

**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>

**JULY 31, 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](http://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

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

**Subject: June 30, 2012 Investment Report And June 30, 2012 Fiscal Agent Report**

Recommendation: That the Finance Committee recommend that Council:

- A. Accept the June 30, 2012 Investment Report; and
- B. Accept the June 30, 2012 Fiscal Agent Report.

(See Council Agenda Item No. 4)

# REGULAR CITY COUNCIL MEETING – 2:00 P.M.

## 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 meeting of July 24, 2012.

**2. Subject: Adoption Of An Ordinance For A Zoning Map Amendment For Property Located At 4151 Foothill Road, 675 Cieneguitas Road, And 681 Cieneguitas Road (680.04)**

Recommendation: That Council 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 Zoning Upon Annexation of Assessor's Parcel Number 059-160-017 Located at 4151 Foothill Road, Assessor's Parcel Number 059-160-021 Located at 675 Cieneguitas Road and Assessor's Parcel Number 059-160-023 Located at 681 Cieneguitas Road in the Hope Neighborhood.

**3. Subject: Records Destruction For Airport Department (160.06)**

Recommendation: That Council adopt, by reading of title only, A Resolution of the Council of the City of Santa Barbara Relating to the Destruction of Records Held by the Airport Department in the Administration Division.

## **CONSENT CALENDAR (CONT'D)**

4. **Subject: June 30, 2012, Investment Report And June 30, 2012, Fiscal Agent Report (260.02)**

Recommendation: That Council:

- A. Accept the June 30, 2012, Investment Report; and
- B. Accept the June 30, 2012, Fiscal Agent Report.

5. **Subject: Contract For Drafting Services For The Fiscal Year 2013 Water Main Replacement Project (540.06)**

Recommendation: That Council authorize the Public Works Director to execute a Professional Services contract with O'Brien & Wall in the amount of \$45,300 for drafting services for the Fiscal Year 2013 Water Main Replacement Project, and authorize the Public Works Director to approve expenditures of up to \$4,530 for extra services of O'Brien & Wall that may result from necessary changes in the scope of work.

6. **Subject: Agreement For Franceschi Park Resident Caretaker (570.05)**

Recommendation: That Council authorize the Parks and Recreation Director to execute a Caretaker Rental Agreement for Franceschi Park with Jeffery Miller through July 31, 2013.

7. **Subject: Designation Of Voting Delegates And Alternates For The League Of California Cities Annual Conference (180.01)**

Recommendation: That Council designate Mayor Helene Schneider as the voting delegate for the League of California Cities Annual Conference.

8. **Subject: Set A Date For Public Hearing Regarding Appeal Of Fire And Police Commission Denial Of Taxicab Driver's Permit**

Recommendation: That Council set the date of August 14, 2012, at 2:00 p.m. for hearing the appeal filed by Richard Nyznyk, Agent for Gustavo Perez Valdes, of the Fire and Police Commission denial of an appeal of the decision by the Chief of Police to deny an application for a Taxicab Driver's Permit.

## **NOTICES**

9. The City Clerk has on Thursday, July 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 concludes the Consent Calendar.**

## **REPORT FROM THE FINANCE COMMITTEE**

### **CITY COUNCIL ADMINISTRATIVE AND ATTORNEY REPORTS**

#### **CITY ADMINISTRATOR**

**10. Subject: South Coast Task Force On Youth Gangs Update (520.04)**

Recommendation: That Council receive an update from Saul Serrano, Interim Task Force Coordinator, regarding the work of the South Coast Task Force on Youth Gangs.

#### **PUBLIC WORKS DEPARTMENT**

**11. Subject: Capital Improvement Projects: Annual Report For Fiscal Year 2012 (230.01)**

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

## **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 the City's General bargaining unit, the Police Management Association, and regarding discussions with certain unrepresented managers about salaries and fringe benefits.

Scheduling: Duration, 45 minutes; anytime

Report: None anticipated

## **ADJOURNMENT**

CITY OF SANTA BARBARA

**FINANCE COMMITTEE**

MEETING AGENDA

DATE: July 31, 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: June 30, 2012, Investment Report And June 30, 2012, Fiscal Agent Report**

Recommendation: That the Finance Committee recommend that Council:

- A. Accept the June 30, 2012, Investment Report; and
- B. Accept the June 30, 2012, Fiscal Agent Report.

(See Council Agenda Item No. 4)



# CITY OF SANTA BARBARA CITY COUNCIL MINUTES

## REGULAR MEETING July 24, 2012 COUNCIL CHAMBER, 735 ANACAPA STREET

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### CALL TO ORDER

Mayor Helene Schneider called the meeting to order at 2:00 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 (2:04 p.m.), Randy Rowse, Bendy White, Mayor Schneider.

Councilmembers absent: Cathy Murillo.

Staff present: City Administrator James L. Armstrong, City Attorney Stephen P. Wiley, City Clerk Services Manager Gwen Peirce.

### PUBLIC COMMENT

Speakers: Steve Reynolds, Scott Wenz, J.T. Turner.

### CONSENT CALENDAR (Item Nos. 1 – 6)

The titles of the resolution and ordinance related to Consent Calendar items were read.

#### Motion:

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

#### Vote:

Unanimous roll call vote (Absent: Councilmember Murillo).

1. Subject: Minutes

Recommendation: That Council waive the reading and approve the minutes of the regular meeting of July 10, 2012 (cancelled).

Action: Approved the recommendation.

2. Subject: Adoption Of Ordinance For A Lease Agreement With Channel Island Outfitters, Inc., Doing Business As Paddle Sports Of Santa Barbara (330.04)

Recommendation: That Council 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 Channel Island Outfitters, Inc., Doing Business As Paddle Sports of Santa Barbara, at a Monthly Rent of \$2,762.75, for Approximately 956 Square Feet of Retail Space and 374 Square Feet of Water Area Adjacent to the Navy Pier in the Santa Barbara Harbor, Effective August 24, 2012.

Action: Approved the recommendation; Ordinance No. 5589; Agreement No. 24,210.

3. Subject: Approval Of Consent To Assignment Of Lease No. 23,965 - Sushi Go Go (330.04)

Recommendation: That Council approve a Consent to Assignment of Lease No. 23,965 from Kyung Wang and Sarah Wang, Doing Business As Sushi Go Go, to Kyong Min Kim for the 198 square foot restaurant located at 119-B Harbor Way for a Five Year Term with one Five Year Option.

Action: Approved the recommendation; Consent to Assignment of Lease No. 23,965; (July 24, 2012 report from the Waterfront Director).

4. Subject: Acceptance Of Street Easements For The El Encanto Hotel Project And A Public Walkway Easement At 2050 Alameda Padre Serra (330.03)

Recommendation: That Council adopt, by reading of title only, A Resolution of the Council of the City of Santa Barbara Accepting Exclusive Easements for Public Streets and Related Purposes and Uses In, On, Over, Under, Along, Through and Across That Certain Real Property Commonly Known as 1900 Lasuen Road, and for a Non-Exclusive Easement for Public Pedestrian Walkway and All Related Purposes on That Certain Real Property Commonly Known as 2050 Alameda Padre Serra.

Action: Approved the recommendation; Resolution No. 12-054; Deed numbers 61-384 – 61-386; (July 24, 2012 report from the Public Works Director; proposed resolution).

5. Subject: Contract For Construction For The Conejo Road Repairs And Sewer Improvements 2012 Project (640.04)

Recommendation: That Council:

- A. Award a contract with John Madonna Construction Company, Inc., waiving minor irregularities, in their low bid amount of \$351,739 for construction of the Conejo Road Repairs and Sewer Improvements 2012 Project, Bid No. 3666;
- B. Authorize the Public Works Director to execute the contract and approve expenditures up to \$70,348 to cover any cost increases that may result from contract change orders for extra work and differences between estimated bid quantities and actual quantities measured for payment;
- C. Authorize the Public Works Director to execute a contract with Penfield & Smith in the amount of \$50,450 for construction support services, including geotechnical observation/inspection services and materials testing, and approve expenditures of up to \$5,045 for extra services of Penfield & Smith that may result from necessary changes in the scope of work; and
- D. Authorize the Public Works Director to execute a contract with Cotton, Shires and Associates in the amount of \$19,500 for slope inclinometer and piezometer monitoring services, and approve expenditures of up to \$1,950 for extra services of Cotton, Shires and Associates that may result from necessary changes in the scope of work.

Action: Approved the recommendations; Contract Nos. 24,211 – 24,213 (July 24, 2012 report from the Public Works Director).

6. Subject: Acceptance of Electric Vehicle Charging Station Grant (630.05)

Recommendation: That Council authorize the Public Works Director to execute an agreement with the Santa Barbara County Air Pollution Control District for the use of grant funds of up to \$10,000 to assist with the installation cost of the electric vehicle charging stations.

Action: Approved the recommendation; Agreement No. 24,214 (July 24, 2012 report from the Public Works Director).

7. Subject: Set A Date For Public Hearing Regarding Appeal Of Architectural Board Of Review Approval For 901 Olive Street (640.07)

Recommendation: That Council:

- A. Set the date of September 11, 2012, at 2:00 p.m. for hearing the appeal filed by Grant Castleberg of the Architectural Board of Review approval of an application for property owned by 901 Holdings LLC and located at 901 Olive Street, Assessor's Parcel No. 029-302-018, C-2 Commercial Zone, General Plan Designation: Commercial/Medium High Residential (15-27 Dwelling Units per Acre). The project proposes the construction of 10 one-story, studio apartment units and 9 two-story, one-bedroom apartment units above a new two-level parking structure. The new apartment units and parking structure will be added to an existing two-story office building; total development would be 60,060 square feet with a maximum height of 51 feet on a 33,005 square-foot lot. The project also includes alterations to the existing office building. The Staff Hearing Officer granted a zoning modification for a reduction in the number of required parking spaces; and
- B. Set the date of September 10, 2012, at 1:30 p.m. for a site visit to the property located at 901 Olive Street.

Action: Approved the recommendations (June 21, 2012 letter of appeal).

## NOTICES

8. The City Clerk has on Thursday, July 19, 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.

## **PUBLIC HEARING**

9. Subject: Introduction Of An Ordinance And Adoption of Resolutions For The Annexation Of 4151 Foothill Road And 675 And 681 Cieneguitas Road And A Final Economic Development Designation For 4151 Foothill Road And 681 Cieneguitas Road (680.04)

Recommendation: That Council:

- A. Consider the Planning Commission's recommendation to approve the annexation of properties located at 4151 Foothill Road and 675 and 681 Cieneguitas Road;
- B. Make the environmental findings contained in the Council Agenda Report;

(Cont'd)

9. (Cont'd)

- C. 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 Zoning Upon Annexation of Assessor's Parcel Number 059-160-017 Located at 4151 Foothill Road, Assessor's Parcel Number 059-160-021 Located at 675 Cieneguitas Road and Assessor's Parcel Number 059-160-023 Located at 681 Cieneguitas Road in the Hope Neighborhood;
- D. Adopt, by a reading of title only, A Resolution of the Council of the City of Santa Barbara Requesting Initiation of Proceedings for a Reorganization of Boundaries, Annexation to the City of Santa Barbara and Detachment from the Goleta Water District, Goleta Sanitary District, Santa Barbara County Fire Protection District, County Service Area 3 (Goleta Valley - Multipurpose) and County Service Area 32 (Unincorporated Area - Law Enforcement) for Certain Real Property Located at 4151 Foothill Road (Assessor's Parcel Number 059-160-017), 675 Cieneguitas Road (Assessor's Parcel Number 059-160-021) and 681 Cieneguitas Road (Assessor's Parcel Number 059-160-023);
- E. Adopt, by reading of title only, A Resolution of the Council of the City of Santa Barbara Amending the General Plan Map of the City of Santa Barbara Pertaining to Assessor's Parcel Number 059-160-017 Located at 4151 Foothill Road, Assessor's Parcel Number 059-160-021 Located at 675 Cieneguitas Road and Assessor's Parcel Number 059-160-023 Located at 681 Cieneguitas Road, Which Will Be Annexed to the City of Santa Barbara; and
- F. Find that the development project at 4151 Foothill Road and 681 Cieneguitas Road meets the definition of an Economic Development Project for the reasons stated in this report, and grant the project a Final Economic Development Designation for an allocation of 13,526 square feet of nonresidential floor area.

Documents:

- July 24, 2012 report from the Assistant City Administrator.
- Proposed Ordinance.
- Proposed Resolutions.
- Affidavit of Publication.
- July 24, 2012 PowerPoint presentation prepared and made by Staff.
- July 24, 2012 documents submitted by Delbert Britschgi and Michael Rittenberg.

The titles of the ordinance and resolutions were read.

Public Comment Opened:

2:11 p.m.

(Cont'd)

9. (Cont'd)

Speakers:

- Staff: Project Planner Allison De Busk.
- Members of the Public: Santa Barbara Local Agency Formation Commission Executive Officer Bob Braitman, Lisa Hoffman Rittenberg, Del Britschgi, Michael Towbes, Kurt Ransohoff, Patty Ferguson, Bryan Emmerson, James Egan, Michael Petretta.

Public Comment Closed:

2:51 p.m.

Motion:

Councilmembers House/White to approve the recommendations regarding the proposed annexation with the exclusion of the Planning Commission conditions on the property located at 675 Cieneguitas Road; Resolution Nos. 12-055 and 12-056.

Vote:

Unanimous roll call vote. (Absent: Councilmember Murillo).

Motion:

Councilmembers Rowse/Francisco to allow exemption of the City's sign ordinance on 675 Cieneguitas Road's pole sign as long as the property remains under current use or ownership of the property.

Vote:

Motion failed. (Noes: Councilmembers Hotchkiss, House, White and Mayor Schneider; Absent: Councilmember Murillo).

Motion:

Councilmembers House/Hotchkiss to approve the recommendation to provide the owner of the pole sign at 675 Cieneguitas Road five years to bring the sign into compliance with the City's sign ordinance.

Vote:

Unanimous roll call vote. (Absent: Councilmember Murillo).

**RECESS:**

3:29 – 3:41 p.m.

## **CITY COUNCIL ADMINISTRATIVE AND ATTORNEY REPORTS**

### AIRPORT DEPARTMENT

10. Subject: Naming Of The New Airline Terminal (560.01)

Recommendation: That Council receive a recommendation from the Airport Commission regarding the naming of the new airline terminal and give direction to staff.

Documents:

July 24, 2012 report from the Airport Director.

Speakers:

- Staff: Airport Director Karen Ramsdell.
- Airport Commission: Commissioner William Gilbert.
- Members of the Public: John Clark, Edward Hartfeld, Jeremy Hass, Erin Graffy, Anthony Guntermann, Mack Staten, Judie Stanley, Dan Secord, Tina Foss, Marianne Partridge, Eric Hvolboll.

Motion:

Councilmembers House/Francisco to continue this item for 90 days in order to provide for more opportunity for public input prior to making a final decision.

Vote:

Unanimous voice vote (Absent: Councilmember Murillo).

## **COUNCILMEMBER COMMITTEE ASSIGNMENT REPORTS**

Information:

- Mayor Schneider acknowledged the Sister City group visiting from Puerto Vallarta.
- Councilmember Rowse reported on his attendance at a recent Downtown Parking Committee meeting.

## **RECESS**

Mayor Schneider recessed the meeting at 4:54 p.m. in order for the Council to reconvene in closed session for Agenda Item Nos. 11 and 12, and said that no reportable action is anticipated.

## CLOSED SESSIONS

11. Subject: Conference With Real Property Negotiators - 319 West Haley Street (330.03)

Recommendation: That Council hold a closed session pursuant to the authority of Government Code §54956.8 in to provide direction to the City Administrator and to the City Attorney regarding the possible City sale of the real property known as 319 W. Haley Street.

Property: 319 W. Haley Street  
City Negotiator: City Transportation Planning Manager and the City Attorney's office  
Negotiating Party: Pathpoint, Inc.  
Under Negotiation: Price, terms of payment, possible exchange terms  
Scheduling: Duration, 20 minutes; anytime  
Report: None anticipated

Documents:

July 24, 2012 report from the City Attorney.

Time:

4:57 p.m. – 5:05 p.m.

No report made.

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 the City's General bargaining unit, the Police Management Association, and regarding discussions with certain unrepresented managers about salaries and fringe benefits.

Scheduling: Duration, 45 minutes; anytime  
Report: None anticipated

Documents:

July 24, 2012 report from the Assistant City Administrator.

Time:

5:05 p.m. – 5:25 p.m.

No report made.

**ADJOURNMENT**

Mayor Schneider adjourned the meeting at 5:25 p.m.

SANTA BARBARA CITY COUNCIL

SANTA BARBARA  
CITY CLERK'S OFFICE

\_\_\_\_\_  
HELENE SCHNEIDER  
MAYOR

ATTEST:

\_\_\_\_\_  
GWEN PEIRCE, CMC  
CITY CLERK SERVICES MANAGER

ORDINANCE NO. \_\_\_\_\_

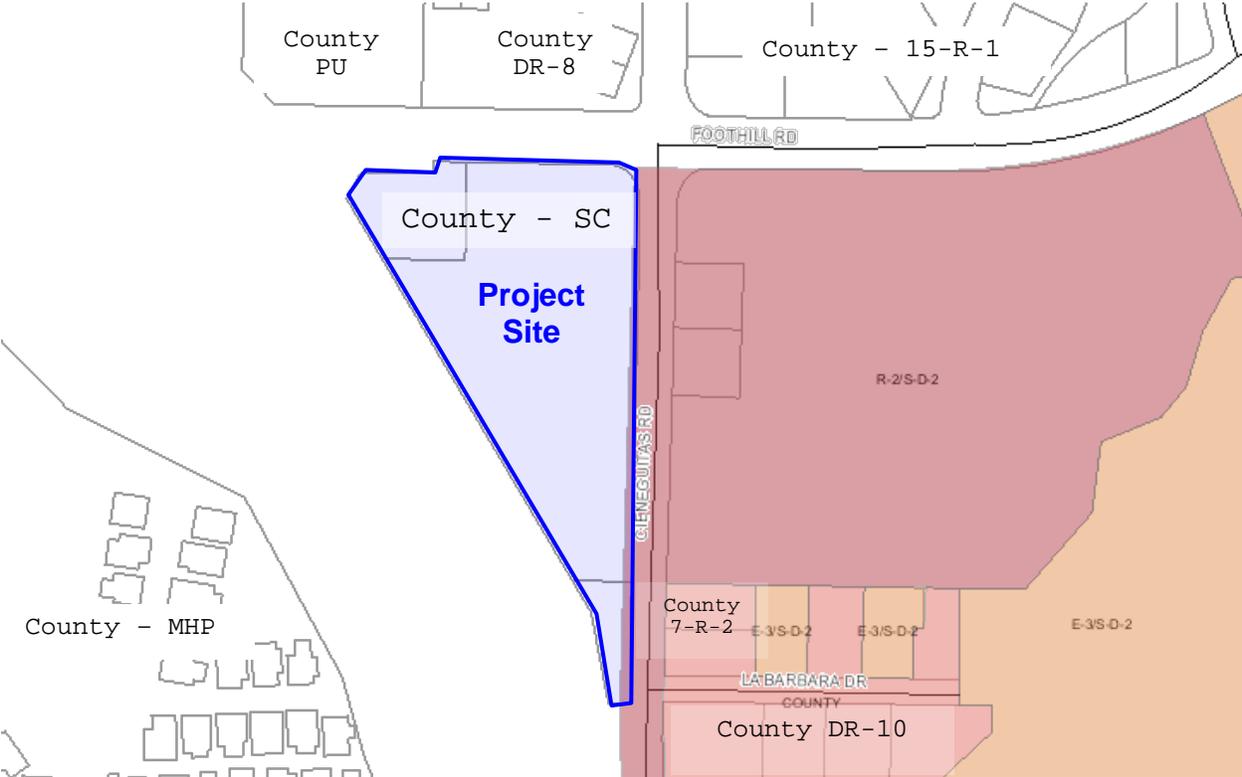
AN ORDINANCE OF THE COUNCIL OF THE CITY OF SANTA BARBARA AMENDING CHAPTER 28.12 (ZONE MAP) OF TITLE 28 OF THE MUNICIPAL CODE PERTAINING TO THE ZONING UPON ANNEXATION OF ASSESSOR'S PARCEL NUMBER 059-160-017 LOCATED AT 4151 FOOTHILL ROAD, ASSESSOR'S PARCEL NUMBER 059-160-021 LOCATED AT 675 CIENEGUITAS ROAD, AND ASSESSOR'S PARCEL NUMBER 059-160-023 LOCATED AT 681 CIENEGUITAS ROAD IN THE HOPE NEIGHBORHOOD

THE CITY COUNCIL OF THE CITY OF SANTA BARBARA DOES ORDAIN AS FOLLOWS:

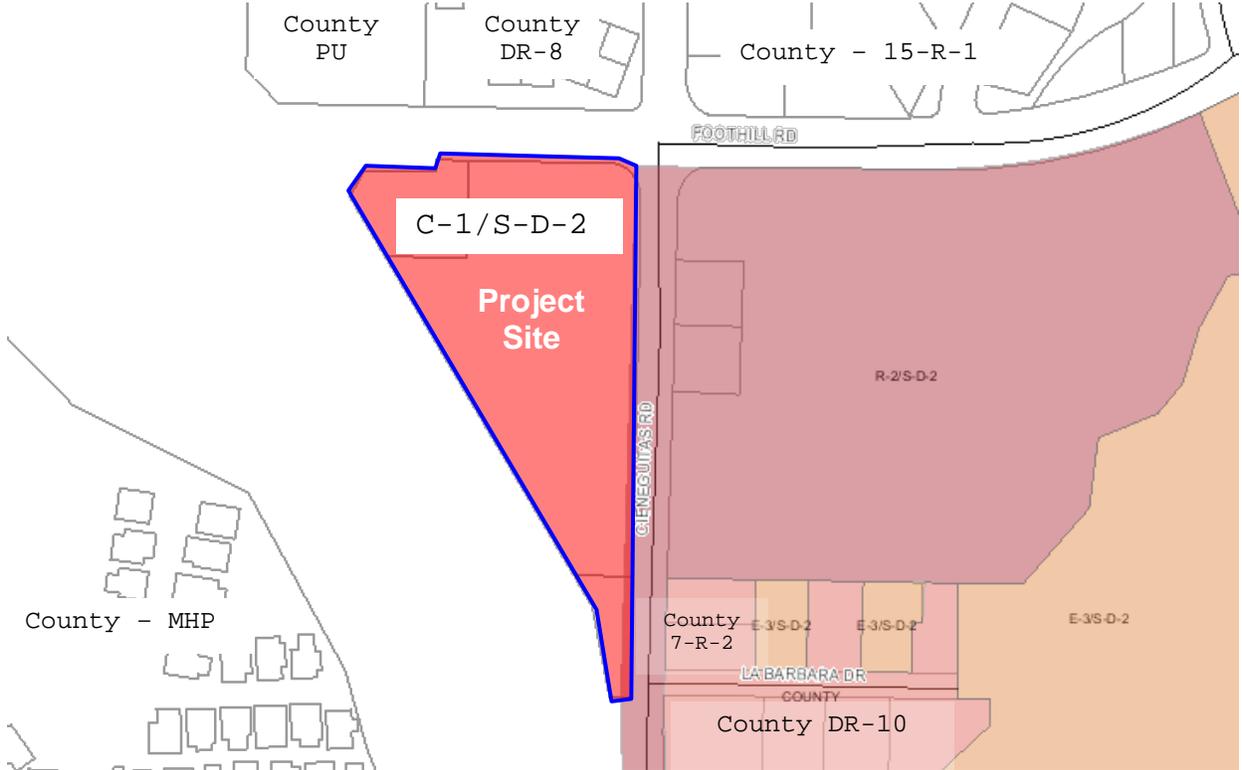
1. Upon annexation of the subject property, Sheet SD01 of the City's Sectional Zone Maps specified in Chapter 28.12 (Zone Map) of the Santa Barbara Municipal Code is hereby amended to designate Assessor's Parcel Numbers 059-160-017, 059-160-021, and 059-160-023, totaling approximately 4.31 acres, located at 4151 Foothill Road, 675 Cieneguitas Road and 681 Cieneguitas Road, and depicted in the attached Exhibit, as C-1/S-D-2, Limited Commercial/Special District Two (Upper State Street Area) Zone.

2. Notwithstanding any provision of Santa Barbara Municipal Code Chapter 22.70 to the contrary, the owner of a pole sign (as that term is defined in Section 22.70.020.KK) located on any parcel annexed to the City of Santa Barbara pursuant to this ordinance shall have five (5) years from the date of the recordation of the Certificate of Completion for this annexation to bring such sign into compliance with the provisions of Chapter 22.70. During the five (5) year period, any pole sign subject to this provision shall be treated as a nonconforming sign subject to the provisions of Section 22.70.080.B of the Santa Barbara Municipal Code until the owner of the sign obtains the approval of an exception pursuant to Section 22.70.080.C.3 of the Code. If the owner of the sign does not receive approval of an exception pursuant to Section 22.70.080.C.3 prior to the expiration of the five (5) year period, the pole sign shall be removed from the parcel on or before the fifth anniversary of the date of the recordation of the Certificate of Completion for this annexation. If the pole sign is not removed from the parcel and the owner of the sign does not obtain the approval of an exception on or before the fifth anniversary of the date of the recordation of the Certificate of Completion for this annexation, the sign shall be deemed illegal and subject to enforcement pursuant to Section 22.70.100 of the Santa Barbara Municipal Code.

**4151 Foothill Road and 675 and 681 Cienequitas Road - Current Zoning**



**4151 Foothill Road and 675 and 681 Cienequitas Road - Proposed Zoning**





# ACITY OF SANTA BARBARA

## COUNCIL AGENDA REPORT

**AGENDA DATE:** July 31, 2012

**TO:** Mayor and Councilmembers

**FROM:** Administration Division, Airport Department

**SUBJECT:** Records Destruction For Airport Department

### **RECOMMENDATION:**

That Council adopt, by reading of title only, A Resolution of the Council of the City of Santa Barbara Relating to the Destruction of Records Held by the Airport Department in the Administration Division.

### **DISCUSSION:**

The City Council adopted Resolution No. 12-008 on February 14, 2012, approving the City of Santa Barbara Records Management Policies and Procedures Manual. The Manual contains the records retention and disposition schedules for all City departments. The schedules are a comprehensive listing of records created or maintained by the City, the length of time each record should be retained, and the legal retention authority. If no legal retention authority is cited, the retention period is based on standard records management practice.

Pursuant to the Manual, the Airport Director submitted a request for records destruction to the City Clerk Services Manager to obtain written consent from the City Attorney. The City Clerk Services Manager agreed that the list of records proposed for destruction conformed to the retention and disposition schedules. The City Attorney has consented in writing to the destruction of the proposed records.

The Airport Director requests the City Council to approve the destruction of the Airport Department records in the Administration Division listed on Exhibit A of the resolution without retaining a copy.

**SUSTAINABILITY IMPACT:**

Under the City's Sustainable Santa Barbara Program, one of the City's goals is to increase recycling efforts and divert waste from landfills. The Citywide Records Management Program outlines that records approved for destruction be recycled, reducing paper waste.

**SUBMITTED BY:** Karen Ramsdell, Airport Director

**APPROVED BY:** City Administrator's Office

RESOLUTION NO.

A RESOLUTION OF THE COUNCIL OF THE CITY OF  
SANTA BARBARA RELATING TO THE DESTRUCTION OF  
RECORDS HELD BY THE AIRPORT DEPARTMENT IN  
THE ADMINISTRATION DIVISION

WHEREAS, the City Council adopted Resolution No. 12-008 on February 14, 2012, approving the City of Santa Barbara Records Management Policies and Procedures Manual;

WHEREAS, the City of Santa Barbara Records Management Policies and Procedures Manual contains the records retention and disposition schedules for all City departments. The records retention and disposition schedules are a comprehensive listing of records created or maintained by the City, the length of time each record should be retained, and the legal retention authority. If no legal retention authority is cited, the retention period is based on standard records management practice;

WHEREAS, Government Code section 34090 provides that, with the approval of the City Council and the written consent of the City Attorney, the head of a City department may destroy certain city records, documents, instruments, books or papers under the Department Head's charge, without making a copy, if the records are no longer needed;

WHEREAS, the Airport Director submitted a request for the destruction of records held by the Airport Department to the City Clerk Services Manager to obtain written consent from the City Attorney. A list of the records, documents, instruments, books or papers proposed for destruction is attached hereto as Exhibit A and shall hereafter be referred to collectively as the "Records";

WHEREAS, the Records do not include any records affecting title to real property or liens upon real property, court records, records required to be kept by statute, records less than two years old, video or audio recordings that are evidence in any claim or pending litigation, or the minutes, ordinances or resolutions of the City Council or any City board or commission;

WHEREAS, the City Clerk Services Manager agrees that the proposed destruction conforms to the City's retention and disposition schedules;

WHEREAS, the City Attorney consents to the destruction of the Records; and

WHEREAS, the City Council of the City of Santa Barbara finds and determines that the Records are no longer required and may be destroyed.

NOW, THEREFORE, BE IT RESOLVED BY THE COUNCIL OF THE CITY OF SANTA BARBARA that the Airport Director, or her designated representative, is authorized and directed to destroy the Records without retaining a copy.

Airport Department  
Administration Division

Records Series

Date(s)

General Files

1989 – 2010

Notice to Airmen

June 2005 and earlier



# CITY OF SANTA BARBARA

## COUNCIL AGENDA REPORT

**AGENDA DATE:** July 31, 2012

**TO:** Mayor and Councilmembers

**FROM:** Treasury Division, Finance Department

**SUBJECT:** June 30, 2012, Investment Report And June 30, 2012, Fiscal Agent Report

**RECOMMENDATION:** That Council:

- A. Accept the June 30, 2012, Investment Report; and
- B. Accept the June 30, 2012, Fiscal Agent Report.

### DISCUSSION:

On a quarterly basis, staff submits a comprehensive report on the City's portfolio and related activity pursuant to the City's Annual Statement of Investment Policy. The current report covers the investment activity for the period of April through June 2012.

After a robust first quarter, financial markets were marked by volatility in the second quarter. Overall, markets declined in the second quarter, due to concerns over the global impact of Europe's debt and banking crisis, general financial uncertainty over the growing number of lower earnings reports issued during the quarter, and an apparent slowing of economic growth in the U.S.

The Dow Jones Industrial Average (DJIA) index, which measures stocks from 30 industrial "blue-chip" companies, dropped 1.85 percent from the previous quarter; the S&P 500, composed of 500 "large-cap" companies across various sectors, was down 2.75 percent; and the NASDAQ Composite, which largely measures technology stocks, was lower by 5.06 percent. However, at the end of the second quarter, financial markets were still in positive territory for the year.

At its June meeting, the Federal Reserve Bank's Open Market Committee (FOMC) reviewed economic data that suggested a slowing of the U.S. economic expansion from the first quarter, including a slower retail spending, lower government purchases, subdued wage increases, deteriorating consumer sentiment, and continuing "elevated" unemployment. The unemployment rate was unchanged at 8.2 percent in June, with approximately 12.7 million people unemployed. Citing this economic data and "strains in global financial markets that continue to pose significant downside risks to the economic outlook", the Committee revised its near term forecast downward for both real GDP growth and inflation.

Consistent with its dual mandate of fostering price stability and maximum employment, the Committee maintained the current federal funds rate at a target range of 0-1/4 percent. It also announced that it would continue its “highly accommodative” monetary policy, popularly referred to as “Operation Twist”, by expanding longer-term holdings through the end of the calendar year. Designed to hold longer-term interest rates low, “Operation Twist” seeks to lower the cost of borrowing, stimulate consumer spending, and encourage investors to take on riskier assets.

The Consumer Price Index (CPI-U) is a general measure of inflation showing the average change in prices of goods and services purchased by households over time. The 12-month change in CPI-U increased 1.7 percent in June. Declines in the energy index, and particularly the gasoline index, were offset by overall increases in food prices and the index for all items less food and energy. In fact, the gasoline index declined for the third straight month. On a seasonally adjusted basis, the June CPI-U was unchanged from May.

As shown in the table to the right, Treasury yields were lower at the end of the quarter for Treasury notes with maturities of 3 years and longer. This “flattening” of the yield curve represents a narrowing of the interest rate spread between the shorter and longer maturities, providing investors less incentive to invest funds for longer periods. The State of California’s Local Agency Investment Fund (LAIF) rate decreased slightly, by 2 basis points, during the quarter.

U.S. Treasury Market					
	3/31/2012	4/30/2012	5/31/2012	6/30/2012	Cumulative Change
3 Month	0.07%	0.10%	0.07%	0.09%	0.02%
6 Month	0.15%	0.15%	0.14%	0.16%	0.01%
1 Year	0.19%	0.20%	0.18%	0.21%	0.02%
2 Year	0.33%	0.27%	0.27%	0.33%	0.00%
3 Year	0.51%	0.38%	0.35%	0.41%	-0.10%
4 Year	0.77%	0.59%	0.50%	0.56%	-0.21%
5 Year	1.04%	0.82%	0.67%	0.72%	-0.32%
10 Year	2.23%	1.95%	1.59%	1.67%	-0.56%
30 Year	3.35%	3.12%	2.67%	2.76%	-0.59%
LAIF	0.38%	0.36%	0.36%	0.36%	-0.02%

### Investment Activity

As shown in the Investment Activity table on the next page, the City invested \$12 million in “AAA” rated Federal Agency callable securities and \$2 million in Federal Agency bullet securities during the quarter, replacing the securities that matured or were called by the issuers before the final maturity date. Over the quarter, \$17 million of Federal Agency securities were called, and \$8.7 million in securities matured. In addition, the portfolio also received \$88,150 in a semi-annual principal payment on the Airport promissory note at the end of June.

# Council Agenda Report

June 30, 2012, Investment Report And June 30, 2012, Fiscal Agent Report

July 31, 2012

Page 3

Issuer	Face Amount	Purchase Date	Final Maturity	Call Date	Yield To Call	Yield To Maturity
<i>Purchases:</i>						
Federal National Mortgage Association (FNMA)	\$ 2,000,000	04/12/12	04/12/17	04/12/13	1.400%	1.400%
Federal Home Loan Mortgage Corp (FHLMC)	2,000,000	04/23/12	04/17/15	-	-	0.534%
Federal National Mortgage Association (FNMA)	2,000,000	04/24/12	04/24/17	10/24/12	1.500%	1.500%
Federal Home Loan Mortgage Corp (FHLMC)	2,000,000	05/24/12	05/24/17	05/24/13	1.200%	1.200%
Federal National Mortgage Association (FNMA)	2,000,000	06/01/12	05/29/15	05/29/13	0.650%	0.650%
Federal Home Loan Mortgage Corp (FHLMC)	2,000,000	06/07/12	06/07/17	06/07/13	1.300%	1.300%
Federal Home Loan Mortgage Corp (FHLMC)	2,000,000	06/12/12	06/12/17	06/12/14	1.250%	1.250%
	<b>\$ 14,000,000</b>					
<i>Calls:</i>						
Federal Farm Credit Bank (FFCB)	\$ 2,000,000	04/30/10	04/09/15	04/09/12	2.940%	2.916%
Federal National Mortgage Association (FNMA)	2,000,000	04/11/11	04/11/16	04/11/12	2.500%	2.500%
Federal Home Loan Mortgage Corp (FHLMC)	2,000,000	11/09/11	11/09/16	05/09/12	1.800%	1.800%
Federal Farm Credit Bank (FFCB)	2,000,000	11/23/10	11/23/15	05/23/12	2.000%	2.000%
Federal National Mortgage Association (FNMA)	2,000,000	06/07/11	03/07/16	06/07/12	2.075%	2.075%
Federal Home Loan Bank (FHLB)	5,000,000	02/28/12	02/28/17	06/28/12	1.250%	1.250%
Federal National Mortgage Association (FNMA)	2,000,000	09/28/11	09/28/16	06/28/12	1.300%	1.475%
	<b>\$ 17,000,000</b>					
<i>Maturities:</i>						
Federal Farm Credit Bank (FFCB)	\$ 2,000,000	03/06/09	04/24/12	-	-	2.120%
Federal Home Loan Mortgage Corp (FHLMC)	1,000,000	03/26/10	04/25/12	-	-	1.197%
Federal Home Loan Bank (FHLB)	1,700,000	03/04/09	06/08/12	-	-	2.110%
Federal Home Loan Bank (FHLB)	2,000,000	03/26/10	06/08/12	-	-	1.325%
Federal Farm Credit Bank (FFCB)	2,000,000	06/19/09	06/18/12	-	-	2.125%
Airport Promissory Note - Partial Redemption	88,150	07/14/09	06/30/29	-	-	7.000%
	<b>\$ 8,788,150</b>					

## Summary of Cash and Investments

As shown in the table to the right, the book rate of return, or portfolio yield, measures the rate of return of actual earnings generated from the portfolio. During the quarter, the City's book rate of return decreased by 21.5 basis points from 1.636 percent at March 31, 2012 to 1.421 percent at June 30, 2012. The book rate of return continues to decline through the attrition of overall higher-yielding securities and reinvestment at current market rates.

Mo. Ended	Yield	Days to Maturity
3/31/2012	1.636%	1,043
4/30/2012	1.527%	1,004
5/31/2012	1.506%	974
6/30/2012	1.421%	924

The portfolio's average days to maturity, including the long-term Airport promissory note, decreased by 119 days from 1043 to 924 days. Excluding the Airport note, the portfolio's average days to maturity is 735 days, reflecting reinvestment of maturities and calls during the quarter in the one-to-five year range in accordance with the City's Annual Statement of Investment Policy. The Annual Statement of Investment Policy requires that the average days to maturity on the portfolio not exceed 912 days, excluding any investments with a final maturity longer than 5 years that were separately authorized by Council, like the Airport promissory note.

The average rate at which the City earned interest for funds invested in the Local Agency Investment Fund (LAIF), the State's managed investment pool, was at 0.36 percent for the quarter ended June 30, 2012. The City's LAIF holdings at the end of the

quarter were \$45 million and the Redevelopment Successor Agency LAIF holdings were \$9 million for a total of \$54 million. Staff expects to reinvest a portion of the LAIF balances in short-term or callable securities during the next quarter.

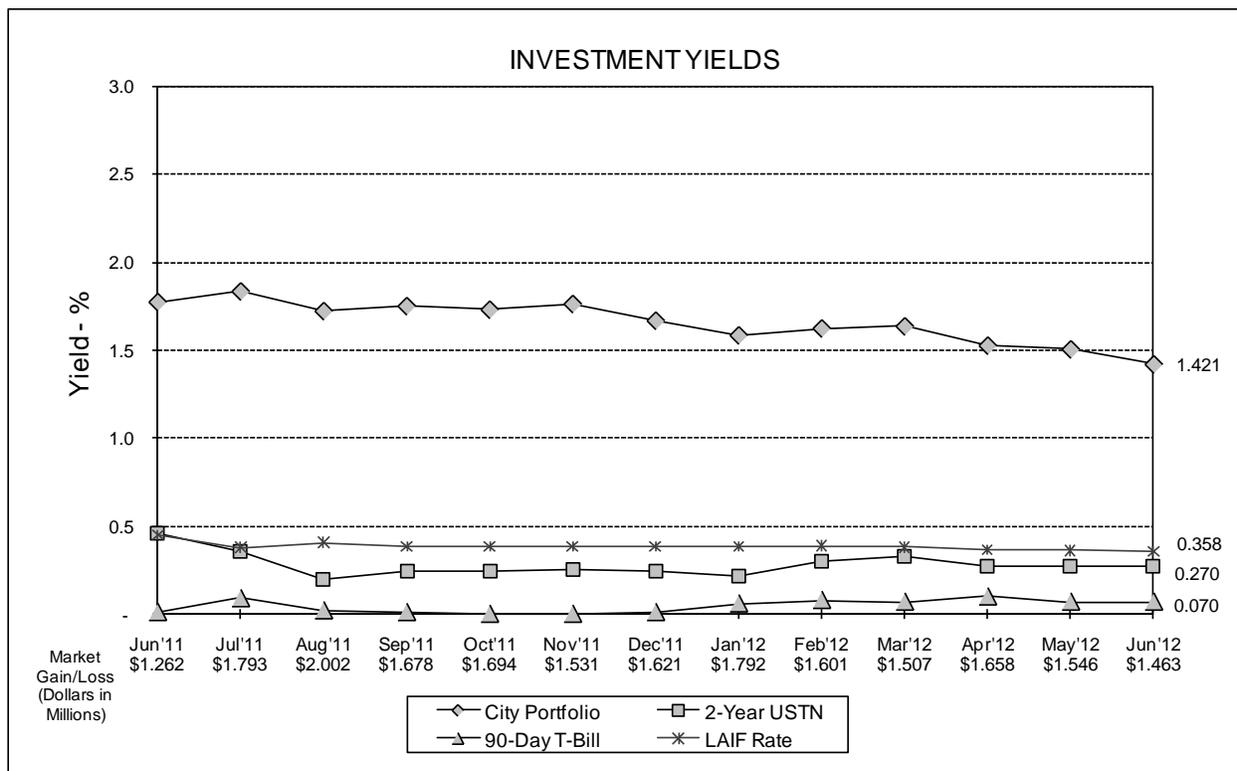
### Credit Quality on Corporate Notes

During the quarter, Moody's downgraded General Electric Capital Corp's (GECC) corporate rating by two notches from "Aa2" to "A1", citing risk on the financial unit in the event of another credit crisis. However, Moody's outlook for GECC remains stable and the Standard & Poor's rating was unchanged at AA+. Despite the downgrade, GECC's corporate rating remains above the City's minimum guidelines of "A" or better.

There were no other changes to the three other corporate issuers of the medium-term notes held in the portfolio (i.e., Berkshire Hathaway Financial, Proctor & Gamble, and Toyota Motor Credit) and the ratings of all corporate notes remain within the City's Investment Policy guidelines of "A" or better.

### Portfolio Market Gains/Losses

As shown in the Investment Yields chart below, the City's portfolio continues to significantly outperform the three benchmark measures (the 90-day T-Bill, 2-year T-Note and LAIF). Overall, the portfolio also reflects unrealized market gains during the quarter due to lower market yields compared to the yields on securities currently held in the portfolio. At June 30, 2012, the portfolio had an overall unrealized market gain of \$1.463 million.



On a quarterly basis, staff reports the five securities with the largest percentage of unrealized losses when comparing

Issuer	Face Amount	Maturity	\$ Mkt Change	% Mkt Change
FEDERAL HOME LOAN MTG CORP	\$2,000,000	06/12/17	-\$6,600	-0.33%
FEDERAL HOME LOAN MTG CORP	\$2,000,000	05/24/17	-\$2,020	-0.10%
FEDERAL NATL MORTGAGE ASSN	\$2,000,000	05/29/15	-\$600	-0.03%

book value to market value. There were only three securities trading below purchase price at the end of the quarter. Market losses occur when current market yields rise above the yields on securities held in the portfolio. However, since securities in the City's portfolio are held to maturity, no market losses will be realized. Moreover, as discussed previously, although several securities had unrealized market losses at the end of the quarter, the portfolio had an overall market gain of \$1.463 million.

On a quarterly basis, staff also reports all securities with monthly market declines of greater than 1 percent compared to the prior month. There were no securities in the portfolio with a market decline of greater than 1 percent compared to the prior month.

The following confirmations are made pursuant to California Code Sections 53600 et seq.: (1) the City's portfolio as of June 30, 2012, is in compliance with the City's Statement of Investment Policy; and (2) there are sufficient funds available to meet the City's expenditure requirements for the next six months.

### **Fiscal Agent Investments**

In addition to reporting requirements for public agency portfolios, a description of any of the agency's investments under the management of contracted parties is also required on a quarterly basis. Attachment 2 includes bond funds and the police and fire service retirement fund as of June 30, 2012.

**ATTACHMENTS:** 1. June 30, 2012, Investment Report  
 2. June 30, 2012, Fiscal Agent 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**  
**June 30, 2012**

**INVESTMENT ACTIVITY**

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**PURCHASES OR DEPOSITS**

6/1 Federal National Mortgage Association (FNMA)	\$ 2,000,000
6/7 Federal Home Loan Mortgage Corp (FHLMC)	2,000,000
6/11 LAIF Deposit - City	5,000,000
6/12 Federal Home Loan Mortgage Corp (FHLMC)	2,000,000
6/19 LAIF Deposit - City	4,000,000
6/28 LAIF Deposit - City	5,000,000
<b>Total</b>	<b>\$ 20,000,000</b>

**SALES, MATURITIES, CALLS OR WITHDRAWALS**

6/7 Federal National Mortgage Association (FNMA) - Call	\$ (2,000,000)
6/8 Federal Home Loan Bank (FHLB) - Maturity	(1,700,000)
6/8 Federal Home Loan Bank (FHLB) - Maturity	(2,000,000)
6/13 LAIF Withdrawal - City	(5,000,000)
6/18 Federal Farm Credit Bank (FFCB) - Maturity	(2,000,000)
6/28 Federal Home Loan Bank (FHLB) - Call	(5,000,000)
6/28 Federal National Mortgage Association (FNMA) - Call	(2,000,000)
6/29 LAIF Withdrawal - City	(1,000,000)
6/30 Airport Promissory Note - Partial Redemption	(88,150)
<b>Total</b>	<b>\$ (20,788,150)</b>

**ACTIVITY TOTAL**

**\$ (788,150)**

**INVESTMENT INCOME**

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**POOLED INVESTMENTS**

**INTEREST INCOME**

Interest Earned on Investments	\$ 212,019
Amortization	(12,461)
Interest on SBB&T Accounts	178
<b>Total</b>	<b>\$ 199,735</b>

**REDEVELOPMENT SUCCESSOR AGENCY INVESTMENTS**

Interest Earned on Investments (LAIF)	<b>\$ 2,648</b>
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**INCOME TOTAL**

**\$ 202,384**



**CITY OF SANTA BARBARA**

**Investment Portfolio**

**June 30, 2012**

DESCRIPTION	PURCHASE	MATURITY	QUALITY RATING		STATED	YIELD AT	FACE	BOOK	MARKET	BOOK	COMMENTS
	DATE	DATE	MOODY'S	S & P							
<b>LOCAL AGENCY INVESTMENT FUNDS</b>											
LOCAL AGENCY INVESTMENT FUND	-	-	-	-	0.358	0.358	45,000,000.00	45,000,000.00	45,000,000.00	0.00	
LOCAL AGENCY INV FUND/RDAS	-	-	-	-	0.358	0.358	9,000,000.00	9,000,000.00	9,000,000.00	0.00	
<b>Subtotal, LAIF</b>							54,000,000.00	54,000,000.00	54,000,000.00	0.00	
<b>CERTIFICATES OF DEPOSIT</b>											
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	
<b>Subtotal, Certificates of deposit</b>							2,000,000.00	2,000,000.00	2,000,000.00	0.00	
<b>FEDERAL AGENCY ISSUES - COUPON</b>											
FEDERAL FARM CREDIT BANK	02/10/11	02/10/14	Aaa	AA+	1.375	1.375	2,000,000.00	2,000,000.00	2,033,940.00	33,940.00	
FEDERAL FARM CREDIT BANK	03/01/12	03/01/17	Aaa	AA+	1.260	1.260	2,000,000.00	2,000,000.00	2,006,800.00	6,800.00	Callable 03/01/13, 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	2,031,460.00	31,460.00	
FEDERAL FARM CREDIT BANK	05/08/09	04/08/13	Aaa	AA+	2.200	2.200	2,000,000.00	2,000,000.00	2,029,580.00	29,580.00	
FEDERAL FARM CREDIT BANK	02/16/11	02/16/16	Aaa	AA+	2.570	2.570	2,000,000.00	2,000,000.00	2,135,980.00	135,980.00	
FEDERAL HOME LOAN BANK	04/15/10	10/15/13	Aaa	AA+	2.000	2.000	2,000,000.00	2,000,000.00	2,043,980.00	43,980.00	
FEDERAL HOME LOAN BANK	08/05/10	09/12/14	Aaa	AA+	1.375	1.375	2,000,000.00	2,000,000.00	2,042,220.00	42,220.00	
FEDERAL HOME LOAN BANK	09/17/09	12/13/13	Aaa	AA+	3.125	2.440	2,000,000.00	2,018,747.62	2,081,260.00	62,512.38	
FEDERAL HOME LOAN BANK	01/15/10	10/30/12	Aaa	AA+	1.700	1.700	2,000,000.00	2,000,000.00	2,010,320.00	10,320.00	
FEDERAL HOME LOAN BANK	04/05/10	11/29/13	Aaa	AA+	2.000	2.000	2,000,000.00	2,000,000.00	2,047,660.00	47,660.00	
FEDERAL HOME LOAN BANK	06/29/10	10/29/12	Aaa	AA+	1.125	1.125	2,000,000.00	2,000,000.00	2,006,500.00	6,500.00	
FEDERAL HOME LOAN BANK	05/28/10	05/28/15	Aaa	AA+	2.000	2.653	2,000,000.00	2,000,000.00	2,013,040.00	13,040.00	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	1,007,140.82	1,008,400.00	1,259.18	
FEDERAL HOME LOAN BANK	09/17/09	09/13/13	Aaa	AA+	4.375	2.272	2,000,000.00	2,047,989.30	2,097,960.00	49,970.70	
FEDERAL HOME LOAN BANK	02/22/10	12/13/13	Aaa	AA+	3.125	2.130	2,000,000.00	2,027,558.25	2,081,260.00	53,701.75	
FEDERAL HOME LOAN BANK	02/09/11	01/29/15	Aaa	AA+	1.750	1.750	2,000,000.00	2,000,000.00	2,065,620.00	65,620.00	
FEDERAL HOME LOAN BANK	04/15/11	05/27/15	Aaa	AA+	2.000	2.000	2,000,000.00	2,000,000.00	2,085,640.00	85,640.00	
FEDERAL HOME LOAN BANK	09/26/11	10/30/13	Aaa	AA+	2.000	0.400	1,500,000.00	1,531,770.28	1,533,930.00	2,159.72	
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	2,001,220.00	1,220.00	Callable 07/19/12, then qtrly
FEDERAL HOME LOAN MTG CORP	03/28/12	03/28/17	Aaa	AA+	1.210	1.210	2,000,000.00	2,000,000.00	2,003,860.00	3,860.00	Callable 03/28/13, once
FEDERAL HOME LOAN MTG CORP	09/03/09	09/21/12	Aaa	AA+	2.125	1.699	2,000,000.00	2,001,836.07	2,008,780.00	6,943.93	
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	2,033,680.00	33,680.00	
FEDERAL HOME LOAN MTG CORP	03/28/12	03/28/17	Aaa	AA+	1.350	1.350	2,000,000.00	2,000,000.00	2,027,600.00	27,600.00	Callable 03/28/14, once
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	2,004,760.00	4,760.00	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	2,019,840.00	19,840.00	Callable 02/21/14, once
FEDERAL HOME LOAN MTG CORP	04/23/12	04/17/15	Aaa	AA+	0.500	0.534	2,000,000.00	1,998,107.90	2,000,120.00	2,012.10	
FEDERAL HOME LOAN MTG CORP	06/12/12	06/12/17	Aaa	AA+	1.250	1.250	2,000,000.00	2,000,000.00	1,993,400.00	(6,600.00)	Callable 06/12/14, then qtrly
FEDERAL HOME LOAN MTG CORP	05/24/12	05/24/17	Aaa	AA+	1.200	1.200	2,000,000.00	2,000,000.00	1,997,980.00	(2,020.00)	Callable 05/24/13, then qtrly

**CITY OF SANTA BARBARA**

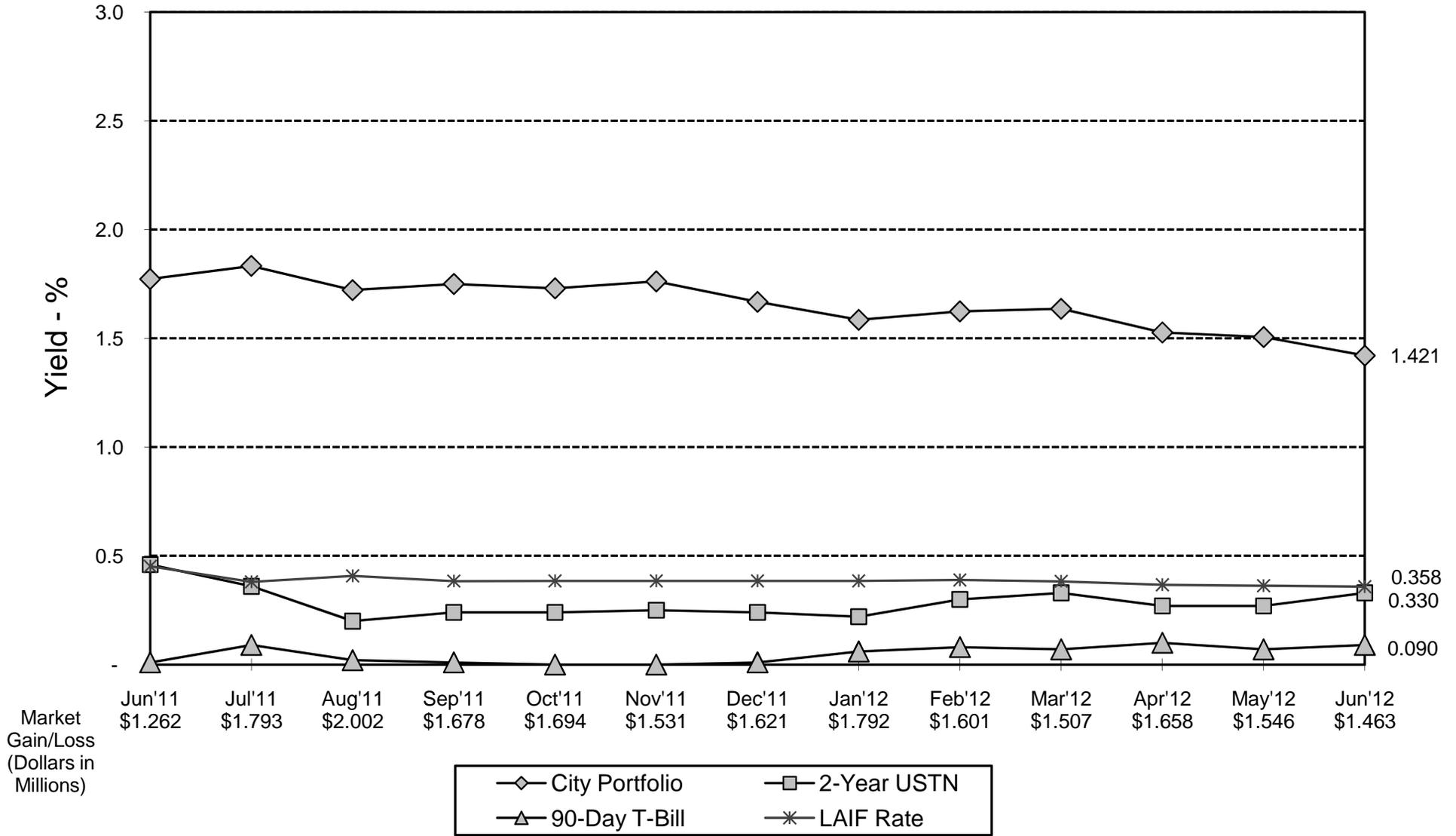
**Investment Portfolio**

**June 30, 2012**

DESCRIPTION	PURCHASE	MATURITY	QUALITY RATING		STATED	YIELD AT	FACE	BOOK	MARKET	BOOK	COMMENTS
	DATE	DATE	MOODY'S	S & P	RATE	365	VALUE	VALUE	VALUE	GAIN/(LOSS)	
FEDERAL HOME LOAN MTG CORP	06/09/09	08/17/12	Aaa	AA+	1.000	2.420	2,000,000.00	1,996,526.76	2,001,840.00	5,313.24	
FEDERAL HOME LOAN MTG CORP	02/11/11	04/02/14	Aaa	AA+	4.500	1.615	2,000,000.00	2,098,192.75	2,141,360.00	43,167.25	
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	2,000,040.00	40.00	SU 2.25% Callable 07/03/12, then qtrly
FEDERAL HOME LOAN MTG CORP	06/07/12	06/07/17	Aaa	AA+	1.300	1.300	2,000,000.00	2,000,000.00	2,007,180.00	7,180.00	Callable 06/07/13, then qtrly
FEDERAL NATL MORTGAGE ASSN	09/28/11	09/28/16	Aaa	AA+	1.000	1.401	1,000,000.00	999,879.17	1,001,370.00	1,490.83	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	1,999,822.22	2,009,320.00	9,497.78	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	2,006,160.00	6,160.00	SU 2% Callable 12/28/12, then qtrly
FEDERAL NATL MORTGAGE ASSN	10/28/11	10/28/16	Aaa	AA+	1.500	1.521	2,000,000.00	1,998,675.00	2,024,200.00	25,525.00	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	1,999,433.33	2,007,220.00	7,786.67	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	1,999,718.33	2,003,520.00	3,801.67	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	2,041,720.00	41,720.00	
FEDERAL NATL MORTGAGE ASSN	06/27/11	06/27/16	Aaa	AA+	2.000	2.000	2,000,000.00	2,000,000.00	2,026,320.00	26,320.00	Callable 06/27/13, once
FEDERAL NATL MORTGAGE ASSN	04/12/12	04/12/17	Aaa	AA+	1.400	1.400	2,000,000.00	2,000,000.00	2,012,840.00	12,840.00	Callable 04/12/13, then qtrly
FEDERAL NATL MORTGAGE ASSN	12/28/11	12/28/16	Aaa	AA+	1.625	1.625	2,000,000.00	2,000,000.00	2,011,080.00	11,080.00	Callable 12/28/12, once
FEDERAL NATL MORTGAGE ASSN	03/28/12	03/28/17	Aaa	AA+	1.125	1.332	2,000,000.00	2,000,000.00	2,010,320.00	10,320.00	SU 1.125%-2.25%, Call 03/28/13, then qtrly
FEDERAL NATL MORTGAGE ASSN	09/21/10	09/21/15	Aaa	AA+	2.000	2.000	2,000,000.00	2,000,000.00	2,090,820.00	90,820.00	
FEDERAL NATL MORTGAGE ASSN	12/10/10	10/26/15	Aaa	AA+	1.625	2.067	2,000,000.00	1,972,207.40	2,073,300.00	101,092.60	
FEDERAL NATL MORTGAGE ASSN	04/18/11	04/18/16	Aaa	AA+	2.500	2.500	2,000,000.00	2,000,000.00	2,032,100.00	32,100.00	Callable 04/18/13, 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	2,009,160.00	9,160.00	Callable 01/30/13, then qtrly
FEDERAL NATL MORTGAGE ASSN	04/24/12	04/24/17	Aaa	AA+	1.500	1.500	2,000,000.00	2,000,000.00	2,007,020.00	7,020.00	Callable 10/24/12, then qtrly
FEDERAL NATL MORTGAGE ASSN	06/01/12	05/29/15	Aaa	AA+	0.650	0.650	2,000,000.00	2,000,000.00	1,999,400.00	(600.00)	Callable 05/29/13, once
<b>Subtotal, Federal Agencies</b>							<b>95,500,000.00</b>	<b>95,697,605.20</b>	<b>96,963,080.00</b>	<b>1,265,474.80</b>	
<b>CORPORATE/MEDIUM TERM NOTES</b>											
BERKSHIRE HATHAWAY FIN	12/15/10	12/15/15	Aa2	AA+	2.450	2.530	2,000,000.00	1,994,816.67	2,087,280.00	92,463.33	
GENERAL ELECTRIC CAPITAL CORP	11/10/10	11/09/15	A1	AA+	2.250	2.250	2,000,000.00	2,000,000.00	2,040,580.00	40,580.00	
GENERAL ELECTRIC CAPITAL CORP	01/07/11	01/07/14	A1	AA+	2.100	2.100	2,000,000.00	2,000,000.00	2,031,100.00	31,100.00	
PROCTOR & GAMBLE	09/20/11	11/15/15	Aa3	AA-	1.800	1.085	2,000,000.00	2,047,017.12	2,064,580.00	17,562.88	
TOYOTA MOTOR CREDIT	09/26/11	09/15/16	Aa3	AA-	2.000	1.800	2,000,000.00	2,016,011.67	2,032,220.00	16,208.33	
<b>Subtotal, Corporate Securities</b>							<b>10,000,000.00</b>	<b>10,057,845.46</b>	<b>10,255,760.00</b>	<b>197,914.54</b>	
<b>SB AIRPORT PROMISSORY NOTE (LT)</b>											
SANTA BARBARA AIRPORT	07/14/09	06/30/29	-	-	7.000	7.000	5,789,184.34	5,789,184.34	5,789,184.34	0.00	
<b>Subtotal, SBA Note</b>							<b>5,789,184.34</b>	<b>5,789,184.34</b>	<b>5,789,184.34</b>	<b>0.00</b>	
<b>TOTALS</b>							<b>167,289,184.34</b>	<b>167,544,635.00</b>	<b>169,008,024.34</b>	<b>1,463,389.34</b>	

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.

# INVESTMENT YIELDS



**CITY OF SANTA BARBARA  
Fiscal Agent Investments  
June 30, 2012**

	CASH & CASH EQUIVALENTS Book & Market	Guaranteed Investment Contracts (GIC) Book & Market	STOCKS		BONDS		US GOVT & AGENCIES		TOTALS	
			Book	Market	Book	Market	Book	Market	Book	Market
<b>BOND FUNDS</b>										
<i>RESERVE FUNDS</i>										
2004 RDA - Housing Bonds	572,708.75	-	-	-	-	-	-	-	572,708.75	572,708.75
2002 Municipal Improvement - Refunding COPs	13,680.11	547,530.00	-	-	-	-	-	-	561,210.11	561,210.11
2002 Water - Refunding COPs	23,940.41	1,088,268.76	-	-	-	-	-	-	1,112,209.17	1,112,209.17
1994 Water - Revenue Bonds	19,917.13	757,680.00	-	-	-	-	-	-	777,597.13	777,597.13
2002 Waterfront - Reference COPs	1,012.41	1,393,262.50	-	-	-	-	-	-	1,394,274.91	1,394,274.91
1992 Seismic - Safety Bonds	-	-	-	-	-	-	-	-	-	-
Subtotal, Reserve Funds	631,258.81	3,786,741.26	-	-	-	-	-	-	4,418,000.07	4,418,000.07
<i>PROJECT FUNDS</i>										
2001 RDA Bonds	2,365,918.55	-	-	-	-	-	-	-	2,365,918.55	2,365,918.55
2003 RDA Bonds	8,505,538.06	-	-	-	-	-	-	-	8,505,538.06	8,505,538.06
2004 Sewer Revenue Bonds	1,949,260.77	1,357,140.00	-	-	-	-	-	-	3,306,400.77	3,306,400.77
2009 Airport Bonds	3,706,097.93	-	-	-	-	-	3,100,268.78	3,100,268.78	6,806,366.71	6,806,366.71
Subtotal, Project Funds	16,526,815.31	1,357,140.00	-	-	-	-	3,100,268.78	3,100,268.78	20,984,224.09	20,984,224.09
Subtotal Bond Funds	17,158,074.12	5,143,881.26	-	-	-	-	3,100,268.78	3,100,268.78	25,402,224.16	25,402,224.16
<b>POLICE/FIRE - SVC RETIREMENT FUND</b>										
Police/Fire Funds	41,813.21	-	233,786.06	296,715.81	266,802.62	266,244.85	-	-	542,401.89	604,773.87
	41,813.21	-	233,786.06	296,715.81	266,802.62	266,244.85	-	-	542,401.89	604,773.87
<b>TOTAL FISCAL AGENT INVESTMENTS</b>	<u>17,199,887.33</u>	<u>5,143,881.26</u>	<u>233,786.06</u>	<u>296,715.81</u>	<u>266,802.62</u>	<u>266,244.85</u>	<u>3,100,268.78</u>	<u>3,100,268.78</u>	<u>25,944,626.05</u>	<u>26,006,998.03</u>

Notes:

- (1) Cash & cash equivalents include money market funds.
- (2) Market values have been obtained from the following trustees: US Bank, Bank of New York and Santa Barbara Bank & Trust



# CITY OF SANTA BARBARA

## COUNCIL AGENDA REPORT

**AGENDA DATE:** July 31, 2012

**TO:** Mayor and Councilmembers

**FROM:** Engineering Division, Public Works Department

**SUBJECT:** Contract For Drafting Services For The Fiscal Year 2013 Water Main Replacement Project

### RECOMMENDATION:

That Council authorize the Public Works Director to execute a Professional Services contract with O'Brien & Wall in the amount of \$45,300 for drafting services for the Fiscal Year 2013 Water Main Replacement Project, and authorize the Public Works Director to approve expenditures of up to \$4,530 for extra services of O'Brien & Wall that may result from necessary changes in the scope of work.

### DISCUSSION:

The Fiscal Year 2013 Water Main Replacement Project (Project) will replace approximately 11,000 linear feet of water mains located throughout the City of Santa Barbara. The water mains slated for replacement were selected based on numerous criteria, including age, break history, pipe material, water demands, and fire flows. The Project will be designed in-house by engineering staff. Considering workloads, staff is requesting approval for drafting services to ensure this important annual project is designed and bid in a timely matter.

### CONSULTANT ENGINEERING SERVICES

Staff recommends that Council authorize the Public Works Director to execute a contract with O'Brien & Wall (Wall) in the amount of \$45,300 for drafting services. Staff also recommends that Council authorize the Public Works Director to approve change orders up to \$4,530 for extra services that may result from necessary changes in the scope of work, for a total contract amount of \$49,830.

Wall was selected through a Request for Proposal (RFP) process. RFPs were issued to 15 qualified companies and three proposals were received. Wall was selected as the firm that was most responsive to, and best met the needs of, the Project and clearly demonstrated an understanding of the level of effort needed to successfully complete

the work. Additionally, Wall's fee for the proposed service is competitive. Wall has successfully completed many other similar projects for the City.

**FUNDING**

The following summarizes all estimated total Project costs:

**ESTIMATED TOTAL PROJECT COST**

Design (by City)	\$57,856
Drafting Services w/Extra Services Allowance	\$49,830
Other Design Costs (Public Outreach, printing, environmental review)	\$6,000
<b>Subtotal</b>	<b>\$113,686</b>
Estimated Construction Contract w/Change Order Allowance	2,090,000
Estimated Construction Management/Inspection (by City)	\$153,000
Estimated Other Construction Costs (survey, testing, record drawings)	\$11,000
<b>Subtotal</b>	<b>\$2,254,000</b>
<b>TOTAL PROJECT COST</b>	<b>\$2,367,686</b>

There are sufficient appropriated funds in the Water Capital Fund to cover the Project costs.

**PREPARED BY:** Joshua Haggmark, Principal Civil Engineer/CW/sk

**SUBMITTED BY:** Christine F. Andersen, Public Works Director

**APPROVED BY:** City Administrator's Office



# CITY OF SANTA BARBARA

## COUNCIL AGENDA REPORT

**AGENDA DATE:** July 31, 2012

**TO:** Mayor and Councilmembers

**FROM:** Parks Division, Parks and Recreation Department

**SUBJECT:** Agreement For Franceschi Park Resident Caretaker

**RECOMMENDATION:** That Council authorize the Parks and Recreation Director to execute a Caretaker Rental Agreement for Franceschi Park with Jeffery Miller through July 31, 2013.

### **DISCUSSION:**

The Parks and Recreation Department administers two resident caretaker agreements in City parks; Skofield Park and Franceschi Park. Jeffery Miller has been the resident caretaker at Franceschi Park for the last six years. This agreement is for one year.

The Department recommends approval of a rental agreement with Jeffery Miller, effective August 1, 2012, through July 31, 2013, for caretaker services at Franceschi Park.

The proposed caretaker agreement is consistent with the provisions of the side letter agreement between the Santa Barbara City Employees Association, Local 620 Service Employees International Union, American Federation of Labor, Congress of Industrial Organizations, and the City of Santa Barbara regarding compensation of resident parks caretakers. The side letter specifies the compensation and working terms for resident caretakers. The proposed caretaker agreement specifies the rental terms for the caretaker residence consistent with provisions of California Wage Order 4-2001 and the side letter agreement, which limit the amount of rent that the City may charge for the caretaker residences (currently \$381.20 per month).

The caretaker agreement and side letter agreement provide that the value of services performed by the Caretaker for the City by virtue of his presence at Franceschi Park will serve as the in lieu payment of rent (\$381.20 per month) for the premises. Services identified in the side letter include:

- a. Opening and closing the park gates, custodial services in the park restrooms, park monitoring, and special event monitoring;
- b. Responding to security violations by observing and reporting incidents of fire, accidents, vandalism, illegal dumping, unauthorized camping, or other illegal or unauthorized activity;
- c. Protecting park property from damage and receiving comments and complaints from park users; and
- d. Maintaining a log of all time spent on caretaker services.

**BUDGET/FINANCIAL INFORMATION:**

No rent will be received as revenue, as tenant services are performed in lieu of rent. The caretaker will be compensated for services performed above the \$381.20 per month out of the existing Parks Division operating budget.

**PREPARED BY:** Santos Escobar, Parks Manager

**SUBMITTED BY:** Nancy L. Rapp, Parks and Recreation Department

**APPROVED BY:** City Administrator's Office



# CITY OF SANTA BARBARA

## COUNCIL AGENDA REPORT

**AGENDA DATE:** July 31, 2012

**TO:** Mayor and Councilmembers

**FROM:** City Administrator's Office

**SUBJECT:** South Coast Task Force On Youth Gangs Update

### **RECOMMENDATION:**

That Council receive an update from Saul Serrano, Interim Task Force Coordinator, regarding the work of the South Coast Task Force on Youth Gangs.

### **DISCUSSION:**

The South Coast Task Force on Youth Gangs (SCTFYG) was formed in 2009 after a yearlong effort of community meetings and discussions on youth gang issues and solutions. This regional effort is funded by local governments in the south coast.

The regional approach recognizes that the problem of youth gang violence is a community problem and finding a solution will require on-going collaborative community efforts. The SCTFYG's focus is specific:

- Take a regional approach focused on the south coast jurisdictions of the cities of Carpinteria, Goleta, Santa Barbara and south Santa Barbara County
- Focus on youth in or at high risk of becoming involved in youth gangs
- Advocate for comprehensive programs that include suppression, intervention and prevention
- Advocate for coordination and partnerships by agencies involved with youth gang intervention, prevention and suppression programs
- Secure reliable funding to support programs with proven program effectiveness and efficiency
- Be experimental with solutions, programs and opportunities
- Be patient as the problem did not develop overnight and solutions will not be accomplished overnight

The SCTFYG is guided by two advisory bodies: the Leadership Council primarily composed of elected officials, and the Executive Council, primarily composed of chief executives from public, private and non-profit organizations and community

representation. The composition includes representatives from City Councils and the County Board of Supervisors, philanthropic organizations, youth and parents, service providers, law enforcement, county probation and social services, school districts, community college and UCSB, city and county executives and the faith community,

City of Santa Barbara representatives on the Task Force include Mayor Helene Schneider, City Administrator Jim Armstrong, Assistant City Administrator Marcelo A. López, and Police Chief Cam Sanchez. The councils meet quarterly throughout the south coast.

Regional administrative support is provided by the Community Action Commission who serves as the host agency. Using a per-capita formula, the effort is funded by a combined contribution of \$151,666, from the County of Santa Barbara, and the cities of Carpinteria, Goleta, and Santa Barbara. There is also a \$26,505, in-kind contribution from the Community Action Commission.

The partnerships formed through the SCTFYG have been key in securing funding for youth intervention programs in the South Coast. In the last four years, we received two CalGRIP grants totaling approximately \$750,000 to provide services to 250+ youth in the south coast.

This year, with the support from the City of Santa Barbara and the Community Action Commission, the City of Carpinteria secured a CalGRIP grant for \$245,145 for programs linked to the Safe Schools Healthy Schools initiative. Additionally, although not a part of the south coast effort but with our support, the City of Lompoc received \$125,000 to serve youth exiting out of the Los Prietos Boys Camp and for a job corps program.

Additional information about the work of the South Coast Task Force on Youth Gangs can be found at <http://youthgangtaskforce.org/>

**ATTACHMENT:** South Coast Task Force On Youth Gangs Guiding Principles

**PREPARED BY:** Marcelo Lopez, Assistant City Administrator

**SUBMITTED BY:** James L. Armstrong, City Administrator

**APPROVED BY:** City Administrator's Office

# South Coast Task Force on Youth Gangs

## Guiding Principles

1. We need to focus on services to the target population:
  - Youth actively involved in gangs
  - Gang affiliates and potential gang members
2. We need comprehensive programs which include suppression, intervention and prevention strategies
  - We need to advocate for client specific services based on the individual needs of youth and their families, not a cookie cutter approach
3. We need to advocate for more coordination and partnerships by the agencies involved with youth gang intervention, prevention and suppression programs
  - We need to promote the availability of a youth gang case worker in every school to prevent, suppress and intervene with youth gangs
  - We need to promote a full range of services to assist the youth and his family
  - We need to remember the female youth involved with and affected by gangs
4. We need a reliable funding stream to support programs with a track record of success or new promising programs that satisfy unmet needs
  - We need to build on the base of successful client driven programs created through coordination and pooling of resources
  - We need to have the ability to measure program effectiveness and efficiency
5. We need to be experimental, risk takers ready to move forward accepting the premise that if all possible objections must first be overcome nothing of significance will ever be accomplished – we will have successes and failures but doing nothing should not be an option
6. We need to be patient
  - Problems did not develop overnight
  - Solutions will not be accomplished overnight



# CITY OF SANTA BARBARA

## COUNCIL AGENDA REPORT

**AGENDA DATE:** July 31, 2012

**TO:** Mayor and Councilmembers

**FROM:** Engineering Division, Public Works Department

**SUBJECT:** Capital Improvement Projects: Annual Report For Fiscal Year 2012

### **RECOMMENDATION:**

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

### **EXECUTIVE SUMMARY:**

A presentation is being made to Council summarizing the progress made on Capital Improvement Projects for the past fiscal year that includes \$32 million in completed construction projects. The value of projects with construction in progress totals \$79.2 million and the design phase totals \$83 million.

### **DISCUSSION:**

#### CONSTRUCTION HIGHLIGHTS

Seven projects were completed in the fourth quarter of Fiscal Year 2012, (see Attachment 1). There were 22 projects completed in Fiscal Year 2012 with total project costs exceeding \$32 million (see Attachment 2). The following describes some of the highlights of completed construction:

- New infrastructure and maintenance – Several projects were completed in Fiscal Year 2012 to maintain the City's infrastructure. These projects included routine pavement maintenance, sidewalk infill, and water main improvements.
- The construction on the Haley De La Vina Bridge (Haley) was substantially completed in summer 2011 and the Ortega Street Bridge (Ortega) in winter 2011. Both bridges are part of the Lower Mission Creek Flood Control Project. It was a significant achievement to complete both in the same year. In 2012, Haley won the American Public Works Association Project of the Year award for Transportation and Ortega received an honorable mention.

In addition, 23 Capital Improvement Projects are currently under construction with an approximate value of \$79,262,802 (Attachment 3).

The following are highlights of construction projects in progress:

Public Works Streets:

- Safe Routes To School Modoc and Portesuello Intersection Improvements (\$196,478) – The project will standardize the intersection to a 90-degree angle, greatly reducing the existing 105-foot crossing distance across Portesuello Avenue to a more typical 44-foot crossing. Additional safety improvements include relocating the access ramp and crosswalk on Modoc Road from the eastern side of Portesuello Avenue to the western side, and installing new pedestrian lighting over the crosswalks. Construction is scheduled to be completed in July 2012.
- Carrillo/Anacapa Intersection Improvement Project (\$316,895) – City staff is working on design changes for drainage improvements along Carrillo Street. Construction will be coordinated around the Fiesta celebration, and is scheduled to be completed in September 2012.

Public Works Wastewater:

- Sewer Main Point Repairs Fiscal Year 2012 (\$603,717) – Work on this project began in June 2012 and is progressing smoothly at various sites throughout the City. The project is scheduled to be completed in September 2012 for a total of 60 point repairs completed throughout the City.
- Headworks Screening Rehabilitation (\$3,910,000) – The Headworks construction is currently ongoing. The contractor remobilized in April 2012 and began demolishing and constructing the underground work. Several major pieces of equipment are onsite and will be ready for installation during the first quarter of Fiscal Year 2013. The project is scheduled to be completed in August 2013.

Public Works Water:

- Sycamore Vista Waterline (\$312,266) – Work on this project began in June 2012. This project will replace the two-inch above-ground copper line that provides water service to the area. The original water mains were compromised in the Sycamore Ranchito landslides that occurred during the 2004-2005 rainy season. The new water mains will provide domestic water service and provide adequate fire protection for the area. The project is scheduled to be completed in September 2012.
- Cater Water Treatment Plant Advanced Treatment Protection (Ozone) (\$13,980,000) – To date, the South Coast Conduit booster pumps have been replaced, improving the reliability of water delivery to Montecito and Carpinteria. The building structures for all new buildings, except for the ozone building have

been completed. Work continues on the Dewatering Building and installation for the sludge thickener mechanisms will begin. The addition to the chemical building is complete and the exterior finishes are being placed. The project is scheduled to be completed in June 2013.

- Las Canoas Water Main (\$5,000,000) – This project received a total of nine bids for construction. We are moving forward with public outreach and pre-construction planning.

Visit [www.SantaBarbaraCA.gov/Engineering](http://www.SantaBarbaraCA.gov/Engineering) to view a list of all construction projects.

### PROJECTS IN DEVELOPMENT

In addition to the work in construction, there is a significant amount of work in the design phase. There are currently 40 projects under design, with an estimated total project cost of \$83,382,163 (see Attachment 3).

Work is scheduled to be funded over several years, as generally shown in the City's Six-Year Capital Improvement Program Report. The projects rely on guaranteed or anticipated funding and grants.

The following are design project highlights:

#### Airport:

- Runway 15R-33L and Runway 15L-33L (\$351,000) – A Request For Proposals for engineering services for the project has been advertised and sent to interested firms. The consultant selection will be completed in August 2012.

#### Public Works Bridges:

- Mission Creek Bridges: Cabrillo, Cota, and Mason (\$40,159,000) – Currently, city staff is in the process of designing the Cabrillo, Cota, and Mason Street Bridges to accommodate the Lower Mission Creek Flood Control Project and to replace structurally deficient bridges. Cabrillo is scheduled to start construction by summer of 2013. Cota and Mason, are currently under design and slated for construction in the spring and summer of 2014. All the bridges are also in the right of way phase, therefore negotiations with property owners continue as City, State and Federal laws mandate.
- Sycamore Creek Improvements - Channel and Punta Gorda Bridge (\$3,000,000) – The Final Mitigated Negative Declaration was adopted by the Architectural Board of Review (ABR) on April 30, 2012. The project design of the bridge was approved by the ABR on May 21, 2012. Other regulatory environmental permits are in progress. Start of construction is tentatively scheduled for summer 2013.
- Sidewalk Infill and Access Ramps (\$374,000) – Staff is working on two sidewalk access ramp projects, the Fiscal Year 2012 & 2013 Sidewalk Access Ramp Project

and the Community Development Block Grant 2012-13 Sidewalk Access Ramp Project. Together, these projects will install 18 missing or inadequate ramps throughout the City from January through March of 2013.

- De La Vina at Figueroa Intersection Improvements (\$401,000) – Construction is scheduled to start early 2013.
- Las Positas/Cliff Drive Intersection Improvements (\$1,589,012) – The goal of this project is to improve traffic operations at the intersection. The Las Positas/Cliff Drive intersection currently operates deficiently, particularly during the evening peak hours when the vehicle queue on southbound Las Positas can extend as far as the entrance to Elings Park. The project is currently in the preliminary design phase, with two alternatives being evaluated – a traffic signal and a roundabout. Once the evaluation is completed, a preferred alternative will be chosen for moving forward to the environmental and final design phases. The project currently has \$750,000 in State Transportation Improvement Program funding for the construction phase only. Construction is anticipated to begin in 2015.

The following are highlights of projects nearing award of construction:

**Public Works Streets:**

- Conejo Road Repairs (\$600,000) – This project will reconstruct Conejo Road at its intersection with Conejo Lane (a private road) and at the hairpin turn immediately adjacent to the intersection in order to achieve slopes acceptable to the Fire Department and to realign the roadway back within the City's right of way. The project will also include improvements to divert storm water away from the slide area. It is acknowledged that this project will not result in a permanent repair of the roadway, and that the area will continue to require ongoing maintenance. This project also includes the construction of a new section of sewer main through a recently obtained easement in order to decrease the number of homes dependent on the sewer main traversing through the active slide mass. The project contract will be awarded in July, and construction is anticipated to begin in early September 2012.

**Waterfront:**

- Breakwater Concrete and Cap Repair Phase 4 (\$399,600) – Design for this project is complete. Construction is scheduled to begin in September 2012. With the completion of this phase, replacement of the breakwater from the harbor entrance to Marina 1 will be complete.

**SUMMARY:**

In Fiscal Years 2010 and 2011 combined, approximately \$10 million was provided by grant funding. In Fiscal Year 2012, approximately \$32 million of construction projects were completed, with \$16 million provided by grant funding (see Attachment 2).

**ATTACHMENT(S):** 1. Completed Capital Improvement Projects for Fourth Quarter Fiscal Year 2012  
2. Completed Capital Improvement Projects for Fiscal Year 2012  
3. Capital Projects with Design and Construction in Progress

**PREPARED BY:** Pat Kelly, Assistant Public Works Director/City Engineer/TB

**SUBMITTED BY:** Christine F. Andersen, Public Works Director

**APPROVED BY:** City Administrator's Office

**COMPLETED CAPITAL PROJECTS - FOURTH QUARTER FISCAL YEAR 2012**

<b>Project Name</b>	<b>Design Costs</b>	<b>Construction Contract</b>	<b>Construction Change Order Costs</b>	<b>Construction Management Costs</b>	<b>Total Project Costs</b>
<b>Cliff Drive UUD #10</b>	\$261,670	\$567,697	\$68,234	\$165,897	<b>\$1,063,498</b>
<b>Elings Park Landfill Gas Collection and Control System</b>	\$120,637	\$541,095	\$6,409	\$351,054	<b>\$1,019,195</b>
<b>Fire Station #1 Administrative Annex</b>	\$338,158	\$1,899,874	\$284,173	\$367,133	<b>\$2,889,338</b>
<b>Caltrans Water Line Replacement-Cacique Street</b>	\$5,991	\$64,211	\$6,288	\$10,977	<b>\$87,467</b>
<b>Haley De La Vina Bridge Replacement</b>	\$1,845,520	\$6,525,791	\$290,403	\$1,293,300	<b>\$9,955,014</b>
<b>Zone 6 Slurry Seal</b>	\$83,755	\$1,007,256	\$-4,460	\$220,153	<b>\$1,306,704</b>
<b>Fiscal Year 2011 Sidewalk Access Ramp Project</b>	\$18,000	\$111,220	\$26,588	\$44,947	<b>\$200,755</b>
<b>TOTALS</b>	<b>\$2,673,731</b>	<b>\$10,717,144</b>	<b>\$677,635</b>	<b>\$2,453,461</b>	<b>\$16,521,971</b>

**COMPLETED CAPITAL PROJECTS  
FISCAL YEAR 2012**

**FIRST QUARTER**

PROJECT TITLE	FUNDING												TOTAL PROJECT COSTS	
	First Quarter	Airport	Creeks	Golf	Downtown Parking	General Fund	Facilities	RDA	Streets	Water	Wastewater	Waterfront		Grants/Other
Modoc Road Pavement Preparation								\$ 97,647						\$ 97,647
El Cielito Pump Station Standby Generator									\$ 220,777					\$ 220,777
Jake Boyse Multipurpose Pathway (1) Westside								\$0					\$ 895,390	\$ 895,390
Neighborhood Center Improvements							\$ 229,959							\$ 229,959
<b>Total First Quarter</b>													<b>\$ 1,443,773</b>	

(1) Safe Routes To School Federal Grant

**SECOND QUARTER**

PROJECT TITLE	FUNDING												TOTAL PROJECT COSTS	
	Second Quarter	Airport	Creeks	Golf	Downtown Parking	General Fund	Facilities	RDA	Streets	Water	Wastewater	Waterfront		Grants/Other
E. Cabrillo Boulevard Sidewalk Ph. 2							\$ 399,619							\$ 399,619
El Estero Pump Replacement										\$ 295,980				\$ 295,980
Terminal Baggage Handling System	\$ 943,577													\$ 943,577
El Estero Belt Press Booster Pump										\$ 134,703				\$ 134,703
Carrillo Recreation Center Landscaping							\$ 132,556							\$ 132,556
<b>Total Second Quarter</b>													<b>\$ 1,906,435</b>	



## CAPITAL PROJECTS WITH DESIGN AND CONSTRUCTION IN PROGRESS

PROJECT CATEGORY	DESIGN IN PROGRESS	
	No. of Projects	Total Value of Projects
Airport	6	\$7,165,000
Creeks	1	\$3,450,000
Parks and Recreation	1	\$615,000
Public Works: Streets/Bridges	9	\$58,959,210
Public Works: Streets/Transportation	11	\$5,453,242
Public Works: Water/Wastewater	11	\$7,340,111
Waterfront	1	\$399,600
<b>TOTAL</b>	<b>40</b>	<b>\$83,382,163</b>

PROJECT CATEGORY	CONSTRUCTION IN PROGRESS	
	No. of Projects	Construction Contract Costs
Airport	2	\$36,921,274
Creeks	1	\$1,066,265
Public Works: Streets/Transportation	7	\$2,276,529
Public Works: Water/Wastewater	8	\$32,420,985
Redevelopment Agency	3	\$1,986,978
Waterfront	2	\$4,590,771
<b>TOTAL</b>	<b>23</b>	<b>\$79,262,802</b>



# CITY OF SANTA BARBARA

## COUNCIL AGENDA REPORT

**AGENDA DATE:** July 31, 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 the City's General bargaining unit, the Police Management Association, and regarding discussions with certain unrepresented managers 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