

**CITY OF SANTA BARBARA
CITY COUNCIL**

Helene Schneider
Mayor
Frank Hotchkiss
Mayor Pro Tempore
Grant House
Ordinance Committee Chair
Dale Francisco
Finance Committee Chair
Cathy Murillo
Randy Rowse
Bendy White



James L. Armstrong
City Administrator

Stephen P. Wiley
City Attorney

City Hall
735 Anacapa Street
<http://www.SantaBarbaraCA.gov>

**MARCH 27, 2012
AGENDA**

ORDER OF BUSINESS: Regular meetings of the Finance Committee and the Ordinance Committee begin at 12:30 p.m. The regular City Council meeting begins at 2:00 p.m. in the Council Chamber at City Hall.

REPORTS: Copies of the reports relating to agenda items are available for review in the City Clerk's Office, at the Central Library, and <http://www.SantaBarbaraCA.gov>. In accordance with state law requirements, this agenda generally contains only a brief general description of each item of business to be transacted or discussed at the meeting. Should you wish more detailed information regarding any particular agenda item, you are encouraged to obtain a copy of the Council Agenda Report (a "CAR") for that item from either the Clerk's Office, the Reference Desk at the City's Main Library, or online at the City's website (<http://www.SantaBarbaraCA.gov>). Materials related to an item on this agenda submitted to the City Council after distribution of the agenda packet are available for public inspection in the City Clerk's Office located at City Hall, 735 Anacapa Street, Santa Barbara, CA 93101, during normal business hours.

PUBLIC COMMENT: At the beginning of the 2:00 p.m. session of each regular City Council meeting, and at the beginning of each special City Council meeting, any member of the public may address the City Council concerning any item not on the Council's agenda. Any person wishing to make such address should first complete and deliver a "Request to Speak" form prior to the time that public comment is taken up by the City Council. Should City Council business continue into the evening session of a regular City Council meeting at 6:00 p.m., the City Council will allow any member of the public who did not address them during the 2:00 p.m. session to do so. The total amount of time for public comments will be 15 minutes, and no individual speaker may speak for more than 1 minute. The City Council, upon majority vote, may decline to hear a speaker on the grounds that the subject matter is beyond their jurisdiction.

REQUEST TO SPEAK: A member of the public may address the Finance or Ordinance Committee or City Council regarding any scheduled agenda item. Any person wishing to make such address should first complete and deliver a "Request to Speak" form prior to the time that the item is taken up by the Finance or Ordinance Committee or City Council.

CONSENT CALENDAR: The Consent Calendar is comprised of items that will not usually require discussion by the City Council. A Consent Calendar item is open for discussion by the City Council upon request of a Councilmember, City staff, or member of the public. Items on the Consent Calendar may be approved by a single motion. Should you wish to comment on an item listed on the Consent Agenda, after turning in your "Request to Speak" form, you should come forward to speak at the time the Council considers the Consent Calendar.

AMERICANS WITH DISABILITIES ACT: In compliance with the Americans with Disabilities Act, if you need special assistance to gain access to, comment at, or participate in this meeting, please contact the City Administrator's Office at 564-5305 or inquire at the City Clerk's Office on the day of the meeting. If possible, notification at least 48 hours prior to the meeting will enable the City to make reasonable arrangements in most cases.

TELEVISION COVERAGE: Each regular City Council meeting is broadcast live in English and Spanish on City TV Channel 18 and rebroadcast in English on Wednesdays and Thursdays at 7:00 p.m. and Saturdays at 9:00 a.m., and in Spanish on Sundays at 4:00 p.m. Each televised Council meeting is closed captioned for the hearing impaired. Check the City TV program guide at www.citytv18.com for rebroadcasts of Finance and Ordinance Committee meetings, and for any changes to the replay schedule.

ORDER OF BUSINESS

- 12:30 p.m. - Finance Committee Meeting, David Gebhard Public Meeting Room, 630 Garden Street
- 2:00 p.m. - City Council Meeting Begins
- 2:00 p.m. - Successor Agency Meeting
- 5:00 p.m. - Recess
- 6:00 p.m. - City Council Meeting Reconvenes

FINANCE COMMITTEE MEETING - 12:30 P.M. IN THE DAVID GEBHARD PUBLIC MEETING ROOM, 630 GARDEN STREET (120.03)

Subject: City Reserve Policies (120.03)

Recommendation: That the Finance Committee hear a report from staff on possible changes to existing policies governing reserve amounts as contained in City Council adopted Resolution No. 95-157.

**REGULAR CITY COUNCIL MEETING – 2:00 P.M.
REGULAR SUCCESSOR AGENCY MEETING – 2:00 P.M.**

AFTERNOON SESSION

CALL TO ORDER

PLEDGE OF ALLEGIANCE

ROLL CALL

CHANGES TO THE AGENDA

PUBLIC COMMENT

CONSENT CALENDAR

CITY COUNCIL

1. Subject: Minutes

Recommendation: That Council waive the reading and approve the minutes of the regular meetings of November 15, 2011, January 31, 2012, and February 21, 2012 (cancelled), the special meeting of February 28, 2012 and the regular meeting of March 6, 2012.

2. Subject: Appropriation Of Asset Forfeiture Funds For The Purchase Of Printing Services For Nixle Utility Bill Inserts (520.04)

Recommendation: That Council appropriate \$1,480 in the Fiscal Year 2012 Police Department Police Asset Forfeiture and Grants Fund from available asset forfeiture reserves for the purchase of printing services for utility bill inserts about the Nixle alert system.

CONSENT CALENDAR (CONT'D)

CITY COUNCIL (CONT'D)

3. Subject: Increase In Appraisal Services For The Cabrillo Bridge Project (530.04)

Recommendation: That Council retroactively authorize the Public Works Director to execute a contract to increase the extra services amount for the Cabrillo Bridge Project with Reeder, Gilman and Associates for real estate appraisal services in the amount of \$15,000, for a total contract expenditure authority of \$39,000.

4. Subject: Emergency Change Order For Security Camera Installation In Downtown Parking Lot Kiosks (550.05)

Recommendation: That Council approve an emergency Change Order pursuant to Santa Barbara Municipal Code Section 4.52.080 for Metro Video Systems for the installation of additional Security Cameras in the Downtown Parking Lot Kiosks, Contract No. 386796, in the amount of \$29,992.19, for a total project expenditure authority of \$53,247.19.

5. Subject: Contract For Design For Airport Taxiways H, J, And C Pavement Rehabilitation Project (560.04)

Recommendation: That Council authorize the Public Works Director to execute a City Professional Services contract with Tartaglia Engineering in the amount of \$126,505 for design services for the Airport Taxiways H, J, and C Pavement Rehabilitation Project, and authorize the Public Works Director to approve expenditures of up to \$12,600 for extra services that may result from necessary changes in the scope of work.

6. Subject: February 2012 Investment Report (260.02)

Recommendation: That Council accept the February 2012 Investment Report.

SUCCESSOR AGENCY

7. Subject: Minutes

Recommendation: That Council, acting as the Successor Agency to the City of Santa Barbara Redevelopment Agency, waive the reading and approve the minutes of the regular meeting of November 15, 2011, and the special meeting of January 31, 2012.

CONSENT CALENDAR (CONT'D)

NOTICES

8. The City Clerk has on Thursday, March 22, 2012, posted this agenda in the Office of the City Clerk, on the City Hall Public Notice Board on the outside balcony of City Hall, and on the Internet.
9. Cancellation of the regular City Council meeting of April 3, 2012.

This concludes the Consent Calendar.

REPORT FROM THE FINANCE COMMITTEE

SUCCESSOR AGENCY REPORTS

10. **Subject: Redevelopment Agency Successor Agency Oversight Board Appointments (620.01)**

Recommendation: That Council adopt, by reading of title only, A Resolution of the Council of the City of Santa Barbara Acting as Successor Agency to the Redevelopment Agency of the City of Santa Barbara, Confirming the Mayor's Appointment of Members to the Successor Agency's Oversight Board Pursuant to Health and Safety Code Section 34179.

CITY COUNCIL ADMINISTRATIVE AND ATTORNEY REPORTS

PARKS AND RECREATION DEPARTMENT

11. **Subject: Proposal To Formally Establish The Santa Barbara Youth Council As A City Advisory Committee (570.08)**

Recommendation: That Council formally establish the Santa Barbara Youth Council as a City Advisory Committee through the adoption of, by reading of title only, A Resolution of the Council of the City of Santa Barbara Establishing the Santa Barbara Youth Council.

COUNCIL AND STAFF COMMUNICATIONS

COUNCILMEMBER COMMITTEE ASSIGNMENT REPORTS

CLOSED SESSIONS

12. Subject: Conference With Labor Negotiator (440.05)

Recommendation: That Council hold a closed session, per Government Code Section 54957.6, to consider instructions to City negotiator Kristy Schmidt, Employee Relations Manager, regarding negotiations with General bargaining unit, the Supervisory bargaining unit, and the Police Management bargaining unit and regarding discussions with confidential employees and unrepresented management about salaries and fringe benefits.

Scheduling: Duration, 45 minutes; anytime

Report: None anticipated

RECESS

EVENING SESSION

RECONVENE

ROLL CALL

PUBLIC COMMENT

CITY COUNCIL ADMINISTRATIVE AND ATTORNEY REPORTS

COMMUNITY DEVELOPMENT DEPARTMENT

13. Subject: Community Development And Human Services Committee Funding Recommendations For Fiscal Year 2013, And Housing And Urban Development 2012 Action Plan (610.05)

Recommendation: That Council:

- A. Approve the Fiscal Year 2013 funding recommendations of the Community Development and Human Services Committee (CDHSC) for use of Community Development Block Grant (CDBG) and Human Services funds;
- B. Authorize the Community Development Director to negotiate and execute agreements implementing the funding recommendations, subject to the review and approval of the City Attorney; and
- C. Authorize the City Administrator to sign all necessary documents to submit the City's 2012 Action Plan to the Department of Housing and Urban Development (HUD).

ADJOURNMENT

CITY OF SANTA BARBARA

FINANCE COMMITTEE

MEETING AGENDA

DATE: March 27, 2012

Dale Francisco, Chair

TIME: 12:30 P.M.

Bendy White

PLACE: David Gebhard Public Meeting Room
630 Garden Street

Cathy Murillo

James L. Armstrong
City Administrator

Robert Samario
Finance Director

ITEM TO BE CONSIDERED:

Subject: City Reserve Policies

Recommendation: That the Finance Committee hear a report from staff on possible changes to existing policies governing reserve amounts as contained in City Council adopted Resolution No. 95-157.



CITY OF SANTA BARBARA

FINANCE COMMITTEE AGENDA REPORT

AGENDA DATE: March 27, 2012
TO: Finance Committee
FROM: Administration Division, Finance Department
SUBJECT: City Reserve Policies

RECOMMENDATION:

That the Finance Committee hear a report from staff on possible changes to existing policies governing reserve amounts as contained in City Council adopted Resolution No. 95-157.

DISCUSSION:

Background

In connection with its review of the Fiscal Year 2012 Recommended Budget, the Finance Committee received a report on May 17, 2011 from staff regarding the current policies guiding the establishment of reserves in all City operating funds. These policies were adopted in Fiscal Year 1995 through Resolution No. 95-157 (see attachment).

At the meeting of May 17th, the Finance Committee expressed interest in reevaluating and potentially modifying the current policies to address certain specific limitations and shortcomings identified by Committee members, as well as any other concerns of the Council as a whole. The Committee unanimously voted that this matter be heard by the City Council and that Council provide general direction to staff and the Finance Committee for improving the existing policies. The recommendation contemplated that, based on Council's direction, the Committee would meet as necessary to develop recommendations that would then be forwarded back to City Council for consideration.

On July 19, 2011, staff presented the Finance Committee's recommendation to the City Council and, after providing some ideas and suggestions, the Council referred a more detailed discussion back to the Committee.

At this meeting of the Finance Committee, staff will provide the Committee with a recap of Resolution 95-157, which establishes reserve policies, and with recommended changes to existing reserve policies based on the general direction received by Council.

Overview of Existing Policies (Resolution No. 95-157)

Resolution No. 95-157, adopted on October 17, 1995, establishes policies for the City's General Fund and Enterprise Funds. In essence, it requires the establishment of four reserve "buckets" as follows:

1. Reserve for Capital – This reserve is established to cover unexpected capital needs and/or capital cost overruns. In the General Fund, the reserve should equal a fixed amount of \$1 million. In Enterprise Funds, it should either be 5% of net fixed assets or the average of capital funded from operating revenues in the previous three years.
2. Reserve for Emergencies – As the name implies, this reserve provides to respond to emergencies, such as natural disasters, during which the City would face increased costs immediately to respond to the emergency and also potentially see a decline in revenues. The reserve requirement is equal to 15% of the adopted operating budget.
3. Reserve for Future Years' Budgets – This reserve is intended to provide funds for meeting ongoing costs and minimizing any disruption of services during periods of declines in operating revenues typically associated with economic downturns. The reserve requirement is equal to 10% of the adopted operating budget.
4. Appropriated Reserve – This in an e reserve establishes an appropriated (i.e., budgeted) item that serves as a cushion for unexpected costs. The policy requires that this be established for the General Fund and each of the Enterprise Funds in an amount equal to ½ of 1 percent of the operating budget.

The rationale behind the 15% and 10% requirements for items 2 and 3 above was that this represented, on a combined basis, 25% of operating expenditures. As such, the funds would enable to City to potentially operate for a 3-month period (3 out of 12 months in a year equals 25%) before running out of cash. Because these two reserves are established as a percentage of the operating budget, each year that the budget grows, the reserve requirements grow proportionately.

The resolution also indicates that any use of policy reserves be accompanied, when feasible, with a plan for replenishment within a reasonable period of time.

Lastly, the policy requires that the use of reserves must be approved by a simple majority of Council. This policy has always been adhered to, whether it was done as an amendment to the budget during the year or in connection with the adoption of the annual budget.

History of Reserve Balances and Their Use

From the time Resolution No. 95-157 was adopted through fiscal year 2004, General Fund reserves were fully funded. In fact, throughout that time, reserves exceeded the required amount by as much as \$10 million. During this time period, excess reserves created from budgetary surpluses were used to fund General Fund capital projects, including replacement and improvements to City facilities such as public restrooms, recreation facilities, playground equipment and public buildings.

Due a combination of factors, both intended and unintended, General Fund reserves fell below policy beginning in Fiscal Year 2005. One of the factors leading to the consumption of reserves relates to the natural growth in reserve requirements as the operating budget grows. For example, if the operating budget grows \$2 million in a year, the reserve requirements grow by \$500,000 (25%), which means the General Fund would need to generate a surplus of \$500,000 in this example just to stay fully funded in its policy reserves.

As of June 30, 2011, the General Fund reserves totaled almost \$19 million, short of the policy requirements by \$5.2 million. Still, the General Fund today is in very good financial condition and its reserves are much higher in dollar terms and as a percentage compared to many other agencies. This is due in large part to the quick and decisive action taken by Council to significantly cut General Fund costs over the last few years to avoid the use of reserves.

What is an Appropriate Level of Reserves?

There have been many surveys performed by statewide finance professional organizations and by national bond rating agencies to determine reserve levels among local agencies, with the focus usually on General Funds. Unfortunately, the results of the surveys, which are only as good as the level of participation among local agencies, do not provide much information that could be used to ascertain a definitive answer to the question of appropriate reserves policies and levels. The only conclusion one could draw is that no one size fits all.

Some of the factors that should be considered in determining appropriate reserve levels for a particular agency are discussed below.

Nature and Volatility of Revenues

In a city such as Santa Barbara, where the General Fund's key revenues are tied to consumer spending and particularly tourism and, therefore, are susceptible to economic impacts, reserves should provide for these swings in revenues. However, in a bedroom community that relies primarily on property taxes and fees, which historically are much more stable, reserves to address economic impacts may not need to be as high.

Susceptibility to Natural Disasters

In Santa Barbara, we are vulnerable to floods, earthquakes, fires and tsunamis. As such, we are more likely at some point to need reserves to not only fund extraordinary costs to address threats to life and property, but also to cover the potential loss of revenues. For example, if the City sustained a major earthquake, businesses may shut down and tourists may stop visiting the City for some extended period of time.

While virtually all cities are subject to some type of natural disaster, some are more susceptible than others. In any case, this should certainly play a factor in developing reserve policies.

Reserves in other Funds

An important consideration in developing reserve policies is the degree of availability of reserves in other funds to respond to either emergencies or economic downturns. Some agencies, including the City of Santa Barbara, accumulate funds in internal service funds and capital funds for capital replacement. These funds, although not part of the General Fund, are still funds that can be used at the discretion of Council for General Fund purposes, so long as they were funded originally from General Fund sources.

In the early 2000s, the City began charging departments for vehicles in a manner designed to fully capture the future cost of replacements. Previously, these vehicles, including large fire apparatus such as ladder trucks and pumper trucks, were replaced on a “pay-as-you-go” basis. The result of this internal change in funding policy led to the accumulation of reserves applicable to General Fund departments totaling \$2.5 million as of June 30, 2011.

Although restricted to their respective funds, the City’s reserves policies also apply to Enterprise Funds, which means that each fund has its own reserves for disasters, future years’ budgets and capital. Moreover, the capital reserve requirements in Enterprise Funds are considerably higher than for the General Fund because their operations are more capital intensive. If a natural disaster were to hit the City of Santa Barbara, the reserves in the Enterprise Funds would be available to fund emergency response activities and repairs to the extent these costs relate to water, wastewater, airport, golf, waterfront and downtown parking facilities.

Council Suggestions for Discussion

At the July 19, 2011 City Council meeting, Council members provided some ideas and suggestions as to what they would like to see included a new or revised reserve policies. They are summarized into the following themes.

- The policies should include guidelines or “findings” for when policy reserves can be used.

- The use of policy reserves should be accompanied by a plan for restoring reserves.
- The policy should require regular reports to Council on the status of reserves.
- Reserves should continue to be used for responding to the impacts of economic recessions; however, such use should be better defined.
- Consider the recommendations of the Infrastructure Financing Task Force in the reserve policy discussion.
- Consider reserves in other funds.
- Eliminate the \$1 million capital reserves.

Staff Recommendations

1. Retain Current 25% Reserve Requirement – Staff believes there is no compelling reason to change the methodology or percentages for calculating reserve requirements. The City is clearly vulnerable to natural disasters, as evidenced by the major fires that have occurred nearby in just the last few years. While it's hard to imagine, we also have considerable exposure to tsunamis, which could cause considerable damage to the City similar to the damage sustained in coastal cities in Japan recently.

As discussed previously, General Fund revenues will always be affected by economic swings. The likelihood of facing another recession like the one we just experienced is low, but the economy clearly runs in cycles, and we will inevitably experience other economic downturns.

2. Eliminate General Fund Capital Reserve – The \$1 million capital reserve in the General Fund has never been used. In the past, any cost overruns or unplanned capital expenditures were funded from either current revenues or the reserve for Future Years' Budgets.

The effect of this recommended change would be to lower the overall reserve requirement by \$1 million in the General Fund. The existing balance in the Capital Reserve would go to the Future Years' Budget, thereby reducing the current overall shortfall in that reserve account.

3. Allocate Future Budgetary Surpluses 50% to Capital and 50% to Restore Reserves – There are two immediate funding priorities: one is to accumulate funds for future General Fund capital improvements and replacements, and the other is to restore reserves to a fully-funded status. Staff recommends that, in any year where there is budgetary surplus, the surplus be allocated as follows:
 - Provide for whatever additional reserves may be needed based on the growth of the operating budget.
 - Of the remaining surplus, if any, transfer 50% to a capital sinking fund, with the remaining 50% left in the General Fund to help rebuild reserves.

- Once the reserves have been fully funded pursuant to City policy, transfer 100% of any remaining surplus to the capital sinking fund.

Note that this recommendation does not mean that the annual capital program would be replaced with this recommendation. Each year, the General Fund would continue to fund the annual capital program from current revenues. In the last several years, the capital program has been less than \$1 million. The purpose of building reserves is to accumulate funds for larger capital projects, including the types that had been historically funded by the Redevelopment Agency.

4. For Any Recommended Use of Policy Reserves, Require the Following:

- A status of reserve balances
- Approval by a “super” majority (at least 5 votes) of Council
- A plan for the replenishment of reserves

5. Establish a 10% Operating Reserve Requirement for Internal Service Funds –

The current reserve policies do not include Internal Service Funds (ISF's). As a reminder, ISF's are designed to provide services to other departments, such as vehicle maintenance and replacement, building maintenance, information systems, etc.

We recommend that a 10% operating reserve requirement be established for internal service funds. The only fund where such a requirement would not be needed or warranted is in the Vehicle Replacement Fund. Since this fund's sole purpose is to accumulate funds for the replacement of all rolling stock and does not have an operating component to it, an operating reserve is not needed.

Long-Term Capital Funding

Although not included in the main discussion of reserve requirements, developing a long-term plan and specific policies for funding major capital projects is an important discussion that needs to take place in the near future.

As previously noted, several years ago the City implemented a new funding approach for the replacement of vehicles and other rolling stock. This has resulted in the accumulation of reserves in the Vehicle Replacement Fund with a current balance of approximately \$6 million, including funds for Enterprise Funds. Since the fund still is underfunded with respect to longer-lived vehicles, such as fire trucks, the reserve balances will ultimately grow in the future. However, these funds are not currently covered by any Council adopted reserve policy.

Beyond vehicles, there are many other capital needs that may require or lend themselves to accumulating reserves over time rather than being funded through debt. This will, thus, result in the accumulation of a large amount of reserves over time.

Within the next few years, as the economy improves and General Fund revenues further recover, the City will hopefully be in a position to begin setting aside monies for capital. At that time, staff will return to Council to discuss alternative strategies and policies to address these unfunded capital needs, including those identified by the Infrastructure Capital Financing Task Group.

Waterfront Capital Reserve Policies

A number of years ago, the City created by ordinance (Municipal Code Section 17.40) a Harbor Preservation Fund (HPF) whose purpose is to accumulate funds for the preservation and enhancement of the harbor and other Waterfront properties. The ordinance required that funds be deposited into the HPF as available from operating surpluses, up to a total of \$5 million.

In June of 1999, the City Council adopted Resolution No. 99-066, amending Resolution No. 95-157, in order to designate the funds accumulated in the HPF as the Waterfront's capital reserve. It further established a \$2 million minimum balance in the HPF. Thus, the Waterfront Department does not have a separate capital reserve as required for other enterprise funds, but instead maintains between \$2 and \$5 million in the HPF.

Waterfront staff intends to evaluate its current capital policy to determine if any changes are warranted given it has been 13 years since its adoption. Staff will bring any recommendations to the Harbor Commission for discussion and, if necessary, bring recommended changes to City Council.

ATTACHMENT: Resolution No. 95-157 (Reserve Policies)

PREPARED BY: Robert Samario, Finance Director

APPROVED BY: City Administrator's Office

RESOLUTION NO. 95-157

**A RESOLUTION OF THE COUNCIL OF
THE CITY OF SANTA BARBARA
ESTABLISHING POLICIES FOR RESERVES
FOR THE CITY'S GENERAL FUND AND
ENTERPRISE FUNDS**

WHEREAS, the City desires to establish policies regarding reserves for the various City funds for the purpose of providing consistent designations for different categories of reserves, ensuring fiscal security for the funds, defining standards for minimum and maximum amounts to be maintained in reserves, and providing flexibility to recognize differences among funds; and

WHEREAS, such reserves policies will be most readily communicated and understood if they are consolidated and formally adopted in a single document; and

WHEREAS, staff has presented and Council has reviewed the proposed reserves policies in a Council Work session on October 17, 1995; and

WHEREAS, the Council has considered the proposed reserves policies at a regular Council meeting on November 14, 1995;

NOW, THEREFORE BE IT RESOLVED, by the Council of the City of Santa Barbara that the following reserves policies are adopted:

1. In combination, the Reserves for Economic Contingency/Emergency and Reserves for Future Year Budgets/Fund Balance (by fund) will be funded to a goal level of 25% of the annual operating budget of the respective fund.

2. APPROPRIATED RESERVES

An Appropriated Reserve will be included in each operating fund's adopted budget to provide for unanticipated expenditures or to meet unexpected small increases in service delivery costs within the fiscal year. This reserve will be budgeted up to one-half of one percent of the operating budget and any unused portion will be returned to fund balance at the end of the fiscal year.

3. RESERVE FOR CAPITAL

Each operating fund will establish a Capital Reserve funded to at least 5% of the value of its capital assets. In the alternative, the amount may be established at an amount equal to the average of the adopted capital program budgets for the

previous three years. The goal for the General Fund Capital Reserve shall be set at least \$1 million. Appropriations from these reserves will be to fund major capital costs.

4. RESERVE FOR ECONOMIC CONTINGENCY/EMERGENCIES

For each operating fund there will a reserve equal to 15% of its annual operating budget for the purpose of coping with emergencies. It may take more than one year to meet the 15% goal if these emergency reserves do not presently meet the 15% goal.

5. RESERVE FOR FUTURE YEAR BUDGETS/FUND BALANCE

Each operating fund will establish and maintain a reserve equal to 10% of its annual operating budget for the purpose of providing for unique one-time costs and for maintenance of City services and permit orderly budget adjustments during periods of reductions. Appropriation of these reserves to operating budgets should, when feasible, be accompanied by a plan for replenishment within a reasonable period of time.

6. FUNDING OF RESERVES

Funding will come generally from one-time revenues, excess fund balance and projected revenues in excess of projected expenditures. They will generally be reserved in the following priority order:

- Reserve for Economic Contingency/Emergencies
- Reserve for Capital
- Reserve for Future Years Budgets

However, flexibility will be retained to allocate available funds among the reserves based on the current circumstances and needs of the City's various operating funds.

7. Appropriation or use of funds from any of these reserves will require Council action.



CITY OF SANTA BARBARA CITY COUNCIL MINUTES

**REGULAR MEETING
November 15, 2011
COUNCIL CHAMBER, 735 ANACAPA STREET**

CALL TO ORDER

Mayor Pro Tempore Bendy White called the joint meeting of the Council and Redevelopment Agency to order at 2:00 p.m. (The Finance Committee met at 12:30 p.m. The Ordinance Committee, which ordinarily meets at 12:30 p.m., did not meet on this date.)

PLEDGE OF ALLEGIANCE

Mayor Pro Tempore White.

ROLL CALL

Councilmembers present: Dale Francisco, Frank Hotchkiss, Grant House, Randy Rowse, Michael Self, Mayor Pro Tempore White.

Councilmembers absent: Mayor Schneider.

Staff present: City Administrator James L. Armstrong, City Attorney Stephen P. Wiley, City Clerk Services Manager Cynthia M. Rodriguez.

CHANGES TO THE AGENDA

City Administrator James Armstrong reported that the applicant related to the following item asked that the item be continued to a date not yet determined:

14. Subject: Appeal Of Planning Commission Decision For 415 Alan Road (640.07)

Recommendation: That Council:

- A. Hear the appeal of Steven Amerikaner, agent for Mr. & Mrs. Andrew Seybold, of the Planning Commission's denial of the staff recommendation that Council approve a General Plan amendment, Rezone, and Local Coastal Program amendment, and a proposed Lot Area Modification, the Tentative Subdivision Map, and the Coastal Development Permit at 415 Alan Road; and

(Cont'd)

14. (Cont'd)

- B. Take one of the following actions:
1. Deny the appeal, thereby upholding the Planning Commission's denial of the project, and direct staff to return with findings and decisions; or
 2. Uphold the appeal, and:
 - a. Approve the following applications, making findings in Attachment 8, subject to the conditions of approval in Attachment 9:
 - i. A Lot Area Modification to allow the proposed Parcel A to be less than the minimum lot size of 1.5 acres required for lots with slopes of 10%-20% in the A-1 Zone (SBMC §28.92.026.A);
 - ii. A Tentative Subdivision Map to allow the division of one (1) lot into two (2) parcels (SBMC 27.07);
 - iii. A Coastal Development Permit for the development within the non-appealable jurisdiction of the Coastal Zone (SBMC §28.44.060).
 - b. Adopt, by reading of title only, A Resolution of the Council of the City of Santa Barbara Approving A Local Coastal Program Amendment for an application of Patsy Stadleman, agent for Andrew Seybold, 415 Alan Road - Parcel B (MST2009-00083);
 - c. Adopt, by reading of title only, A Resolution of the Council of the City of Santa Barbara Approving a General Plan Map Amendment for an Application of Patsy Stadleman, Agent for Andrew Seybold, 415 Alan Road - Parcel B (MST2009-00083); and
 - d. Introduce and subsequently adopt, by reading of title only, An Ordinance of the Council of the City of Santa Barbara Amending Chapter 28.12 (Zone Map) of Title 28 of the Municipal Code Pertaining to the Rezoning of Property in the Campanil Area Neighborhood.

Motion:

Councilmembers Rowse/Francisco to continue Agenda Item No. 14 to a future date.

Vote:

Unanimous voice vote (Absent: Mayor Schneider).

PUBLIC COMMENT

Speakers: John Bassist; Marshall Getto, Occupy Santa Barbara; Anni Telfer; K8 Longstory; Nancy Tunnell; Ruth Wilson; Brooke Robison, Antioch University.

CONSENT CALENDAR (Item Nos. 1 – 10 and 12)

The titles of the ordinances related to the Consent Calendar were read.

Motion:

Councilmembers House/Rowse to approve the Consent Calendar as recommended.

Vote:

Unanimous roll call vote (Absent: Mayor Schneider).

1. Subject: Introduction Of Ordinance For A Grant Of Easement At 633 Bath Street (330.03)

Recommendation: That Council introduce and subsequently adopt, by reading of title only, An Ordinance of the Council of the City of Santa Barbara Approving the Grant of an Easement for a Private Sewer Service Lateral Across the City-Owned Property at 633 Bath Street for the Benefit of the Real Property at 631 Bath Street.

Action: Approved the recommendation (November 15, 2011, report from the Public Works Director; proposed ordinance).

2. Subject: Introduction Of Ordinance For A Lease Agreement With Stearns Wharf Bait & Tackle (330.04)

Recommendation: That Council introduce and subsequently adopt, by reading of title only, An Ordinance of the Council of the City of Santa Barbara Approving a Five-Year Lease Agreement with One Five-Year Option with Reggie Drew, Doing Business As Stearns Wharf Bait & Tackle, for the Lease Space at 232 Stearns Wharf, Effective December 15, 2011.

Action: Approved the recommendation (November 15, 2011, report from the Interim Waterfront Director; proposed ordinance).

3. Subject: Introduction Of Ordinance For Amendment To Lease No. 200846 With Mercury Air Center - Santa Barbara, Inc. (330.04)

Recommendation: That Council introduce and subsequently adopt, by reading of title only, An Ordinance of the Council of the City of Santa Barbara Approving an Amendment to Lease Agreement No. 200846 Between the City and Mercury Air Center - Santa Barbara, Inc., a California Corporation, dba Atlantic Aviation, Amending the "Leasehold Premises", "Term", "Rent", and "Utilities" Provisions of Lease No. 200846 to Take Effect Upon the Effective Date of the Ordinance.

Action: Approved the recommendation (November 15, 2011, report from the Airport Director; proposed ordinance).

4. Subject: Adoption Of Ordinances Adding Public Employee Retirement System Cost Sharing Alternatives To Memorandum Of Understanding (430.08)

Recommendation: That Council:

- A. Adopt, by reading of title only, An Ordinance of the Council of the City of Santa Barbara Amending the 2010-2013 Police Officers Association Memorandum Of Understanding to Include an Alternative Public Employee Retirement System Cost Sharing Scenario;
- B. Adopt, by reading of title only, An Ordinance of the Council of the City of Santa Barbara Amending the 2011-2013 Patrol Officers' and Treatment Plants' Bargaining Units (Treatment and Patrol Units) Memorandum Of Understanding to Include an Alternative Public Employee Retirement System Cost Sharing Scenario; and
- C. Adopt, by reading of title only, An Ordinance of the Council of the City of Santa Barbara Amending the 2009-2012 Supervisory Employees' Bargaining Unit Memorandum Of Understanding to Include an Alternative Public Employee Retirement System Cost Sharing Scenario.

Action: Approved the recommendations; Ordinance Nos. 5570 - 5572; Agreement Nos. 23,590.1; 23,797.1; and 23,016.2.

5. Subject: Five-Year License Agreement With Santa Barbara Water Taxi, LLC (330.08)

Recommendation: That Council approve a five-year license agreement with Santa Barbara Water Taxi, LLC, for a water taxi service, shoreboat service and limited charter operation from Santa Barbara Harbor.

Action: Approved the recommendation; Agreement No. 23,943 (November 15, 2011, report from the Interim Waterfront Director).

6. Subject: State Of California Office Of Traffic Safety Grant (520.04)

Recommendation: That Council:

- A. Accept \$150,000 from the State of California Office of Traffic Safety and authorize the Chief of Police to execute the Grant Agreement; and
- B. Appropriate the grant allocation of \$150,000 to the Miscellaneous Grants Fund for Fiscal Year 2012 for the Sobriety Checkpoint Program.

Action: Approved the recommendations; Agreement No. 23,944 (November 15, 2011, report from the Chief of Police).

7. Subject: Memorandum Of Understanding For Early Digital Transition Of PEG Access Channels On The Cox Cable System (510.04)

Recommendation: That Council authorize the City Administrator to execute a Memorandum of Understanding with CoxCom, LLC (dba Cox Communications), the County of Santa Barbara, and the cities of Carpinteria and Goleta for the early transition of the Santa Barbara South Coast PEG channels from an analog format to a digital format on the regional cable system.

Action: Approved the recommendation; Agreement No. 23,945 (November 15, 2011, report from the Finance Director).

8. Subject: Waive Formal Bid Requirements And Authorize A Purchase Order For Trionic Corporation Dock Boxes (340.08)

Recommendation: That Council find it in the City's best interest to waive the formal bid process, as authorized by Municipal Code Section 4.52.070 (L), and authorize the General Services Manager to issue a purchase order to Trionic Corporation, as the most favorable source for providing the City with 155 standardized dock boxes for the Waterfront Department's Marina Three in an amount not to exceed \$56,000.

Action: Approved the recommendation (November 15, 2011, report from the Interim Waterfront Director).

9. Subject: Appeal Of Penalty For Late Tax Filing By Santa Barbara Luxury Rentals (270.06)

Recommendation: That the City Council appoint the City Administrator as the appropriate City agency, officer, commission or committee to hear the appeal of the imposition of a penalty for a late transient occupancy tax payment upon Santa Barbara Luxury Rentals pursuant to the authority of Santa Barbara Municipal Code Section 1.30.050(B).

Action: Approved the recommendation (November 15, 2011, report from the Finance Director).

10. Subject: Capital Improvement Projects First Quarter Report For Fiscal Year 2012 (230.01)

Recommendation: That Council receive a report on the City's Capital Improvement Projects for the First Quarter of Fiscal Year 2012.

Action: Approved the recommendation (November 15, 2011, report from the Public Works Director).

Agenda Item No. 11 appears in the Redevelopment Agency minutes.

NOTICES

12. The City Clerk has on Thursday, November 10, 2011, posted this agenda in the Office of the City Clerk, on the City Hall Public Notice Board on the outside balcony of City Hall, and on the Internet.

This concluded the Consent Calendar.

REPORT FROM THE FINANCE COMMITTEE

Finance Committee Chair Dale Francisco reported that the Committee met to review the Fiscal Year 2012 Interim Financial Statements for the Three Months Ended September 30, 2011, which will be presented to the Council as Agenda Item No. 13.

CITY COUNCIL ADMINISTRATIVE AND ATTORNEY REPORTS

FINANCE DEPARTMENT

13. Subject: Fiscal Year 2012 First Quarter Interim Financial Statements (250.02)

Recommendation: That Council:

- A. Accept the Fiscal Year 2012 Interim Financial Statements for the Three Months Ended September 30, 2011; and
- B. Approve a transfer from the Airport Grants Fund to the Airport Operating Fund in the amount of \$150,337 to reduce the City's 5% match for two FAA grants that were awarded at lower amounts than projected.

Documents:

November 15, 2011, report from the Finance Director.

Speakers:

Staff: Finance Director Robert Samario, City Administrator James Armstrong.

Motion:

Councilmembers House/Hotchkiss to approve the recommendations.

Vote:

Unanimous voice vote (Absent: Mayor Schneider).

COUNCILMEMBER COMMITTEE ASSIGNMENT REPORTS

Councilmember Rowse reported on the most recent meeting of the Downtown Parking Committee, and recognized the City Clerk's Office for a job well done during the election process.

RECESS

Mayor Pro Tempore White recessed the meeting at 2:35 p.m. in order for the Council to reconvene in closed session for Agenda Item No. 17.

CLOSED SESSIONS

17. Subject: Waterfront Director - Public Employee Appointment (570.03)

Recommendation: That Council hold a closed session, pursuant to Section 54957 of the Government Code to consider a public employee appointment.

Title: Waterfront Director

Scheduling: Duration, 20 minutes; anytime

Report: Anticipated

Documents:

November 15, 2011, report from the City Administrator.

Time:

2:40 p.m. - 2:50 p.m. Mayor Schneider was absent.

Report:

City Administrator James Armstrong reported that the Council approved his selection of Scott Reidman as the Waterfront Director.

RECESS

Mayor Pro Tempore White recessed the meeting at 2:58 p.m. in order for the Council to reconvene in closed session for Agenda Item Nos. 16 and 15, and he stated that no reportable action is anticipated.

16. Subject: Real Property Negotiations (330.03)

Recommendation: That Council hold a closed session, pursuant to Section 54956.8 of the Government Code, to consider real property negotiations between the staff of the City Administrator's Office for the City of Santa Barbara, and the staff of the Superintendent's Office for the Santa Barbara School District. The subject properties are known as:

- Fire Station No. 5, 2505 Modoc Road, La Cumbre Junior High School APN 049-170-007;
- Franklin Elementary School, 1111 East Mason Street, APN 017-101-003, APN 017-101-004, APN 017-061-003 and APN 017-094-002; and
- Santa Barbara High School, 700 East Anapamu Street, APN 029-180-009, APN 029-240-003, and APN 029-240-008

Scheduling: Duration, 45 minutes; anytime

Report: None anticipated

(Cont'd)

16. (Cont'd)

Documents:

November 15, 2011, report from the City Administrator.

Time:

3:00 p.m. - 3:12 p.m. Mayor Schneider was absent.

No report made.

15. Subject: Conference With Legal Counsel - Pending Litigation (160.03)

Recommendation: That Council hold a closed session to consider pending litigation pursuant to subsection (a) of section 54956.9 of the Government Code and take appropriate action as needed. The pending litigation is Santa Barbara Channelkeeper v. City of Santa Barbara, USDC Case No. CV-1103624 JHN (AGRx).

Scheduling: Duration, 30 minutes; anytime

Report: None anticipated

Documents:

November 15, 2011, report from the City Attorney.

Time:

3:13 p.m. - 3:42 p.m. Mayor Schneider was absent.

No report made.

RECESS

3:43 p.m. - 5:59 p.m.

Mayor Pro Tempore White presiding.

Councilmembers present: Dale Francisco, Frank Hotchkiss, Grant House, Randy Rowse, Michael Self, Mayor Pro Tempore White.

Councilmembers absent: Mayor Schneider.

Staff present: City Administrator James L. Armstrong, City Attorney Stephen P. Wiley.

PUBLIC COMMENT

Speakers: Executive Director Greg Gorga, Maritime Museum.

MAYOR AND COUNCIL REPORTS

18. Subject: Interviews For City Advisory Groups (140.05)

Recommendation: That Council:

- A. Hold interviews of applicants to various City Advisory Groups; and
- B. Continue interviews of applicants to November 22, 2011.
(Continued from November 1, 2011, Item No. 8)

Documents:

November 1, 2011, report from the Assistant City Administrator/
Administrative Services Director.

Speakers:

The following applicants were interviewed:

Access Advisory Committee:

Scott Smigel

Architectural Board of Review:

Barry Winick

Kevin Moore

Arts Advisory Committee:

Nathan Vonk

Darian Bleacher

Charmaine Curtis Jacobs

Civil Service Commission:

Donna Lewis

Community Development and Human Services Committee:

Daniel Ramirez

Community Events & Festivals Committee:

Laura Inks

Kate Schwab

Creeks Advisory Committee:

Stephen MacIntosh

Lee Moldaver

Kathleen "Betsy" Weber

Paul Bullock

Fire and Police Commission:

Paul R. Zink

Jennifer Christensen

Harbor Commission:

Frank Kelly

Helene Webb

(Cont'd)

18. (Cont'd)

Speakers (Cont'd):

The following applicants were interviewed (Cont'd):

Historic Landmarks Commission:

Ronald Sorgman

Michael Drury

Charmaine Curtis Jacobs

Barry Winick

Neighborhood Advisory Council:

Sally Kingston

Parks and Recreation Commission:

Charles Trentacosti

Megan Luciana Diaz

Charmaine Curtis Jacobs

Planning Commission:

Addison S. Thompson

John P. Campanella

June Pujo

Joseph A. Rution

Daniel Ramirez

Paul R. Zink

Rental Housing Mediation Task Force:

David M. Brainard

David McDermott

Water Commission:

Barry Keller

By consensus, the interviews were continued to November 22, 2011, at 2:00 p.m.

ADJOURNMENT

Mayor Pro Tempore White adjourned the meeting at 7:29 p.m.

SANTA BARBARA CITY COUNCIL

SANTA BARBARA
CITY CLERK'S OFFICE

BENDY WHITE
MAYOR PRO TEMPORE

ATTEST: _____
CYNTHIA M. RODRIGUEZ, CMC
CITY CLERK SERVICES MANAGER



CITY OF SANTA BARBARA CITY COUNCIL MINUTES

REGULAR MEETING January 31, 2012 COUNCIL CHAMBER, 735 ANACAPA STREET

CALL TO ORDER

Mayor Helene Schneider called the joint meeting of the Council and the Redevelopment Agency to order at 2:00 p.m. (The Finance Committee met at 12:30 p.m. The Ordinance Committee, which is ordinarily scheduled to meet at 12:30 p.m., did not meet on this date.)

PLEDGE OF ALLEGIANCE

Mayor Schneider.

ROLL CALL

Councilmembers present: Frank Hotchkiss, Grant House, Cathy Murillo, Randy Rowse, Bendy White, Mayor Schneider.

Councilmembers absent: Dale Francisco.

Staff present: City Administrator James L. Armstrong, City Attorney Stephen P. Wiley, Deputy City Clerk Brenda Alcazar.

PUBLIC COMMENT

Speakers: Kenneth Loch; K8 Longstory (Kate Smith); Wilson Sherman, Paper Not Plastic, Washington Elementary School; Katie Buckley, Paper Not Plastic, Wilson Elementary School; Cathy King, Community Environmental Council; Penny Owens, Santa Barbara ChannelKeeper; Richard Robinson.

ITEMS REMOVED FROM CONSENT CALENDAR

Councilmember Murillo stated that she would abstain from voting on the following item since she was not serving as a Councilmember for the meeting of December 6, 2011.

1. Subject: Minutes

Recommendation: That Council waive the reading and approve the minutes of the regular meetings of December 6, 2011, December 20, 2011 (cancelled), December 27, 2011 (cancelled), and January 3, 2012 (cancelled).

Motion:

Councilmembers White/Hotchkiss to approve the recommendation.

Vote:

Unanimous voice vote (Abstention: Councilmember Murillo; Absent: Councilmember Francisco).

CONSENT CALENDAR (Item Nos. 2 - 4 and 6)

Motion:

Councilmembers White/House to approve the Consent Calendar as recommended.

Vote:

Unanimous voice vote (Absent: Councilmember Francisco).

2. Subject: December 31, 2011, Investment Report And December 31, 2011, Fiscal Agent Report (260.02)

Recommendation: That Council:

- A. Accept the December 31, 2011, Investment Report; and
- B. Accept the December 31, 2011, Fiscal Agent Report.

Action: Approved the recommendations (January 31, 2012, report from the Finance Director).

3. Subject: Emergency Purchase Orders For Tierra Contracting, Inc., And Lash Construction For Sewer Main Repair (530.04)

Recommendation: That Council approve after-the-fact Emergency Purchase Orders to Tierra Contracting, Inc., for multiple emergency repairs made to damaged public sewer mains, in an amount of \$55,000; and to Lash Construction for various emergency repairs to damaged public sewer mains in an amount of \$35,000.

Action: Approved the recommendation (January 31, 2012, report from the Public Works Director).

4. Subject: Contract For Professional Services For El Estero Drain Project (540.13)

Recommendation: That Council authorize the Public Works Director to execute a Standard City Professional Services contract (in a form acceptable to the City Attorney) with Arcadis U.S., Inc., in the amount of \$73,935 to prepare a Biological Assessment/Survey Report, Remedial Action Plan and Restoration Plan for the El Estero Drain Project at the El Estero Wastewater Treatment Plant.

Action: Approved the recommendation; Contract No. 23,980 (January 31, 2012, report from the Public Works Director).

Item No. 5 appears in the Redevelopment Agency minutes.

NOTICES

6. The City Clerk has on Thursday, January 26, 2012, posted this agenda in the Office of the City Clerk, on the City Hall Public Notice Board on the outside balcony of City Hall, and on the Internet.

This concluded the Consent Calendar.

REPORT FROM THE FINANCE COMMITTEE

Finance Committee member White reported that the Committee met to hear a report on the December 31, 2011, Investment Report and the December 31, 2011, Fiscal Agent Report, both of which were approved by the Council as part of its Consent Calendar (Agenda Item No. 2).

Councilmember Francisco entered the meeting at 2:22 p.m.

Item No. 7 appears in the Redevelopment Agency minutes.

CITY COUNCIL ADMINISTRATIVE AND ATTORNEY REPORTS

COMMUNITY DEVELOPMENT DEPARTMENT

8. Subject: Concept Review Of Santa Barbara Bowl Box Office Plaza Project And Abandonment Of Lowena Drive (530.04)

Recommendation: That Council review the proposed Santa Barbara Bowl Box Office Plaza Project and provide comments specific to the proposed abandonment of a portion of Lowena Drive.

(Cont'd)

8. (Cont'd)

Documents:

- January 31, 2012, report from the Assistant City Administrator/Community Development Director.
- Affidavit of Publication.
- January 31, 2012, PowerPoint presentation prepared and made by Staff.
- January 27, 2012, email communication from Anne Davenport Versola.

Public Comment Opened:

2:55 p.m.

Speakers:

- Staff: Associate Planner Kathleen Kennedy; Principal Engineer John Ewasiuk.
- Members of the Public: Peggy Martens; Richard Kelly, Board of Directors, Santa Barbara Bowl; Toby Plough, Founding Member, Board of Directors, Santa Barbara Bowl; Robert Pearson.
- Applicant: Trish Allen, Suzanne Elledge Planning and Permitting Services; Rick Boller, Executive Director, Santa Barbara Bowl Foundation; Eric Lassen, Chairman of the Facilities Committee, Santa Barbara Bowl Foundation.

Public Comment Closed:

3:49 p.m.

By consensus, the Council heard the report and Staff responded to their questions and comments.

RECESS

3:49 p.m. - 3:57 p.m. City Administrator James Armstrong and Councilmembers Francisco and House were absent when the Council reconvened. Assistant City Administrator Paul Casey was present.

PUBLIC HEARINGS

9. Subject: Appeal Of Planning Commission Decision For 415 Alan Road (640.07)

Recommendation: That Council:

- A. Hear the appeal of Steven Amerikaner, agent for Mr. and Mrs. Andrew Seybold, of the Planning Commission's denial of the proposed Lot Area Modification, Tentative Subdivision Map, and Coastal Development Permit, and the Planning Commission's recommendation on the requested adoption of the General Plan, Zoning, and Coastal Program Amendments for the property located at 415 Alan Road; and

(Cont'd)

9. (Cont'd)

- B. Take one of the following actions:
1. Deny the appeal, thereby upholding the Planning Commission's denial of the project, and direct staff to return with findings and decisions; or
 2. Uphold the appeal, and:
 - a. Introduce, and subsequently adopt, by reading of title only, An Ordinance of the Council of the City of Santa Barbara Amending Chapter 28.12 (Zone Map) of Title 28 of the Municipal Code Pertaining to the Rezoning of Property at 415 Alan Road - Parcel B;
 - b. At time of ordinance adoption, adopt, by reading of title only, A Resolution of the Council of the City of Santa Barbara Approving A Local Coastal Program Amendment for the Property at 415 Alan Road - Parcel B; and
 - c. Approve the following applications contingent upon final adoption of the ordinance and resolutions, making Findings of Approval, subject to the Conditions of Approval.
 - i. A Lot Area Modification to allow proposed Parcel A to be less than the required lot size of 1.5 acres that is required for lots with slopes of 10%-20% (SBMC §28.92.026.A);
 - ii. A Tentative Subdivision Map to allow the division of one (1) lot into two (2) parcels (SBMC §27.07); and
 - iii. A Coastal Development Permit for the development within the non-appealable jurisdiction of the Coastal Zone (SBMC §28.44.060).

The titles of the ordinance and resolution were read.

Documents:

- January 31, 2012, report from the Assistant City Administrator/Community Development Director.
- Proposed Ordinance
- Proposed Resolution.
- Affidavit of Publication.
- January 31, 2012, PowerPoint presentation prepared and made by Staff.
- January 31, 2012, PowerPoint presentation prepared and made by the Appellant.

Public Comment Opened:
3:59 p.m.

Councilmember House returned to the meeting at 4:02 p.m. Councilmember Francisco returned to the meeting at 4:03 p.m.

(Cont'd)

9. (Cont'd)

Speakers:

- Staff: Senior Planner Danny Kato.
- Planning Commission: Commissioners Sheila Lodge and Bruce Bartlett.
- Applicant/Appellant: Steven Amerikaner, Andrew Seybold.
- Members of the Public: Gil Barry.

Public Comment Closed:

4:54 p.m.

Motion:

Councilmembers House/Murillo to approve recommendation B.2.

Vote:

Majority voice vote (Noes: Councilmember White).

COUNCILMEMBER COMMITTEE ASSIGNMENT REPORTS

Information:

- Councilmember Murillo reported on her attendance at meetings of the Parks and Recreation Commission, and Transportation and Circulation Committee.
- Councilmember Rowse spoke about his attendance at the Downtown Parking Committee meeting.
- Councilmember White said that he attended the Central Coast Water Authority meeting in Councilmember Francisco's absence, and also reported on his attendance at the Fire and Police Commission meeting.
- Mayor Schneider thanked City Staff for their work in preparation of the Santa Barbara Film Festival.

RECESS

Mayor Schneider recessed the meeting at 5:03 p.m. in order for the Council to reconvene in closed session for Agenda Items Nos. 10 - 12, and she stated that no reportable action is anticipated.

CLOSED SESSIONS

10. Subject: Conference With Labor Negotiator (440.05)

Recommendation: That Council hold a closed session, per Government Code Section 54957.6, to consider instructions to City negotiator Kristy Schmidt, Employee Relations Manager, regarding negotiations with General bargaining unit, the Supervisory bargaining unit, and the Police Management bargaining unit, and regarding discussions with confidential employees and unrepresented management about salaries and fringe benefits.

Scheduling: Duration, 45 minutes; anytime

Report: None anticipated

(Cont'd)

10. (Cont'd)

Documents:

January 31, 2012, report from the Assistant City Administrator/
Administrative Services Director.

Time:

5:05 p.m. - 5:40 p.m.

No report made.

11. Subject: Conference With Legal Counsel - Anticipated Litigation (160.03)

Recommendation: That Council hold a closed session to consider initiation of litigation pursuant to subsection (c) of Section 54956.9 of the Government Code and take appropriate action as needed (one potential case).

Scheduling: Duration, 15 minutes; anytime

Report: None anticipated

Documents:

January 31, 2012, report from the City Attorney.

Time:

5:40 p.m. - 5:55 p.m.

No report made.

12. Subject: Conference With Legal Counsel - Pending Litigation (160.03)

Recommendation: That Council hold a closed session to consider pending litigation pursuant to subsection (a) of section 54956.9 of the Government Code and take appropriate action as needed. The pending litigation is Santa Barbara Channelkeeper v. City of Santa Barbara, USDC Case No. CV-1103624 JHN (AGRx).

Scheduling: Duration, 15 minutes; anytime

Report: None anticipated

Documents:

January 31, 2012, report from the City Attorney.

Time:

5:55 p.m. - 6:20 p.m.

No report made.

ADJOURNMENT

Mayor Schneider adjourned the meeting at 6:20 p.m.

SANTA BARBARA CITY COUNCIL

SANTA BARBARA
CITY CLERK'S OFFICE

ATTEST:

HELENE SCHNEIDER
MAYOR

BRENDA ALCAZAR, CMC
DEPUTY CITY CLERK



**CITY OF SANTA BARBARA
CITY COUNCIL MINUTES**

**REGULAR MEETING
February 21, 2012
COUNCIL CHAMBER, 735 ANACAPA STREET**

The regular meeting of the City Council, scheduled for 2:00 p.m. on February 21, 2012, was cancelled by the Council on November 1, 2011.

The next regular meeting of the City Council is scheduled for February 28, 2012, at 2:00 p.m. in the Council Chamber.

SANTA BARBARA CITY COUNCIL

SANTA BARBARA
CITY CLERK'S OFFICE

HELENE SCHNEIDER
MAYOR

ATTEST: _____
SUSAN TSCHECH, CMC
DEPUTY CITY CLERK



CITY OF SANTA BARBARA CITY COUNCIL MINUTES

SPECIAL MEETING February 28, 2012 DAVID GEBHARD PUBLIC MEETING ROOM 630 GARDEN STREET

CALL TO ORDER

Mayor Helene Schneider called the meeting to order at 9:02 a.m.

ROLL CALL

Councilmembers present: Dale Francisco, Frank Hotchkiss, Grant House, Cathy Murillo, Randy Rowse, Bendy White, Mayor Schneider.

Councilmembers absent: None.

Staff present: City Administrator James L. Armstrong, City Attorney Stephen P. Wiley, Deputy City Clerk Susan Tschech.

The Planning Commission meeting was called to order, and the meeting continued in joint session.

Planning Commissioners present: Bruce Bartlett, John P. Campanella, Michael Jordan, Stella Larson, Deborah L. Schwartz, Addison Thompson, Chair Sheila Lodge.

Planning Commissioners absent: None.

PUBLIC COMMENT

Speakers: David Inouye.

NOTICES

The City Clerk has on Thursday, February 23, 2012, posted this agenda in the Office of the City Clerk, on the City Hall Public Notice Board on the outside balcony of City Hall, and on the Internet.

CITY COUNCIL ADMINISTRATIVE AND ATTORNEY REPORTS

COMMUNITY DEVELOPMENT DEPARTMENT

Subject: Joint Council And Planning Commission Work Session: Planning Division Work Program Activities (650.01)

Recommendation: That Council hold a joint work session with the Planning Commission to receive status reports and discuss major work program activities in the Planning Division, focusing on the Plan Santa Barbara Draft Implementation Program.

Documents:

- February 28, 2012, report from the Assistant City Administrator/Community Development Director.
- PowerPoint presentation prepared and made by Staff.
- February 27, 2012, letter from Paula Westbury.
- February 28, 2012, letter from the Santa Barbara Association of Realtors.

Speakers:

- Staff: City Planner Bettie Weiss, Principal Planner John Ledbetter, Principal Transportation Planner Rob Dayton.
- Members of the Public: Joseph Rution, Santa Barbara Conservancy/Allied Neighborhoods Association; Adrienne Schuele, Santa Barbara Association of Realtors; Lisa Plowman; Detlev Peikert, American Institute of Architects; Mickey Flacks, Santa Barbara For All.

Discussion:

Staff's presentation focused on 14 projects included in Phase I of the Draft Implementation Program for *Plan Santa Barbara*. Councilmembers and Planning Commissioners asked questions and made comments relative to the nature of specific projects, timeframes for project completion, and Planning Division staffing levels.

The Planning Commission meeting was adjourned at 11:14 a.m.

ADJOURNMENT

Mayor Schneider adjourned the meeting at 11:14 a.m.

SANTA BARBARA CITY COUNCIL

SANTA BARBARA
CITY CLERK'S OFFICE

HELENE SCHNEIDER
MAYOR

ATTEST: _____
SUSAN TSCHECH, CMC
DEPUTY CITY CLERK



CITY OF SANTA BARBARA CITY COUNCIL MINUTES

REGULAR MEETING March 6, 2012 COUNCIL CHAMBER, 735 ANACAPA STREET

CALL TO ORDER

Mayor Helene Schneider called the meeting to order at 2:01 p.m. (The Finance and Ordinance Committees, which ordinarily meet at 12:30 p.m., did not meet on this date.)

PLEDGE OF ALLEGIANCE

Mayor Schneider.

ROLL CALL

Councilmembers present: Dale Francisco, Frank Hotchkiss, Grant House, Cathy Murillo, Randy Rowse, Bendy White, Mayor Schneider.

Councilmembers absent: None.

Staff present: City Administrator James L. Armstrong, City Attorney Stephen P. Wiley, Deputy City Clerk Sarah Fox.

CEREMONIAL ITEMS

1. Subject: Proclamation Declaring March 6, 2012, As Arbor Day (120.04)

Action: Proclamation presented to Santa Barbara Beautiful President, Robert Adams.

2. Subject: Employee Recognition - Service Award Pins (410.01)

Recommendation: That Council authorize the City Administrator to express the City's appreciation to employees who are eligible to receive service award pins for their years of service through March 31, 2012.

Documents:

March 6, 2012, report from the Assistant City Administrator/Administrative Services Director.

(Cont'd)

2. (Cont'd)

Speakers:

Staff: City Administrator Jim Armstrong, Award Recipients Peggy Avila and Christine Nail.

By consensus, the Council approved the recommendation. The following employees were recognized:

5-Year Pin

Richard Welch, Building Inspector, Community Development Department
Maken Bierer, Electronics/Communication Technician II, Public Works Department
Matthew Ward, Water Distribution Surveyor, Public Works Department
Jody Thomas, Senior Library Technician, Library Department

15-Year Pin

Jose Monclus, Carpenter, Public Works Department
Donald Mac Nevin, Senior Maintenance Worker, Parks & Recreation Department

20-Year Pin

Elizabeth Limon, Redevelopment Specialist, Community Development
Department
Kristin Shamordola, Police Officer, Police Department

25-Year Pin

Donald Ensign, Police Sergeant, Police Department
James Russell, Maintenance Supervisor II, Public Works Department
Fernando Reynoso, Airport Patrol Supervisor, Airport Department

30-Year Pin

Peggy Avila, Water Reclamation Inspector/Cross Connection Specialist, Public
Works Department

35-Year Pin

Christine Nail, Police Information Technology Manager, Police Department

PUBLIC COMMENT

Speakers: Kenneth Loch, Phil Walker, Rick Goodfriend, Wanda Livernors, Dinah Marianne Wellsand, and Kate Longstory.

CONSENT CALENDAR (Item Nos.3 - 5).

The title of the ordinance related to Item No. 4 was read.

Motion:

Councilmembers House/Hotchkiss to approve the Consent Calendar as recommended.

Vote:

Unanimous voice vote.

3. Subject: Minutes

Recommendation: That Council waive the reading and approve the minutes of the special meeting of February 9, 2012.

Action: Approved the recommendation.

4. Subject: Introduction Of Ordinance For Lease Of City Attorney Office Space At 740 State Street (330.04]

Recommendation: That Council introduce and subsequently adopt, by reading of title only, An Ordinance of the Council of the City of Santa Barbara Authorizing the City Attorney to Execute Amendment No. 3 to Agreement No. 16,332 with BDC Management, as Agents for the Owners, to Extend the Term of the Lease for the City Attorney's Office at 740 State Street, Suite 201, from February 1, 2012, to July 31, 2017.

Action: Approved the recommendation (March 6, 2012, report from the City Attorney; proposed ordinance).

NOTICES

5. The City Clerk has on Thursday, March 1, 2012, posted this agenda in the Office of the City Clerk, on the City Hall Public Notice Board on the outside balcony of City Hall, and on the Internet.

This concluded the Consent Calendar.

CITY COUNCIL ADMINISTRATIVE AND ATTORNEY REPORTS

CITY ATTORNEY

6. Subject: Ordinance Amendments Related To Construction Prohibited In The Vicinity Of The Conejo Landslide And Homes Destroyed In The Tea Fire (640.04)

Recommendation: That Council introduce and subsequently adopt, by reading of title only, An Ordinance of the Council of the City of Santa Barbara Amending Chapter 22.90 of Title 22 of the Municipal Code in Order to Define "New Construction" to Allow Those Homes Which Existed on November 12, 2008, to be Rebuilt When They Have Been Destroyed by Fire or Other Casualty.

Documents:

- March 6, 2012, report from the City Attorney.
- Proposed ordinance.
- March 6, 2012, letter submitted by Roy Harthorn.

The title of the Ordinance was read.

Speakers:

- Staff: City Attorney Stephen P. Wiley, Chief Building Official George Estrella.
- Members of the Public: Roy Harthorn, Santa Barbara County Action Network; Rick Algert.

Motion:

Councilmembers House/Hotchkiss to approve the recommendation.

Vote:

Majority voice vote (Noes: Councilmember Murillo).

PUBLIC WORKS DEPARTMENT

7. Subject: Contract For The Supply Of Electric Vehicle Charging Units And Supporting Service Agreement (330.05)

Recommendation: That Council:

- A. Authorize the Public Works Director to execute a contract with Coulomb Technologies to supply at least six electric vehicle charging stations; and
- B. Authorize the Public Works Director to execute a contract with Coulomb Technologies for enrollment in the ChargePoint Network.

Documents:

- March 6, 2012, report from the Public Works Director.
- PowerPoint presentation prepared and made by Staff.

(Cont'd)

7. (Cont'd)

Speakers:

- Staff: Facilities and Energy Manager Jim Dewey, City Attorney Stephen P. Wiley, Parking/TMP Superintendent Victor Garza.
- Members of the Public: Michael Chiacos, Community Environmental Council.

Motion:

Councilmembers Rowse/White to approve the recommendations; Contract Nos. 24,004 and 24,005.

Amendment Motion:

Councilmember Rowse/White to approve the recommendations and direct staff to report back to the Council to review rates after the units have been in operation for three months.

Vote on Amendment Motion:

Unanimous voice vote.

COUNCILMEMBER COMMITTEE ASSIGNMENT REPORTS

Information:

- Councilmember Murillo spoke about her attendance at the Kids Network Youth Impact Awards where the Santa Barbara Youth Council was honored for their community service. She also attended the Green Your Library event at the Eastside Library where staff presented their newly refurbished and landscaped outdoor patios, and the Mesa Village community meeting where they are organizing street teams, micro neighborhood alliances. She also mentioned that she was the guest speaker at the Los Padres 4-H club.
- Councilmember Rowse reported that at the last Airport Commission meeting there was discussion about the naming of the new airport terminal. The two options mentioned were John T. Rickard and Dwight Murphy.

RECESS

Mayor Schneider recessed the meeting at 3:58 p.m. in order for the Council to reconvene in closed session for Agenda Item Nos. 8 and 9, and she stated there would be no reportable action taken during the closed sessions.

CLOSED SESSIONS

8. Subject: Conference With Labor Negotiator (440.05)

Recommendation: That Council hold a closed session, per Government Code Section 54957.6, to consider instructions to City negotiator Kristy Schmidt, Employee Relations Manager, regarding negotiations with General bargaining unit, the Supervisory bargaining unit, and the Police Management bargaining unit, and regarding discussions with confidential employees and unrepresented management about salaries and fringe benefits.

Scheduling: Duration, 45 minutes; anytime

Report: None anticipated

Documents:

March 6, 2012, report from the Assistant City Administrator/Administrative Services Director.

Time:

4:01 p.m. to 4:30 p.m.

No report made.

9. Subject: Conference With Legal Counsel - Pending Litigation (160.03)

Recommendation: That Council hold a closed session to consider pending litigation pursuant to subsection (a) of section 54956.9 of the Government Code and take appropriate action as needed. The pending litigation is Santa Barbara Channelkeeper v. City of Santa Barbara, USDC Case No. CV-1103624 JHN (AGRx).

Scheduling: Duration, 15 minutes; anytime

Report: None anticipated

Documents:

March 6, 2012, report from the City Attorney.

Time:

4:32 p.m. - 5:05 p.m.

No report made.

ADJOURNMENT

Mayor Schneider adjourned the meeting at 5:05 p.m. in memory of former City Manager/City Administrator John Logan Scott who served the City from March 1973 until December 1976.

SANTA BARBARA CITY COUNCIL

SANTA BARBARA
CITY CLERK'S OFFICE

_____ ATTEST: _____
HELENE SCHNEIDER SARAH FOX
MAYOR DEPUTY CITY CLERK



CITY OF SANTA BARBARA

COUNCIL AGENDA REPORT

AGENDA DATE: March 27, 2012

TO: Mayor and Councilmembers

FROM: Investigative Division, Police Department

SUBJECT: Appropriation Of Asset Forfeiture Funds For The Purchase Of Printing Services For Nixle Utility Bill Inserts

RECOMMENDATION:

That Council appropriate \$1,480 in the Fiscal Year 2012 Police Department Police Asset Forfeiture and Grants Fund from available asset forfeiture reserves for the purchase of printing services for utility bill inserts about the Nixle alert system.

DISCUSSION:

The Santa Barbara Police Department is encouraging its residents to sign up for Nixle alerts to receive important and timely public safety information. With no cost to the department or residents, Nixle offers agencies throughout the country a cost-effective public notification solution. Nixle Connect allows the Police Department to communicate with the public via text/SMS, e-mail, and Internet posts at no cost. Communications range from emergency alerts, such as severe weather information, to road closures, safety and emergency preparedness and other important information.

More than 4,800 government agencies have adopted Nixle for their means of real-time communications with residents, and more than 700,000 citizens have signed up to take advantage of the service. Year-to-year usage figures from August 2010 through July 2011 show that participating agencies created a total of 72,782 messages or 6,065 per month. Over 17 million SMS text messages were sent during the 12-month period for an average of 1.4 million each month, and over 43.8 million e-mails were sent by government agency users, over 3.6 million per month.

However, the key to increasing a userbase is by contacting as many residents, commuters and visitors as possible. One significant opportunity to increase the resident userbase is by providing an insert in the monthly City of Santa Barbara utility bill. By providing approximately 28,000 inserts to Santa Barbara residents it is anticipated that we will dramatically improve our outreach.

BUDGET/FINANCIAL INFORMATION:

The City's General Budget is not affected by this request. The Police Asset Forfeiture and Grants Fund is a separate Special Revenue Fund. Asset forfeiture funds are regulated by the Health and Safety Code and cannot be mixed with the General Fund.

PREPARED BY: Alex Altavilla, Police Captain

SUBMITTED BY: Camerino Sanchez, Chief of Police

APPROVED BY: City Administrator's Office



Agenda Item No. _____

File Code No. 530.04

CITY OF SANTA BARBARA

COUNCIL AGENDA REPORT

AGENDA DATE: March 27, 2012

TO: Mayor and Councilmembers

FROM: Engineering Division, Public Works Department

SUBJECT: Increase In Appraisal Services For The Cabrillo Bridge Project

RECOMMENDATION:

That Council retroactively authorize the Public Works Director to execute a contract to increase the extra services amount for the Cabrillo Bridge Project with Reeder, Gilman and Associates for real estate appraisal services in the amount of \$15,000, for a total contract expenditure authority of \$39,000.

DISCUSSION:

BACKGROUND

The Cabrillo Bridge Project (Project) requires the removal of a portion of a restaurant located at 15 Cabrillo Boulevard (the "Property"), which is partially constructed over Mission Creek, and is actually attached to the bridge. The City Administrator authorized a contract for real estate appraisal services on November 30, 2001, in the amount of \$18,000, with Reeder, Gilman and Associates (RGA) for the Property. This contract was amended on July 6, 2011 with a change order to increase the amount of the contract by \$6,000, to cover the cost of the additional scope of work, for a new total amount of \$24,000.

It is now necessary to request an additional \$15,000, which will result in a total contract expenditure of \$39,000. Of the proposed \$15,000 in additional services, \$10,250 have already been expended in order to meet the unique time-sensitive circumstances associated with the acquisition of the Property.

CURRENT STATUS

The property acquisition process has undergone evaluation of several development options to determine what option would be the most cost effective for the City and acceptable to the owners. The property owner desires to retain the property as a functional restaurant, which would also retain the tax base for the City. This preliminary

mutual agreement requires that the building be modified to retain the same amount of restaurant seating as per an approved Coastal Development Permit.

Earlier appraisals were based on taking a portion of the Property, which would leave the remodel work up to the property owners. It has been concluded that this is outside of their area of expertise and not acceptable to the property owner. An appraisal was then prepared based on the City completing the building modifications as part of the Cabrillo Bridge Project, however, Caltrans did not want the building modification to be part of the bridge construction contract and preferred the acquisition of the entire property, which was not acceptable to the property owner. Any condemnation action would be extremely expensive, time consuming, and difficult. Consequently, we prefer an option where the City may enter into a separate agreement with the owner to complete the demolition work and remodel the restaurant so that there is no loss of seating, if this is what is necessary to complete the property transaction. Each of these approaches required the appraiser to take a different direction requiring separate efforts.

The Property had previously been owned by several family members; however, it is now in the sole ownership of one person, which has facilitated negotiations. Staff and the property owner have recently come to a tentative agreement regarding the details of a property settlement agreement which we believe meets the Caltrans criteria. This milestone has resulted in Public Works and the City Attorney's office moving forward with the required agreement preparation and refined negotiations, and also with the consultant amendment to the appraisals to serve as acceptable legal documentation for Caltrans to fund the acquisition.

To avoid the possibility of missing a critical Caltrans milestone to retain construction funding in Fiscal Year 2013-2014, staff approved RGA to complete extra appraisal work in advance of approval of the extra services by Council. This amendment work amounted to an added effort valued at \$10,250. Staff is requesting an additional \$4,750 for a total of \$15,000, should Caltrans require that we add additional information to the appraisal or want to make other changes.

FUNDING

The following summarizes the expenditures recommended in this report:

APPRAISAL SERVICES CONTRACT FUNDING SUMMARY

	Base Contract	Change Order	Total
Initial Contract Amount	\$18,000	\$6,000	\$24,000
Proposed Increase	\$15,000*		\$15,000
Total			\$39,000

*Includes \$4,750 for as needed future services.

The following summarizes all Project design costs, construction contract funding, and other Project costs:

ESTIMATED TOTAL PROJECT COST

	City Share	FHWA Share	Total Project
Design Services	\$420,000	\$1,680,000	\$2,100,000
Design Project Management (by City staff)	\$120,000	\$480,000	\$600,000
Non-Participating Design Costs	\$100,000	\$0	\$100,000
Subtotal Design Phase	\$640,000	\$2,160,000	\$2,800,000
Appraisal Services by Reeder, Gilman and Associates	\$24,000	\$0	\$24,000
Increased Costs by Reeder, Gilman and Associates	\$15,000	\$0	\$15,000
ROW Services and Acquisition Costs	\$412,576	\$3,184,424	\$3,597,000
Right of Way Project Management (by City staff)	\$45,880	\$354,120	\$400,000
Other Non-Participating Right-of-Way Costs	\$61,000	\$0	\$61,000
Subtotal ROW Phase	\$558,456	\$3,538,544	\$4,097,000
Construction	\$1,893,697	\$14,616,303	\$16,510,000
Project Total	\$3,092,153	\$20,314,847	\$23,407,000

If the recommendation is approved, the total appraisal services contract expenditure authority will be increased to \$39,000.

There are sufficient appropriated funds for this action in the Streets Program.

PREPARED BY: Barbara A. B. Salvini, Principal Engineer/mj

SUBMITTED BY: Christine F. Andersen, Public Works Director

APPROVED BY: City Administrator's Office



Agenda Item No. _____

File Code No. 550.05

CITY OF SANTA BARBARA

COUNCIL AGENDA REPORT

AGENDA DATE: March 27, 2012

TO: Mayor and Councilmembers

FROM: Transportation Division, Public Works Department

SUBJECT: Emergency Change Order For Security Camera Installation In Downtown Parking Lot Kiosks

RECOMMENDATION:

That Council approve an emergency Change Order pursuant to Santa Barbara Municipal Code Section 4.52.080 for Metro Video Systems for the installation of additional Security Cameras in the Downtown Parking Lot Kiosks, Contract No. 386796, in the amount of \$29,992.19, for a total project expenditure authority of \$53,247.19.

DISCUSSION:

BACKGROUND

The Downtown Parking Capital Improvement budget for the current fiscal year included the installation of security cameras in all Downtown Parking lots. Metro Video Systems, Inc. (Metro) was the low bidder in the amount of \$23,255 to install 14 security cameras to record selected areas of the Granada Garage, including the two parking kiosks.

CURRENT STATUS

The installation of 14 security cameras in the Granada Garage was originally included in the Fiscal Year 2012 Downtown Parking Capital Improvement budget. Staff feels the need to accelerate the schedule and increase the number of cameras due to recent incidents occurring in City parking structures leading to immediate concern for employee safety. Staff recommends using Metro to expedite the purchase and installation of additional cameras by increasing the scope of work of the existing purchase order, which was competitively awarded, to include the new locations and additional cameras. Staff has negotiated a Change Order with Metro to install 17 additional cameras at a cost of \$29,992.19. The camera system will be a safety enhancement and deter loitering in the garages and around the parking kiosks since activities in and around the parking kiosks will be recorded remotely from the Granada Garage. Metro has completed ninety percent of the work in the Granada Garage under

the original purchase order, and using them to install the kiosk cameras will allow the City to address the safety concerns immediately.

BUDGET/FINANCIAL INFORMATION:

FUNDING

There are sufficient funds in the Downtown Parking Program capital budget to cover the extra work item.

PREPARED BY: Browning Allen, Transportation Manager/kts

SUBMITTED BY: Christine F. Andersen, Public Works Director

APPROVED BY: City Administrator's Office



Agenda Item No. _____

File Code No. 560.04

CITY OF SANTA BARBARA

COUNCIL AGENDA REPORT

AGENDA DATE: March 27, 2012

TO: Mayor and Councilmembers

FROM: Engineering Division, Public Works Department

SUBJECT: Contract For Design For Airport Taxiways H, J, And C Pavement Rehabilitation Project

RECOMMENDATION:

That Council authorize the Public Works Director to execute a City Professional Services contract with Tartaglia Engineering in the amount of \$126,505 for design services for the Airport Taxiways H, J, and C Pavement Rehabilitation Project, and authorize the Public Works Director to approve expenditures of up to \$12,600 for extra services that may result from necessary changes in the scope of work.

DISCUSSION:

PROJECT DESCRIPTION

The Airport's Taxiways H, J and C serve primarily general aviation aircraft with occasional use by air carriers. The taxiways have not had any major maintenance in 10 to 15 years and are in poor condition. Pavement rehabilitation will include a combination of complete reconstruction and variable depth grind and overlay. The estimated construction cost of the proposed improvements is in the range of \$2.6 million. The areas included in this project are shown on the Attachment (Vicinity Map – Taxiways H, J, and C Rehabilitation).

DESIGN PHASE CONSULTANT ENGINEERING SERVICES

Staff recommends that Council authorize the Public Works Director to execute a contract with Tartaglia Engineering for the amount of \$126,505 for design services, including permits and construction documents. Tartaglia Engineering was selected as the most qualified consultant for this work through a Request for Proposals process.

FUNDING

There are sufficient appropriated funds for this contract in the Airport Capital Fund, with construction funding from Airport Improvement Grants.

The following summarizes all estimated total Project costs:

ESTIMATED TOTAL PROJECT COST

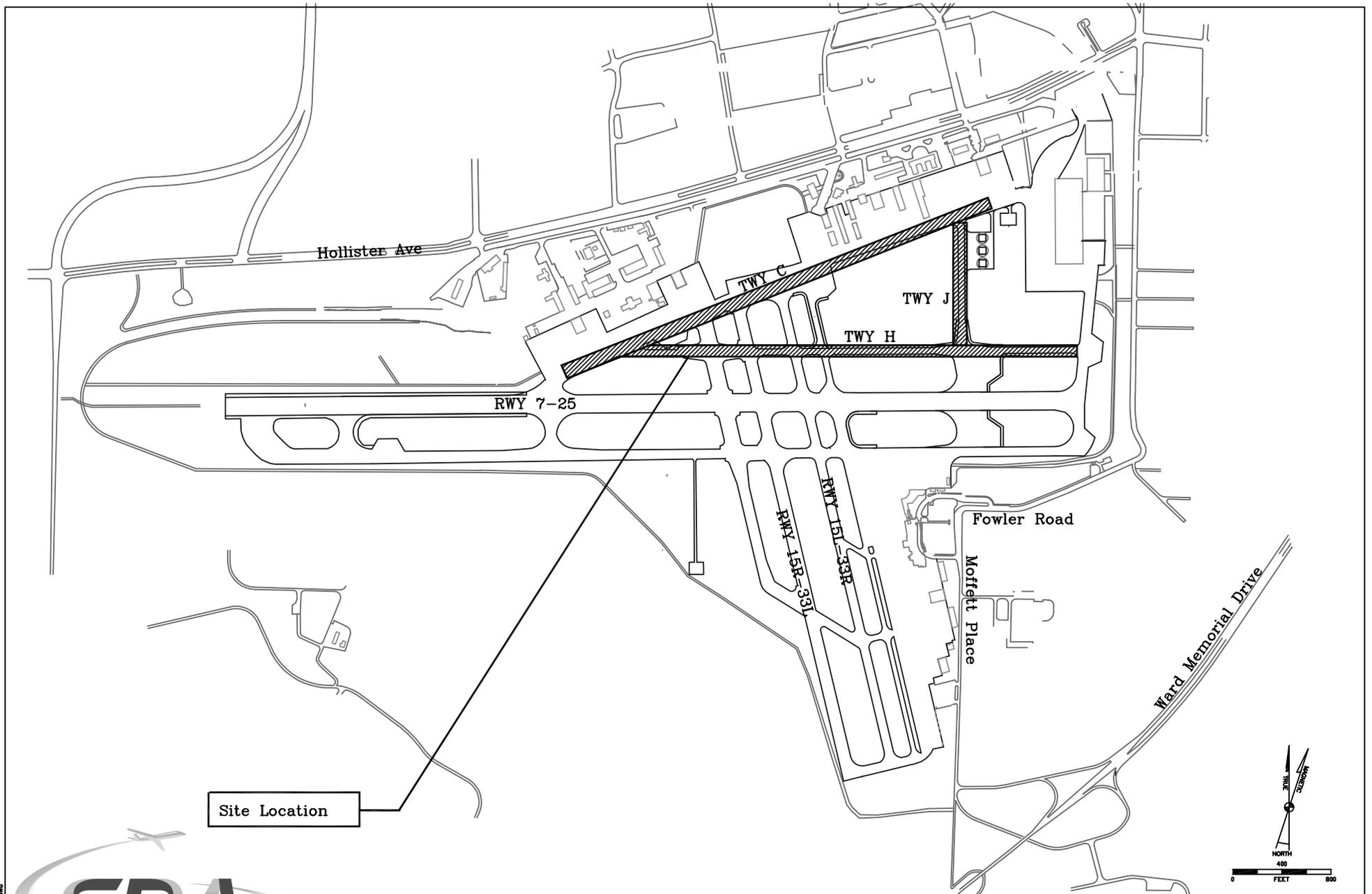
Design (by Agreement)	Subtotal	\$126,505
Estimated Construction Contract w/Change Order Allowance		\$2,600,000
Estimated Construction Management/Inspection (by Contract or City)		\$200,000
	Subtotal	\$2,800,000
TOTAL PROJECT COST		\$2,926,505

ATTACHMENT(S): Vicinity Map – Taxiways H, J, and C Rehabilitation

PREPARED BY: Pat Kelly, Assistant Public Works Director/City Engineer/OT/sk

SUBMITTED BY: Christine F. Andersen, Public Works Director

APPROVED BY: City Administrator's Office



VICINITY MAP
Taxiways H, J, C Rehabilitation



CITY OF SANTA BARBARA

COUNCIL AGENDA REPORT

AGENDA DATE: March 27, 2012
TO: Mayor and Councilmembers
FROM: Treasury Division, Finance Department
SUBJECT: February 2012 Investment Report

RECOMMENDATION:

That Council accept the February 2012 Investment Report.

DISCUSSION:

The attached investment report includes Investment Activity, Interest Revenue, a Summary of Cash and Investments, and Investment Portfolio detail as of February 29, 2012.

ATTACHMENT: February 2012 Investment Report
PREPARED BY: Jill Taura, Treasury Manager
SUBMITTED BY: Robert Samario, Finance Director
APPROVED BY: City Administrator's Office

CITY OF SANTA BARBARA
Activity and Interest Report
February 29, 2012

INVESTMENT ACTIVITY

PURCHASES OR DEPOSITS

2/21 Federal Home Loan Mortgage Corp (FHLMC)	\$ 2,000,000
2/21 LAIF Deposit - RDAS	15,000,000
2/22 LAIF Deposit - RDAS	3,000,000
2/28 Federal Home Loan Bank (FHLB)	5,000,000
Total	\$ 25,000,000

SALES, MATURITIES, CALLS OR WITHDRAWALS

2/2 Federal Farm Credit Bank (FFCB) - Call	\$ (1,500,000)
2/17 Federal National Mortgage Association (FNMA) - Call	(2,000,000)
2/21 LAIF Withdrawal - City	(15,000,000)
2/27 LAIF Withdrawal - City	(5,000,000)
2/28 LAIF Withdrawal - City	(5,000,000)
2/29 LAIF Withdrawal - City	(2,000,000)
Total	\$ (30,500,000)

ACTIVITY TOTAL

\$ (5,500,000)

INTEREST REVENUE

POOLED INVESTMENTS

Interest Earned on Investments	\$ 238,361
Amortization	(21,430)
Interest on SBB&T Accounts	436
Total	\$ 217,367

TOTAL INTEREST EARNED

\$ 217,367

CITY OF SANTA BARBARA
Summary of Cash and Investments
February 29, 2012

ENDING BALANCE AS OF JANUARY 31, 2012

<u>Description</u>	<u>Book Value</u>	<u>Yield to Maturity (365 days)</u>	<u>Percent of Portfolio</u>	<u>Average Days to Maturity</u>
State of California LAIF	\$ 50,000,000	0.385%	29.40%	1
Certificates of Deposit	2,000,000	0.800%	1.18%	656
Federal Agency Issues - Coupon	99,965,076	1.859%	58.78%	1,067
Corporate/Medium Term Notes	<u>12,218,732</u>	<u>1.781%</u>	<u>7.18%</u>	<u>1,209</u>
	164,183,808	1.391%	96.54%	748
SB Airport Promissory Note	<u>5,877,335</u>	<u>7.000%</u>	<u>3.46%</u>	<u>6,359</u>
Totals and Averages	<u>\$ 170,061,143</u>	<u>1.585%</u>	<u>100.00%</u>	<u>942</u>
SBB&T Money Market Account	6,848,022			
Total Cash and Investments	<u>\$ 176,909,165</u>			

NET CASH AND INVESTMENT ACTIVITY FOR FEBRUARY 2012 **\$ (8,755,806)**

ENDING BALANCE AS OF FEBRUARY 29, 2012

<u>Description</u>	<u>Book Value</u>	<u>Yield to Maturity (365 days)</u>	<u>Percent of Portfolio</u>	<u>Average Days to Maturity</u>
State of California LAIF	\$ 41,000,000	0.389%	24.92%	1 (1)
Certificates of Deposit	2,000,000	0.800%	1.22%	627
Federal Agency Issues - Coupon	103,451,568	1.805%	62.87%	1,083
Corporate/Medium Term Notes	<u>12,210,811</u>	<u>1.781%</u>	<u>7.42%</u>	<u>1,180</u>
	158,662,378	1.425%	96.43%	805
SB Airport Promissory Note	<u>5,877,335</u>	<u>7.000%</u>	<u>3.57%</u>	<u>6,330</u>
Totals and Averages	<u>\$ 164,539,713</u>	<u>1.624%</u>	<u>100.00%</u>	<u>1,002</u>
SBB&T Money Market Account	3,613,645			
Total Cash and Investments	<u>\$ 168,153,358</u>			

Note:

(1) The average life of the LAIF portfolio as of February 29, 2012 is 239 days.

CITY OF SANTA BARBARA

Investment Portfolio

February 29, 2012

DESCRIPTION	PURCHASE	MATURITY	QUALITY RATING		STATED	YIELD AT	FACE	BOOK	MARKET	BOOK	COMMENTS
	DATE	DATE	MOODY'S	S & P							
LOCAL AGENCY INVESTMENT FUNDS											
LOCAL AGENCY INVESTMENT FUND	-	-	-	-	0.389	0.389	23,000,000.00	23,000,000.00	23,000,000.00	0.00	
LOCAL AGENCY INV FUND/RDAS	-	-	-	-	0.389	0.389	18,000,000.00	18,000,000.00	18,000,000.00	0.00	
Subtotal, LAIF							41,000,000.00	41,000,000.00	41,000,000.00	0.00	
CERTIFICATES OF DEPOSIT											
MONTECITO BANK & TRUST	11/18/11	11/18/13	-	-	0.800	0.800	2,000,000.00	2,000,000.00	2,000,000.00	0.00	
Subtotal, Certificates of deposit							2,000,000.00	2,000,000.00	2,000,000.00	0.00	
FEDERAL AGENCY ISSUES - COUPON											
FEDERAL FARM CREDIT BANK	03/06/09	04/24/12	Aaa	AA+	2.250	2.120	2,000,000.00	2,000,369.31	2,006,260.00	5,890.69	
FEDERAL FARM CREDIT BANK	02/10/11	02/10/14	Aaa	AA+	1.375	1.375	2,000,000.00	2,000,000.00	2,036,120.00	36,120.00	
FEDERAL FARM CREDIT BANK	03/09/11	03/09/16	Aaa	AA+	2.600	2.621	2,000,000.00	1,999,955.56	2,001,040.00	1,084.44	Callable 03/09/12, then cont.
FEDERAL FARM CREDIT BANK	03/05/09	03/04/13	Aaa	AA+	2.600	2.600	2,000,000.00	2,000,000.00	2,048,180.00	48,180.00	
FEDERAL FARM CREDIT BANK	05/08/09	04/08/13	Aaa	AA+	2.200	2.200	2,000,000.00	2,000,000.00	2,043,460.00	43,460.00	
FEDERAL FARM CREDIT BANK	06/19/09	06/18/12	Aaa	AA+	2.125	2.125	2,000,000.00	2,000,000.00	2,011,960.00	11,960.00	
FEDERAL FARM CREDIT BANK	04/30/10	04/09/15	Aaa	AA+	2.900	2.916	2,000,000.00	1,999,917.37	2,003,800.00	3,882.63	Callable 04/09/12, once
FEDERAL FARM CREDIT BANK	11/23/10	11/23/15	Aaa	AA+	2.000	2.000	2,000,000.00	2,000,000.00	2,006,880.00	6,880.00	Callable 05/23/12, then cont.
FEDERAL FARM CREDIT BANK	02/16/11	02/16/16	Aaa	AA+	2.570	2.570	2,000,000.00	2,000,000.00	2,119,100.00	119,100.00	
FEDERAL HOME LOAN BANK	03/04/09	06/08/12	Aaa	AA+	4.375	2.110	1,700,000.00	1,709,971.25	1,719,601.00	9,629.75	
FEDERAL HOME LOAN BANK	04/15/10	10/15/13	Aaa	AA+	2.000	2.000	2,000,000.00	2,000,000.00	2,054,140.00	54,140.00	
FEDERAL HOME LOAN BANK	08/05/10	09/12/14	Aaa	AA+	1.375	1.375	2,000,000.00	2,000,000.00	2,044,180.00	44,180.00	
FEDERAL HOME LOAN BANK	09/17/09	12/13/13	Aaa	AA+	3.125	2.440	2,000,000.00	2,023,057.41	2,098,540.00	75,482.59	
FEDERAL HOME LOAN BANK	01/15/10	10/30/12	Aaa	AA+	1.700	1.700	2,000,000.00	2,000,000.00	2,020,360.00	20,360.00	
FEDERAL HOME LOAN BANK	04/05/10	11/29/13	Aaa	AA+	2.000	2.000	2,000,000.00	2,000,000.00	2,057,520.00	57,520.00	
FEDERAL HOME LOAN BANK	06/29/10	10/29/12	Aaa	AA+	1.125	1.125	2,000,000.00	2,000,000.00	2,012,680.00	12,680.00	
FEDERAL HOME LOAN BANK	05/28/10	05/28/15	Aaa	AA+	2.000	2.653	2,000,000.00	2,000,000.00	2,021,700.00	21,700.00	SU 3.35%, Callable 11/28/12, once
FEDERAL HOME LOAN BANK	09/26/11	08/28/13	Aaa	AA+	1.000	0.381	1,000,000.00	1,009,195.74	1,010,320.00	1,124.26	
FEDERAL HOME LOAN BANK	09/17/09	09/13/13	Aaa	AA+	4.375	2.272	2,000,000.00	2,061,319.67	2,124,240.00	62,920.33	
FEDERAL HOME LOAN BANK	02/22/10	12/13/13	Aaa	AA+	3.125	2.130	2,000,000.00	2,033,893.48	2,098,540.00	64,646.52	
FEDERAL HOME LOAN BANK	03/26/10	06/08/12	Aaa	AA+	1.375	1.325	2,000,000.00	2,000,264.55	2,006,900.00	6,635.45	
FEDERAL HOME LOAN BANK	02/09/11	01/29/15	Aaa	AA+	1.750	1.750	2,000,000.00	2,000,000.00	2,065,700.00	65,700.00	
FEDERAL HOME LOAN BANK	04/15/11	05/27/15	Aaa	AA+	2.000	2.000	2,000,000.00	2,000,000.00	2,081,420.00	81,420.00	
FEDERAL HOME LOAN BANK	09/26/11	10/30/13	Aaa	AA+	2.000	0.400	1,500,000.00	1,539,729.43	1,541,490.00	1,760.57	
FEDERAL HOME LOAN BANK	02/28/12	02/28/17	Aaa	AA+	1.250	1.250	5,000,000.00	5,000,000.00	4,982,700.00	(17,300.00)	Callable 03/28/12, then monthly
FEDERAL HOME LOAN MTG CORP	10/19/11	10/19/16	Aaa	AA+	1.500	1.500	2,000,000.00	2,000,000.00	2,006,940.00	6,940.00	Callable 07/19/12, then qtrly
FEDERAL HOME LOAN MTG CORP	09/03/09	09/21/12	Aaa	AA+	2.125	1.699	2,000,000.00	2,004,590.16	2,021,980.00	17,389.84	
FEDERAL HOME LOAN MTG CORP	01/06/11	02/25/14	Aaa	AA+	1.375	1.375	2,000,000.00	2,000,000.00	2,044,540.00	44,540.00	
FEDERAL HOME LOAN MTG CORP	11/09/11	11/09/16	Aaa	AA+	1.800	1.800	2,000,000.00	2,000,000.00	2,004,840.00	4,840.00	Callable 05/09/12, then qtrly
FEDERAL HOME LOAN MTG CORP	09/28/11	09/28/16	Aaa	AA+	1.400	1.400	2,000,000.00	2,000,000.00	2,007,120.00	7,120.00	Callable 09/28/12, once
FEDERAL HOME LOAN MTG CORP	02/21/12	02/21/17	Aaa	AA+	1.300	1.300	2,000,000.00	2,000,000.00	1,999,760.00	(240.00)	Callable 02/21/14, once

CITY OF SANTA BARBARA
Investment Portfolio
February 29, 2012

DESCRIPTION	PURCHASE DATE	MATURITY DATE	QUALITY RATING		STATED RATE	YIELD AT 365	FACE VALUE	BOOK VALUE	MARKET VALUE	BOOK GAIN/(LOSS)	COMMENTS
			MOODY'S	S & P							
FEDERAL HOME LOAN MTG CORP	06/09/09	08/17/12	Aaa	AA+	1.000	2.420	2,000,000.00	1,987,466.13	2,006,980.00	19,513.87	
FEDERAL HOME LOAN MTG CORP	03/26/10	04/25/12	Aaa	AA+	1.125	1.197	1,000,000.00	999,893.30	1,001,510.00	1,616.70	
FEDERAL HOME LOAN MTG CORP	02/11/11	04/02/14	Aaa	AA+	4.500	1.615	2,000,000.00	2,116,866.49	2,166,260.00	49,393.51	
FEDERAL HOME LOAN MTG CORP	10/03/11	10/03/16	Aaa	AA+	1.000	1.612	2,000,000.00	2,000,000.00	2,001,120.00	1,120.00	SU 2.25% Callable 04/03/12, then qtrly
FEDERAL NATL MORTGAGE ASSN	09/28/11	09/28/16	Aaa	AA+	1.000	1.401	1,000,000.00	999,712.50	999,180.00	(532.50)	SU 1%-3%, Call 09/28/12, then qtrly
FEDERAL NATL MORTGAGE ASSN	11/09/11	11/09/16	Aaa	AA+	1.500	1.807	2,000,000.00	1,999,655.56	2,012,980.00	13,324.44	SU 1.5%-3.5%, Call 11/09/12, then qtrly
FEDERAL NATL MORTGAGE ASSN	12/28/11	12/28/16	Aaa	AA+	1.125	1.641	2,000,000.00	2,000,000.00	2,004,620.00	4,620.00	SU 2% Callable 12/28/12, then qtrly
FEDERAL NATL MORTGAGE ASSN	06/07/11	03/07/16	Aaa	AA+	2.075	2.075	2,000,000.00	2,000,000.00	2,009,640.00	9,640.00	Callable 06/07/12, once
FEDERAL NATL MORTGAGE ASSN	09/28/11	09/28/16	Aaa	AA+	1.300	1.475	2,000,000.00	2,000,000.00	2,001,760.00	1,760.00	SU 1.3%-2.25%, Call 03/28/12, then qtrly
FEDERAL NATL MORTGAGE ASSN	10/28/11	10/28/16	Aaa	AA+	1.500	1.521	2,000,000.00	1,998,341.67	2,001,580.00	3,238.33	Callable 10/28/13, once
FEDERAL NATL MORTGAGE ASSN	01/25/12	01/25/17	Aaa	AA+	1.000	1.256	2,000,000.00	1,999,100.00	2,004,980.00	5,880.00	SU 1.5%, Callable 01/25/13, then qtrly
FEDERAL NATL MORTGAGE ASSN	08/10/10	08/10/15	Aaa	AA+	2.000	2.055	2,000,000.00	1,998,851.67	2,014,060.00	15,208.33	Callable 08/10/12, once
FEDERAL NATL MORTGAGE ASSN	11/17/10	11/17/14	Aaa	AA+	1.300	1.300	2,000,000.00	2,000,000.00	2,038,380.00	38,380.00	
FEDERAL NATL MORTGAGE ASSN	04/11/11	04/11/16	Aaa	AA+	2.500	2.500	2,000,000.00	2,000,000.00	2,005,000.00	5,000.00	Callable 04/11/12, once
FEDERAL NATL MORTGAGE ASSN	06/27/11	06/27/16	Aaa	AA+	2.000	2.000	2,000,000.00	2,000,000.00	2,030,660.00	30,660.00	Callable 06/27/13, once
FEDERAL NATL MORTGAGE ASSN	12/28/11	12/28/16	Aaa	AA+	1.625	1.625	2,000,000.00	2,000,000.00	2,012,580.00	12,580.00	Callable 12/28/12, once
FEDERAL NATL MORTGAGE ASSN	09/21/10	09/21/15	Aaa	AA+	2.000	2.000	2,000,000.00	2,000,000.00	2,081,420.00	81,420.00	
FEDERAL NATL MORTGAGE ASSN	12/10/10	10/26/15	Aaa	AA+	1.625	2.067	2,000,000.00	1,969,416.51	2,067,120.00	97,703.49	
FEDERAL NATL MORTGAGE ASSN	04/18/11	04/18/16	Aaa	AA+	2.500	2.500	2,000,000.00	2,000,000.00	2,047,760.00	47,760.00	Callable 04/18/13, once
FEDERAL NATL MORTGAGE ASSN	06/29/11	12/29/14	Aaa	AA+	1.300	1.300	2,000,000.00	2,000,000.00	2,001,380.00	1,380.00	Callable 03/29/12, once
FEDERAL NATL MORTGAGE ASSN	01/30/12	01/30/17	Aaa	AA+	1.300	1.300	2,000,000.00	2,000,000.00	2,001,420.00	1,420.00	Callable 01/30/13, then qtrly
Subtotal, Federal Agencies							103,200,000.00	103,451,567.76	104,812,401.00	1,360,833.24	
CORPORATE/MEDIUM TERM NOTES											
BERKSHIRE HATHAWAY FIN	12/15/10	12/15/15	Aa2	AA+	2.450	2.530	2,000,000.00	1,994,316.67	2,090,540.00	96,223.33	
GENERAL ELECTRIC CAPITAL CORP	11/10/10	11/09/15	Aa2	AA+	2.250	2.250	2,000,000.00	2,000,000.00	2,057,080.00	57,080.00	
GENERAL ELECTRIC CAPITAL CORP	01/07/11	01/07/14	Aa2	AA+	2.100	2.100	2,000,000.00	2,000,000.00	2,039,940.00	39,940.00	
PRES & FELLOWS OF HARVARD COLL	07/12/11	01/15/14	Aaa	AAA	5.000	1.000	2,000,000.00	2,147,548.53	2,154,840.00	7,291.47	Callable 03/12/12
PROCTOR & GAMBLE	09/20/11	11/15/15	Aa3	AA-	1.800	1.085	2,000,000.00	2,051,664.62	2,071,180.00	19,515.38	
TOYOTA MOTOR CREDIT	09/26/11	09/15/16	Aa3	AA-	2.000	1.800	2,000,000.00	2,017,280.76	2,037,000.00	19,719.24	
Subtotal, Corporate Securities							12,000,000.00	12,210,810.58	12,450,580.00	239,769.42	
SB AIRPORT PROMISSORY NOTE (LT)											
SANTA BARBARA AIRPORT	07/14/09	06/30/29	-	-	7.000	7.000	5,877,334.65	5,877,334.65	5,877,334.65	0.00	
Subtotal, SBA Note							5,877,334.65	5,877,334.65	5,877,334.65	0.00	
TOTALS							164,077,334.65	164,539,712.99	166,140,315.65	1,600,602.66	

Market values have been obtained from the City's safekeeping agent, Santa Barbara Bank and Trust (SBB&T). SBB&T uses Interactive Data Pricing Service, Bloomberg and DTC.

CITY OF SANTA BARBARA
REDEVELOPMENT AGENCY MINUTES

Regular Meeting
November 15, 2011
Council Chamber, 735 Anacapa Street

CALL TO ORDER

Vice-Chair Bendy White called the joint meeting of the Agency and the City Council to order at 2:00 p.m.

ROLL CALL

Agency members present: Dale Francisco, Frank Hotchkiss, Grant House, Randy Rowse, Michael Self, Vice-Chair White.

Agency members absent: Chair Schneider.

Staff present: Executive Director/Secretary James L. Armstrong, Agency Counsel Stephen P. Wiley, Deputy Director Paul Casey, Housing and Redevelopment Manager Brian Bosse, City Clerk Services Manager Cynthia M. Rodriguez.

PUBLIC COMMENT

No one wished to speak.

CONSENT CALENDAR

Motion:

Agency Members House/Rowse to approve the Consent Calendar as recommended.

Vote:

Unanimous roll call vote (Absent: Chair Schneider).

1. Subject: Redevelopment Agency Fiscal Year 2012 Interim Financial Statements For The Three Months Ended September 30, 2011 (11)

Recommendation: That the Redevelopment Agency Board accept the Redevelopment Agency Fiscal Year 2012 Interim Financial Statements for the Three Months Ended September 30, 2011.

Action: Approved the recommendation (November 15, 2011, report from the Fiscal Officer).

ADJOURNMENT

Vice-Chair White adjourned the meeting at 7:29 p.m.

SANTA BARBARA
REDEVELOPMENT AGENCY

SANTA BARBARA
CITY CLERK'S OFFICE

BENDY WHITE
VICE-CHAIR

CYNTHIA M. RODRIGUEZ, CMC
CITY CLERK SERVICES MANAGER

CITY OF SANTA BARBARA
REDEVELOPMENT AGENCY MINUTES

Special Meeting
January 31, 2012
Council Chamber, 735 Anacapa Street

CALL TO ORDER

Chair Helene Schneider called the joint meeting of the Agency and the City Council to order at 2:00 p.m.

ROLL CALL

Agency members present: Frank Hotchkiss, Grant House, Cathy Murillo, Randy Rowse, Bendy White, Chair Schneider.

Agency members absent: Dale Francisco.

Staff present: Executive Director/Secretary James L. Armstrong, Agency Counsel Stephen P. Wiley, Deputy Director Paul Casey, Housing and Redevelopment Manager Brian Bosse, Deputy City Clerk Brenda Alcazar.

PUBLIC COMMENT

No one wished to speak.

CONSENT CALENDAR

Agency member Murillo stated that she would abstain from voting on the following item since she was not serving as an Agency member for the meeting of December 6, 2011.

1. Subject: Minutes (5)

Recommendation: That the Redevelopment Agency Board waive the reading and approve the minutes of the regular meeting of December 6, 2011.

Motion:

Agency members White/Hotchkiss to approve the recommendation.

Vote:

Unanimous voice vote (Abstention: Agency member Murillo; Absent: Agency member Francisco).

Agency member Francisco entered the meeting at 2:22 p.m.

REDEVELOPMENT AGENCY REPORTS

2. Subject: Redevelopment Agency Of The City Of Santa Barbara Enforceable Obligation Payment Schedule (7)

Recommendation: That Agency Board:

- A. Adopt, by reading of title only, A Resolution of the Redevelopment Agency of the City of Santa Barbara Adopting an Enforceable Obligation Payment Schedule ("EOPS"); and
- B. Adopt, by reading of title only, A Resolution of the Redevelopment Agency of the City of Santa Barbara Declaring that the Agency Has Not Forgiven the Repayment, Wholly or Partially, of Any Loan, Advance, or Indebtedness that Has Been Owed By a Public Body to the Agency or By the Agency to a Public Body From January 1, 2010, Through December 31, 2011.

Documents:

- January 31, 2012, report from the Deputy Director.
- Proposed Resolutions.

The titles of the resolutions were read.

Speakers:

Staff: Deputy Director Paul Casey, Housing and Redevelopment Manager Brian Bosse, Executive Director James Armstrong, Agency Counsel Stephen Wiley.

Motion:

Agency members Hotchkiss/Francisco to approve the recommendations; Resolution Nos. 1030 and 1031.

Vote:

Unanimous roll call vote.

ADJOURNMENT

Chair Schneider adjourned the meeting at 6:20 p.m.

SANTA BARBARA
REDEVELOPMENT AGENCY

SANTA BARBARA
CITY CLERK'S OFFICE

HELENE SCHNEIDER
CHAIR

BRENDA ALCAZAR, CMC
DEPUTY CITY CLERK



CITY OF SANTA BARBARA

COUNCIL AGENDA REPORT

AGENDA DATE: March 27, 2012
TO: Mayor and Councilmembers
FROM: Housing Division, Community Development Department
SUBJECT: RDA Successor Agency Oversight Board Appointments

RECOMMENDATION:

That Council adopt, by reading of title only, A Resolution of the Council of the City of Santa Barbara Acting as Successor Agency to the Redevelopment Agency of the City of Santa Barbara, Confirming the Mayor's Appointment of Members to the Successor Agency's Oversight Board Pursuant to Health and Safety Code Section 34179.

BACKGROUND:

On December 29, 2011, the Supreme Court issued its much anticipated rulings on AB 1X 26 ("AB 26") and 27 ("AB 27"). It upheld AB 26 ("Dissolution") and struck down AB 27 ("Continuation"). With no recourse for further appeal, the Supreme Court decision is final. In its decision, the Supreme Court extended each effective date or deadline for performance of an obligation in AB 26, to take effect four months later. As a result of the decision, every redevelopment agency in the State was dissolved pursuant to AB 26, as of February 1, 2012.

AB 26 provides that the city that authorized the creation of a redevelopment agency is designated as the successor agency to the former agency and, with certain exceptions, is vested with all authority, rights, powers, duties, and obligations previously vested with the redevelopment agency under the Community Redevelopment Law (Health & Safety Code, § 33000 et seq.) and is responsible for the winding down of the agency's affairs. The City of Santa Barbara confirmed its appointment as Successor Agency to the former Redevelopment Agency of the City of Santa Barbara on January 10, 2012.

Section 34179(a) of AB 26 requires the establishment of an Oversight Board for each successor agency. The Oversight Board is generally intended to supervise the activities of the successor agency and ensure that the former redevelopment agency's assets are distributed to the taxing entities expeditiously and in a manner that maximizes value. The Oversight Board has a fiduciary responsibility to holders of enforceable obligations of the former agency and to the taxing entities that would benefit from the distribution of revenues generated by the liquidation of agency assets. Oversight Boards must be in place no later than May 1, 2012.

DISCUSSION:

The activities of the City, as Successor Agency to the former Redevelopment Agency of the City of Santa Barbara, will be overseen by its Oversight Board, until such time as all of the debts of the Agency are paid off, all Agency assets liquidated and all property taxes previously paid to the Agency are redirected to local taxing agencies. Health and Safety Code section 34179(a), enacted by AB 26, provides that the Oversight Board is to be composed of seven (7) members, selected as follows:

1. One member appointed by the County of Santa Barbara Board of Supervisors ("BOS").
2. One member appointed by the Mayor of the City.
3. One member appointed by the largest special district (Santa Barbara County Flood Control and Water Conservation District), by property tax share, with territory in the territorial jurisdiction of the Agency, which is the type of special district eligible to receive property tax revenues pursuant to Health and Safety Code section 34188.
4. One member appointed by the Santa Barbara County Superintendent of Schools to represent schools.
5. One member appointed by the Chancellor of the California Community Colleges to represent community college districts in Santa Barbara County.
6. One member of the public appointed by the County BOS.
7. One member representing the employees of the Agency appointed by the Mayor from the recognized employee organization representing the largest number of former employees of the Redevelopment Agency of the City of Santa Barbara employed by the successor agency at that time.

Health and Safety section 34179(e) states that a majority of the total membership of the oversight board shall constitute a quorum for the transaction of business and is required for the oversight board to take action. Moreover, the oversight board is deemed to be a local entity for purposes of the Ralph M. Brown Act, the California Public Records Act, and the Political Reform Act of 1974.

It is crucial that members selected to oversight boards understand the policy framework which governed former redevelopment agencies and now currently governs their successor agencies. Oversight Board members should also possess a strong understanding of local government finance and transactions such as those included on the Recognized Obligation Payment Schedule in order to serve effectively. The appointees recommended for appointment in the attached Resolution possess these qualifications.

Other jurisdictions are pursuing the approach of having former staff members of the Redevelopment Agency serve on their respective oversight boards. Doing so helps in maintaining consistency in light of elections that could change the composition of a City Council or Board of Supervisors. Moreover, because of the technical nature of AB 26

and the likely amendments intended to clean-up the legislation, former Agency staff may be in a better position to help keep both the successor agencies and oversight boards up to speed on any changes to the implementation and process requirements.

For these purposes, the Santa Barbara County BOS took action on February 21, 2012 to appoint County CEO Chandra L. Wallar (pursuant to Section 34179(a)(1)) as the appointee of the BOS and Assistant CEO Renee Bahl (pursuant to Section 34179(a)(3)) as the appointee of the Santa Barbara County Flood Control and Water Conservation District to serve on City of Santa Barbara's Oversight Board. The BOS has also established an *ad hoc* committee and is soliciting applications for appointees to fill the public-at-large position on the City's Board. The BOS is expected to make this appointment on April 3, 2012. The Chancellor of California Community Colleges has appointed Brian Fahnestock to serve as its appointee on the City's Oversight Board. The Santa Barbara County Superintendent of Schools has appointed Assistant Superintendent of the Santa Barbara Unified School District, Meg Jetté, to serve on the City's Oversight Board.

Oversight Board Appointments of the City of Santa Barbara Successor Agency

Based on HSC section 34179(a)(2&7), the Mayor is responsible for appointing two members to the Oversight Board of the Successor Agency of the former Redevelopment Agency of the City of Santa Barbara. The Mayor's appointment to serve on the Oversight Board is City Administrator Jim Armstrong. The Mayor has also appointed Paul Casey, Assistant City Administrator, and former Redevelopment Agency Deputy Director, to serve as the representative for the employees of the former Redevelopment Agency of the City of Santa Barbara. It is recommended that the City Council confirm the Mayor's appointments to the Oversight Board by adopting this Resolution.

BUDGET/FINANCIAL INFORMATION:

No City funds are involved with the confirmation of the Mayor's appointments of members to the Oversight Board of the Successor Agency to the former Redevelopment Agency of the City of Santa Barbara.

PREPARED BY: Brian J. Bosse, Housing Manager

SUBMITTED BY: Paul Casey, Assistant City Administrator

APPROVED BY: City Administrator's Office

RESOLUTION NO. _____

A RESOLUTION OF THE COUNCIL OF THE CITY OF SANTA BARBARA ACTING AS SUCCESSOR AGENCY TO THE REDEVELOPMENT AGENCY OF THE CITY OF SANTA BARBARA, CONFIRMING THE MAYOR'S APPOINTMENT OF MEMBERS TO THE SUCCESSOR AGENCY'S OVERSIGHT BOARD PURSUANT TO HEALTH AND SAFETY CODE SECTION 34179

WHEREAS, on November 14, 1972, the Redevelopment Plan for the Central City Redevelopment Project ("CCRP") was adopted by the City Council by Ordinance No. 3566 and would have expired by its own terms in August 2015;

WHEREAS, the Redevelopment Agency of the City of Santa Barbara, through the exercise of its powers under the California Community Redevelopment Law (Health & Safety Code Section 33000 *et seq.*) ("CRL") has made major contributions to the physical and economic development of the CCRP and the City, and has strengthened the City's ability to meet the needs of its constituents and has enhanced the quality of life of the City's citizens;

WHEREAS, the California Legislature has adopted and the Governor has signed AB1X 26 legislation, which has resulted in the Agency's dissolution;

WHEREAS, AB 1X 26 provides that the city that formed the redevelopment agency be designated as the successor agency to the former redevelopment agency and that, with certain exceptions, all authority, rights, powers, duties and obligations previously vested with the former redevelopment agency, under the CRL, be vested in the successor agency;

WHEREAS, on January 10, 2012, the Santa Barbara City Council confirmed its designation as the Successor Agency to the Redevelopment Agency of the City of Santa Barbara;

WHEREAS, AB 1X 26 further provides that the successor agency's activities are subject to review and approval by an Oversight Board which shall be created for each successor agency;

WHEREAS, the Oversight Board is to be comprised of seven appointees from affected local taxing entities and the community that established the redevelopment agency, including one member to be appointed by the Mayor for the city that formed the redevelopment agency and one member to be appointed by the Mayor representing the employees of the former redevelopment agency;

WHEREAS, at its meeting of March 27, 2012, the Mayor of the City of Santa Barbara announced the appointment of City Administrator Jim Armstrong, to serve as the Mayor's appointee on the Oversight Board, and Paul Casey, the Assistant City Administrator, and former Redevelopment Agency Deputy Director, to serve as the representative for the employees of the former Agency;

WHEREAS, the Council desires to confirm the Mayor's appointments to the Oversight Board; and

WHEREAS, all other legal prerequisites to the adoption of this Resolution have occurred.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF SANTA BARBARA, ACTING AS THE SUCCESSOR AGENCY TO THE REDEVELOPMENT AGENCY OF THE CITY OF SANTA BARBARA, AS FOLLOWS:

SECTION 1. The Recitals set forth above are true and correct and are incorporated into this Resolution by this reference.

SECTION 2. The City Council hereby confirms the Mayor's appointment of City Administrator Jim Armstrong to serve as the Mayor's appointment to the Oversight Board and the Mayor's appointment of Paul Casey, Assistant City Administrator and former Redevelopment Agency Deputy Director, to serve as the representative for the employees of the former Redevelopment Agency of the City of Santa Barbara.

SECTION 3. This Resolution shall take effect immediately upon its adoption.



CITY OF SANTA BARBARA

COUNCIL AGENDA REPORT

AGENDA DATE: March 27, 2012

TO: Mayor and Councilmembers

FROM: Recreation Division, Parks and Recreation Department

SUBJECT: Proposal To Formally Establish The Santa Barbara Youth Council As A City Advisory Committee

RECOMMENDATION:

That Council formally establish the Santa Barbara Youth Council as a City Advisory Committee through the adoption of, by reading of title only, A Resolution of the Council of the City of Santa Barbara Establishing the Santa Barbara Youth Council.

DISCUSSION:

The Santa Barbara Youth Council has served in an advisory role to the Parks and Recreation Commission and City Council for over 17 years. A review of City documents shows the Youth Council was never formally adopted by City Resolution as a City Advisory Committee as other advisory boards and commissions have been.

A stakeholder group was formed to review the purpose of the Youth Council and to develop recommendations whereby the City Council would formally establish the Youth Council as a youth advisory board consistent with the City Charter. The stakeholders included:

- Lesley Wiscomb, Chair, Parks and Recreation Commission
- Rocky Jacobson, Commissioner, Parks and Recreation Commission
- Cesar Trujillo, Member, Neighborhood Advisory Council
- Morgan Lunt, 2nd Vice Chair, Santa Barbara Youth Council (2011)
- Carole Green, Parliamentarian, Santa Barbara Youth Council (2011)
- Ivette Gil, Chair, Santa Barbara Youth Council (alternate) (2012)
- Sarah Hanna, Programs Manager, Parks and Recreation Department
- Susan Young, Neighborhood and Outreach Services Supervisor and Staff Advisor to the Santa Barbara Youth Council

The stakeholders' draft Proposal to Formally Establish the Santa Barbara Youth Council as a City Advisory Committee was approved by the Youth Council and the Parks and Recreation Commission.

Youth Council Background

Over the last several years, youth boards, commissions or councils (hereinafter collectively referred to as "youth councils") have grown in popularity in cities across the nation. The National League of Cities lists over 140 local youth councils throughout the nation. Adult decision makers have found these councils to be an effective way to involve youth in shaping policy, improving services, and developing youth leaders. The City of Santa Barbara has also utilized youth leaders in such service.

In 1991, the City Council created a Youth Task Force in response to heightened concerns about the needs of youth. The Youth Task Force recommended, among others things, that the City establish a way for young people to have a voice in government through a Youth Council, town meetings, or youth representation on City boards and commissions. In 1994, the City created the United Youth Empowered (UYE), a youth leadership group, which functioned as a voice for teens by facilitating youth forums, publishing a youth magazine, and assisting with the planning of teen activities.

In 1997, UYE began to be identified as the Santa Barbara Youth Council, functioning as an advisory board for the Parks and Recreation Department's Teen Programs and actively participating in the development of public policy by working with City Council and other local officials. The Youth Council has continued to function as an advisory board to the City Council, the Parks and Recreation Commission, and other boards and commissions in the City. The Youth Council was instrumental in helping draft policy for a social host ordinance adopted by local jurisdictions including the City of Santa Barbara, conducting youth forums on issues such as graffiti, teen rights, and bullying, and assisting in the development of the City's skate park and Twelve35 teen center.

Proposal to Formally Establish the Youth Council

Over six meetings, the stakeholders finalized the Proposal to Formally Establish the Santa Barbara Youth Council as a City Council Advisory Committee. The stakeholders were charged with reviewing and establishing the purpose, duties, membership, appointments, organization, terms and format of the Youth Council, which would be forwarded to the Youth Council, Parks and Recreation Commission and to the City Council for consideration.

Summary of Proposed Changes

The essential purpose and duties of the Youth Council are not proposed to change in any significant way. The key changes as proposed include the following:

Membership	Reduced from 17 to 15 members. To encourage diversity and expand leadership opportunities, member composition was expanded to include alternative, community and continuation high schools. In addition, eight of the 15 members are required to be City residents.
Application, Interview, and Appointments	Application, interview and appointments of new Youth Council members shifted from Youth Council to City Council. See Youth Council Appointment Process below.
Meetings	Changed from holding at least two regular meetings per month to a minimum of one per month, plus any additional meetings as determined by Youth Council action.
Term	Currently, Youth Council members serve from time of appointment until resignation, removal or graduation from 12 th grade. Proposed that members will serve a two-year term, and may be appointed to multiple terms.

Youth Council Appointment Process

During the stakeholder meetings, the group spent considerable time on the membership and appointment process. Currently, the Youth Council conducts interview and appointment of potential members separate from any other City process. Under the City Council Advisory Committee recruitment and appointment process, potential candidates apply through the City Clerk's Office, and are interviewed by City Council prior to City Council appointment. The stakeholders wanted to ensure that the makeup of the Youth Council reflected the diversity of the City's youth and to maintain the Youth Council's input as it relates to appointments. Under the draft proposal, Youth Council appointments would be incorporated into the semi-annual City Council Advisory Committee recruitment and appointment process. However, as part of the process, Youth Council candidates would first be interviewed by the Youth Council with the Youth Council forwarding their recommendations to the City Council. Youth Council candidates will also be interviewed by City Council consistent with other City boards and commissions.

Youth Council and Parks and Recreation Commission Recommendations

The Youth Council approved the Proposal to Formally Establish the Santa Barbara Youth Council as a City Advisory Committee at their October 10, 2011 special meeting. At their October 26, 2011 meeting, the Parks and Recreation Commission concurred and recommended the proposal be submitted to the City Council for consideration.

Transition to New Membership and Options

The stakeholders did not discuss the transition in membership between the current Youth Council members and the new proposed Santa Barbara Youth Council should the resolution be approved. Currently five of the 17 Youth Council members are high school seniors whose terms will end in June. There are 12 remaining members plus one alternate member; of these, five attend San Marcos High School, two attend Dos Pueblos High School, two attend Santa Barbara High School, and four attend private high schools. Of those 13, six members are City residents.

Given that the current make-up of the Youth Council does not easily transition to the new membership representation and residency, there are two options on how to proceed filling the membership.

Option 1 – The current Youth Council would be dissolved effective June 30, 2012, and an application and interview process for all 15 members would be conducted by the City Clerk's office this spring, with terms beginning July 1, 2012. The process would follow the current City Council advisory committee interview process guidelines, adding a recommendation from the current Youth Council as proposed in the draft resolution and a lottery to stagger member terms.

Option 2 – The seniors on the Youth Council would retire upon graduation. The rest of the current Youth Council would have their terms extended until June 30, 2013 with the current alternate member appointed as a thirteenth member through that date. Sufficient at-large members would be recruited during the 2012 recruitment process to achieve a membership of 15 members. New at-large members would be appointed without regard to their school or place of residence. The membership qualifications specified in the proposed resolution would start with the appointments for Fiscal Year 2014.

Youth Council Recommendation for Fiscal Year 2013 Transition

At their meeting of March 19, 2012, the Youth Council addressed the challenge of transitioning into the new membership configuration and recommended that City Council move forward with Option 2.

Council Agenda Report
Proposal To Formally Establish The Santa Barbara Youth Council As A City Advisory
Committee
March 13, 2012
Page 5

PREPARED BY: Susan Young, Neighborhood and Outreach Services
Supervisor

SUBMITTED BY: Sarah Hanna, Recreation Programs Manager

APPROVED BY: Nancy L. Rapp, Parks and Recreation Director

RESOLUTION NO. _____

A RESOLUTION OF THE COUNCIL OF THE CITY OF
SANTA BARBARA ESTABLISHING THE SANTA
BARBARA YOUTH COUNCIL

WHEREAS, in 1991, the City Council created a Youth Task Force in response to heightened concerns about the needs of youth;

WHEREAS, the Youth Task Force presented their Final Report to City Council in 1993 which included findings and recommendations on a wide variety of youth issues, including recommendation that the City provide a voice for young people in government through a Youth Council, town meetings, and youth representation on City boards and commissions;

WHEREAS, in 1994, the City established a working partnership with the youth of Santa Barbara including the creation of the United Youth Empowered, which functioned as a voice for teens, by facilitating youth forums, a youth magazine, and planning teen activities;

WHEREAS, in 1997, United Youth Empowered began to be identified as the City's Youth Council, functioning as an advisory board for Teen Programs and actively participating in the development of public policy by working with City Council and other local officials;

WHEREAS, the Youth Council has continued to function as an advisory board to the City Council, the Parks and Recreation Commission and other boards and commission in the City, and as such for the past 14 years, has been instrumental in helping draft policy for a social host ordinance; conducted youth forums on issues such as graffiti, teen rights and bullying; assisted in the development and coordination of the City's skate park and teen center; and have served as Youth Interns on various city boards; and,

WHEREAS, to preserve the intent of creating United Youth Empowered and to establish a youth advisory board consistent with the City Charter.

NOW, THEREFORE, BE IT RESOLVED BY THE COUNCIL OF THE CITY OF SANTA BARBARA AS FOLLOWS:

Section 1. Establishment.

The establishment of City of Santa Barbara Youth Council is hereby formalized.

Section 2. Purpose.

The purpose of the Santa Barbara Youth Council is to advise, comment, and make recommendations to the Mayor and City Council, Parks and Recreation Commission, other City boards and commissions, and City staff on issues that primarily affect youth of Santa Barbara. The Santa Barbara Youth Council is to be the “voice” of the Santa Barbara youth community, identifying issues and other needs of Santa Barbara youth.

Section 3. Duties.

The Santa Barbara Youth Council shall perform a variety of guidance and support functions. The scope of such involvement will include, but not be limited to the following:

A. Represent community youth to ensure their concerns, issues and viewpoints are presented.

B. Identify concerns, interests, and needs of Santa Barbara youth and make recommendations to the City Council, Parks and Recreation Commission, and Parks and Recreation Department staff regarding such concerns, interests, and needs.

C. Promote and encourage youth interest and participation in community affairs.

D. Gather youth and community input through civic engagement activities. Create and/or support opportunities for public discussion through forums, meetings, workshops, and conferences. Share information gathered and make recommendations as appropriate.

E. Collaborate and/or engage with other community agencies, advisory bodies or youth groups in areas of mutual concern and benefit.

F. Recommend to the City Council, various city departments and agencies, as appropriate, changes in procedures, policies and/or legislation pertinent to youth in Santa Barbara.

Section 4. Membership.

A. From July 1, 2012, to June 30, 2013, the Santa Barbara Youth Council shall be composed of fifteen (15) members between the ages of 13-19 years. During this transition period, members may attend any school or no school and members do not have to be residents of the City of Santa Barbara.

B. Starting on July 1, 2013 and thereafter, the Santa Barbara Youth Council shall be composed of fifteen (15) members between the ages of 13-19 years. The membership of the Santa Barbara Youth Council shall be further defined as follows:

- Nine members shall be representatives from the three Santa Barbara School District High schools (Santa Barbara High School, San Marcos High School and Dos Pueblos High School), three from each school
- Two members from local alternative, community, or continuation high schools
- Two members from local private high school or independent studies,
- Two members at large, which may or may not attend any high school
- Of the fifteen members, eight must be residents of the City of Santa Barbara

The Youth Council may create non-voting positions for up to five junior high school students to encourage and involve junior high school age students in Youth Council activities.

Section 5. Appointment.

Youth Council members shall be appointed through an application and interview process. One interview will be conducted by the Youth Council. The Youth Council will develop recommendations to present to the City Council. The second interview will take place as part of the City Council Advisory Committee Interview Process. The Youth Council Chair, or a designee of the Youth Council, shall report to the City Council on the Youth Council recommendations. Appointments will be made by the City Council upon completion of the recruitment and interview process.

Section 6. Terms.

Members shall serve two-year terms. Each term of office shall begin on July 1st and expire on June 30th of the appropriate year. Members may be appointed to multiple terms. If a vacancy occurs prior to the expiration of a term, the City Council may appoint a successor for the remaining portion of the term.

Section 7. Organization

The Santa Barbara Youth Council shall meet at a minimum once of per month on a day and time established by Youth Council action. The Youth Council shall elect from their membership a Chair and Vice Chair, who shall serve in such capacity for terms of one year each. The Youth Council may adopt by-laws by Youth Council action. The Youth Council is required to follow all aspects of the Brown Act. Meetings shall be conducted in accordance with Robert's Rules of Order. Three(s) unexcused absences within a twelve (12) month period may result in recommendation that member be removed from the Youth Council.

Section 8. Administration

The Santa Barbara Youth Council shall provide an annual written report to the City Council and Parks and Recreation Commission in July. In addition, the Santa Barbara Youth Council shall prepare other written reports as requested by the City Council, the Parks and Recreation Commission, or other City boards and commissions.



Agenda Item No. _____

File Code No. **440.05**

CITY OF SANTA BARBARA

COUNCIL AGENDA REPORT

AGENDA DATE: March 27, 2012

TO: Mayor and Councilmembers

FROM: City Administrator's Office

SUBJECT: Conference With Labor Negotiator

RECOMMENDATION:

That Council hold a closed session, per Government Code Section 54957.6, to consider instructions to City negotiator Kristy Schmidt, Employee Relations Manager, regarding negotiations with General bargaining unit, the Supervisory bargaining unit, and the Police Management bargaining unit and regarding discussions with confidential employees and unrepresented management about salaries and fringe benefits.

SCHEDULING: Duration, 45 minutes; anytime

REPORT: None anticipated

PREPARED BY: Kristy Schmidt, Employee Relations Manager

SUBMITTED BY: Marcelo López, Assistant City Administrator

APPROVED BY: City Administrator's Office



CITY OF SANTA BARBARA

COUNCIL AGENDA REPORT

AGENDA DATE: March 27, 2012

TO: Mayor and Councilmembers

FROM: Community Development Programs, Community Development Department

SUBJECT: Community Development And Human Services Committee Funding Recommendations For Fiscal Year 2013, And Housing And Urban Development 2012 Action Plan

RECOMMENDATION: That Council:

- A. Approve the Fiscal Year 2013 funding recommendations of the Community Development and Human Services Committee (CDHSC) for use of Community Development Block Grant (CDBG) and Human Services funds;
- B. Authorize the Community Development Director to negotiate and execute agreements implementing the funding recommendations, subject to the review and approval of the City Attorney; and
- C. Authorize the City Administrator to sign all necessary documents to submit the City's 2012 Action Plan to the Department of Housing and Urban Development (HUD).

EXECUTIVE SUMMARY:

The CDHSC is recommending funding for sixty-four out of the seventy-two proposals received. The recommendations are based on the priorities previously approved by Council and reflect recent reductions in funding including an eleven percent (11%) reduction in City Human Services funding and an eighteen percent (18%) reduction in federal CDBG funding. A review of the process and recommendations follow.

DISCUSSION:

The City of Santa Barbara is an entitlement jurisdiction for federal CDBG funds through HUD. HUD requires that these funds be used for programs and projects that principally benefit low- to moderate-income persons.

The City also provides funds from the General Fund to support human services programs that provide direct social services to low-income City residents.

Community Development and Human Services Committee Funding Recommendations

The recommendations in this report are for CDBG and Human Services funding for Fiscal Year 2013.

The combined application for CDBG and Human Services funds was made available to the public on October 27, 2011. An announcement was mailed and emailed to all agencies that had expressed an interest in applying and those that had applied for or received funding in the past two years. In addition, advertisements appeared in the *Daily Sound* and the *Santa Barbara News Press*, a news release was disseminated to the local media, and an announcement and the application were posted on the City of Santa Barbara's website informing the public of the availability of applications and the orientation workshop. The mandatory Application Orientation/Technical Assistance workshop was held for all prospective applicants on November 4, 2011.

Seventy-two applications were submitted by the deadline of December 12, 2011 requesting a total of \$2,300,851, which exceeded the available funding by \$972,232.

Staff and the CDHSC reviewed all of the applications and the Committee interviewed each applicant. In all, the CDHSC invested over thirty hours interviewing and deliberating on this year's applications. This figure does not include the number of hours each committee member spent individually reading and rating each application.

The CDHSC developed their funding recommendations on the basis of Funding Criteria and Priorities previously adopted by Council, together with each applicant's written application, program presentation and interview. The members deliberated as a group before submitting their individual ratings and funding recommendations.

With reduced funding and the disproportionately high number of proposals, the CDHSC had to make some difficult decisions. In the Public/Human Services category, they were able to recommend funding for fifty-three of fifty-eight proposals submitted. Thirteen programs received increases in funding from last year; nine programs received level funding, thirty-one proposals were recommended for decreased funding and five programs were recommended for no funding including one that received funding last year.

In the CDBG Capital category, eleven of fourteen proposals were recommended for funding. These include five projects that are part of the City's Neighborhood Improvement Program. This program targets those neighborhoods in the City with the highest proportion of low-income households, population density, overcrowding, renter occupancy ratio, crime rates and sub-standard structures. Applicant agencies have been notified of their individual recommendations.

Detailed descriptions of the combined funding application criteria, as well as funding priorities for both CDBG and Human Services, are included in the *CDHSC Report on Funding Recommendations FY 2012-2013*. This report is available for public review on the City's web page (www.SantaBarbaraCa.gov) and in the office of the City Clerk, the Main Public Library and the Community Development Department.

Housing And Urban Development 2012 Action Plan:

Every five years the City of Santa Barbara prepares a HUD-mandated document, the Consolidated Plan (CP), which is a comprehensive planning tool that outlines the City's strategic vision for housing and community development for a five-year period. Annually, the City submits its Action Plan (AP) to HUD, which is also the City's application for both Community Development Block Grant and HOME Investment Partnership Program funds. The City's 2012 Action Plan proposes specific identifiable benchmarks for measuring progress in realizing the goals outlined in the previously adopted 2010-2014 Consolidated Plan, and includes the CDBG funding recommendations.

BUDGET/FINANCIAL INFORMATION:

Total CDBG entitlement funds for Fiscal Year 2013 equal \$792,279. In accordance with CDBG regulations, 15% of the City's entitlement, \$118,842, is available for Public Services.

The City of Santa Barbara has also provided funds for many years to assist local agencies in their efforts to deliver essential social services. On October 25, 2011, Council established a funding commitment from the Fiscal Year 2013 General Fund in the amount of \$628,256 for the Human Services Program.

Under the combined funding process, the City's Human Services funds of \$628,256 are joined with the CDBG funds available under the Public Services category of \$118,842, for a total of \$747,098 in this category.

In the Capital category, there is a total of \$581,521. This is a combination of CDBG Entitlement funds and reprogrammed CDBG funds, which are unused funds from the previous fiscal year. The remaining CDBG funds are allocated for administration and fair housing.

****The Community Development and Human Services Committee (CDHSC) Report on Funding Recommendations FY 2012-2013 and the City's Draft 2012 Action Plan are available for public review on the City's web page (www.SantaBarbaraCa.gov) in the office of the City Clerk, Main Public Library and the Community Development Department.****

ATTACHMENT: Community Development and Human Services Committee FY 2013
Funding Recommendations by Priority and Rating

PREPARED BY: Brian Bosse, Housing and Community Development Programs
Manager/DR

SUBMITTED BY: Paul Casey, Assistant City Administrator

APPROVED BY: City Administrator's Office

**2012-13 CDHSC Recommendations
By Priority and Rating**

PUBLIC/HUMAN SERVICE CATEGORY							
					CDHSC RECOMMEND		
Agency Name	Proposal Title	Requested Amount	Prior Year	Avg. Score	Human Services	CDBG	Total
PRIORITY 1							
Transition House	Comprehensive Homeless Services	\$43,000	\$39,000	24.11		\$39,000	\$39,000
Foodbank of Santa Barbara County	Warehouse Operations	\$25,000	\$23,250	23.75	\$22,598		\$22,598
Santa Barbara Rape Crisis Center	Santa Barbara Rape Crisis Center	\$35,000	\$24,000	23.67	\$25,000		\$25,000
Foodbank of Santa Barbara County	Brown Bag for Seniors	\$10,000	\$7,750	23.63	\$7,000		\$7,000
Casa Esperanza Homeless Center	Day Center & Shelter	\$75,000	\$52,250	23.43		\$48,000	\$48,000
Pacific Pride Foundation	Necessities of Life Project	\$25,000	\$22,000	23.33	\$20,000		\$20,000
Casa Esperanza Homeless Center	Community Kitchen	\$60,000	\$48,156	23.25	\$40,000		\$40,000
Domestic Violence Solution	SB Emergency Shelter	\$50,000	\$44,000	23.13	\$12,658	\$19,342	\$32,000
Santa Barbara Neighborhood Clinics	Dental Care for the Homeless	\$35,000	\$25,000	23.11	\$21,000		\$21,000
Unitarian Society of Santa Barbara (Fiscal U	Freedom Warming Centers	\$10,000	\$6,000	22.99	\$7,500		\$7,500
Legal Aid Foundation of Santa Barbara Count	Emergency Legal Services	\$45,000	\$21,000	22.90	\$28,000		\$28,000
Council on Alcoholism and Drug Abuse	Project Recovery Detox Program	\$25,000	\$17,000	22.88	\$16,000		\$16,000
AIDS Housing Santa Barbara	Sarah House	\$25,000	\$24,250	22.87	\$16,000		\$16,000
Community Action Commission	Healthy Senior Lunch Program	\$14,000	\$11,000	22.75	\$7,000		\$7,000
Domestic Violence Solutions	Second Stage	\$10,000	\$6,750	22.63	\$6,000		\$6,000
Channel Islands YMCA	Transitional-Age Youth Housing Prog.	\$20,000	\$16,000	22.25	\$13,000		\$13,000
Central Coast Commission for Senior Citizens	Long Term Care Ombudsman	\$21,000	\$21,000	22.10	\$14,000		\$14,000
Unity Shoppe, Inc.	Central Distribution Facility	\$25,000	\$22,000	22.00	\$13,000		\$13,000
WillBridge of Santa Barbara, Inc.	WillBridge of Santa Barbara Inc.	\$25,000	\$21,750	22.00	\$19,000		\$19,000
Santa Barbara Community Housing Corp	New Faulding Hotel Case Coordination	\$20,000	\$14,000	21.78	\$12,000		\$12,000
Santa Barbara Region Catholic Charities	Community Services Program	\$15,000	\$11,000	21.70	\$11,000		\$11,000
Santa Barbara Community Housing Corp	Riviera Dual Diagnosis Program	\$20,000	\$19,000	21.56	\$14,000		\$14,000
Channel Islands YMCA	Noah's Anchorage Youth Crisis Shelter	\$25,000	\$21,000	21.38		\$12,500	\$12,500
St. Vincent's	Family Strengthening Program	\$15,000	\$8,750	21.34	\$8,000		\$8,000
Casa Esperanza Homeless Center	Bring Our Comm. Home Jail Discharge Prog.	\$20,000	\$14,250	21.26	\$12,000		\$12,000
Peoples' Self-Help Housing Corp	Housing the Homeless	\$20,000	\$7,000	20.00	\$5,000		\$5,000
Casa Serena, Inc	Scholarship Program	\$8,500	\$8,000	19.78	\$7,000		\$7,000
Community Action Commission	Santa Barbara Youth Corps	\$20,000	N/A	18.71	\$5,000		\$5,000
PRIORITY 2							
Transition House	Homelessness Prevention Program	\$12,000	\$7,500	22.56	\$7,500		\$7,500
Storyteller Children's Center	Storyteller Children's Center	\$30,000	\$22,000	22.33	\$22,000		\$22,000
Future Leaders of America	Equality in Education for Underserved	\$15,000	\$8,000	22.11	\$9,000		\$9,000
Child Abuse Listening and Mediation (C.A.L.M)	Bilingual Child Abuse Prevention, Intervention, &	\$25,000	\$19,000	22.00	\$19,000		\$19,000
Family Service Agency	Big Brothers Big Sisters	\$10,000	\$7,500	22.00	\$7,000		\$7,000
Friendship Adult Day Care Center, Inc.	Adult Day Services Program	\$24,000	\$20,000	21.75	\$15,000		\$15,000
Independent Living Resource Center, Inc	Independent Living Services	\$28,000	\$18,000	21.67	\$14,000		\$14,000
Family Service Agency	2-1-1 Helpline	\$25,000	\$19,000	21.63	\$20,000		\$20,000
Family Service Agency	Caregiver Mental Health and Supportive Service	\$2,000	\$2,000	21.63	\$2,000		\$2,000
Mental Health Association in Santa Barbara C	Recovery Learning Center at the Fellowship Club	\$10,000	\$9,000	21.60	\$9,000		\$9,000
New Beginnings Counseling Center	Homeless Outreach Program	\$15,000	\$14,750	21.44	\$13,000		\$13,000
City of Santa Barbara Parks and Recreation	Job Apprenticeship Program	\$25,000	\$9,000	21.38	\$10,000		\$10,000
Santa Barbara Police Activities League	PAL Jr. High After-School Program	\$38,040	\$16,000	21.30	\$18,000		\$18,000
Santa Barbara County DA's Office, Victim Wit	Sexual Assault Response Team	\$8,000	\$7,500	21.22	\$8,000		\$8,000
Center for Successful Aging	Peer Counseling and Outreach Program	\$9,500	N/A	21.00	\$5,000		\$5,000
City at Peace Santa Barbara	City at Peace Santa Barbara	\$10,000	\$7,500	21.00	\$7,500		\$7,500
Rental Housing Mediation Task Force	Rental Housing Mediation Task Force	\$60,000	\$22,000	21.00	\$22,000		\$22,000
Boys & Girls Club of Santa Barbara	Power Hour Homework	\$15,000	\$7,000	20.80	\$8,000		\$8,000
United Boys & Girls Club of Santa Barbara Co	Teen Programs	\$46,529	\$13,500	20.67	\$17,000		\$17,000
Family Service Agency	Santa Barbara Family Resource Centers	\$10,000	\$9,000	20.38	\$5,000		\$5,000
Planned Parenthood	Comprehensive Sexuality Education Series (CSES	\$10,000	\$7,500	20.14	\$5,000		\$5,000
Academy of Healing Arts for Teens (AHA!)	Social-Emotional Learning (SEL) Prog.	\$20,000	\$9,500	19.60	\$10,000		\$10,000
City of Santa Barbara Parks and Recreation	Santa Barbara Arts Alliance	\$9,000	\$7,000	19.33	\$5,000		\$5,000

**2012-13 CDHSC Recommendations
By Priority and Rating**

Visiting Nurse and Hospice Care	Homemaker Program	\$6,000	\$0	18.70	\$3,500		\$3,500
Council on Alcoholism and Drug Abuse	CORE Program for At-Risk Youth	\$10,000	\$5,000	18.25	\$5,000		\$5,000
Peoples' Self-Help Housing Corp	Gang Prevention through Youth Education	\$20,000	\$2,878	18.22	\$0		\$0
Primo Boxing Club Inc.	Say Yes To Kids	\$25,000	\$0	17.13	\$0		\$0
Surgical Eye Expeditions (SEE) International, I	Santa Barbara Vision Care Program (SBVCP)	\$12,000	N/A	17.06	\$0		\$0
Santa Barbara Family Care Center	Family Child Care Steps to Quality Network	\$30,000	\$0	16.89	\$0		\$0
Sanctuary House of SB, Inc.	Arlington Supported Independent Living Program	\$40,000	N/A	16.22	\$0		\$0

\$1,341,569

TOTAL

\$747,098

AVAILABLE PUBLIC SERVICE/HUMAN SERVICE

\$747,098

DIFFERENCE

\$0

CAPITAL CATEGORY - CDBG ONLY					
Agency Name	Proposal Title	Requested Amount	Avg. Score	CDHSC Recommend	
SB Neighborhood Clinics	Eastside Family Dental Clinic Building Rehab	\$90,000	23.13	\$90,000	
Girls Inc.	Santa Barbara Center Window Replacement	\$45,000	22.00	\$45,000	
Jewish Federation	COMMUNITY CENTER BUILDING IMPROVEMENTS	\$100,000	22.00	\$100,000	
Legal Aid	Legal Aid Lobby Security Wall & Remodel	\$8,900	21.25	\$8,900	
City of SB - NITF	MTD Bus Shelters - Joint MTD and City NITF	\$82,962	20.33	\$82,962	
City of SB - NITF	Westside Center Exterior Lighting and Bench Improvements	\$21,154	20.33	\$21,154	
Women's Economic Ventures	Self Employment Training Program (SET)	\$50,000	20.30	\$50,000	
City of SB - NITF	Westside Center ADA Restrms & Tenant Space Imp Design	\$12,200	20.25	\$12,200	
St. Vincent's	New Toilet and sink in Toddler area in Childcare Center	\$6,475	20.22	\$6,475	
City of SB - NITF	Street Lighting along Carrillo Street - City NITF	\$83,475	20.13	\$0	
City of SB - NITF	Cabrillo Ballfield Storm Drain Repair and Replacement-	\$75,000	20.06	\$75,000	
City of SB - NITF	Access Ramps-NITF	\$250,000	19.88	\$89,830	
City of SB - NITF	Sidewalk Infill (Design Only) - City NITF	\$50,000	18.17	\$0	
St. Vincent's	Air Conditioning in single mothers' cottages	\$84,116	17.75	\$0	

\$959,282

TOTAL

\$ 581,521

TOTAL CDBG CAPITAL AVAILABLE

\$ 581,521

DIFFERENCE

\$0