIR PRO TEM PARDO: Properly moved and second. Madam Clerk?

DEPUTY DISTRICT CLERK ANTHONY: Board Member T. Davis?

BOARD MEMBER T. DAVIS: Yes.

DEPUTY DISTRICT CLERK ANTHONY: Board Member J. Davis?

BOARD MEMBER J. DAVIS: Yes.

DEPUTY DISTRICT CLERK ANTHONY: Pro Tem Pardo?

CHAIR PRO TEM PARDO: Yes.

DEPUTY DISTRICT CLERK ANTHONY: Unanimous vote.

CHAIR PRO TEM PARDO: Thank you. That's the end of Consent. We will go to the Regular Agenda, item 8.

ALL MATTERS LISTED UNDER THIS ITEM ARE CONSIDERED TO BE ROUTINE AND ACTION WILL BE TAKEN BY ONE MOTION. THERE WILL BE NO SEPARATE DISCUSSION OF THESE ITEMS UNLESS A COUNCILPERSON SO REQUESTS, IN WHICH EVENT, THE ITEM WILL BE REMOVED FROM THE GENERAL ORDER OF BUSINESS AND CONSIDERED IN ITS NORMAL SEQUENCE ON THE AGENDA.

1. **MINUTES OF THE OCTOBER 2, 2013 UTILITY SPECIAL DISTRICT MEETING**

2. **A RESOLUTION OF THE BOARD OF DIRECTORS OF THE CITY OF RIVIERA BEACH UTILITY SPECIAL DISTRICT, PALM BEACH COUNTY, FLORIDA, AUTHORIZING THE DISTRICT TO APPROVE AMENDMENT NUMBER TWO TO THE CONTRACT BETWEEN THE UTILITY SPECIAL DISTRICT AND CHEN MOORE AND ASSOCIATES, INC. TO PROVIDE CONTINUING PROFESSIONAL ENGINEERING SERVICES; AND AUTHORIZING THE UTILITY DISTRICT BOARD CHAIRPERSON AND DISTRICT CLERK TO EXECUTE AMENDMENT NUMBER TWO; AND PROVIDING FOR AN EFFECTIVE DATE.**

3. **MINUTES OF THE DECEMBER 4, 2013 UTILITY SPECIAL DISTRICT MEETING**

4. **MINUTES OF THE FEBRUARY 5, 2014 UTILITY SPECIAL DISTRICT MEETING**

5. **A RESOLUTION OF THE BOARD OF DIRECTORS OF THE CITY OF RIVIERA BEACH UTILITY SPECIAL DISTRICT, PALM BEACH COUNTY, FLORIDA, APPROVING WORK AUTHORIZATION NO. 6 FOR C SOLUTIONS INC. IN THE NOT-TO EXCEED AMOUNT OF $33,686 FOR ENGINEERING SERVICES TO PROVIDE PROFESSIONAL ENGINEERING SERVICES IN ASSOCIATION WITH THE DEVELOPMENT OF WATER TREATMENT PLANT ELECTRICAL DRAWINGS AND HYDRAULIC PROFILE; AND AUTHORIZING THE DISTRICT FINANCE DIRECTOR TO PAY THIS AMOUNT FROM ACCOUNT NO. 412-1437-533-0-6559; AND PROVIDING AN EFFECTIVE DATE.**

6. **A RESOLUTION OF THE BOARD OF DIRECTORS OF THE CITY OF RIVIERA BEACH UTILITY SPECIAL DISTRICT, PALM BEACH COUNTY, FLORIDA, APPROVING WORK AUTHORIZATION NO. 5 FOR C SOLUTIONS INC. IN THE NOT-TO EXCEED AMOUNT OF $39,438 TO PROVIDE PROFESSIONAL ENGINEERING SERVICES IN ASSOCIATION WITH THE WATER TREATMENT PLANT SITE SURVEY AND DRAWINGS; AND AUTHORIZING THE DISTRICT FINANCE DIRECTOR TO PAY THIS AMOUNT FROM ACCOUNT NO. 412-1437-533-0-6559; AND PROVIDING AN EFFECTIVE DATE.**

7. **A RESOLUTION OF THE BOARD OF DIRECTORS OF THE CITY OF RIVIERA BEACH UTILITY SPECIAL DISTRICT, PALM BEACH COUNTY, FLORIDA, APPROVING A WORK AUTHORIZATION FOR CHEN MOORE AND ASSOCIATES, INC. IN THE NOT-TO EXCEED AMOUNT OF $80,944 TO PROVIDE PROFESSIONAL ENGINEERING SERVICES IN ASSOCIATION WITH THE MARTIN LUTHER KING JR. BOULEVARD (MLK) PHASE C UTILITY RELOCATION PROJECT CITY RIGHT OF WAY; AND AUTHORIZING THE DISTRICT FINANCE DIRECTOR TO PAY THIS AMOUNT FROM ACCOUNT NO. 412-1438-535-0-4606; AND PROVIDING AN EFFECTIVE DATE.**

END OF CONSENT AGENDA

COMMENTS FROM THE PUBLIC- 5:15 PM*1-Non Agenda or Consent Item Speakers (Three Minute Limitation) Please be reminded that the Utility District Board has adopted a set of Rules of Decorum Governing Public Conduct During Official Meetings, which has been posted at the entrance of the Council Chambers. In an effort to preserve order, if any of the rules are not adhered to, the District Board Chairperson may have any disruptive speaker removed from the podium from the meeting and/or the building, if necessary. Please govern yourselves accordingly.

[1]Public Comments will begin at 5:15 PM or if an item is already in progress, Public Comments will begin immediately after the item has concluded.

NONE

REGULAR AGENDA

8. **A RESOLUTION OF THE BOARD OF DIRECTORS OF THE CITY OF RIVIERA BEACH UTILITY SPECIAL DISTRICT, PALM BEACH COUNTY, FLORIDA, APPROVING THE CONTRACT WITH AUSTIN TUPLER TRUCKING, INC. OF WEST PALM BEACH, FL FOR LIME SLUDGE HAULING SERVICES AT THE UTILITY DISTRICT'S WATER TREATMENT PLANT; AUTHORIZING THE CHAIRPERSON AND DISTRICT CLERK TO EXECUTE SAID CONTRACT; AUTHORIZING THE DISTRICT FINANCE DIRECTOR TO MAKE PAYMENT FROM 411-1437-533-0-5208 ACCOUNT LINE ITEM OPERATING-LIME SLUDGE REMOVAL IN AN AMOUNT NOT-TO-EXCEED $178,750; AND PROVIDING AN EFFECTIVE DATE.**

BOARD MEMBER J. DAVIS: So moved.

BOARD MEMBER T. DAVIS: Second.

CHAIR PRO TEM PARDO: Properly moved and second. All right. Mr. Aurigemma, you want to give us a short update?

EXECUTIVE DIRECTOR AURIGEMMA: Yes. Good evening, Miss Pardo. Yes. This is a lime sludge hauling contract. It has been put out to bid and Austin Tupler Trucking was low bid on -- on this particular project. Lime sludge is the byproduct of the lime softening water treatment system and we have a mountain of it out in the back. And --

BOARD MEMBER J. DAVIS: I saw.

EXECUTIVE DIRECTOR AURIGEMMA: And in the past, contractors have come and taken it away for road building, land development and everything, but that has stopped. So we're at a point where we really need to start paying to move it away. And the -- the approximate cost is about $275 per truckload. That's the way this particular bid breaks down. So every truckload -- they load it up and they take it away and they find the place for it. So if you have any question, I'd be more than happy to try to answer them.

CHAIR PRO TEM PARDO: All right. Any questions?

BOARD MEMBER J. DAVIS: Madam Chair?

CHAIR PRO TEM PARDO: Yes.

BOARD MEMBER J. DAVIS: Is -- okay. Lime sludge. Is this the kind of stuff that can also be used on lawns and stuff like that?

EXECUTIVE DIRECTOR AURIGEMMA: It could -- it could be used agriculturally and in lawns and, again, there's a process to bag it and --

BOARD MEMBER J. DAVIS: Uh-huh.

EXECUTIVE DIRECTOR AURIGEMMA: -- and sell it commercially. It's not exactly this but it's the same -- that -- it's within that product.

BOARD MEMBER J. DAVIS: Okay. So it's not something that the public can generally just use on their lawns?

EXECUTIVE DIRECTOR AURIGEMMA: Not typically. I -- I -- I mean, we're not getting rid of it by the five-gallon bucket so --

BOARD MEMBER J. DAVIS: I know. I know that. But I'm just saying -- what my question was, I mean, if it could be, you know, since we're not selling it, we're just getting rid of it -- you know what I'm saying? -- if it was something that could be used by the public, could they --

EXECUTIVE DIRECTOR AURIGEMMA: It -- it's just that we're -- we're not set up to --

BOARD MEMBER J. DAVIS: Oh, okay.

EXECUTIVE DIRECTOR AURIGEMMA: -- distribute or sell because of -- because of the amount that's out there.
BOARD MEMBER J. DAVIS: Uh-huh.

EXECUTIVE DIRECTOR AURIGEMMA: It -- it's really difficult to do that. I -- I mean, I'd love to give it away. Believe me.

BOARD MEMBER J. DAVIS: Uh-huh. So I'm gonna drill down a little bit.

EXECUTIVE DIRECTOR AURIGEMMA: Yes, ma'am.

BOARD MEMBER J. DAVIS: Okay. You have a mountain of sludge back -- lime sludge.

EXECUTIVE DIRECTOR AURIGEMMA: Yes, ma'am.

BOARD MEMBER J. DAVIS: Okay. If the general public had a pickup truck and wanted to just come back there and, you know, use a shovel and fill their truck up, can that be done?

EXECUTIVE DIRECTOR AURIGEMMA: I -- I mean, I wouldn't have any problem with that. We do own the lime sludge.

BOARD MEMBER J. DAVIS: Uh-huh.

EXECUTIVE DIRECTOR AURIGEMMA: That's not a problem. But, again, if that were the case, they'd have to come to the Administration Building, sign in and we'd give it to

them. I mean, I -- it's -- it's -- it's not a bad thing but I don't think we're going to have people lined up out the door.

BOARD MEMBER J. DAVIS: All right. It was just a -- just a thought.

EXECUTIVE DIRECTOR AURIGEMMA: But -- but -- but if you needed it, yeah, we -- we would be able to distribute it that way.

BOARD MEMBER J. DAVIS: Okay. All right. Thank you very much.

EXECUTIVE DIRECTOR AURIGEMMA: You're welcome.

BOARD MEMBER J. DAVIS: That's all, Madam.

CHAIR PRO TEM PARDO: Please let the record reflect that Commissioner Guyton is now on the dais. Anything else? Mr. Davis?

BOARD MEMBER T. DAVIS: Yes, Madam Chair.

CHAIR PRO TEM PARDO: Any comments?

BOARD MEMBER T. DAVIS: Mr. Aurigemma, so you -- you were stating before that at one time we had a -- a nice amount of people coming in and picking this stuff up and taking it out. But you say it just stopped. Was it a gradual stop or just stopped overnight? Did someone stop them from coming, the --

EXECUTIVE DIRECTOR AURIGEMMA: No. The -- there -- there were some contractors out there that would need, you know, a few loads of lime sludge, maybe 10, 15 loads of lime sludge. And they'd come get it and take it to wherever their facility was or for whatever use they needed. Sometimes to amend either agriculturally or to make their fill go a little longer.

BOARD MEMBER T. DAVIS: Uh-huh.

EXECUTIVE DIRECTOR AURIGEMMA: Almost like, as I told other people -- like a Hamburger Helper when it comes to fill. And so that was sporadic. They would come and then it just -- they just haven't come anymore. And obviously, as you can see in the back, the -- the pile of lime sludge is just growing and growing. And it's -- unfortunately, we're going to have to pay to get rid of it.

BOARD MEMBER T. DAVIS: That will be all.

CHAIR PRO TEM PARDO: Okay. Mr. Guyton, anything?

BOARD MEMBER GUYTON:: No. No, Madam Chair.

CHAIR PRO TEM PARDO: Okay. Okay. Madam Clerk?

DEPUTY DISTRICT CLERK ANTHONY: Board Member J. Davis?

BOARD MEMBER J. DAVIS: Yes.

DEPUTY DISTRICT CLERK ANTHONY: Board Member T. Davis?

BOARD MEMBER T. DAVIS: Yes.

DEPUTY DISTRICT CLERK ANTHONY: BOARD MEMBER GUYTON:?

BOARD MEMBER GUYTON:: Yes.

DEPUTY DISTRICT CLERK ANTHONY: Pro Tem Pardo?

CHAIR PRO TEM PARDO: Yes.

DEPUTY DISTRICT CLERK ANTHONY: Unanimous vote.

CHAIR PRO TEM PARDO: Thank you. Item 9.

9. A RESOLUTION OF THE BOARD OF DIRECTORS OF THE CITY OF RIVIERA BEACH UTILITY SPECIAL DISTRICT (THE "DISTRICT"), PALM BEACH COUNTY, FLORIDA, AUTHORIZING AND DIRECTING THE DISTRICT'S FINANCE DIRECTOR TO PROCEED WITH THE REFUNDING OF THE DISTRICT'S WATER AND SEWER REVENUE BONDS, SERIES 2004, IN ACCORDANCE WITH THE CITY OF RIVIERA BEACH DEBT MANAGEMENT POLICY; AUTHORIZING THE OFFICIALS OF THE DISTRICT TO DO ALL THINGS NECESSARY OR ADVISABLE IN CONNECTION THEREWITH; AND PROVIDING AN EFFECTIVE DATE.

BOARD MEMBER J. DAVIS: So moved.

BOARD MEMBER GUYTON:: Second.

CHAIR PRO TEM PARDO: Properly moved and second. All right. Mr. Sherman?

DIRECTOR OF FINANCE SHERMAN: Good evening, Randy Sherman, Director of Finance. Back in 2004 the Utility District issued debt in the amount of $31,495,000 to acquire the assets of the Utility from the City. Currently the -- the Utility District still has outstanding debt of $25,655,000. In the provisions of the bond documents when we issued that debt, we have the ability at 10 years to refinance those bonds. Okay? So we have done some analysis on what it would possibly save the City if we actually took that $25 million, reissued new debt, paid off the old debt and then paid off under today's current interest rates.

As of today, the current market conditions, we could save approximately $2 million. Now, that's over 20 years, 'cause we still have 20 years of payments on those bonds. So it's roughly about $100,000 a year. So what this resolution is doing is it's just authorizing us to go out and start the process, start working towards the refunding. We would bring back the bond resolutions. We'd bring back all the facts as, you know -- as we -- as we go along through the process. This is just starting the process and going out and, you know, trying to get a refunding put in place.

CHAIR PRO TEM PARDO: Any questions? All right. I have a question.

DIRECTOR OF FINANCE SHERMAN: Yeah.

CHAIR PRO TEM PARDO: Where -- where's the $5.83 million that's left from the -- from the original bond offering? Is that still just sitting over at the Utility District?

DIRECTOR OF FINANCE SHERMAN: From the proceeds?

CHAIR PRO TEM PARDO: Uh-huh.

DIRECTOR OF FINANCE SHERMAN: No. The proceeds are actually held in the trust fund.

CHAIR PRO TEM PARDO: Uh-huh.

DIRECTOR OF FINANCE SHERMAN: And that's part of the money that gets appropriated as part -- as your five-year CIP plan.

CHAIR PRO TEM PARDO: Uh-huh.

DIRECTOR OF FINANCE SHERMAN: So if -- if you go back into the plan, you're looking for Fund 310. That's that -- that project or those funds.

CHAIR PRO TEM PARDO: Those funds?

DIRECTOR OF FINANCE SHERMAN: Yeah.

CHAIR PRO TEM PARDO: Okay. All right. Anything from Council?

BOARD MEMBER GUYTON:: Madam Chair?

CHAIR PRO TEM PARDO: Mr. Guyton?

BOARD MEMBER GUYTON:: Yes. In our discussions yesterday I made a point that I -- I would like to see at least some of this trickle back down to our residents.

DIRECTOR OF FINANCE SHERMAN: Yeah.

BOARD MEMBER GUYTON:: And at the appropriate time I'd like for you all to bring something back to Council so that we can review.

DIRECTOR OF FINANCE SHERMAN: Yeah.

BOARD MEMBER GUYTON:: Okay?

DIRECTOR OF FINANCE SHERMAN: Yeah.

CHAIR PRO TEM PARDO: Anything else? Okay. Madam Clerk?

DEPUTY DISTRICT CLERK ANTHONY: BOARD MEMBER GUYTON:?

BOARD MEMBER GUYTON:: Yes.

DEPUTY DISTRICT CLERK ANTHONY: Board Member J. Davis?

BOARD MEMBER J. DAVIS: Yes.

DEPUTY DISTRICT CLERK ANTHONY: Board Member T. Davis?

BOARD MEMBER T. DAVIS: Yes.

DEPUTY DISTRICT CLERK ANTHONY: Pro Tem Pardo?

CHAIR PRO TEM PARDO: Yes.

DEPUTY DISTRICT CLERK ANTHONY: Unanimous vote.

CHAIR PRO TEM PARDO: Thank you. That's the end --

DIRECTOR OF FINANCE SHERMAN: Thank -- thank you.

CHAIR PRO TEM PARDO: -- of the Regular Agenda. Discussion by the Executive Director?

END OF REGULAR AGENDA

DISCUSSION BY THE EXECUTIVE DIRECTOR OF UTILITIES

CHAIR PRO TEM PARDO: Mr. Aurigemma?

EXECUTIVE DIRECTOR AURIGEMMA: Yes. Yes, Miss Pardo. I have one item this evening. I would like to introduce a new employee. His name is Douglas Ellington. He's in our audience. He will start work on Monday as the new Electrical Instrumentation Technician. He is replacing one of our DROP participants who's leaving in November. He has a vast amount of industrial -- electrical, industrial

experience. He actually previously worked at the ECR, which is a 70 million gallon-per-day plant. So we're looking forward to him coming aboard and doing some great work at the Utility District. So just wanted to let you know he's here and --

BOARD MEMBER J. DAVIS: Have him come up so everybody can see him.

EXECUTIVE DIRECTOR AURIGEMMA: -- just so -- so you get a -- a look.

CHAIR PRO TEM PARDO: Okay. Can he come up so the --

EXECUTIVE DIRECTOR AURIGEMMA: Oh.

CHAIR PRO TEM PARDO: -- the residents at home --

EXECUTIVE DIRECTOR AURIGEMMA: Oh.

CHAIR PRO TEM PARDO: -- can see you?

EXECUTIVE DIRECTOR AURIGEMMA: We'll put you on TV.

CHAIR PRO TEM PARDO: We're putting you on television.

CITY MANAGER JONES: Yeah. Just right there and just turn around and the camera up there.

CHAIR PRO TEM PARDO: Okay. Just turn around. Nice big smile.

BOARD MEMBER J. DAVIS: You're on "Candid Camera."

CHAIR PRO TEM PARDO: All right. Thank you. Welcome aboard.

BOARD MEMBER J. DAVIS: Thank you. Welcome.

BOARD MEMBER GUYTON: Welcome.

BOARD MEMBER T. DAVIS: Welcome.

EXECUTIVE DIRECTOR AURIGEMMA: Thank you, Douglas. That is all, Miss Pardo.

CHAIR PRO TEM PARDO: Okay. Thank you, Mr. Aurigemma.

LEGAL DISCUSSION/REQUEST

CHAIR PRO TEM PARDO: Legal?

ASSISTANT DISTRICT ATTORNEY STUBBS: Nothing.

CHAIR PRO TEM PARDO: Thank you. Anything by the board?

DISCUSSION AND RECOMMENDATIONS BY DISTRICT BOARD

BOARD MEMBER J. DAVIS: No.

CHAIR PRO TEM PARDO: Commissioners, anything?

BOARD MEMBER T. DAVIS: Nothing.

BOARD MEMBER J. DAVIS: No.

CHAIR PRO TEM PARDO: Okay.

ADJOURNMENT

CHAIR PRO TEM PARDO: Do we have a motion to adjourn?

BOARD MEMBER J. DAVIS: So moved.

BOARD MEMBER GUYTON: So moved.

BOARD MEMBER T. DAVIS: Second.

CHAIR PRO TEM PARDO: All right. Thank you.

(CONCLUSION OF MEETING)

APPROVED:

JUDY L. DAVIS
CHAIRPERSON

ATTEST:

CARRIE E. WARD
MASTER MUNICIPAL CLERK
CITY CLERK

DAWN S. PARDO
VICE CHAIRPERSON

BRUCE A. GUYTON
BOARD MEMBER

ABSENT
CEDRICK A. THOMAS
BOARD MEMBER

TERENCE D. DAVIS
BOARD MEMBER

MOTIONED BY: T. DAVIS
SECONDED BY: D. PARDO

B. GUYTON	TARDY
J. DAVIS	AYE
C. THOMAS	ABSENT
D. PARDO	AYE
T. DAVIS	AYE

DATE APPROVED: 06/18/14