

**CITY OF SANTA BARBARA
CITY COUNCIL**

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



James L. Armstrong
City Administrator

Stephen P. Wiley
City Attorney

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

**APRIL 30, 2013
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

- 12:00 p.m. - Special Finance Committee Meeting,
David Gebhard Public Meeting Room, 630 Garden Street
- 2:00 p.m. - City Council Meeting

SPECIAL FINANCE COMMITTEE MEETING - 12:00 P.M. IN THE DAVID GEBHARD PUBLIC MEETING ROOM, 630 GARDEN STREET (120.03)

- 1. Subject: Finance Committee Review Of The Proposed Two-Year Financial Plan For Fiscal Years 2014 And 2015 (120.03)**

Recommendation: That the Finance Committee hear a report from staff on the Proposed Two-Year Financial Plan for Fiscal Years 2014 and 2015, including the Recommended Budget for Fiscal Year 2014.

- 2. Subject: March 31, 2013, Investment Report And March 31, 2013, Fiscal Agent Report (120.03)**

Recommendation: That Finance Committee recommend that Council:

- A. Accept the March 31, 2013, Investment Report; and
- B. Accept the March 31, 2013, Fiscal Agent Report.
(See Council Agenda Item No. 8)

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

CALL TO ORDER

PLEDGE OF ALLEGIANCE

ROLL CALL

CEREMONIAL ITEMS

- 1. Subject: Proclamation Declaring April 2013 As Fair Housing Month (120.04)**

CHANGES TO THE AGENDA

PUBLIC COMMENT

CONSENT CALENDAR

2. Subject: Minutes

Recommendation: That Council waive the reading and approve the minutes of the regular meeting of April 16, 2013 and the special meeting of April 17, 2013.

3. Subject: Professional Services Agreement For Evaluation Of Wildland Fire Evacuation Procedures (520.03)

Recommendation: That Council authorize the Fire Chief to execute a standard City Professional Services Agreement with Dudek, in a form of agreement acceptable to the City Attorney, in the amount of \$61,780 for technical and engineering services to evaluate and provide recommendations to improve wildland fire evacuation procedures and authorize the Fire Chief to approve expenditures of up to \$15,220 for extra services that may result from necessary changes in the scope of work.

4. Subject: Increase To Afterschool Services Provided In The City/Santa Barbara Unified School District Afterschool Opportunities For Kids Program (570.06)

Recommendation: That Council increase revenues and appropriations by \$23,365 in the Parks and Recreation Department Fiscal Year 2013 Miscellaneous Grants Fund for the Afterschool Opportunities for Kids (A-OK) Program.

5. Subject: Integrated Pest Management 2012 Annual Report And Advisory Committee Resolution (330.01)

Recommendation: That Council:

- A. Accept the Integrated Pest Management (IPM) 2012 Annual Report; and
- B. Adopt, by reading of title only, A Resolution of the Council of the City of Santa Barbara Revising the Composition of the Integrated Pest Management Advisory Committee and Rescinding Resolution 06-008.

CONSENT CALENDAR (CONT'D)

6. Subject: Capital Improvement Projects: Third Quarter Report For Fiscal Year 2013 (230.01)

Recommendation: That Council receive a report on the City's Capital Improvement Projects for the Third Quarter of Fiscal Year 2013.

7. Subject: Introduction Of Ordinance For City Consent To Sublease Amendment Between Signature Flight Support Corporation And Coastal Aviation Maintenance, LLC (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 the City's Consent to An Amendment of A Sublease Between Signature Flight Support Corporation, a California Corporation, and Coastal Aviation Maintenance, LLC, a California Limited Liability Company, For the Sublease of a Portion of the Premises Leased to Signature Flight Support in Restated Lease Agreement No. 12037.2 Located at 303 John Donaldson Place.

8. Subject: March 31, 2013, Investment Report And March 31, 2013, Fiscal Agent Report (260.02)

Recommendation: That Council:

- A. Accept the March 31, 2013, Investment Report; and
- B. Accept the March 31, 2013, Fiscal Agent Report.

9. Subject: Donation For Police Canine Unit Trust (520.04)

Recommendation: That Council accept a donation of \$52,000 from the Santa Barbara Police Foundation for the Canine Unit Trust fund.

10. Subject: Set A Date For Public Hearing Regarding Appeal Of Fire And Police Commission Decision For 435 State Street (520.01)

Recommendation: That Council set the date of May 14, 2013, at 2:00 p.m. for hearing the appeal filed by Bill Clayton, Business Owner, of the Fire and Police Commission's decision to suspend the Nightclub Dance Permit for Whiskey Richards, located at 435 State Street.

CONSENT CALENDAR (CONT'D)

NOTICES

11. The City Clerk has on Thursday, April 25, 2013, 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

PUBLIC WORKS DEPARTMENT

12. **Subject: Annual Wastewater Collection System Report (540.13)**

Recommendation: That Council hear a report from staff on the wastewater collection system maintenance and management activities.

COUNCIL AND STAFF COMMUNICATIONS

COUNCILMEMBER COMMITTEE ASSIGNMENT REPORTS

CLOSED SESSIONS

13. **Subject: Conference with Real Property Negotiators - State Route 225 (330.03)**

Recommendation: That Council hold a closed session pursuant to the authority of Government Code Section 54956.8 to provide direction to the City Administrator and to the City Attorney regarding the relinquishment by the State of California of a portion of State Route 225 to the City of Santa Barbara.

- Real Property: A portion of State Route 225 between Post Mile 0.031 to Post Mile 4.55 (Castillo Street to Cliff Drive to Las Positas Road) within the City of Santa Barbara.
- City Negotiators: Public Works Director and the City Attorney
- Negotiating Party: CALTRANS, Deputy District Director Loe (San Luis Obispo District)
- Under Negotiation: Price and Terms of Transfer and Compensation
Scheduling: Duration, 30 minutes; anytime
Report: None anticipated

CLOSED SESSIONS (CONT'D)

14. 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 Police Bargaining Unit, Supervisors' Bargaining Unit, and the General Bargaining Unit, and regarding discussions with certain unrepresented managers about salaries and fringe benefits.

Scheduling: Duration, 30 minutes; anytime

Report: None anticipated

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 *Sian Harden v. City of Santa Barbara, et al.*, SBSC No. 1385957.

Scheduling: Duration, 15 minutes; anytime

Report: None anticipated

16. Subject: Public Employee Performance Evaluation - Government Code Section 54957 (160.01)

Recommendation: That Council hold a closed session for a Public Employee Performance Evaluation per Government Code Section 54957.

Title: City Attorney

Scheduling: Duration, 40 minutes; anytime

Report: None anticipated

ADJOURNMENT

CITY OF SANTA BARBARA
FINANCE COMMITTEE
SPECIAL MEETING AGENDA

DATE: April 30, 2013

Dale Francisco, Chair

TIME: 12:00 P.M.

Bendy White

PLACE: David Gebhard Public Meeting Room
630 Garden Street

Cathy Murillo

James L. Armstrong
City Administrator

Robert Samario
Finance Director

ITEMS TO BE CONSIDERED:

1. Subject: Finance Committee Review Of The Proposed Two-Year Financial Plan For Fiscal Years 2014 And 2015

Recommendation: That the Finance Committee hear a report from staff on the Proposed Two-Year Financial Plan for Fiscal Years 2014 and 2015, including the Recommended Budget for Fiscal Year 2014.

2. Subject: March 31, 2013, Investment Report And March 31, 2013, Fiscal Agent Report

Recommendation: That Finance Committee recommend that Council:

- A. Accept the March 31, 2013, Investment Report; and
- B. Accept the March 31, 2013, Fiscal Agent Report.

(See Council Agenda Item No.8)



CITY OF SANTA BARBARA

FINANCE COMMITTEE AGENDA REPORT

AGENDA DATE: April 30, 2013
TO: Finance Committee
FROM: Administration Division, Finance Department
SUBJECT: Finance Committee Review Of The Proposed Two-Year Financial Plan For Fiscal Years 2014 And 2015

RECOMMENDATION:

That the Finance Committee hear a report from staff on the Proposed Two-Year Financial Plan for Fiscal Years 2014 and 2015, including the Recommended Budget for Fiscal Year 2014.

DISCUSSION:

On Tuesday, April 16, 2013, the Proposed Two-Year Financial Plan for Fiscal Years 2014 and 2015 ("Proposed Plan") was submitted to Council. That day, Council heard an overview of the Proposed Plan and approved the Schedule of Council Budget Review Meetings and Public Hearings.

Earlier that day, the Finance Committee also approved its own budget review schedule, as well as the additional topics that it will review. The approved Finance Committee budget review schedule is attached to this report.

Consistent with the approved Finance Committee review schedule, today's meeting will cover three topics:

1. General Fund budget balancing strategy,
2. General Fund non-departmental revenues and growth assumptions, and
3. Citywide proposed changes to authorized positions.

The next meeting for the Committee's budget review is scheduled on Tuesday, May 7, 2013, from 12:30 p.m. – 1:45 p.m. when the Committee will begin its review of proposed changes to fees and service charges for General Fund departments and the Golf Enterprise Fund.

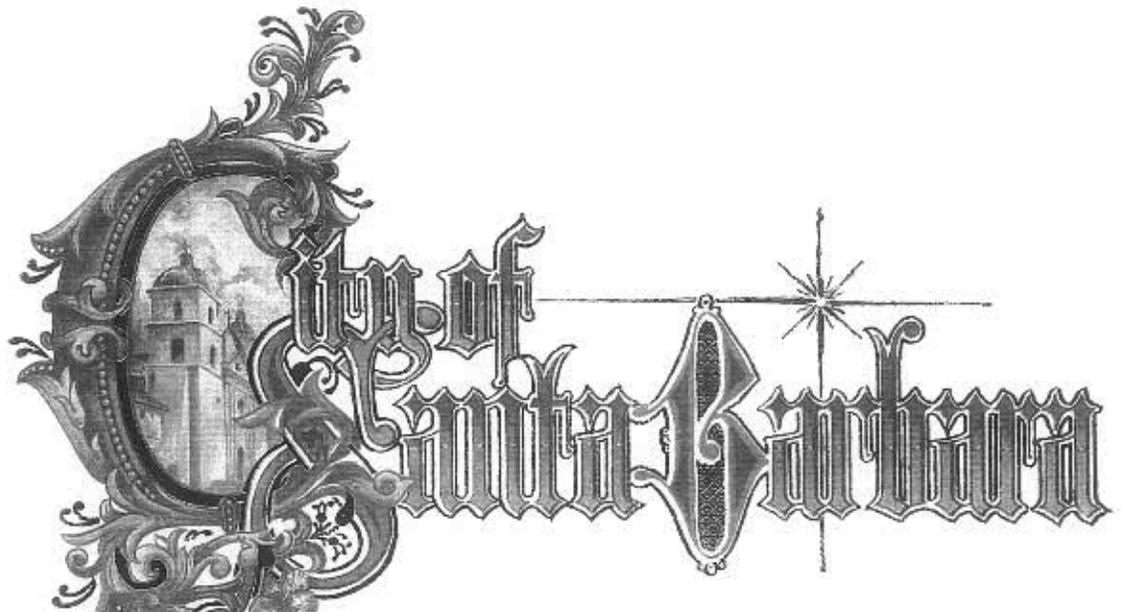
ATTACHMENT: Approved Finance Committee Budget Review Schedule

SUBMITTED BY: Robert Samario, Finance Director

APPROVED BY: City Administrator's Office

CITY OF SANTA BARBARA
Proposed Finance Committee Review Schedule
Two-Year Financial Plan for Fiscal Years 2014 and 2015

Meeting Date and Time	Department
Tuesday, April 16, 2013 12:30 p.m. – 1:45 p.m.	<ul style="list-style-type: none"> ➤ Proposed Finance Committee Budget Review Schedule
Tuesday, April 30, 2013 12:30 p.m. – 1:45 p.m.	<ul style="list-style-type: none"> ➤ General Fund non-departmental revenues and assumptions ➤ General Fund Multi-Year Forecast (updated) ➤ March 31st Quarterly Investment Report (non-budget Item)
Tuesday, May 7, 2013 11:00 a.m. – 1:45 p.m.	<ul style="list-style-type: none"> ➤ General Fund departmental proposed fee changes <ul style="list-style-type: none"> - Community Development, Public Works, Parks & Recreation, Police, Fire and Library ➤ Proposed sale of Water Fund Revenue Certificates of Participation (non-budget Item)
Tuesday, May 14, 2013 11:00 a.m. – 1:45 p.m.	<ul style="list-style-type: none"> ➤ Enterprise fund proposed fee changes <ul style="list-style-type: none"> - Water, Wastewater, Waterfront, Solid Waste, Downtown Parking, Golf and Airport ➤ Impacts of CalPERS planned rate increases starting in fiscal year 2016 ➤ Discussion of timing of Human Services funding decisions ➤ Fiscal Year 2013 Third Quarter Review (non-budget item)
Tuesday, May 21, 2013 11:00 a.m. – 1:45 p.m.	<ul style="list-style-type: none"> ➤ Review of Citywide reserve balances and City Debt ➤ Recap of unfunded liabilities (OPEB, Pension and Infrastructure) ➤ Understanding how unfunded infrastructure liabilities have changed over the last 10-20 years ➤ Staff recommended adjustments, if any ➤ Finance Committee decisions/ recommendations



PROCLAMATION

Fair Housing Month

April 2013

WHEREAS, 2013 marks the 50th anniversary of California's fair housing laws, the 45th anniversary of the federal Fair Housing Act, and the 30th anniversary of the City of Santa Barbara's Housing Discrimination Ordinance; and

WHEREAS, the City of Santa Barbara's Housing Discrimination Ordinance was enacted to ensure that a fair choice of rental housing was available to all individuals regardless of race, color, religion, sex, age, marital status, national origin, familial status, mental or physical disability, sexual orientation, or ancestry; and

WHEREAS, despite the local, state and federal laws on the books, reports of discrimination in housing continues; and

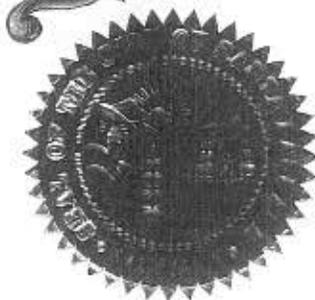
WHEREAS, during the month of April, interested parties from both the private and public sectors participated in a national effort to promote fair housing; and

WHEREAS, as part of the City's participation in **Fair Housing Month**, notices were placed on the City News page directing residents to information about the City's Fair Housing and Rental Housing Mediation Task Force programs and an announcement was placed in the City Newsletter.

NOW, THEREFORE, I, HELENE SCHNEIDER, by virtue of the authority vested in me as Mayor of the City of Santa Barbara, California, do hereby proclaim April as **FAIR HOUSING MONTH** and urge all citizens to understand and exercise their right to equal housing opportunity.

IN WITNESS WHEREOF, I have hereunto set my hand and caused the Official Seal of the City of Santa Barbara, California, to be affixed this 30th day of April 2013.

Helene Schneider
Mayor





CITY OF SANTA BARBARA CITY COUNCIL MINUTES

REGULAR MEETING April 16, 2013 COUNCIL CHAMBER, 735 ANACAPA STREET

CALL TO ORDER

Mayor Helene Schneider called the meeting to order at 2:01 p.m. (The Ordinance Committee met at 12:00 p.m., and the Finance Committee met at 12:30 p.m.)

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 Susan Tschech.

CEREMONIAL ITEMS

- Subject: Proclamation Declaring April 2013 DMV/Donate Life California Month**

Action: Proclamation presented to Joe Darga, Anne Grey, and Scott Burns.

COUNCIL AND STAFF COMMUNICATIONS

Mayor Schneider expressed the City's concern for the victims, and for the families of victims, of the Boston Marathon incident.

PUBLIC COMMENT

Speakers: Robert Burke; Patricia Bartoli-Wible, Southern California Edison, who presented an award recognizing the City's project to install charging stations for electric vehicles; Brian Shafritz, Santa Barbara County Air Pollution Control District; Michael Chiacos, Community Environmental Council; Marissa Barragan; Bill McReynolds, City Ventures; Lee Moldaver; K8 Longstory.

ITEM REMOVED FROM CONSENT CALENDAR

8. **Subject: Contract For Construction Management Services For The Punta Gorda Street Bridge Replacement Project (530.04)**

Recommendation: That Council:

- A. Authorize the Public Works Director to execute a City Professional Services contract with Filippin Engineering in the amount of \$330,674 for construction management support services for the Punta Gorda Street Bridge Replacement Project, and authorize the Public Works Director to approve expenditures of up to \$33,067 for extra services that may result from necessary changes in the scope of work;
- B. Authorize the Public Works Director to execute a City Professional Services contract with Penfield & Smith in the amount of \$13,060 for engineering (design) support services for Lower Sycamore Creek Channel Widening, and authorize the Public Works Director to approve expenditures of up to \$1,306 for extra services that may result from necessary changes in the scope of work;
- C. Authorize the Public Works Director to execute a City Professional Services contract with Drake Haglan and Associates in the amount of \$50,000 for engineering (design) support services for the Punta Gorda Street Bridge Replacement Project, and authorize the Public Works Director to approve expenditures of up to \$5,000 for extra services that may result from necessary changes in the scope of work; and
- D. Authorize the Public Works Director to execute a City Professional Services contract with Cardno ENTRIX in the amount of \$90,881 for environmental coordination and biological monitoring services for the Punta Gorda Street Bridge Replacement Project, and authorize the Public Works Director to approve expenditures of up to \$9,088 for extra services that may result from necessary changes in the scope of work.

Documents:

- April 16, 2013, report from the Public Works Director.
- March 19, 2013, letter from Robert Mayo.

Speakers:

- Members of the Public: Robert Mayo, Don Goolsby.
- Staff: Assistant Public Works Director/City Engineer Pat Kelly, City Administrator James Armstrong.

Motion:

Councilmembers White/Rowse to continue this item to April 23, 2013, pending Staff's submittal of additional information regarding the project.

Vote:

Unanimous voice vote (Absent: Councilmember Francisco).

CONSENT CALENDAR (Item Nos. 2 – 7, 9 – 11)

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

Motion:

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

Vote:

Unanimous roll call vote (Absent: Councilmember Francisco).

2. Subject: Minutes

Recommendation: That Council waive the reading and approve the minutes of the adjourned regular meeting of March 18, 2013, and the regular meetings of March 19 and 26, 2013.

Action: Approved the recommendation.

3. Subject: Adoption Of Ordinance Amending The Electronic Campaign Disclosure Filing Requirement (110.03)

Recommendation: That Council adopt, by reading of title only, An Ordinance of the Council of the City of Santa Barbara Amending Section 2.03.110 of the Santa Barbara Municipal Code Regarding the Mandatory Electronic Campaign Disclosure Filing Requirement.

Action: Approved the recommendation; Ordinance No. 5612.

4. Subject: Adoption of Ordinance For Firefighters Memorandum Of Understanding Extension Through June 30, 2014 (440.02)

Recommendation: That Council adopt, by reading of title only, An Ordinance of the Council of the City of Santa Barbara Extending the 2007-2013 Memorandum of Understanding Between the City of Santa Barbara and the Santa Barbara City Firefighters' Association Through June 30, 2014.

Action: Approved the recommendation; Ordinance No. 5613.

5. Subject: Adoption of Ordinances To Amend The Memoranda Of Understanding With Hourly And Treatment And Patrol TAP Bargaining Units (440.02)

Recommendation: That Council adopt, by reading of title only:

- A. An Ordinance of the Council of the City of Santa Barbara Amending the Existing 2008-2012 Memorandum of Understanding Between the City Of Santa Barbara and the Hourly Employees' Bargaining Unit to Extend the Term Through December 31, 2013, and to Reflect New Pension Requirements; and
- B. An Ordinance of the Council of the City of Santa Barbara Amending the 2011-2013 Memorandum of Understanding Between the City of Santa Barbara and the Patrol Officers' and Treatment Plants' Bargaining Units (TAP Units) to Include Appendix H Regarding the Transfer of Meter Readers to the Bargaining Unit.

Action: Approved the recommendations; Ordinance Nos. 5614 and 5615.

6. Subject: Contract For Design For Runway 15R-33L Pavement Rehabilitation (560.04)

Recommendation: That Council authorize the Public Works Director to execute a Professional Services agreement, in a form acceptable to the City Attorney, with Kimley-Horn and Associates in the amount of \$319,524 for design services for the Runway 15R-33L Pavement Rehabilitation Project, and authorize the Public Works Director to approve expenditures of up to \$15,976 for extra services of Kimley-Horn and Associates that may result from necessary changes in the scope of work.

Action: Approved the recommendation; Agreement No. 24,476 (April 16, 2013, report from the Public Works Director).

7. Subject: Introduction Of Ordinance For Granting Of Easements On City Property At Chapala And Yanonali Streets (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 Granting of Easements for Public Utilities In and Under the City-Owned Property at Chapala and Yanonali Streets, and Authorizing the Public Works Director to Execute Agreements with Southern California Edison Company, Verizon California Inc., Cox Communications California LLC, and Crown Castle NG West Inc., to Grant Easements Related to the City-Owned Property at Chapala and Yanonali Streets.

Action: Approved the recommendation (April 16, 2013, report from the Public Works Director; proposed ordinance).

9. Subject: Fiscal Year 2013 Interim Financial Statements For The Eight Months Ended February 28, 2013 (250.02)

Recommendation: That Council accept the Fiscal Year 2013 Interim Financial Statements for the Eight Months Ended February 28, 2013.

Action: Approved the recommendation (April 16, 2013, report from the Finance Director).

NOTICES

10. The City Clerk has on Thursday, April 11, 2013, 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.
11. The Proposed Two-Year Financial Plan for Fiscal Years 2014 and 2015, including the Recommended Operating and Capital Budget for Fiscal Year 2014, will be filed with the City Clerk's Office on April 16, 2013.

This concluded the Consent Calendar.

REPORT FROM THE ORDINANCE COMMITTEE

Ordinance Committee Chair Grant House reported that the Committee met to continue its discussion of Staff recommendations to amend the Historic Resources Ordinance and to add a new Municipal Code chapter entitled "Historic Landmarks Commission." The City Attorney will submit a draft ordinance for both Committee and public review and comment.

REPORT FROM THE FINANCE COMMITTEE

Finance Committee Member Bendy White reported that the Committee met to consider a proposed schedule for Committee review of topics related to the Proposed Two-Year Financial Plan for Fiscal Years 2014 and 2015. The Committee expanded the list of review topics and approved the schedule for its review of the Plan.

CITY COUNCIL ADMINISTRATIVE AND ATTORNEY REPORTS

CITY ADMINISTRATOR

12. Subject: Presentation From Santa Barbara County Air Pollution Control District On Marine Vessel Speed Reduction Initiative (150.05)

Recommendation: That Council receive a presentation from the Santa Barbara County Air Pollution Control District on a marine vessel speed reduction initiative.

(Cont'd)

12. (Cont'd)

Documents:

April 16, 2013, report from the City Administrator.

Speakers:

- Santa Barbara County Air Pollution Control District: Brian Shafritz, Technology and Environmental Assessment Division Manager.
- Environmental Defense Center: Kristi Birney, Marine Conservation Analyst.
- National Oceanic and Atmospheric Administration: Sean Hastings, representing the Channel Islands National Marine Sanctuary.

Discussion:

Mr. Shafritz outlined a proposed strategy, based on a voluntary, incentive-based program implemented by the Ports of Los Angeles and Long Beach, to reduce emissions from marine shipping vessels. Ms. Birney commented on the impact on sea life resulting from these emissions, and Mr. Hastings spoke about the protection of waters surrounding the Channel Islands National Marine Sanctuary. Mayor Schneider thanked them for their presentation.

FINANCE DEPARTMENT

13. **Subject: Adoption Of Ordinance To Approve An Installment Sale Agreement, Trust Agreement And Continuing Disclosure Agreement In Connection With The Potential Sale Of Water Revenue Refunding Certificates Of Participation (240.04)**

Recommendation: That Council adopt, by reading of title only, An Ordinance of the City of Santa Barbara Authorizing the Execution and Delivery by the City of an Installment Sale Agreement, a Trust Agreement and a Continuing Disclosure Agreement in Connection with the Execution and Delivery of City of Santa Barbara Water Revenue Refunding Certificates of Participation, Series 2013, and Authorizing Related Actions.

Documents:

- April 16, 2013, report from the Finance Director.
- Proposed Ordinance.

The title of the ordinance was read.

Speakers:

Staff: Finance Director Robert Samario.

(Cont'd)

13. (Cont'd)

Motion:

Councilmembers House/White to approve the recommendation;
Ordinance No. 5616; Agreement Nos. 24,477 – 24,479.

Vote:

Unanimous roll call vote (Absent: Councilmember Francisco).

Motion:

Councilmembers Rowse/Murillo to consider Item No. 15 prior to Item No. 14.

Vote:

Unanimous voice vote (Absent: Councilmember Francisco).

Councilmember Francisco entered the meeting at 3:31 p.m.

PUBLIC HEARINGS

15. Subject: Appeal Of Architectural Board Of Review Approval Of 2700 Miradero Drive (640.07)

Recommendation: That Council deny the appeal of Anne Senuta regarding the application of the Villa Miradero North Homeowner's Association, and uphold the Architectural Board of Review's approval to allow the Homeowners' Association to remove 40 attached trellises.

Documents:

- April 16, 2013, report from the Senior Planner.
- PowerPoint presentation prepared and made by Staff.
- Documentation submitted by the Appellant and presented during public comment.
- April 11, 2013, letter from the Appellant.
- Documentation submitted by the Applicant, dated April 10, 2013.
- April 4, 2013, letter from Herman Fogata.
- April 10, 2013, letters from Phyllis Westwick, Rosita Arbagey.
- April 11, 2013, letter from Joe Howell.
- April 14, 2013, letter from Joseph and Josephine Petrini.
- Undated document submitted by Christopher Clayton and presented during public comment.

Public Comment Opened:

3:32 p.m.

(Cont'd)

15. (Cont'd)

Speakers:

- Staff: Planning Technician Tony Boughman, City Attorney Stephen Wiley, City Planner Bettie Weiss.
- Architectural Board of Review: Member Scott Hopkins.
- Appellant: Anne Senuta.
- Applicant: David Miller, Villa Miradero North Homeowners Association.
- Members of the Public: Wanda Weston, Christopher Clayton, Josephine Petrini, Charles Kaska, Phyllis Westwick, Jean Anderson, Joe Howell, Susan McHale.

Public Comment Closed:

4:36 p.m.

Motion:

Councilmembers House/Hotchkiss to approve the recommendation, upholding the Architectural Board of Review's approval of the application.

Vote:

Majority voice vote (Noes: Councilmembers Murillo, Rowse).

RECESS

5:13 p.m. – 5:25 p.m. Councilmember Francisco was absent when the Council reconvened.

CITY COUNCIL ADMINISTRATIVE AND ATTORNEY REPORTS (CONT'D)

FINANCE DEPARTMENT (CONT'D)

14. Subject: Recommended Two-Year Financial Plan For Fiscal Years 2014 And 2015 (230.05)

Recommendation: That Council:

- A. Receive the Recommended Two-Year Financial Plan for Fiscal Years 2014 and 2015, including the Recommended Operating and Capital Budget for Fiscal Year 2014;
- B. Hear a report from staff in connection with the filing of the Recommended Two-Year Financial Plan for Fiscal Years 2014 and 2015; and
- C. Approve the proposed Schedule of Council Budget Review Meetings and Public Hearings of the Recommended Two-Year Financial Plan for Fiscal Years 2014 and 2015.

(Cont'd)

14. (Cont'd)

Documents:

- April 16, 2013, report from the Finance Director.
- Proposed Two-Year Financial Plan for Fiscal Years 2014 and 2015, including the Recommended Operating and Capital Budget for Fiscal Year 2014.
- PowerPoint presentation prepared and made by Staff.

Speakers:

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

Motion:

Councilmembers House/Hotchkiss to approve recommendations A and C.

Vote:

Unanimous voice vote (Absent: Councilmember Francisco).

COUNCILMEMBER COMMITTEE ASSIGNMENT REPORTS

Information:

- Councilmember Hotchkiss reported that at the last meeting of the Milpas Action Task Force, Staff of the Casa Esperanza Homeless Shelter announced the implementation of a new operating system.
- Councilmember Murillo reported that the Santa Barbara Youth Council is preparing for an upcoming leadership conference and that the Teen Coalition met recently to discuss its summer programming.
- Councilmember House noted that the semiannual recruitment for advisory group membership is in progress.

RECESS

Mayor Schneider recessed the meeting at 6:05 p.m. in order for the Council to reconvene in closed session for Agenda Item Nos. 16 and 17. She stated there would be no reportable action taken during the closed sessions.

CLOSED SESSIONS

16. 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 Fire Management Association and the Police Officers' Association, and regarding discussions with certain unrepresented managers about salaries and fringe benefits.

Scheduling: Duration, 30 minutes; anytime

Report: None anticipated

(Cont'd)

16. (Cont'd)

Documents:

April 16, 2013, report from the Assistant City Administrator.

Time:

6:07 p.m. – 6:10 p.m.

No report made.

17. Subject: Conference with Real Property Negotiators - State Route 225 (330.03)

Recommendation: That Council hold a closed session pursuant to the authority of Government Code 54956.8 to provide direction to the City Administrator and to the City Attorney regarding the relinquishment by the State of California of a portion of State Route 225 to the City of Santa Barbara.

- Real Property: A portion of State Route 225 between Post Mile 0.031 to Post Mile 4.55 (Castillo Street to Cliff Drive to Las Positas Road) within the City of Santa Barbara.
- City Negotiators: Public Works Director and the City Attorney
- Negotiating Party: CALTRANS, Deputy District Director Loe (San Luis Obispo District)
- Under Negotiation: Price and Terms of Transfer and Compensation
Scheduling: Duration, 30 minutes; anytime
Report: None anticipated

Documents:

April 16, 2013, report from the City Attorney.

Time:

6:10 p.m. – 6:43 p.m.

No report made.

RECESS

6:43 p.m. – 6:44 p.m.

Mayor Schneider presiding.

Councilmembers present: Francisco, Hotchkiss, House, Murillo, Rowse, White (6:59 p.m.), Mayor Schneider.

Councilmembers absent: None.

Staff present: City Administrator Armstrong, City Attorney Wiley, Deputy City Clerk Tschech.

PUBLIC COMMENT

Speakers: Gonzalo Rios, Michael Gutierrez, Blair Brambila, Marissa Jimenez, Cindy Gonzalez, Tatiana Jimenez, Miguel Albarran, Savannah Mayer, Kathy Swift, Julio Ricon, Travis, Rosa Mendez, Marvin Giron.

CITY COUNCIL ADMINISTRATIVE AND ATTORNEY REPORTS (CONT'D)

CITY ADMINISTRATOR

18. Subject: Request From Councilmember Francisco And Councilmember Rowse Regarding Alternatives To Narrowing Lower State Street (530.04)

Recommendation: That Council consider the request from Councilmember Francisco and Councilmember Rowse regarding alternatives to the narrowing of Lower State Street.

Documents:

- April 16, 2013, report from the City Administrator.
- April 11, 2013, memorandum from the City Attorney.
- PowerPoint presentation prepared and made by Staff.
- Undated letter from Katie Hay.

Speakers:

- Staff: City Attorney Stephen Wiley, Project Planner Allison De Busk, Principal Transportation Planner Rob Dayton, City Planner Bettie Weiss, City Administrator James Armstrong.
- Planning Commission: Vice Chair Deborah Schwartz, Commissioner June Pujó.
- Members of the Public: Scott Wenz, Cars Are Basic; Tom Becker; Bonnie Raisin; Tony Romasanta; Holly Walters; Beverly King, Santa Barbara League of Women Voters; Kellam de Forest; Sally McQuillan; Michael Drury; Jim Westby; Douglas Fell, Attorney representing La Entrada Project Applicant; Kay Morter; Barry Remis, Coalition for Sustainable Transportation (COAST); Cassandra Ensberg; Faye Schumacher; Bonnie Donovan.

By consensus, the Council took no action on the request.

ADJOURNMENT

Mayor Schneider adjourned the meeting at 9:31 p.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

SPECIAL JOINT MEETING April 17, 2013 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 Wiley, City Clerk Services Manager Gwen Peirce.

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

Planning Commissioners present: Bruce Bartlett, John Campanella, Sheila Lodge, June Pujo, Deborah Schwartz, Addison Thompson, Chair Mike Jordan.

Planning Commissioners absent: None.

PUBLIC COMMENT

No one wished to speak.

NOTICES

The City Clerk has on Thursday, April 11, 2013, 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.

APR 30 2013 #2

WORK SESSIONS

Subject: Joint Council And Planning Commission Work Session Regarding Planning Division 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, including: Zoning Information & Enforcement; Development & Environmental Review; Design Review & Historic Preservation; and Long Range Planning/General Plan Implementation.

Documents:

- April 17, 2013, report from the Assistant City Administrator/Community Development Director.
- PowerPoint presentation prepared and made by Staff.

Speakers:

- Staff: City Planner Bettie Weiss, Principal Planner John Ledbetter, Principal Transportation Planner Rob Dayton, Zoning Supervisor Renee Brooke.
- Single Family Design Board: Vice-Chair Fred Sweeney.

Discussion:

Principal Planner John Ledbetter presented a review of the General Plan Implementation – 2013 Report and Schedule and the draft Adaptive Management Program. Zoning Supervisor Renee Brooke presented information on the proposed hedge ordinance, and City Planner Bettie Weiss explained other major Planning projects and staffing. Councilmembers and Planning Commissioners asked questions and made comments relative to Regional Housing Needs Assessment (RHNA) requirements, projects impacted by the Local Coastal Program, the impacts of the 101 freeway expansion, the key indicators and measurements used in the Adaptive Management Program, components of the proposed hedge ordinance, and Planning Division staffing, specifically regarding hiring a Mobility Coordinator.

ADJOURNMENT

Mayor Schneider adjourned the meeting at 11:31 a.m.

SANTA BARBARA CITY COUNCIL

SANTA BARBARA
CITY CLERK'S OFFICE

HELENE SCHNEIDER
MAYOR

ATTEST: _____
GWEN PEIRCE, CMC
CITY CLERK SERVICES MANAGER



CITY OF SANTA BARBARA

COUNCIL AGENDA REPORT

AGENDA DATE: April 30, 2013

TO: Mayor and Councilmembers

FROM: Fire Prevention Bureau, Fire Department

SUBJECT: Professional Services Agreement For Evaluation Of Wildland Fire Evacuation Procedures

RECOMMENDATION:

That Council authorize the Fire Chief to execute a standard City Professional Services Agreement with Dudek, in a form of agreement acceptable to the City Attorney, in the amount of \$61,780 for technical and engineering services to evaluate and provide recommendations to improve wildland fire evacuation procedures and authorize the Fire Chief to approve expenditures of up to \$15,220 for extra services that may result from necessary changes in the scope of work.

DISCUSSION:

Background

In 2004 the City of Santa Barbara adopted the City Wildland Fire Plan. The Plan includes evacuation procedures that identify public evacuation routes, fire resource ingress/egress routes, and traffic control points to facilitate evacuations. Evacuation procedures were updated in 2010 following lessons learned from the 2008 Tea Fire and the 2009 Jesusita Fire.

Wildfire evacuation has evolved since completion of the 2004 Plan. Research on wildfire evacuation has recognized the interrelationship that multiple components have on the ability to successfully facilitate evacuation. The City has a significant history of wildland fire with catastrophic results, along with an existing infrastructure system that challenges the City's ability to facilitate evacuation.

PROJECT DESCRIPTION

The work consists of coordinating with the Fire Department and Public Works Department, Transportation and Engineering Divisions to provide technical and engineering services to evaluate the City's existing wildland fire evacuation procedures. The goal is to

provide recommendations to improve evacuation based on fire behavior modeling, transportation engineering principles and human behavioral response.

The consultant will provide an evaluation of the City Fire Department's wildfire evacuation procedures, develop evacuation trigger points, identify specific roads that may not meet Fire Department Access Standards and develop feasible mitigations and/or appropriate tools that can increase evacuation flow and reduce fire risk. The consultant will coordinate with the Fire Department and Public Works, Transportation Division to evaluate evacuation procedures.

In addition, the consultant will identify potential fire fighting safety zones and escape routes in the City high fire hazard area and develop appropriate tools and improvements to incorporate into the City's land development process.

SELECTION PROCESS

Request for Proposals (RFP) were sent to nine consultants. A total of three proposals were received for the subject work. The RFP included a rating scale that was used to evaluate the three proposals. Staff evaluated each proposal based on the proposal responsiveness to the RFP and scope of work; project manager and team qualifications; local knowledge and experience; budget and schedule. Dudek rated the highest and was selected as the most qualified candidate for the project.

BUDGET/FINANCIAL INFORMATION:

The total project cost is \$77,000. The project is funded through a U.S. Department of Housing and Urban Development, Community Development Block Grant Program, Disaster Recovery Initiative (DRI) grant that was awarded to the City Community Development, Public Works and Fire Department for the completion of the Safety Element and other technical studies. The grant funds have already been appropriated, so no appropriations are needed with this action.

PREPARED BY: Joseph Poiré, Fire Marshal

SUBMITTED BY: Patrick McElroy, Fire Chief

APPROVED BY: City Administrator's Office



CITY OF SANTA BARBARA

COUNCIL AGENDA REPORT

AGENDA DATE: April 30, 2013

TO: Mayor and Councilmembers

FROM: Recreation Division, Parks and Recreation Department

SUBJECT: Increase To Afterschool Services Provided In The City/Santa Barbara Unified School District Afterschool Opportunities For Kids Program

RECOMMENDATION:

That Council increase revenues and appropriations by \$23,365 in the Parks and Recreation Department Fiscal Year 2013 Miscellaneous Grants Fund for the Afterschool Opportunities for Kids (A-OK) Program.

DISCUSSION:

On July 11, 2012, the City entered into an agreement with the Santa Barbara Unified School District to provide contract recreation services for the A-OK program. The initial agreement was for \$151,670 for staffing, supervision, and program supplies for six elementary school sites during Fiscal Year 2013. On July 11, 2012, an amendment was approved for an increase of \$10,000 to purchase Sports, Play, and Active Recreation for Kids (SPARK) training. Currently, the District provides \$114,285 and the City provides \$47,385 in the agreement.

Recently, the Parks and Recreation Department located an error in the initial budget calculations and needs to increase the agreement revenue and appropriations by \$23,365 to a total of \$185,035. This increase was approved by the District's Board of Education at their April 9, 2013, meeting.

BUDGET/FINANCIAL INFORMATION:

The City's commitment of \$47,385 remains unchanged. The District's commitment will increase to \$137,650 for a total A-OK program budget of \$185,035.

PREPARED BY: Sarah Hanna, Recreation Programs Manager

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

APPROVED BY: City Administrator's Office



CITY OF SANTA BARBARA

COUNCIL AGENDA REPORT

AGENDA DATE: April 30, 2013

TO: Mayor and Councilmembers

FROM: Parks Division, Parks and Recreation Department

SUBJECT: Integrated Pest Management 2012 Annual Report And Advisory Committee Resolution

RECOMMENDATION: That Council:

- A. Accept the Integrated Pest Management (IPM) 2012 Annual Report; and
- B. Adopt, by Reading of Title Only, A Resolution of the Council of the City of Santa Barbara Revising the Composition of the Integrated Pest Management Advisory Committee and Rescinding Resolution 06-008.

DISCUSSION:

The Parks and Recreation Department prepares and presents an annual IPM report to the IPM Advisory Committee, Parks and Recreation and Airport Commissions, and City Council for their review. This year, the Department is also recommending a change in the membership of the IPM Advisory Committee.

2012 Annual Report

The City of Santa Barbara adopted an IPM Strategy on January 26, 2004, to provide an ongoing specific program to further reduce the amount and toxicity of pesticides used on City property and, where feasible, to eliminate pesticide use in public areas using alternative methods. The City Council subsequently adopted the Pesticide Hazard and Exposure Reduction (PHAER) Zone Model on February 14, 2006.

The PHAER Zone model assigns Green, Yellow, or Red/Special Circumstances Zone designations to sites, or portions of sites, based upon the potential for exposure by humans and sensitive habitat to hazardous pesticides and allows use of carefully screened materials by zone designation. For example, Green Zones are areas of high human exposure potential and only pesticides designated as "Green", which show very limited human and environmental impacts may be used. Yellow Zones are areas with moderate human or environmental hazard. Red/Special Circumstances Zones are areas

where high hazard pesticides for highly challenging pest management problems are needed to control pests.

IPM 2012 Program Highlights

The IPM 2012 Annual Report (Attachment 1) addresses the following:

- Types of pest problems encountered by each department
- Types and quantities of pesticides used by each department
- Exemptions currently in place and granted the past year
- Alternative pest management practices
- Effectiveness of alternative practices
- Proposed changes to pest management practices

The overall use of Green and Yellow materials decreased, while use of Red materials increased. The table below is a summary of pesticide use for 2012. It is important to note that because pesticide use will vary from year to year, an increase or decrease from the previous year does not necessarily indicate a long-term trend. Many factors affect the amount of pesticides applied in any one year.

Department / Division	Material Use				Change from 2011
	Green	Yellow	Red	Total	
Airport Department	346.34	738.509	0	1084.849	57% Decrease
Golf Division	2.21	2.84	7.9	12.95	27% Decrease
Parks Division	16	14.675	0	30.675	232% Increase
Public Works Department	756.5	23.13	7.1	786.73	11% Increase
City-Wide Total	1,121.05	779.15	15.00	1,915.20	42% Decrease

Committee and Commission Recommendations

At a special meeting held March 11, 2013, the IPM Advisory Committee reviewed and approved the IPM 2012 Annual Report and recommended that the report be forwarded to the Parks and Recreation Commission, Airport Commission, and City Council for review and approval. A memo from Greg Chittick, Chair, on behalf of the IPM Advisory Committee is attached (Attachment 2). The Airport Commission approved the IPM 2012 Annual Report on March 20, 2013. On March 27, 2013, the Parks and Recreation Commission unanimously approved the IPM 2012 Annual Report and recommended that the report be forwarded to City Council for review and approval.

IPM Advisory Committee Membership

On February 14, 2006, City Council adopted Resolution 06-008, amending the membership of the IPM Advisory Committee. This resolution provided for a committee of five voting members. The five-member citizen IPM Advisory Committee is appointed by the Parks and Recreation Commission and meets quarterly with staff to review and advise on the implementation of the City's IPM Strategy and PHAER Zone.

Membership representation includes:

- One representative from the Pesticide Awareness and Alternatives Coalition (PAAC)
- One representative from the Environmental Defense Center (EDC)
- Three Community At-Large members

The EDC provided a staff member to serve on the Committee from 2006 until the present. The current EDC representative recently left the organization, and EDC informed the Department that they cannot continue to serve on the Advisory Committee. EDC requested that their voting position be removed from the Committee.

On March 11, 2013, the IPM Advisory Committee unanimously recommended that the EDC position be replaced with a Community At-Large member. On March 27, 2013, the Parks and Recreation Commission voted to accept the recommended change to the membership representation as proposed by the IPM Advisory Committee, and forward that recommendation to Council for approval.

The Department recommends that Council approve the proposed change in membership for the IPM Advisory Committee.

SUSTAINABILITY IMPACT:

Under the City's sustainability program, the goals of Source Reduction and Toxics Reduction are met through the IPM Program. The Parks and Recreation Department uses recycler mowers to reduce green waste and reduce the need for fertilizer. Additionally, all City staff continues to use IPM methods at City parks and facilities in lieu of pesticide use.

ATTACHMENTS: 1. IPM 2012 Annual Report
2. Memo from IPM Advisory Committee

PREPARED BY: Santos Escobar, Parks Manager

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

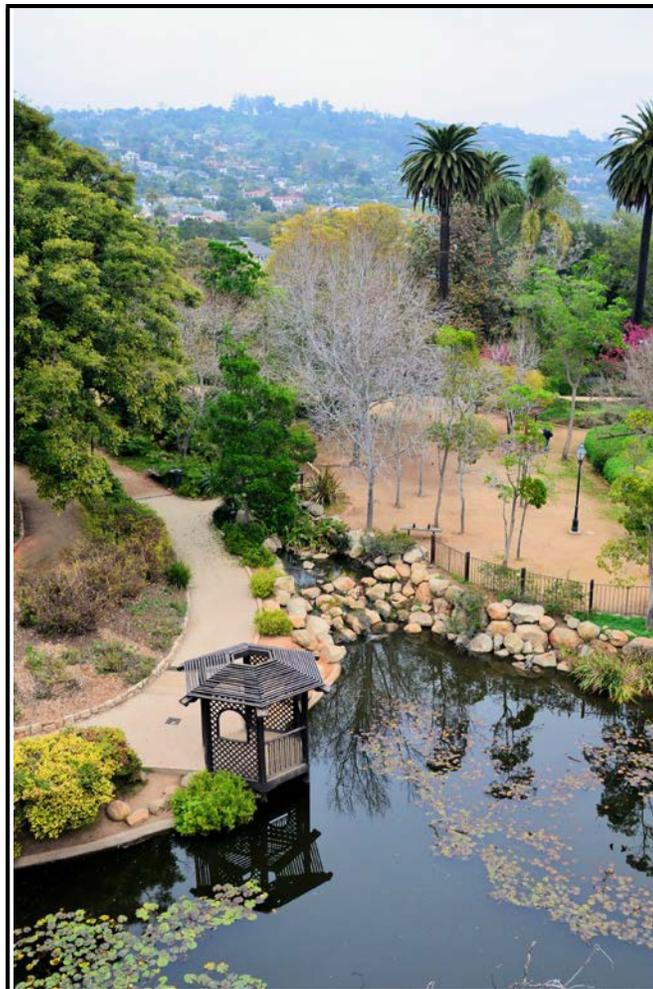
APPROVED BY: City Administrator's Office



**City of Santa Barbara
Integrated Pest Management Strategy**

DRAFT 2012 Annual Report

Prepared March 2013



P.O. Box 1990
Santa Barbara, California, 93102
(805) 564-5434

www.santabarbaraca.gov

http://www.santabarbaraca.gov/Resident/Community/Parks_and_Beaches/Integrated_Pest_Management.htm

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I. BACKGROUND

In January 2004, the City of Santa Barbara (City) adopted a City-wide Integrated Pest Management (IPM) Strategy. The City's IPM Strategy was developed to help reduce pesticide hazards on City property and promote effective pest management.

The IPM Strategy requires that an Annual Report be prepared. The Annual Report addresses each of the following areas:

- Types of pest problems that each Department has encountered
- Types and quantities of pesticides used by each Department
- Exemptions currently in place and granted during the past year
- Alternatives currently used for phased out pesticides
- Alternatives proposed for adoption within the next 12 months
- Effectiveness of any changes in practices implemented
- Planned changes to pest management practices

In addition to the areas described above, the 2012 Annual Report discusses the Pesticide Hazard And Exposure Reduction (PHAER) Zone System adopted by the City Council in February 2006. This is the ninth Annual Report for the program.

PHAER Zone System

The IPM Strategy required the development of a "Zone System" tied to the IPM Approved Materials List to limit pesticide use based on potential human exposure. In February 2006, the City Council approved the PHAER Zone system to be incorporated into the IPM Strategy.

The PHAER Zone system assigns Green, Yellow, or a Special Circumstance/Red Zone designation to sites, or portions of sites, based upon the potential for exposure by humans and sensitive habitat to hazardous pesticides, and allows use of carefully screened materials by zone designation. For example, Green Zones are areas of high exposure potential, and only pesticides designated as "Green", which show very limited human and environmental impacts, may be used. Yellow Zones are areas with less potential for harm from exposure, and a broader range of "Yellow" materials are permitted under the PHAER Zone system.

Citizen and Staff IPM Advisory Committees

City Council established the Citizen IPM Advisory Committee by Resolution No. 06-008. The members of the Committee are appointed by the Parks and Recreation Commission to serve two-year terms. The purpose of the Committee is to review and advise on the implementation of the City's Integrated Pest Management Strategy.

In 2012, the Citizen IPM Advisory Committee met three times to discuss and act on IPM policies and practices. The 2012 Citizen IPM Advisory Committee included the following representatives:

- Greg Chittick, community at large
- Larry Saltzman, Pesticide Awareness and Alternative Coalition
- Kristen LaBonte, community at large
- Christina McGinnis, Environmental Defense Center

The Staff IPM Committee, consisting of Department IPM Coordinators, continued to work effectively with the Citizen IPM Advisory Committee to administer the IPM Strategy and oversee pest management practices.

Department IPM Coordinators are representatives appointed by Department Directors to serve on the Staff IPM Committee. Department representatives were: Jeff McKee from the Airport, Sue Gray from Community Development, Joe Poire from Fire, James Dewey from Public Works, Judd Conley from the Waterfront, and Santos Escobar from Parks and Recreation.

The Parks and Recreation Department coordinates both the Citizen and Staff IPM Committees and oversees the implementation of the City's IPM Program.

Citizen IPM Advisory Committee Actions

The Citizen IPM Advisory Committee met three times in 2012, reviewing 15 requests for exemptions, consulting with staff on current pest issues and applicable IPM practices, and approving the 2011 IPM Report.

In 2012, there were no IPM Advisory Committee dissensions. A dissension is when a vote is not unanimous.

II. 2012 PROGRAM SUMMARY

The use of Green materials decreased from 2,461.4 units in 2011 to 1,121 units in 2012. The use of Yellow materials decreased from 808.9 units to 779.2 units. The use of Red materials increased from 7.06 units to 15 units. Overall pesticide use decreased from 3,277.3 units to 1,915.2 units. The majority of the overall decrease is due to lower than average rainfall, requiring less mosquito control. The control of mosquitoes accounted for 89% of all the pesticide units used City-wide in 2012.

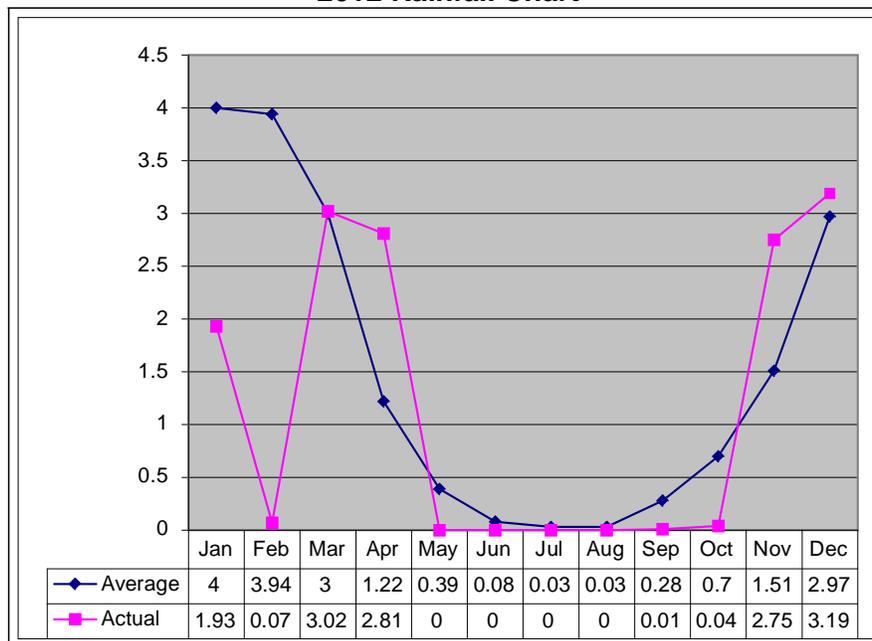
The table below is a summary of pesticide use for 2012, including any increase or decrease in material use from 2011. It is important to note that because pesticide use will vary from year to year, an increase or decrease from the previous year does not necessarily indicate a long-term trend. Many factors affect the amount of pesticides applied in any one year.

Department / Division	Material Use				Change from 2011
	Green	Yellow	Red	Total	
Airport Department	346.34	738.51	0	1084.8	57% Decrease
Golf Division	2.21	2.84	7.9	12.95	27% Decrease
Parks Division	16	14.675	0	30.675	232% Increase
Public Works Department	756.5	23.13	7.1	786.73	11% Increase
City-Wide Total	1121.1	779.15	15	1915.2	42% Decrease

One of the main factors that determine pest populations is rainfall. The more rain an area receives in a year, the greater the population of insects and weeds.

The graph below shows the rainfall activity for the 2012 calendar year. The total rainfall was 13.82 inches, substantially less than the 2011 rainfall of 19.6 inches. Reduced rain, especially in spring, reduces the mosquito breeding cycle and the need for pesticides used in mosquito control.

2012 Rainfall Chart



III. PEST PROBLEMS ENCOUNTERED

A variety of pests were encountered on City properties in 2012 as outlined in the table below. Departments ranked their top three pest problems with the numbers 1, 2 and 3. Other pest problems encountered are checked (✓). Footnote annotations reference additional information.

Pest Problems Encountered Table

		Airport	Creeks	Golf	Parks	Parking	Public Works	Waterfront
Plant pests	Giant whitefly				✓	✓	✓	
	Misc. plant insects			✓	✓ ³	3	✓	
	Disease	✓		1 ¹	✓ ⁴	✓		
Specimen Tree Pests	Oak Worm	✓			✓	2	✓	
	Psyllids				✓			
Weeds	Invasives	✓	✓	3 ²	1 ⁵			
	General weeds	3	✓	✓	1	1	✓	3
	Perennial grasses	✓	✓	✓	1 ⁶		✓	✓
Vertebrates	Gopher	2	✓	2	2		✓	✓
	Ground Squirrel	✓	✓	✓	✓			✓
	Gulls/ nuisance birds	✓		✓	✓	✓		2
	Moles			✓	✓			
	Raccoons	✓		✓				
	Skunks	✓		✓				
Human Health	Poison Oak	✓			✓			
	Bees, yellow jackets, etc.	✓		✓	3	✓	2	
	Rats/ mice	✓		✓	✓	✓	3	1
	Mosquitoes	1		✓	✓		1	
Other	Termites	✓					✓	
	Roaches						✓	
	Pigeons	✓				✓	✓	
	Crows	✓		✓				
	Ants	✓				✓	✓	

1. Golf reported these plant diseases (fungus): Dollar Spot, Pink Snow Mold, Anthracnose, and Yellow Patch.
2. Golf reported this invasive weed: Clover.
3. Parks reported these plant insects: Lerp Psyllids, Mites, Oak Moths, Thrips, Aphids, Snails, Slugs, and Ants.
4. Parks reported these plant diseases: Leaf Spot, Mildew, Blight, Pink Bud Rot, Sooty Mold, Pythium, Armillaria, and Phytothora.
5. Parks reported these invasive weeds: Arrundo, Nutgrass, Kikuyu Grass, Clover, Oxalis, Malva, Foxtail, Spurge, Dandelion, Milkweed, Sow Thistle, Poa annua, Puncture Vine, Johnson Grass, and Poison Oak.
6. Parks reported the following perennial grasses: Crab, and Bermuda.

IV. TOTAL PESTICIDE USE

Data has been collected for City-wide pesticide application under the PHAER Zone model since 2006. This data is plotted in the graphs on subsequent pages. The graphs illustrate the various reductions and increases in pesticide use by each Department. A City-wide narrative is provided as well as one for each Department describing the particular pest issues faced this year, alternatives used, exemptions requested, and a graph depicting pesticide use.

There are a number of factors that affect pesticide use. These include weather patterns (unseasonably dry or wet weather), introduction of new, or changes to existing pest populations, and changes in the effectiveness or availability of pesticide materials.

As the program continues into its tenth year, the impact of reduced reliance on pesticides, particularly herbicides, is becoming noticeable in areas, such as the weed population at Alice Keck Park Memorial Gardens and other landscape areas throughout the City. Budget and staffing levels will continue to be a challenge. Financial constraints may require a change in service levels and aesthetic expectations or a greater reliance on more cost effective traditional pesticides. However, the City is committed to the use of Green materials, so it is likely that the overall units of pesticides applied will increase. Green materials generally require higher application levels than Red or Yellow pesticides. A rise in Green material use, even though it increases the over-all pesticide use in the City, will generally mean a reduction in the application of higher risk Yellow and Red materials.

City-wide Pesticide Use

City-wide pesticide use decreased in 2012, mainly because of the reduced use of materials to manage mosquito populations throughout the City. Pesticides applied decreased from 3,277.3 units in 2011 to 1,915.2 in 2012. The use of Green materials decreased from 2,461.4 units to 1,121 units. The use of Yellow materials decreased from 808.9 units to 779.1 units, and Red materials increased from 7.06 units to 15 units. The control of mosquitoes accounted for 89% of all the pesticide units used City-wide in 2012.

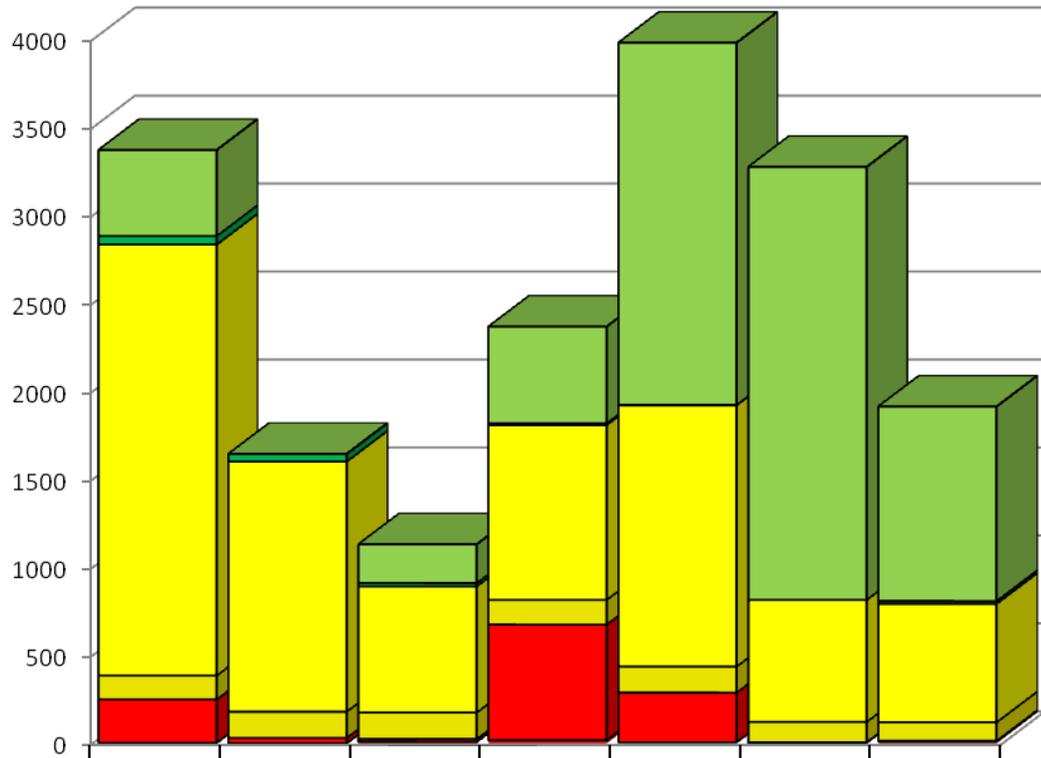
The table below provides a summary of the pesticides applied on City property in 2012. Pesticides are reported in either pounds or gallons depending on whether they are dry or liquid. The column labeled "Type" includes the type of pesticide applied: Insecticide, Fungicide, Herbicide, Molluscicide, and Rodenticide. The data used to generate the total overall pesticide use is based upon total units (gallons or pounds) of all materials.

City Departments who applied pesticides, or contracted with pesticide applicators, prepared monthly pesticide and alternative use reports, and participated in the preparation of this Annual Report. The monthly reports form the basis of the Annual Report and are available at the main offices of each Department.

Total Pesticide Use Table

Pesticide Name	Active Ingredient	Type	Amount of Pesticide Applied												
			Airport		Golf		Parks and Recreation		Public Works		Applications				
			Gallons	Pounds	Gallons	Pounds	Gallons	Pounds	Gallons	Pounds	Airport	Golf	Parks and Recreation	Public Works	
Acelepryn	Chlorantraniliprole	Insecticide			0.25								1		
All-Down	Acetic & Citric Acids	Herbicide					8							2	
Matran	Clove Oil	Herbicide					5.5							5	
Milstop	Potassium bicarbonate	Fungicide						2.5						1	
Natular	Spinosad	Larvicide		0.44						2.5	1				1
Primo Maxx	Trinexapac-ethyl	Regulator			1.96							18			
Vectobac G	Bti	Insecticide		345.9						400	28				30
VectoLex CG	B. sphaericus	Insecticide								354	2				3
Green Totals			0	346.34	2.21	0	13.5	2.5	0	756.5	31	19	8	34	
Advion Gel	Indoxacarb	Insecticide	0.009						0.1		4				5
Advion Granuals	Indoxacarb	Insecticide								23					7
Altosid XR-B	Methoprene	Insecticide		602.60							5				
Aquamaster	Glyphosate	Herbicide					7.875							4	
Rose Defense	Neem Oil	Insecticide					2.1							3	
Round-up PROMAX	Glyphosate	Herbicide	42.9		2.34		2.7				12	4		20	
Surflan	Oryzalin	Herbicide	45								3				
Termidor SC	Fipronil	Insecticide							0.03						5
Trimmit 2SC	Paclobutrazol	Regulator			0.5							5			
Wasp Freeze	Alethrin	Insecticide					2							15	
Wilco Squirrel Bait	Diphacinone	Rodenticide		48							4				
Yellow Totals			87.909	650.6	2.84	0	14.675	0	0.13	23	28	9	42	17	
Banner-maxx	Propiconazole	Fungicide			0.37							1			
Daconil	Chlorothalonil	Fungicide			2.93							2			
Heritage	Azoxystrobin	Fungicide				1						1			
Medallion	Fludioxonil	Fungicide				3.6						2			
Vikane	Sulfuryl fluoride	Insecticide							7.1						1
Red Totals			0	0	3.3	4.6	0	0	7.1	0	0	6	0	1	
Department Totals			87.909	996.94	8.35	4.6	28.175	2.5	7.23	779.5	59	34	50	52	
City-wide Totals:			Gallons 131.664		Pounds 1,783.540				Applications 195						

City-wide Pesticide Use



	2006	2007	2008	2009	2010	2011	2012
Green Pounds	489	0.5	220	549.5	2058.2	2461.1	1105.3
Green Gallons	48.5	42.9	19	10	2.2	0.28	15.7
Yellow Pounds	2449.9	1421.9	717.1	993.4	1485.3	693.6	673.6
Yellow Gallons	135.6	149	150.4	140.5	148.1	115.2	105.5
Red Pounds	246.9	30.5	16.2	656.3	281.9	3	4.6
Red Gallons	3.7	1.2	9.2	19.7	7.3	4	10.4

Parks Division Pesticide Use

Pesticide use by the Parks Division increased in 2012. The use of Green materials increased from zero units to 16 units as Parks experimented with Green materials for weed control, with little success. There was an increase in Yellow materials from 9.2 units to 14.6 units due to increased weed control, especially on street islands, and control of invasives in open space areas. No Red materials were used this year on any parkland.

Alternatives Used

The Parks Division performed 3,586 hours of alternative pest management. The Parks Division used a weed flamer on sidewalk cracks and rocky areas as well as applying 799 yards of mulch and 22 yards of biosolids in planter areas and turf. As in years past, the majority of alternative hours were in hand- weeding and hoeing, and mechanical weeding with power equipment. Weed levels continue to compound over time, causing a significant reduction in the aesthetics of many of our prime park sites.

Various other alternatives were practiced in 2012, including trapping for mice, rats, and squirrels and the continued use of worm castings and the beneficial fungus mycorrhizae. The Parks Division also continues to search for alternative herbicides in hopes of finding effective products.

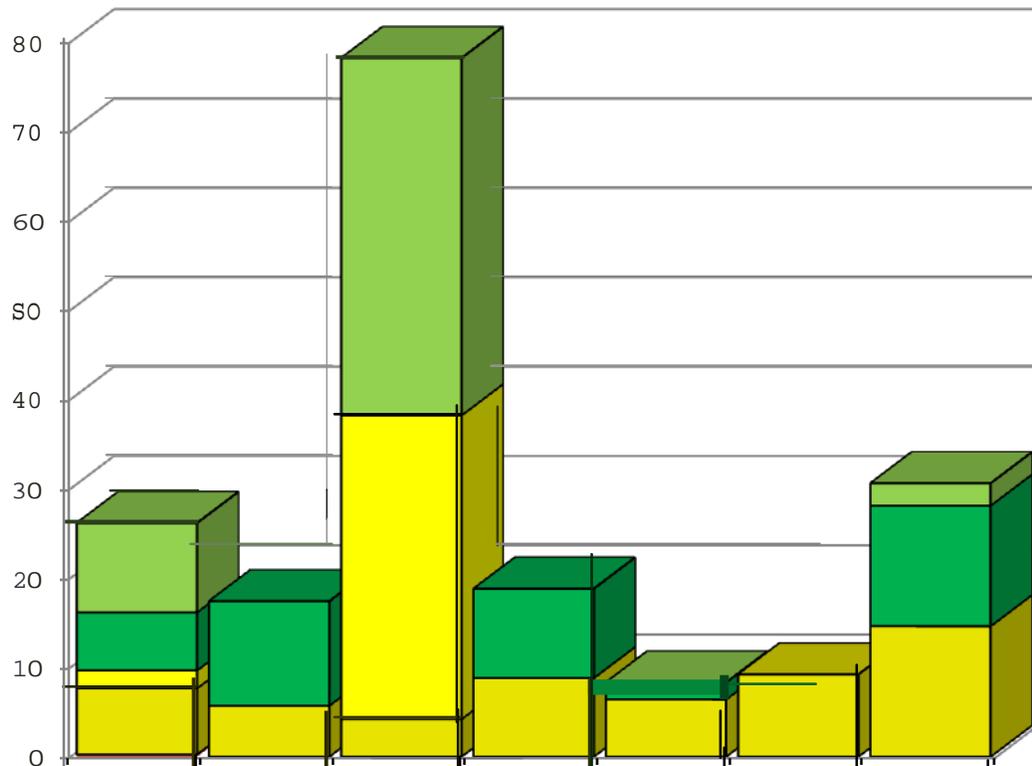
This year continued to see historic levels of gopher activity in the park system. The Parks Division has significantly increased gopher trapping activities to try and minimize damage to the turf and planter areas that are affected.

A project of note for 2012 was the reduction in tule coverage at the Andrée Clark Bird Refuge. This project reduced suitable breeding areas for mosquitos and significantly reduced the need for treatment. Vector Control manages mosquito populations in the Bird Refuge by applying Green materials at the mosquito breeding areas. The substantial tule growth sheltered many of the areas, making application difficult. Removal of some of the denser areas of tules has made control more efficient. In 2011, 94% of all the pesticide units applied City-wide were for mosquito control. In 2012, the number has been reduced to 89%.

Exemptions

The Parks Division applied for two exemptions. The first exemption request was for the use of Glyphosate at Parma Park to eradicate invasive onion weed. This exemption was granted and used successfully. The second exemption was for the use of Diphacinone at Shoreline, Leadbetter, and Chase Palm Parks for the control of squirrels. This exemption was granted but was not used due to the squirrel population not increasing beyond our trapping abilities.

Parks Division Pesticide Use



	2006	2007	2008	2009	2010	2011	2012
○ Green Pounds	10	0	40	0	0	0	2.5
● Green Gallons	6.5	11.7	0	10	19	0	13.5
○ Yellow Pounds	2	0	34	0	0	0	0
○ Yellow Gallons	7.4	5.7	4.2	8.8	6.4	9.2	14.6
● Red Pounds	0	0	0	0	0	0	0
● Red Gallons	0.25	0	0	0	0	0	0

Golf Division Pesticide Use

The Golf Division decreased its material use from 17.7 units in 2011 to 12.95 units in 2012. Although there was a decrease in Yellow materials from 10.4 units to 2.8 units, there was a slight increase in Red materials from 7 units to 7.9 units. The use of Green materials also increased from .28 in 2011 to 2.2 in 2012. Due to a mild and humid summer, the golf course relied on a series of fungicide applications to control several outbreaks of Anthracnose on the greens. The disease pressure is still strong, but the outbreaks are confined to smaller areas on the greens and don't require as much fungicide when compared to previous years. Nearly all other turf diseases are no longer an issue on the greens at the golf course due to the dominant populations of disease tolerant grass varieties.

Alternatives Used

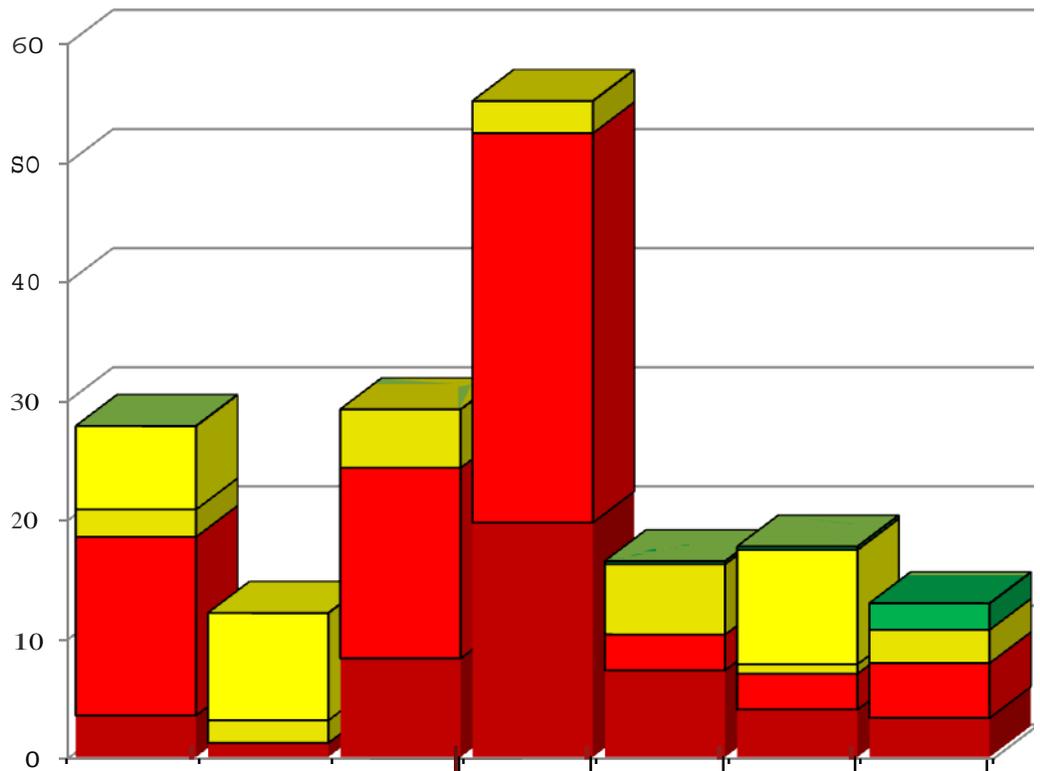
The Golf Division continues to use the Green insecticide Acelepryn successfully for Black Turfgrass Ataenius grub control on the greens.

The Golf Division continues to interseed and promote finer leaved, more disease tolerant turfgrass on the greens. This approach has led to an increase in bentgrass populations which require less fertilizer, chemicals and irrigation. To help assist the plant during periods of stress the Golf Division is also using seaweed extract and beneficial microorganisms which helps in the decomposition of thatch.

Exemptions

The Golf Division applied for and received ten exemptions. The exemptions were for the fungicides Banner-Maxx, Daconil, Heritage, Medallion, Merit, Prostar and Affirm; the insecticide Acelepryn and the growth regulators Primo Maxx and Trimmit. All of the exemptions targeted the greens. The exemptions for Banner-Maxx, Daconil, Heritage, Medallion, Acelepryn, Primo Maxx and Trimmit were used successfully. The exemptions for Prostar, Merit, and Affirm were not used.

Golf Division Pesticide Use



	2006	2007	2008	2009	2010	2011	2012
○ Green Pounds	0	0	0	0	0	0	0
● Green Gallons	0	0	0	0	0.25	0.28	2.21
○ Yellow Pounds	7	9	0	0	0	9.6	0
○ Yellow Gallons	2.3	1.9	4.9	2.7	5.9	0.8	2.8
● Red Pounds	15	0	16	32.7	3	3	4.6
● Red Gallons	3.5	1.2	8.3	19.7	7.3	4	3.3

Airport Department Pesticide Use

The Airport Department decreased their pesticide usage in 2012. Green material usage decreased from 1,755.1 units in 2011 to 346.3 units in 2012. Yellow materials decreased from 783.9 units to 738.5 units. Both decreases were due in part to a reduced need for mosquito treatments. No Red materials were used in 2012. Like in years past, the Airport Department pesticide applications concentrated on three types of pests in 2012: mosquitoes, rodents and weeds. In addition to the usual pests, the Airport Department also used Advion bait stations to control ants in 2012. Ants are a problem in several Airport facilities.

Mosquitoes

The Airport Department relies primarily on Altosid XR, a Yellow extended release larvicide to control mosquito sources in the Goleta Slough. The product is effective for up to 180 days. In wet years, a second application of Altosid XR is needed. In 2012, only one application was needed. The Mosquito and Vector Management District who implements mosquito control efforts on the Airport's behalf, also rely heavily on green, BTI based products like Vectobac G to control smaller residual mosquito sources. BTI based products are only effective for about 10 days.

In 2012 the Mosquito and Vector Management District applied 602.6 lbs Altosid, 345.9 lbs of Vectobac G, and .44 lbs of Natular on the Airport's behalf, to control mosquito sources in the Goleta Slough.

Weeds

In addition to the extensive manual weed control program at the Airport, staff used the Yellow products Roundup PROMAX and Surflan to maintain the airfield as needed for safe aircraft operations and to preserve infrastructure. Herbicides were used to prevent weeds from obscuring airfield lights and signs, and to prevent weeds from deteriorating airfield assets. The Airport's landscape contractor used Roundup PROMAX to control weeds in the traffic islands on Hollister Avenue.

Rodents

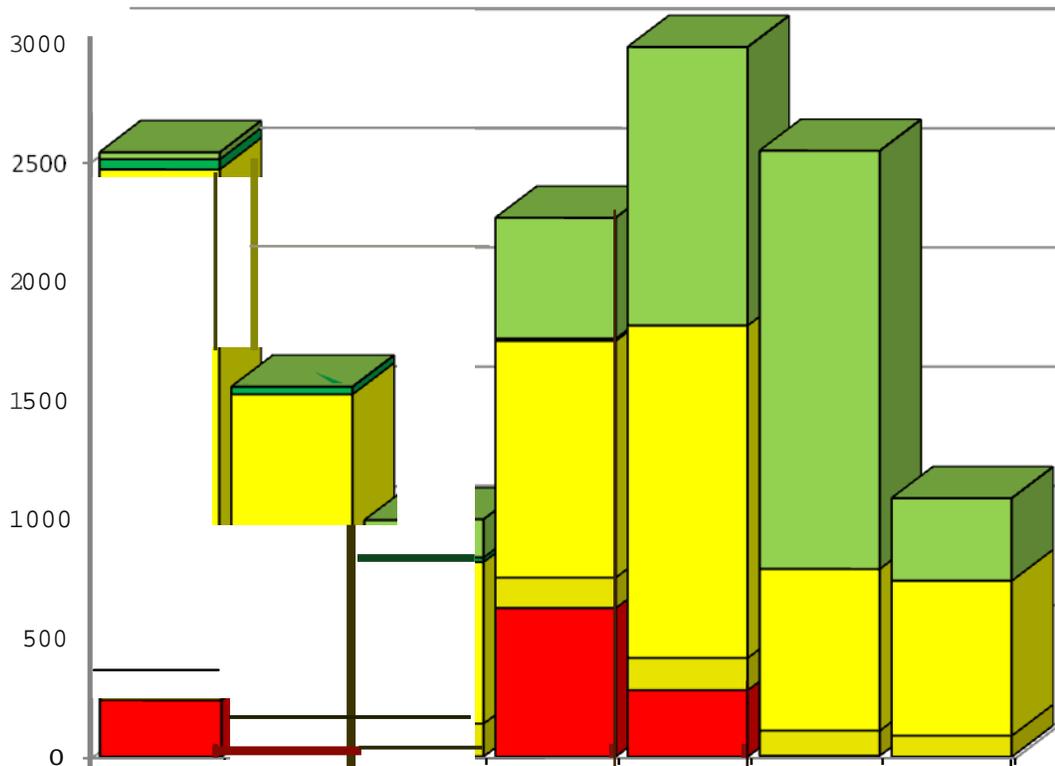
Rodents on the airfield attract predators that pose a collision hazard for aircraft. Rodents also create an FAA compliance issue by undermining and creating uneven surfaces in runway safety areas. The Airport Department is required by the FAA to maintain safety areas in a smooth, compact condition. On-going rodent control is necessary to maintain a safe environment for aircraft operations. In 2012, Airport applied Wilco, a Yellow diphacinone based bait, to control ground squirrels. Gophers outside the airfield fence were controlled using mechanical steel traps.

Alternatives Used

Alternative efforts focused on the control of weeds through mechanical methods, including weed whipping, hand weeding and hoeing. 4,279 hours were devoted to mechanical weed control in 2012. Airport staff also devoted 72 hours to mechanical control of gophers and mice.

During the year the Airport Department used a beekeeper to remove multiple swarms of bees from the Airport. At no time during 2012 was the Airport Department forced to use pesticides to control bees, however periodically the Department may be forced to use chemical control in situations where the location of a bee swarm conflicts with human activities and potentially threatens public health.

Airport Pesticide Use



	2006	2007	2008	2009	2010	2011	2012
○ Green Pounds	28.5	0	160	507	1168.9	1755.1	346.3
● Green Gallons	42	31.2	19	9.9	0	0	0
○ Yellow Pounds	2,107.30	1,349.90	678.6	993.4	1,395.20	678.8	650.6
○ Yellow Gallons	125.6	140	137.8	128	135.6	105.1	87.9
● Red Pounds	231.9	30	0	623.6	278.9	0	0
● Red Gallons	0	0	0.75	0	0	4	0

Public Works Department Pesticide Use

The Public Works Department is comprised of a number of Divisions. For the purpose of this report, the Parking Division, Vector Control, Streets Division, and Facilities Maintenance Division are included.

The Public Works Department increased its use of pesticides from 711.3 in 2011 to 786.7 in 2012. Green materials increased from 706 units to 756.5 units. Use of Yellow materials increased from 5.3 units to 23.1 units due to increased insect control in buildings. Red material use increased from zero to 7.1 units.

Alternatives Used

The Parking Division used no pesticides in 2012 and continues to use alternative methods for weed control including hand-weeding and weed whipping. Weed abatement continues to require a large amount of time and effort using non-chemical methods. Alternative practices for pest management include plant replacement, worm castings, and washing off insects with water pressure.

Vector Control utilizes mechanical traps instead of rodenticide for rodent abatement. There are 105 mechanical trap stations on State Street and 10 on Coast Village Road. The number of rodents caught by mechanical traps on State Street and Coast Village Road totaled 1,042. Alternative use hours for this effort are 412.

Beekeepers are utilized for bee abatement in the public right-of-way. In 2012, 45 hives and/or swarms were relocated with zero loss. The alternative use hours for this effort total 176.

The Facilities Maintenance Division utilized mechanical traps instead of rodenticide for rodent abatement inside City facilities.

Exemptions:

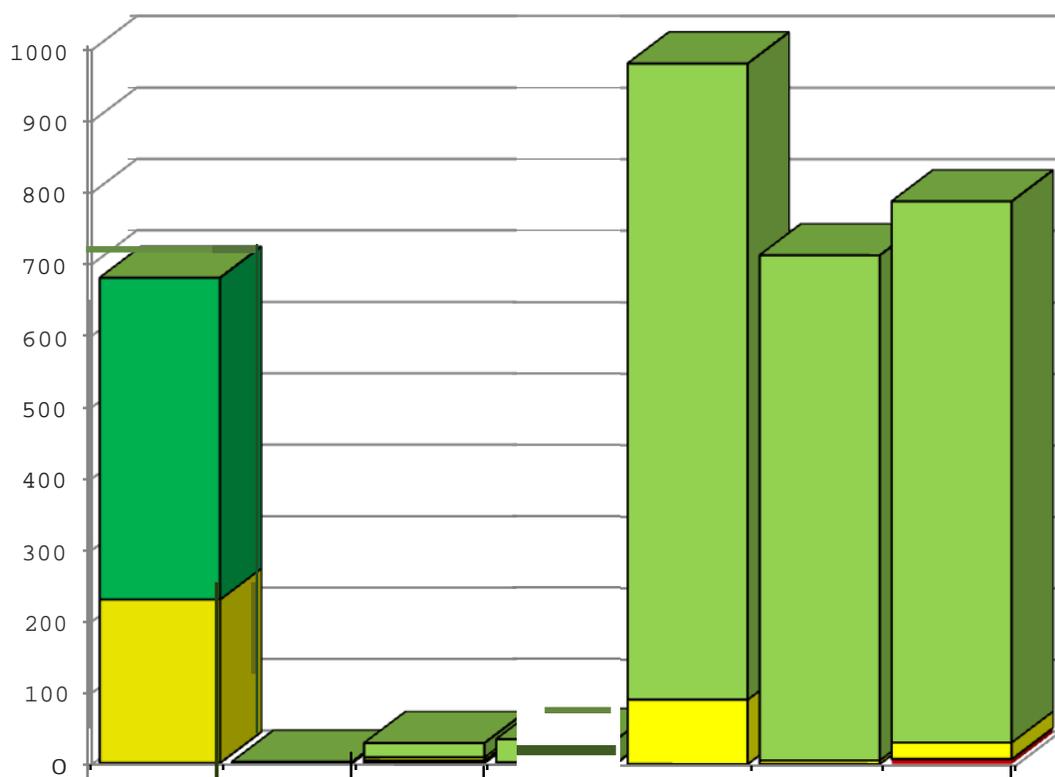
The Facilities Maintenance Division was granted three exemptions for 2012, which were for the Yellow materials Advion, Termidor, and Timbor. The exemptions were for the control of ants and termites in buildings. Advion and Termidor were used successfully. The exemption for Timbor was not used.

Infractions

An Infraction is the application of a restricted material without an exemption. An exemption is required to use materials that are not on the Approved Materials List (see attachment A) or to use higher risk materials in areas designated as lower risk (using a Red material in a Yellow area or a Yellow material in a Green area).

The Public Works Department made one application of Vikane, a Red insecticide. This material is not on the Approved Materials List. A staff member from Public Works, who was not familiar with the City's IPM Strategy, authorized the fumigation of an unoccupied City-owned building without following the set process of applying for an exemption, or requesting an emergency exemption from the IPM Coordinator. To ensure this does not occur again, staff has been retrained on the IPM strategy.

Public Works Pesticide Use



	2006	2007	2008	2009	2010	2011	2012
○ Green Pounds	0	0.5	20	32.5	889.3	706	756.5
● Green Gallons	450.5	0	0.01	0.1	0.1	0	0
○ Yellow Pounds	0	0	4.5	0	90	5.2	23
○ Yellow Gallons	228.6	1.4	3.4	1	0.065	0.09	0.13
● Red Pounds	0.31	0	0.14	0	0	0	0
● Red Gallons	0	0	0.08	0	0	0	7.1

V. EXEMPTIONS

Under the IPM Strategy and PHAER Zone system, exemptions may be granted when a pest outbreak poses an immediate threat to public health, employee safety, or will result in significant economic or environmental damage. Exemptions may be requested for one-time application or as a programmatic exemption for a single year. The exemption process is outlined in the IPM Strategy.

- Fifteen exemptions were requested from the IPM Committee in 2012 as summarized in the table to the right and listed in the table below.
- Of the fifteen requests approved, five were not implemented.

2012 Exemption Summary

Exemptions	Facilities	Golf	Parks	Totals
Emergency				
Proposed	3	10	2	15
Passed	3	10	2	15
Denied				
Applied	2	7	1	10
Not Applied	1	3	1	5

Exemption Detail Table

Vote	Dept. / Div.	Material	Type	Type	Exemption Type	Used	Site
Passed	Env. Serv.	Advion	Insecticide	Yellow	Programatic	Yes	Buildings
Passed	Env. Serv.	Termidor	Insecticide	Yellow	Programatic	Yes	Buildings
Passed	Env. Serv.	Timbor	Insecticide	Yellow	Programatic	No	Buildings
Passed	Golf	Acelepryn	Fungicide	Green	Programatic	Yes	Greens
Passed	Golf	Affirm	Fungicide	Yellow	Programatic	No	Greens
Passed	Golf	Banner-maxx	Fungicide	Red	Programatic	Yes	Greens
Passed	Golf	Daconil	Fungicide	Red	Programatic	Yes	Greens
Passed	Golf	Heritage	Fungicide	Red	Programatic	Yes	Greens
Passed	Golf	Medallion	Fungicide	Red	Programatic	Yes	Greens
Passed	Golf	Merit	Insecticide	Red	Programatic	No	Greens
Passed	Golf	Primo Maxx	Regulator	Green	Programatic	Yes	Greens
Passed	Golf	Prostar	Fungicide	Yellow	Programatic	No	Greens
Passed	Golf	Trimmit	Regulator	Yellow	Programatic	Yes	Greens
Passed	Parks	Aquamaster	Herbicide	Yellow	Programatic	Yes	Parma Park
Passed	Parks	Diphacinone	Rodenticide	Yellow	Programatic	No	Shoreline, Leadbetter, Chase Palm Parks

Comparison of Exemptions for 2011 and 2012

	2011	2012
Number of Exemption Requests	15	15
Number of Exemption Requests Approved	14	15
Number of Approved Exemption Requests Applied	12	10
Number of Approved Exemption Requests Not Applied	3	5

VI. ALTERNATIVE PEST MANAGEMENT PRACTICES USED IN 2012

Non-chemical pest management alternatives used in 2012 are reviewed in the table below. The use of non-chemical IPM alternatives was emphasized over pesticide applications. Hours reported for the total year are from the *Monthly Alternative Use Reports* prepared by each Department. A check (✓) indicates the alternative was used, but time was not tracked for it. The total tracked hours for City-wide alternative practices decreased from 15,323 in 2011 to 9,713 in 2012.

PEST	Alternative	Airport	Golf	Public Works	Parks	Citywide Hours
WEEDS	Mulch & wood chips	✓	✓	✓	275	275
	Weed fabric				✓	0
	Propane flame weeder				✓	0
	Hot water/ steam				✓	0
	Hand weeding	3,868	700	✓	900	5,468
	Weed whip	411	✓		2,016	2,427
	Habitat modification				✓	0
	Irrigation Mgmt.	✓	✓	✓	✓	0
	Host plants squeeze out					0
PLANT PESTS	Irrigation Mgmt.	✓	✓	✓	✓	0
	Compost tea/microbial in.		✓			0
	Enhance plant health		✓		✓	0
	Worm castings				✓	0
	Effective micro-organisms		✓			0
	Wash off plants				✓	0
	Resistant varieties					0
	Remove plant/tree				✓	0
GOPHERS	Traps	69	✓	✓	200	269
SQUIRRELS	EPA exempt bait					0
	Traps		✓		100	200
	Habitat modification					
RATS & MICE	Mechanical traps	3		782	95	880
	Cat				✓	0
MOSQUITOES	Mosquito fish				✓	0
	Remove stagnant water				✓	0
BEES	Bee Keepers			176	✓	176
OTHER	Glue traps/roaches			18		18
	Heat Treatment					0
Total Hours		4,351.0	700	976.0	3,586	9,713

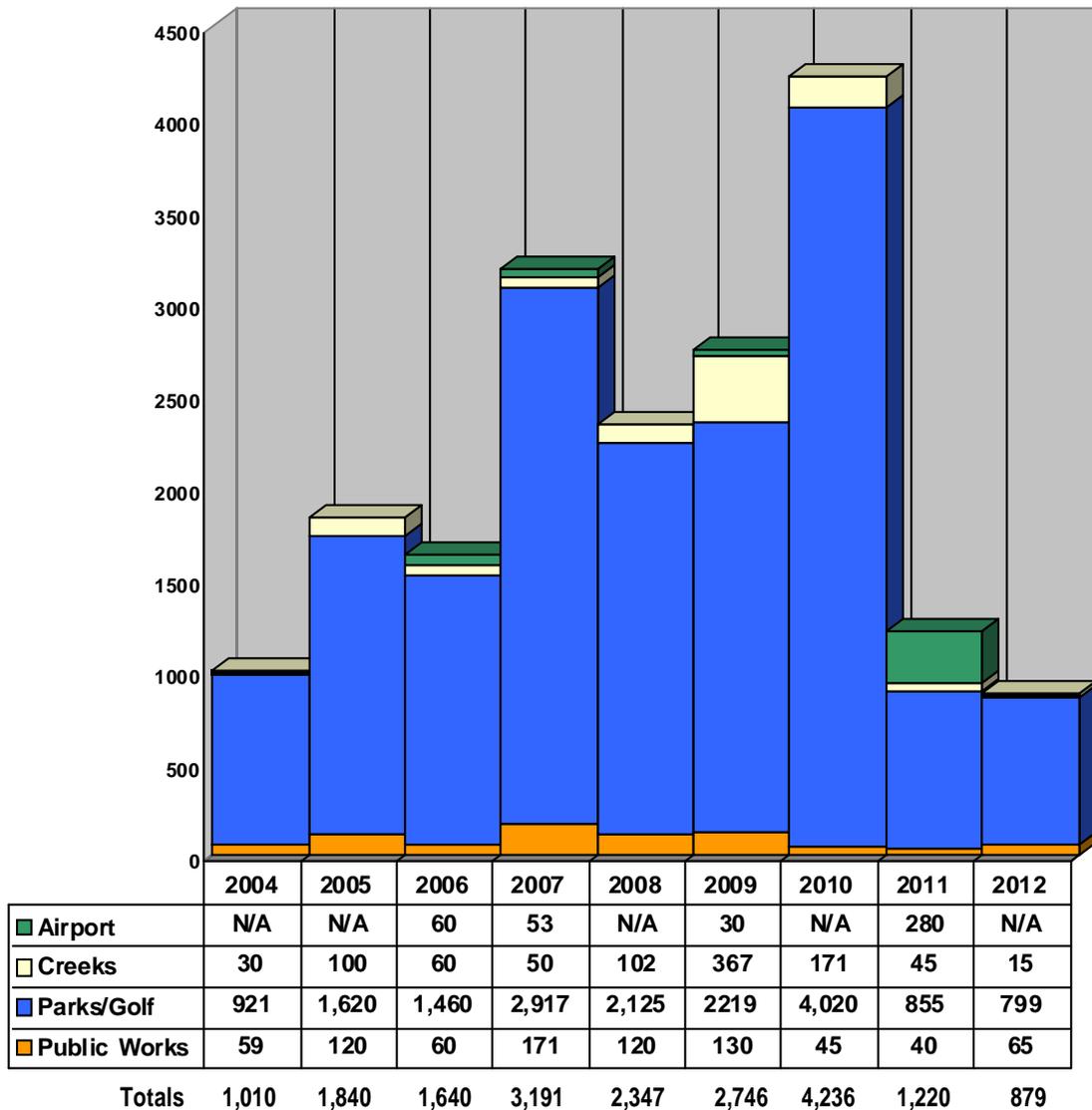
Total Mulch Use

Mulch has been found to be effective in suppressing the growth of annual weeds. The table below shows the types of mulch applied for 2012.

Mulch Use Table

Yards of Mulch by Type	Creeks	Parks/Golf	Public Works	City Totals
Biosolids		22		22
Woodchips	15	799	65	879
Total Yards	15	821	65	901

Mulch Use Comparison Chart



VII. EFFECTIVENESS OF ALTERNATIVE PRACTICES IMPLEMENTED

In general, most alternative pest management practices are more labor intensive and costly, and not as effective as the use of Yellow and Red classified pesticides. However, there are occasions when a Yellow or Red material is also not effective in controlling a pest problem. While most Green materials and practices provide only moderate control of pest populations, there have been some successes. The effectiveness of alternatives for the biggest pest problems encountered is reviewed below.

- **Weeds:** A variety of alternatives are used to provide moderate effectiveness and control including: weeding, weed whipping, mulching, mowing, and a flame torch in designated safe areas. These alternatives are significantly more labor and cost intensive and not as effective as Yellow materials. Alternative food grade or EPA exempt chemicals, such as the clove oil based Burnout II, have not proven effective. This has resulted in a notable increase in weed populations, predominantly on parkland, that continues to have a negative effect on aesthetics and landscape health.
- **Insects / Mollusks:** Results are mixed for combating insects and mollusks. For some insects, there are no known effective alternatives. Some alternatives can be very effective but expensive, such as removing non-resistant plants and replacing them with resistant varieties. However, the following alternatives have proven successful against insects and mollusks:
 - Sluggo for snails and slugs
 - Worm castings for white fly
 - Insecticidal soap for aphids
 - Neem oil as a dormant spray
 - Bti for mosquitoes
 - Acelepryn for beetles
- **Disease:** No effective alternative has been found for most diseases. Where possible, staff focuses on preventative treatments to enhance plant health. Once disease strikes, a plant may be removed and replaced with a less susceptible plant. If a plant cannot be removed, pesticides are generally required to combat the disease.
- **Gophers:** For the most part, mechanical traps are being used City-wide. Traps have been found to be moderately effective and are more expensive than rodenticides due to higher costs of purchasing, installing, monitoring, and cleaning out traps.
- **Ground Squirrels:** Mechanical trapping, using snap and electrical traps, is the primary method of control at this time. This method is moderately effective at controlling populations. Some control has been achieved using food grade baits. Both trapping and baiting have proven very labor intensive.
- **Mice / Rats:** At this time, traps are the primary way of controlling this population. Traps have been found to be effective depending on population size and location and available food sources. Positive public perception seems to far outweigh the costs of using traps. Traps have also shown themselves to be very effective in controlling rodents on downtown State Street and at Coast Village Road.
- **Termites:** Building Maintenance now uses heat treatments to control drywood termites where appropriate. Heat was found to be equally effective as pesticides on smaller buildings with drywood termites. However, costs are 50% higher at this time, and heat is not effective on large structures or with subterranean termites.

VIII. PROPOSED CHANGES TO PEST MANAGEMENT PRACTICES

Alternative Practices Proposed for 2013

The upcoming year will pose new challenges due to the financial climate. Budget considerations and the reduction of staff may require a change in service levels and aesthetic expectations or a greater reliance on more cost effective traditional pesticides. Departments will continue to seek “least toxic” alternatives that provide higher benefit to cost ratios. Departments will also continue to use alternatives found effective in the past six years unless more cost-effective alternatives are found. Departments propose the following for 2013:

- The Parks Division will continue to implement the PHAER Zone system of Integrated Pest Management and continue seeking out training and collaborative opportunities with other agencies and IPM professionals. Parks will continue experimenting with sheet mulching to control weeds.
- The Golf Division will continue to experiment with new Green materials as they come forward.
- In the coming year, the Airport Department may again seek exemptions for fumitoxin to control rodents on the airfield, and Vikane to treat drywood termites in Airport buildings. Alternative effort hours are expected to remain static.

IX. CONCLUSION

Overall, the City decreased its use of pesticides in 2012. The decrease was in Yellow materials, which declined by 3.7%, and Green materials, which declined 54%. Red materials rose by 112% primarily due to an unapproved use of Vikane to treat a City-owned building for termites.

During these times of reduced budgets, it is important for City staff to find cost effective, low risk, viable alternatives so that pesticide hazards may be reduced further and the overall efficiency of IPM practices may increase. Additionally, changes in maintenance standards and expectations will be necessary if funds are not available for the increased labor of alternative practices.

Also critical to reducing pesticide hazards in the City of Santa Barbara is the continuation of community outreach and public education. Because of this community outreach, the public will become more aware of the City's greater reliance upon low risk IPM alternatives.

X. ATTACHMENTS

ATTACHMENT A: APPROVED MATERIALS LIST

The pesticides listed on the Approved Materials List are categorized according to the pesticide screening protocol in the PHAER Zone system.

Product Name	Active Ingredient	ZONE	Type
Acelepryn	Chlorantraniliprole	Green	Insecticide
Advance Ant Bait	Orthoboric Acid	Green	Insecticide
Advion Roach Stations (enclosed)	Indoxacarb	Green*	Insecticide
AllDown	citric acid, acetic acid, garlic	Green	Herbicide
<i>Any brand name</i>	Orthoboric Acid ant bait station	Green	Insecticide
Avert Cockroach Bait Station	Abamectin B1 0.05%	Green	Insecticide
Avert Cockroach Gel Bait	Abamectin B1 0.05%	Green	Insecticide
Bactimos Pellets	Bt	Green	Insecticide
Bactimos Wettable	Bt	Green	Insecticide
Bio-Weed	corn gluten	Green	Herbicide
Borid Turbo	Orthoboric Acid	Green	Insecticide
BurnOut 2	clove oil	Green	Herbicide
Cease Biofungicide	B. subtilis	Green	Fungicide
Cinnamite	cinnamaldehyde	Green	Insect/Fung
Conserve	spinosad	Green	Insecticide
Dipel Flowable	Bt	Green	Insecticide
Drax Ant Kill PF	Orthoboric Acid	Green	Insecticide
EcoExempt	Wintergreen Oil	Green	Herbicide
EcoExempt D	2-Phenethyl propionate / Euginol	Green	Insecticide
Embark	mefluidide	Green	Growth Regulator
GreenErgy	Citric, Acetic Acid	Green	Herbicide
Kaligreen	potassium bicarbonate	Green	Fungicide
Matran (EPA Registration Exempt)	clove oil	Green	Herbicide
Natura Weed-A-Tak	clove oil	Green	Herbicide
Niban	Isoboric Acid 5%	Green	Insecticide
Safer Soap	potassium salts of fatty acids	Green	Insecticide
Sluggo	iron phosphate	Green	Other
Summit BTI Briquets	Bt	Green	Insecticide
Teknar HP-D	Bti	Green	Insecticide
Terro II	Orthoboric Acid	Green	Insecticide
Vectobac G	Btk	Green	Insecticide
VectoLex CG	bacillus sphaericus	Green	Insecticide
Victor Wasp and Hornet Killer	Mint Oil 8% & Sodium Lauryl Sulfate 1%	Green	Insecticide
Advion Ant Arena	Indoxacarb	Yellow	Insecticide

Product Name	Active Ingredient	ZONE	Type
Advion Roach Gel	Indoxacarb	Yellow	Insecticide
Advion Insect Granules	Indoxacarb	Yellow	Insecticide
Agnique MMF	POE Isoocatadecanol	Yellow	Insecticide
Aliette	fosetyl aluminum	Yellow	Fungicide
Altosid Briquettes	methoprene	Yellow	Other
Altosid Liquid	methoprene	Yellow	Other
Altosid Pellets	methoprene	Yellow	Other
Altosid XR-B	methoprene	Yellow	Other
Aquamaster-Rodeo	glyphosate	Yellow	Herbicide
Avid	abamectin	Yellow	Miticide/Insecticide
Ditrac	Diphacinone	Yellow	Rodenticide
Dormant	petroleum oil	Yellow	Insecticide
Green Light	Neem oil	Yellow	Insecticide/Fungicide
Kop-R-Spray	Copper Oil	Yellow	Fungicide
M-PEDE	potassium salts of fatty acids	Yellow	Insecticide
Omni Oil	Mineral Oil	Yellow	Fungicide
Prostar 70 WP	flutolanil	Yellow	Fungicide
Rose Defense	Neem oil	Yellow	Insect/Fung
Roundup Pro	glyphosate	Yellow	Herbicide
Roundup PROMAX	glyphosate	Yellow	Herbicide
Safticide Oil	petroleum oil	Yellow	Insecticide
Stylet Oil	Petroleum distillates	Yellow	Insecticide
Sulf-R-Spray	Parafin oil, sulfur	Yellow	Fungicide
Superior Spray Oil	petroleum distillates	Yellow	Insecticide
Surflan	oryzalin	Yellow	Herbicide
Surflan AS	oryzalin	Yellow	Herbicide
Termidor SC	Fipronil	Yellow	Insecticide
Triact	Neem oil	Yellow	Insecticide/Fungicide
Trilogy	Neem oil	Yellow	Insecticide/Fungicide
Wasp-Freeze	allethrin	Yellow	Insecticide
Wilco Ground Squirrel Bait	diphacinone	Yellow	Other
XL 2G	benefin; oryzalin	Yellow	Herbicide
Banner-maxx	Propiconazole	S.C.	Fungicide
Bayleton	triadimafon triazole	S. C.	Fungicide
Daconil	Chlorothalonil	S.C.	Fungicide
Fumitoxin	Aluminum phosphide	S. C.	Rodenticide
Heritage	Azoxystrobin	S.C.	Fungicide
Manage	halosulfuron methyl	S. C.	Herbicide
Medallion	fludioxonil	S. C.	Fungicide
Quick Pro	glyphosate/diquat	S. C.	Herbicide
Reward	diquat dibromide	S. C.	Herbicide

Product Name	Active Ingredient	ZONE	Type
Rubigan	fenarimol	S. C.	Fungicide
Rubigan EC	fenarimol	S. C.	Fungicide
Subdue	metalaxyl	S. C.	Fungicide
Trimmit 2SC	Paclobutrazol	S.C.	Growth Regulator
Zp Rode	zinc phosphide	S. C.	Rodenticide

* By decision of the Citizen IPM Advisory Committee, chemicals that may be classified normally as Yellow materials may be classified as Green materials if they are entirely enclosed in factory sealed bait stations.



City of Santa Barbara
Parks and Recreation Department

Memorandum

DATE: March 15, 2013

TO: City Council
Parks and Recreation Commission
Airport Commission

FROM: City IPM Advisory Committee

SUBJECT: IPM Advisory Committee Review of IPM Program in 2012 and 2012 Annual Report

The City of Santa Barbara's Integrated Pest Management (IPM) program is in its' 10th year. The Committee agrees with the analysis presented in the 2012 annual report and supports the direction and programs described therein.

Pesticide use has decreased substantially from its pre-strategy period before 2004, with the use of the most toxic materials decreasing by over 90% and green practices developed in a number of areas. Some use of toxic pesticides continues, however, due to a number of challenges, including control of fungus on golf greens, control of rodents on airport runways, mosquito control during critical periods, and control of invasive weeds. These areas currently provide only limited green alternatives that the City continues to explore.

Many of these challenges utilize green materials on a regular basis, such as mosquito control using Bti, rodent control using trapping, the use of compost tea on golf greens or the control of weeds using mechanical methods. However, often the challenges are sufficient, and the public health or resource issues substantial enough, that more toxic materials are used. Examples are the use of more aggressive/toxic materials when mosquito levels get too high, or the use of more toxic materials on the golf greens to prevent irreparable damage to greens. These challenges will always be present. We will continue to pursue green materials, but also protect the public's health and resources as part of this committee's mission and goals.

With the associated need for increased labor related to least toxic methods, we continue to believe that developing a well coordinated volunteer program will help the long term effectiveness of the IPM program. The Parks Department has expanded the number of volunteer work days by reaching out to community groups such as Santa Barbara Beautiful. We believe a more robust program, with online signups and a part-time and/or intern-type coordinator within the Parks Department, would help to assist in maintaining our parks at a high level of aesthetics. An example is Alice Keck Park, which is in need of extensive bed refurbishment and maintenance. A coordinated effort

to expand the existing volunteer pool for this park would help to reduce the need for pesticide use during renovations.

The Advisory Committee will continue to work with staff, elected officials, and members of the public to ensure a quality program that protects the City's assets while not compromising human and environmental health.

RESOLUTION NO.

A RESOLUTION OF THE COUNCIL OF THE CITY OF SANTA BARBARA REVISING THE COMPOSITION OF THE INTEGRATED PEST MANAGEMENT ADVISORY COMMITTEE AND RESCINDING RESOLUTION NO. 06-008

WHEREAS, the City Council adopted an Integrated Pest Management (IPM) policy on June 17, 2003;

WHEREAS, the purpose of the IPM policy is to reduce or eliminate pesticide use on City property and to serve as an example to private property owners;

WHEREAS, on January 27, 2004, the City Council adopted an IPM Strategy to implement and monitor the IPM policy; and

WHEREAS, the IPM implementation strategy includes the establishment of an Advisory Committee to involve City residents in the implementation of the IPM policy.

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

The Integrated Pest Management Advisory Committee is hereby established with the following purpose and authority and shall conduct business in accordance with the following provisions:

I. PURPOSE

To review and advise on the implementation of the City's Integrated Pest Management Strategy (IPM Strategy).

II. RESPONSIBILITY

The Advisory Committee may:

- Advise the IPM Staff Committee on the development of and amendment to the Approved Materials List (Tiered List).
- Identify alternatives to the use of pesticides and make recommendations to the IPM Staff Committee.
- Review departmental pesticide use and alternatives use reports.
- Review exemptions granted by the IPM Staff Committee for use of pesticides not on the approved material list and approve or deny the exemption.
- Review the IPM Annual Report and provide comments to the Parks and Recreation Commission, the Airport Commission, and City Council.

- Prepare an annual report to the Parks and Recreation Commission and the Airport Commission regarding the implementation of the IPM Strategy.
- Review proposed updates and modifications to the IPM Strategy and provide recommendations to the Parks and Recreation Commission and the Airport Commission.
- Appoint a non-voting liaison to the IPM Staff Committee.

III. AUTHORITY

The Advisory Committee is established to advise City staff, the Parks and Recreation Commission, and the Airport Commission regarding the implementation of the IPM Strategy and to recommend methods of reducing or eliminating the use of pesticides in public areas. The Advisory Committee is not authorized to set City policy.

Decisions of the IPM Advisory Committee regarding exemptions granted by the IPM Committee may be appealed to the Parks and Recreation Commission or the Airport Commission depending upon which department is making the request or performing the work. The decision of the Parks and Recreation Commission or the Airport Commission shall be appealable to the City Council pursuant to Santa Barbara Municipal Code Chapter 1.30.

IV. MEMBERSHIP

The Advisory Committee shall be composed of five voting members, one non-voting liaison from the Park and Recreation Commission and one non-voting liaison from the Airport Department. Advisory Committee members will be appointed by the Parks and Recreation Commission.

Voting Members:

- One representative from the Pesticide Awareness and Alternatives Coalition (PAAC)
-
- Four Community At-Large members

Liaison (non-voting):

- One Park and Recreation Commissioner
- One Airport Staff member

IV. MEETINGS

The Advisory Committee shall meet a minimum of four times per year. Advisory Committee meetings shall comply with the Brown Act.



CITY OF SANTA BARBARA

COUNCIL AGENDA REPORT

AGENDA DATE: April 30, 2013

TO: Mayor and Councilmembers

FROM: Engineering Division, Public Works Department

SUBJECT: Capital Improvement Projects: Third Quarter Report For Fiscal Year 2013

RECOMMENDATION:

That Council receive a report on the City's Capital Improvement Projects for the Third Quarter of Fiscal Year 2013.

EXECUTIVE SUMMARY:

This report summarizes progress on the Capital Improvement Projects in the Third Quarter of Fiscal Year 2013.

DISCUSSION:

CONSTRUCTION HIGHLIGHTS

Seven projects were completed in the Third Quarter of Fiscal Year 2013 (see Attachment 1 showing total project costs; see Attachment 2 showing all project funding ; see Attachment 3 showing project funding graphic). The following describes some of the highlights of completed construction:

- Santa Barbara Airline Terminal (\$52,098,712) – The completed project was the construction of a new 72,000 square-foot terminal building, demolition of a portion of the existing terminal, and relocation and rehabilitation of the historic 1942 Airport Terminal core. The work also included construction of necessary site work, landscaping, parking lots, terminal map, and vehicular access lanes.
- Milpas and Cabrillo Pedestrian Safety Improvement Project (\$92,831) – The completed project consisted of installing pedestrian safety features along the Milpas Street and Cabrillo Boulevard corridors. The improvements on Milpas Street are the result of extensive staff analysis, public meetings, and finally, Council's direction following a tragic accident in October 2011.

Council Agenda Report

Capital Improvement Projects: Third Quarter Report For Fiscal Year 2013

April 30, 2013

Page 2

- Las Canoas Water Main Replacement (\$2,997,401) – The completed project consisted of upsizing 2.4 miles of eight-inch potable water main along Las Canoas Road with twelve-inch water main to better serve the area for both domestic water supplies and fire protection.
- Safe Routes To School Modoc and Portesuello Intersection Improvements (\$324,820) – This project standardized the intersection to a ninety-degree angle, greatly reducing the existing 105-foot crossing distance across Portesuello Avenue, to a more typical 44-foot crossing. The project included additional improvements such as access ramps, and new lighting. The new layout meets access needs of pedestrians and cyclists, while also accommodating large vehicles (Metropolitan Transit District buses, school buses, and emergency vehicles).

In addition, 20 Capital Improvement Projects are currently under construction, with an approximate value of \$45,743,126 (Attachment 4).

The following are highlights of construction projects in progress:

Creeks:

- Low Impact Development Demonstration Permeable Paver Parking Lots Project (\$1,888,630) – This project replaces four parking lot surfaces, at Oak Park (2 lots), the Westside Neighborhood Center, and Stevens Park with concrete pavers that allow surface water to pass through the lot surface and penetrate into the subsurface soil. Completion is scheduled for April 2014.

Public Works Streets (Bridges):

- Bridge Preventive Maintenance Program (\$198,608) – The work is located at seven bridges throughout the City, including four bridges over Mission Creek (Carrillo Street, Arrellaga Street, Mission Street, and State Street), one bridge over the Laguna Channel (Yanonali Street), one bridge over Sycamore Creek (East Cabrillo Boulevard), and one bridge over Tecolotito Creek (Hollister Avenue).

The work consists of removing and replacing deteriorated concrete, placing a specialized overlay treatment, epoxy crack injecting, and asphalt concrete as appropriate. The construction is scheduled to start in mid-April 2013 and is scheduled to be completed in July 2013.

Waterfront:

- Launch Ramp Improvements (\$320,795) – This project removes and replaces the damaged concrete westerly boat launch ramp at the harbor. Construction is scheduled to start in April 2013, with completion scheduled for July 2013.

PROJECTS IN DEVELOPMENT

In addition to the work in construction, there is a significant amount of work in the design phase. There are currently 28 projects under design, with an estimated total project cost of \$89,528,938 (see Attachment 5).

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:

Public Works Streets:

- Highway Safety Improvement Program (HSIP) Crosswalk Enhancement (\$588,730) – This 90% grant funded project is currently in design, which includes crosswalk enhancements to improve pedestrian safety at five intersections throughout the City. Enhancements may include a combination of pedestrian median refuges, curb extensions, new access ramps, and pedestrian activated flashers. Design is anticipated to be completed in spring 2014, with construction completion in summer/fall 2014.
- HSIP Traffic Signal Upgrades (\$1,090,744) – This 90% grant funded project is currently in preliminary design and provides pedestrian countdown indications at locations that currently have no pedestrian indications, improves visibility of vehicular indications by increasing head size from 8" to 12", and at some locations, improves the mounting locations.

Public Works Streets (Bridges):

- Chapala/Yanonali Bridge at Mission Creek (\$2,675,000) – This project involves demolishing the existing 4,655 square foot bridge deck over Mission Creek and replacing it with a 2,740 square foot bridge deck. The construction is 100% grant funded. The south side of the new bridge deck would be supported on piles and a foundation behind the existing sandstone abutment. The north side of the new bridge would be supported by a new abutment that would be located in the same location as the existing sandstone wall. The new bridge provides one vehicular lane in each direction and a five-foot sidewalk on each side. The project is currently scheduled to be awarded at Council in May, 2013. Completion is scheduled for January 2014.

Punta Gorda Bridge and Channel Improvements (\$3,000,000) – The bid advertisement started on March 27, 2013. City staff has been working on a plan to reduce neighborhood flooding, like that experienced in 1995, by incrementally widening Sycamore Creek just upstream from Highway 101. To fully utilize the increased capacity created by the Caltrans Highway 101 Widening Project from Milpas Street to Hot Springs Road, which included a new bridge that approximately tripled the flood carrying capacity of Sycamore Creek under Highway 101, Sycamore Creek must be widened. The project includes the replacement of the Punta Gorda bridge.

Public Works Wastewater:

As part of the City's repair, rehabilitation, and replacement program, the Wastewater Main Rehabilitation Project 2013 began construction in January 2013. In order to determine which pipes need to be rehabilitated or repaired for future projects, the City contracted with ProPipe (Fiscal Year 2013 CCTV Project) to Closed Circuit Televis (CCTV) and inspect roughly 26 miles of pipe. The inspection video and observation data from that project will be reviewed by Engineering staff and incorporated into the bid documents to prioritize pipe installation areas.

- CCTV Fiscal Year 2014 (\$250,000) – This upcoming project is split into two phases, Phase I and Phase II. Phase I was scoped during the Third Quarter of Fiscal Year 2013 and includes the inspection and cleaning of both 6-inch and 8-inch sewer mains within easements, and 10 to 18 inch sewer mains in both, easements and Right of Way. The pipe segments chosen are located throughout the City, but not in the Laguna Watershed.
- On Call Sewer Main Point Repairs Fiscal Year 2014 (\$190,000) – Although there is no activity for this project at this time, it is anticipated to be bid in May 2013. The purpose of this project is to continue the City's efforts to repair severe defects found on sanitary sewer pipe within 90 days of discovery.

Public Works Water:

- Water Main Replacement Fiscal Year 2013 (\$2,500,000) – This project is scheduled to go out to bid on May 8, 2013.

SUMMARY:

The Third Quarter of Fiscal Year 2013 broke a record with \$56 million in completed Capital Projects. This was due to the Notice of Completion being filed for the Santa Barbara Airline Terminal, which had a total project cost of approximately \$52 million.

- ATTACHMENT(S):**
1. Completed Capital Improvement Projects for Third Quarter Fiscal Year 2013
 2. Capital Improvement Projects Funding Fiscal Year 2013
 3. Capital Improvement Projects Funding Chart for Fiscal Year 2013
 4. Capital Projects with Construction in Progress
 5. Capital Projects with Design 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 - THIRD QUARTER FISCAL YEAR 2013

Project Name	Design Costs	Construction Contract	Construction Change Order Costs	Construction Management Costs	Total Project Costs
Santa Barbara Airline Terminal	\$9,388,102	\$32,858,000	\$4,690,775	\$5,161,835	\$52,098,712
Breakwater Concrete & Cap Repair Phase 4	\$20,233	\$287,320	\$17,083	\$77,855	\$402,491
Milpas and Cabrillo Pedestrian Safety Improvement Project	\$8,553	\$58,335	\$1,416	\$24,527	\$92,831
McKinley School Pedestrian Improvements Project	\$16,711	\$38,005	\$2,570	\$13,117	\$70,403
CDBG 2012/2013 Sidewalk Access Ramp Project	\$17,544	\$89,535	\$3,684	\$23,951	\$134,714
Las Canoas Water Main Replacement Project	\$175,028	\$2,501,312	\$152,941	\$168,120	\$2,997,401
Safe Routes To School Modoc and Portesuello Intersection Improvements	\$50,732	\$196,478	\$27,085	\$50,525	\$324,820
TOTALS	\$9,676,903	\$36,028,985	\$4,895,554	\$5,519,930	\$56,121,372

**CAPITAL IMPROVEMENT PROJECTS FUNDING
FISCAL YEAR 2013**

FIRST QUARTER

PROJECT TITLE	FUNDING											TOTAL PROJECT COSTS		
	First Quarter	Airport	Creeks	Downtown Parking	Parks	General Fund	Facilities	RDA	Streets	Water	Wastewater		Waterfront	Grants
ARRA Road Overlay Project (1)													\$ 1,450,307	\$ 1,450,307
Wastewater Main Rehabilitation Fiscal Year 2011										\$ 1,662,370				\$ 1,662,370
West Cabrillo Brick Crosswalk Maintenance and Repair								\$ 36,842						\$ 36,842
Helena Parking Lot Development (2)					\$ 2,085		\$ 534,936							\$ 537,021
Airport Short Term Parking Kiosk	\$ 133,056													\$ 133,056
Lower West Downtown Street Lighting Phase 1 (3)					\$ 5,371		\$ 441,560							\$ 446,931
Structural Upgrades for Parking Structures 2, 9 and 10 (4)					\$ 3,425		\$ 1,948,553							\$ 1,951,978
Water Main Replacement Fiscal Year 2009-10									\$ 2,211,612					\$ 2,211,612
800 Block of East Carrillo Sidewalk Infill Project								\$ 393,910						\$ 393,910
													Total First Quarter	\$ 8,824,027

- (1) ARRA
- (2) Non-Billable RDA Staff Time
- (3) Non-Billable RDA Staff Time
- (4) Non-Billable RDA Staff Time

**CAPITAL IMPROVEMENT PROJECTS FUNDING
FISCAL YEAR 2013**

SECOND QUARTER

PROJECT TITLE	FUNDING												TOTAL PROJECT COSTS
	Second Quarter	Airport	Creeks	Downtown Parking	Parks	General Fund	Facilities	RDA	Streets	Water	Wastewater	Waterfront	
Launch Ramp Boating Trails											\$ 517,180		\$ 517,180
Zone 6 Pavement Preparation			\$ 132,009			\$ 26,266		\$ 1,407,641		\$ 132,870	\$ 35,801		\$ 1,734,587
Sewer Main Point Repairs FY 12										\$ 391,593			\$ 391,593
Mission Creek Fish Passage @ Tallant Rd.		\$ 163,695											\$ 163,695
Westside CDBG Sidewalk Infill & Access Ramps (1)								\$ 83,477				\$ 200,992	\$ 284,469
Lower Mesa Ln. Stairs Replacement (2)				\$ 215,991								\$ 200,000	\$ 415,991
Escondido Bothin Pump Stations Rehabilitation									\$ 2,344,328				\$ 2,344,328
Conejo Rd. Repairs & Sewer Improvements 2012								\$ 474,500		\$ 299,995			\$ 774,495
Mission Creek Fish Passage Ph. 1 (At Caltrans Channel) (3)		\$ 502,865										\$ 1,055,290	\$ 1,558,155
Total Second Quarter													\$ 8,184,493

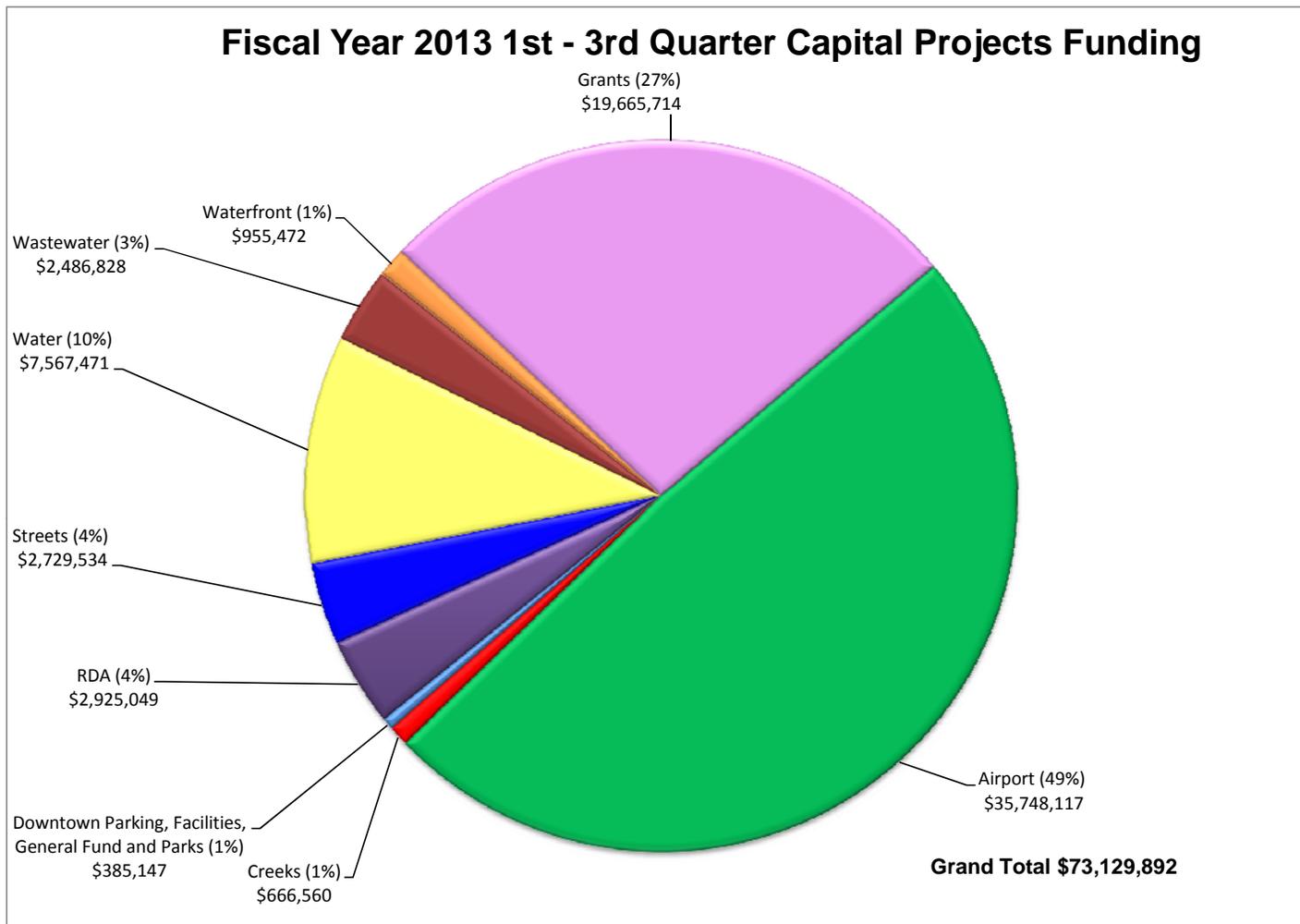
- (1) CDBG
 (2) California State Coastal Conservancy
 (3) Department of Fish and Game

THIRD QUARTER

PROJECT TITLE	FUNDING												TOTAL PROJECT COSTS	
	Third Quarter	Airport	Creeks	Downtown Parking	Parks	General Fund	Facilities	RDA	Streets	Water	Wastewater	Waterfront		Grants
Santa Barbara Airline Terminal Improvement (1)	\$ 35,615,061												\$ 16,483,651	\$ 52,098,712
Breakwater Concrete & Cap Repair Ph. 4											\$ 402,491		\$ 402,491	
Milpas and Cabrillo Pedestrian Safety Improvement Project								\$ 92,831					\$ 92,831	
McKinley School Pedestrian Improvements Project (2)								\$ 40,403				\$ 30,000	\$ 70,403	
CDBG 2012/2013 Sidewalk Access Ramp Project								\$ 49,375				\$ 85,339	\$ 134,714	
Las Canoas Water Main Replacement									\$ 2,997,401				\$ 2,997,401	
Safe Routes To School Modoc and Portesuello Intersection Improvements								\$ 150,555	\$ 14,130			\$ 160,135	\$ 324,820	
Total Third Quarter													\$ 56,121,372	

- (1) Airport Improvement Project
 (2) Safe Routes To School
 (3) CDBG
 (4) Safe Routes To School

	Airport	Creeks	Downtown Parking	Parks	General Fund	Facilities	RDA	Streets	Water	Wastewater	Waterfront	Grants	
GRAND TOTAL	\$ 35,748,117	\$ 666,560	\$ 132,009	\$ 215,991	\$ 10,881	\$ 26,266	\$ 2,925,049	\$ 2,729,534	\$ 7,567,471	\$ 2,486,828	\$ 955,472	\$ 19,665,714	\$ 73,129,892
%	49%	1%	0%	0%	0%	0%	4%	4%	10%	3%	1%	27%	100%



CAPITAL PROJECTS WITH CONSTRUCTION IN PROGRESS

PROJECT CATEGORY	CONSTRUCTION IN PROGRESS	
	No. of Projects	Construction Contract Costs
Airport	1	\$3,011,768
Creeks	2	\$4,712,630
Public Works: Streets/Transportation	7	\$2,881,875
Public Works: Water/Wastewater	8	\$30,252,374
Waterfront	2	\$4,884,479
TOTAL	20	\$45,743,126

CAPITAL PROJECTS WITH DESIGN IN PROGRESS

PROJECT CATEGORY	DESIGN IN PROGRESS	
	No. of Projects	Total Value of Projects
Airport	3	\$3,851,000
Downtown Parking	1	\$68,650
Library	1	\$2,609,251
Public Works: Streets/Bridges	7	\$62,588,655
Public Works: Streets/Transportation	7	\$5,585,716
Public Works: Water/Wastewater	9	\$14,825,666
TOTAL	28	\$89,528,938



CITY OF SANTA BARBARA

COUNCIL AGENDA REPORT

AGENDA DATE: April 30, 2013

TO: Mayor and Councilmembers

FROM: Business & Property Division, Airport Department

SUBJECT: Introduction of Ordinance For City Consent to Sublease Amendment Between Signature Flight Support Corporation and Coastal Aviation Maintenance, LLC

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 City's Consent to An Amendment of A Sublease between Signature Flight Support Corporation, a California Corporation, and Coastal Aviation Maintenance, LLC, a California Limited Liability Company, For the Sublease of a Portion of the Premises Leased to Signature Flight Support in Restated Lease Agreement No. 12037.2 Located at 303 John Donaldson Place.

DISCUSSION:

On August 1, 1983, the City entered into Lease Agreement No. 12037 with Signature Flight Support Corporation (Signature) for the operation of a Fixed Base Operation (FBO) at the Santa Barbara Airport providing general aviation services including maintenance, flight instruction, and fueling.

Coastal Aviation Maintenance, LLC (Coastal) entered into a sublease April 1, 2010 with Signature to provide aviation maintenance services as required under the Airport's Minimum Standards for Aeronautical Services. Coastal subleases 9,760 square feet of Hangar 3 at 303 John Donaldson Place at the Santa Barbara Airport. City consent to the sublease was approved by the Airport Commission on February 17, 2010.

Signature and the City subsequently entered into a Restated Lease Agreement (No. 12307.2) which was approved by Ordinance of the City Council on October 18, 2012. The Restated Lease extended the lease term to July 31, 2016.

Signature and Coastal now seek to extend the term of the sublease to be coterminous with the Restated Lease. Because the consent to sublease results in the approval of an agreement with a term over five years, Charter Section 521 requires such action be taken by ordinance adopted by the City Council.

Airport Commission recommended approval of the consent at their March 20, 2013 meeting.

PREPARED BY: Rebecca Fribley, Sr. Property Management Specialist

SUBMITTED BY: Karen Ramsdell, Airport Director

APPROVED BY: City Administrator's Office

ORDINANCE NO. _____

AN ORDINANCE OF THE COUNCIL OF THE CITY OF SANTA BARBARA APPROVING THE CITY'S CONSENT TO AN AMENDMENT OF A SUBLEASE BETWEEN SIGNATURE FLIGHT SUPPORT CORPORATION, A CALIFORNIA CORPORATION, AND COASTAL AVIATION MAINTENANCE, LLC, A CALIFORNIA LIMITED LIABILITY COMPANY, FOR THE SUBLEASE OF A PORTION OF THE PREMISES LEASED TO SIGNATURE FLIGHT SUPPORT IN RESTATED LEASE AGREEMENT NO. 12037.2 LOCATED AT 303 JOHN DONALDSON PLACE.

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

SECTION 1. In accordance with the provisions of Section 521 of the Charter of the City of Santa Barbara, that certain City Consent to Amendment of Sublease Agreement between Signature Flight Support Corporation and Coastal Aviation Maintenance, LLC, is hereby approved upon adoption of the enabling ordinance.



CITY OF SANTA BARBARA

COUNCIL AGENDA REPORT

AGENDA DATE: April 30, 2013

TO: Mayor and Councilmembers

FROM: Treasury Division, Finance Department

SUBJECT: March 31, 2013, Investment Report And March 31, 2013, Fiscal Agent Report

RECOMMENDATION: That Council:

- A. Accept the March 31, 2013, Investment Report; and
- B. Accept the March 31, 2013, 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 January through March 2013.

During the first quarter 2013, the Federal Reserve continued with their quantitative easing program, buying up to \$85 billion per month of U.S. treasury notes, government agency and mortgage securities in an effort to keep market rates extraordinarily low, thereby attempting to stimulate economic activity. The strategy continues to impact the City’s return on its investment portfolio.

As shown in the table to the right, yields on Treasury notes with a maturity of greater than 3 years were slightly higher during the quarter. Longer term maturities saw the highest increases, although the increases were modest. Yields for most of the shorter term

U.S. Treasury Market					
	12/31/2012	1/31/2013	2/28/2013	3/31/2013	Cumulative Change
3 Month	0.05%	0.07%	0.11%	0.07%	0.02%
6 Month	0.11%	0.12%	0.13%	0.11%	0.00%
1 Year	0.16%	0.15%	0.17%	0.14%	-0.02%
2 Year	0.25%	0.27%	0.25%	0.25%	0.00%
3 Year	0.36%	0.42%	0.36%	0.36%	0.00%
4 Year	0.54%	0.64%	0.55%	0.56%	0.02%
5 Year	0.72%	0.88%	0.77%	0.77%	0.05%
10 Year	1.78%	2.02%	1.89%	1.87%	0.09%
30 Year	2.95%	3.17%	3.10%	3.10%	0.15%
LAIF	0.32%	0.28%	0.28%	0.28%	-0.04%

Treasuries remained the same. The Federal Reserve chairman, Ben Bernanke, expects yields will remain at these exceptionally low levels at least through the end of 2014, but

more likely now into calendar year 2015. The State of California's Local Agency Investment Fund (LAIF) yield decreased slightly, by 4 basis points, by the end of the quarter.

Investment Activity

As shown in the Investment Activity table below, the City invested \$13 million in "AAA" rated Federal Agency callable securities. The City also purchased three United States Treasury Notes totaling \$6 million. The purchases replaced \$14 million in securities that matured or were called by issuers during the quarter before the final maturity date.

Issuer	Face Amount	Purchase Date	Final Maturity	Call Date	Yield To Call	Yield To Maturity
<i>Purchases:</i>						
Federal Home Loan Bank (FHLB)	\$ 4,000,000	01/16/13	01/16/18	07/16/13	1.000%	1.000%
Federal Home Loan Mortgage Corp (FHLMC)	4,000,000	01/16/13	01/16/18	07/16/13	1.050%	1.050%
Federal National Mortgage Association (FNMA)	3,000,000	01/30/13	01/30/18	01/30/14	1.030%	1.030%
Federal National Mortgage Association (FNMA)	2,000,000	02/05/13	02/05/18	02/05/15	1.000%	1.000%
United States Treasury Note (USTN)	2,000,000	02/22/13	08/31/16	-	-	0.502%
United States Treasury Note (USTN)	2,000,000	02/22/13	02/28/17	-	-	0.607%
United States Treasury Note (USTN)	2,000,000	02/22/13	05/15/16	-	-	0.442%
	\$ 19,000,000					
<i>Calls:</i>						
Federal National Mortgage Association (FNMA)	\$ 2,000,000	01/25/12	01/25/17	01/25/13	1.050%	1.256%
Federal National Mortgage Association (FNMA)	2,000,000	01/30/12	01/30/17	01/30/13	1.300%	1.300%
Federal Home Loan Mortgage Corp (FHLMC)	2,000,000	08/28/12	08/28/17	02/28/13	1.030%	1.030%
Federal Farm Credit Bank (FFCB)	2,000,000	03/01/12	03/01/17	03/01/13	1.260%	1.260%
Federal National Mortgage Association (FNMA)	2,000,000	03/28/12	03/28/17	03/28/13	1.125%	1.332%
Federal Home Loan Mortgage Corp (FHLMC)	2,000,000	03/28/12	03/28/17	03/28/13	1.210%	1.210%
	\$ 12,000,000					
<i>Maturities:</i>						
Federal Farm Credit Bank (FFCB)	\$ 2,000,000	03/05/09	03/04/13	-	-	2.600%
	\$ 2,000,000					

Summary of Cash and Investments

The book rate of return, or portfolio yield, measures the rate of return of actual earnings generated from the portfolio. As shown in the table to the right, during the quarter, the City's book rate of return decreased by 4.7 basis points from 1.434 percent at December 31, 2012 to 1.387 percent at March 31, 2013. The book rate of return will continue to decline through the attrition of higher-yielding securities and reinvestment at the current market rates at historic lows.

Mo. Ended	Yield	Days to Maturity
12/31/2012	1.434%	1072
1/31/2013	1.307%	996
2/28/2013	1.366%	1080
3/31/2013	1.387%	1086

The portfolio's average days to maturity, including the long-term Airport promissory note, increased by 14 days from 1072 to 1086 days. Excluding the Airport note, the portfolio's average days to maturity is 894 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, such as the Airport promissory note.

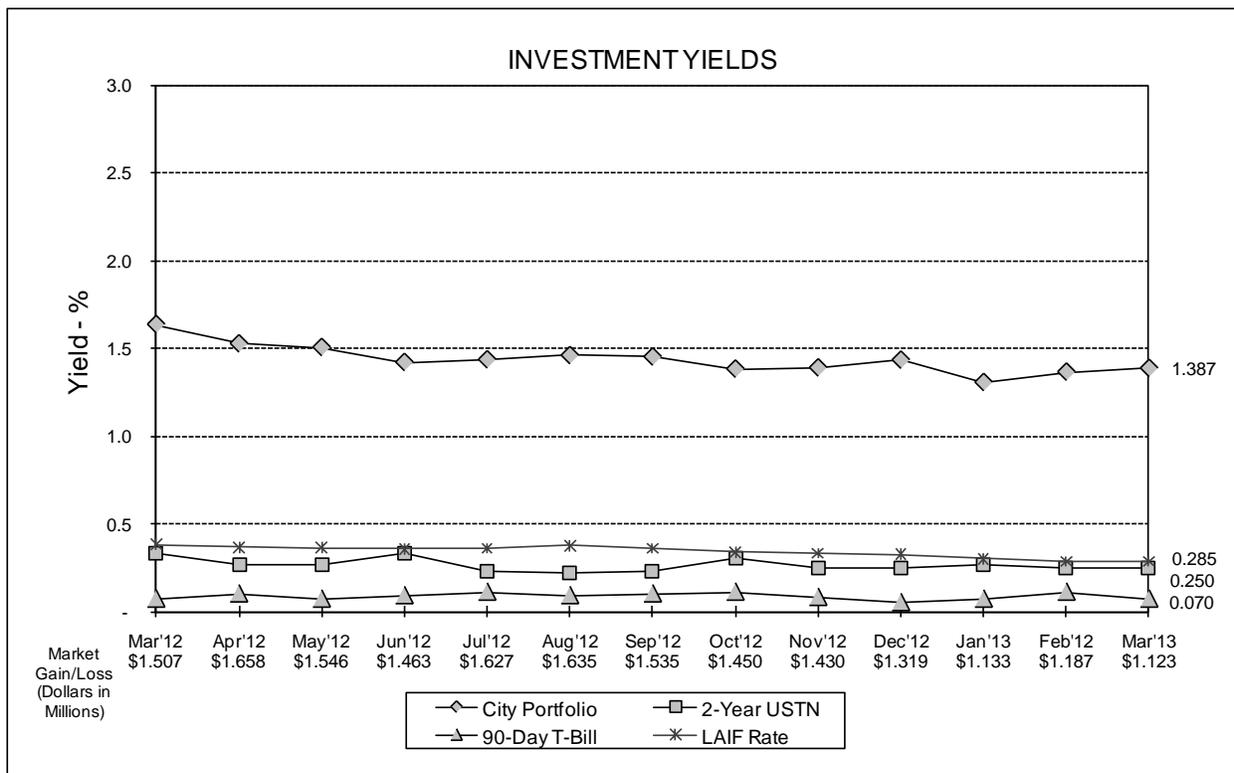
The average LAIF rate at which the City earned interest for funds invested was at 0.28 percent for the quarter ended March 31, 2013, down four basis points. The City's LAIF holdings at the end of the quarter were \$26 million. Staff expects to reinvest a portion of the LAIF balances in fixed-term or callable securities during the next quarter.

Credit Quality on Corporate Notes

There were no changes to the corporate issuers of the medium-term notes held in the portfolio (i.e., Berkshire Hathaway Financial, General Electric Capital Corp., 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 on the next page, 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 March 31, 2013, the portfolio had an overall unrealized market gain of \$1.123 million.



On a quarterly basis, staff reports the five securities with the largest percentage of unrealized losses when comparing 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, because securities in the City's portfolio are held to maturity, no market losses would be realized.

Issuer	Face Amount	Maturity	\$ Mkt Change	% Mkt Change
FEDERAL HOME LOAN BANK	\$4,000,000	01/16/18	-\$2,760	-0.07%
FEDERAL NATL MORTGAGE ASSN	\$4,000,000	12/26/17	-\$1,240	-0.03%
FEDERAL HOME LOAN MTG CORP	\$4,000,000	01/16/18	-\$280	-0.01%

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.

Additional Reporting Requirements

The following confirmations are made pursuant to California Code Sections 53600 et seq.: (1) the City's portfolio as of March 31, 2013, 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 March 31, 2013.

ATTACHMENTS: 1. March 31, 2013, Investment Report
 2. March 31, 2013, Fiscal Agent Report

PREPARED BY: Genie Wilson, Treasury Manager

SUBMITTED BY: Robert Samario, Finance Director

APPROVED BY: City Administrator's Office

CITY OF SANTA BARBARA
Activity and Interest Report
March 31, 2013

INVESTMENT ACTIVITY

PURCHASES OR DEPOSITS

3/4 LAIF Deposit - City	\$ 4,000,000
3/26 LAIF Deposit - City	1,000,000
3/28 LAIF Deposit - City	<u>5,000,000</u>
Total	\$ 10,000,000

SALES, MATURITIES, CALLS OR WITHDRAWALS

3/1 Federal Farm Credit Bank (FFCB) - Call	\$ (2,000,000)
3/4 Federal Farm Credit Bank (FFCB) - Maturity	(2,000,000)
3/12 LAIF Withdrawal - City	(1,000,000)
3/19 LAIF Withdrawal - RDAS	(6,700,000)
3/21 LAIF Withdrawal - City	(6,000,000)
3/22 LAIF Withdrawal - City	(1,000,000)
3/28 Federal National Mortgage Association (FNMA) - Call	(2,000,000)
3/28 Federal Home Loan Mortgage Corp (FHLMC) - Call	<u>(2,000,000)</u>
Total	\$ (22,700,000)

ACTIVITY TOTAL

\$ (12,700,000)

INVESTMENT INCOME

POOLED INVESTMENTS

Interest Earned on Investments	\$ 201,910
Amortization	(24,348)
Interest on SBB&T Accounts	<u>524</u>
Total	\$ 178,085

REDEVELOPMENT SUCCESSOR AGENCY INVESTMENTS

Interest Earned on Investments (LAIF)	<u>\$ 942</u>
---------------------------------------	---------------

INCOME TOTAL

\$ 179,026

CITY OF SANTA BARBARA

Investment Portfolio

March 31, 2013

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	-	-	-	-	0.285	0.285	26,000,000.00	26,000,000.00	26,000,000.00	0.00	
LOCAL AGENCY INV FUND/RDAS	-	-	-	-	0.285	0.285	0.00	0.00	0.00	0.00	
Subtotal, LAIF							26,000,000.00	26,000,000.00	26,000,000.00	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	
SANTA BARBARA BANK & TRUST	08/31/12	08/31/15	-	-	1.230	1.247	2,000,000.00	2,000,000.00	2,000,000.00	0.00	
SANTA BARBARA BANK & TRUST	08/31/12	08/31/17	-	-	1.490	1.511	4,000,000.00	4,000,000.00	4,000,000.00	0.00	
Subtotal, Certificates of deposit							8,000,000.00	8,000,000.00	8,000,000.00	0.00	
TREASURY SECURITIES - COUPON											
U S TREASURY NOTE	10/25/12	03/15/15	Aaa	AA+	0.375	0.342	2,000,000.00	2,001,279.06	2,005,080.00	3,800.94	
U S TREASURY NOTE	10/25/12	10/31/15	Aaa	AA+	1.250	0.397	2,000,000.00	2,043,761.50	2,047,980.00	4,218.50	
U S TREASURY NOTE	02/22/13	05/15/16	Aaa	AA+	5.125	0.442	2,000,000.00	2,290,020.16	2,292,980.00	2,959.84	
U S TREASURY NOTE	02/22/13	08/31/16	Aaa	AA+	1.000	0.502	2,000,000.00	2,033,662.52	2,037,660.00	3,997.48	
U S TREASURY NOTE	02/22/13	02/28/17	Aaa	AA+	0.875	0.607	2,000,000.00	2,020,699.56	2,025,940.00	5,240.44	
Subtotal, Treasury Securities							10,000,000.00	10,389,422.80	10,409,640.00	20,217.20	
FEDERAL AGENCY ISSUES - COUPON											
FEDERAL FARM CREDIT BANK	02/10/11	02/10/14	Aaa	AA+	1.375	1.375	2,000,000.00	2,000,000.00	2,021,060.00	21,060.00	
FEDERAL FARM CREDIT BANK	08/15/12	08/15/17	Aaa	AA+	0.980	0.980	2,000,000.00	2,000,000.00	2,005,440.00	5,440.00	Callable 08/15/13, then cont.
FEDERAL FARM CREDIT BANK	05/08/09	04/08/13	Aaa	AA+	2.200	2.200	2,000,000.00	2,000,000.00	2,001,060.00	1,060.00	
FEDERAL FARM CREDIT BANK	02/16/11	02/16/16	Aaa	AA+	2.570	2.570	2,000,000.00	2,000,000.00	2,124,860.00	124,860.00	
FEDERAL FARM CREDIT BANK	09/13/12	09/13/17	Aaa	AA+	1.020	1.020	2,000,000.00	2,000,000.00	2,000,160.00	160.00	Callable, continuous
FEDERAL HOME LOAN BANK	04/15/10	10/15/13	Aaa	AA+	2.000	2.000	2,000,000.00	2,000,000.00	2,020,380.00	20,380.00	
FEDERAL HOME LOAN BANK	08/05/10	09/12/14	Aaa	AA+	1.375	1.375	2,000,000.00	2,000,000.00	2,033,220.00	33,220.00	
FEDERAL HOME LOAN BANK	09/17/09	12/13/13	Aaa	AA+	3.125	2.440	2,000,000.00	2,009,050.57	2,042,020.00	32,969.43	
FEDERAL HOME LOAN BANK	04/05/10	11/29/13	Aaa	AA+	2.000	2.000	2,000,000.00	2,000,000.00	2,024,720.00	24,720.00	
FEDERAL HOME LOAN BANK	01/16/13	01/16/18	Aaa	AA+	1.000	1.000	4,000,000.00	4,000,000.00	3,997,240.00	(2,760.00)	Callable 07/16/13, then qtrly
FEDERAL HOME LOAN BANK	09/26/11	08/28/13	Aaa	AA+	1.000	0.381	1,000,000.00	1,002,517.27	1,003,700.00	1,182.73	
FEDERAL HOME LOAN BANK	09/17/09	09/13/13	Aaa	AA+	4.375	2.272	2,000,000.00	2,017,995.99	2,038,840.00	20,844.01	
FEDERAL HOME LOAN BANK	02/22/10	12/13/13	Aaa	AA+	3.125	2.130	2,000,000.00	2,013,303.98	2,042,020.00	28,716.02	
FEDERAL HOME LOAN BANK	02/09/11	01/29/15	Aaa	AA+	1.750	1.750	2,000,000.00	2,000,000.00	2,053,640.00	53,640.00	
FEDERAL HOME LOAN BANK	04/15/11	05/27/15	Aaa	AA+	2.000	2.000	2,000,000.00	2,000,000.00	2,071,960.00	71,960.00	
FEDERAL HOME LOAN BANK	09/26/11	10/30/13	Aaa	AA+	2.000	0.400	1,500,000.00	1,513,862.19	1,516,380.00	2,517.81	
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	2,021,620.00	21,620.00	
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	2,025,520.00	25,520.00	Callable 03/28/14, 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	2,018,740.00	18,740.00	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	1,998,615.72	2,007,820.00	9,204.28	

CITY OF SANTA BARBARA

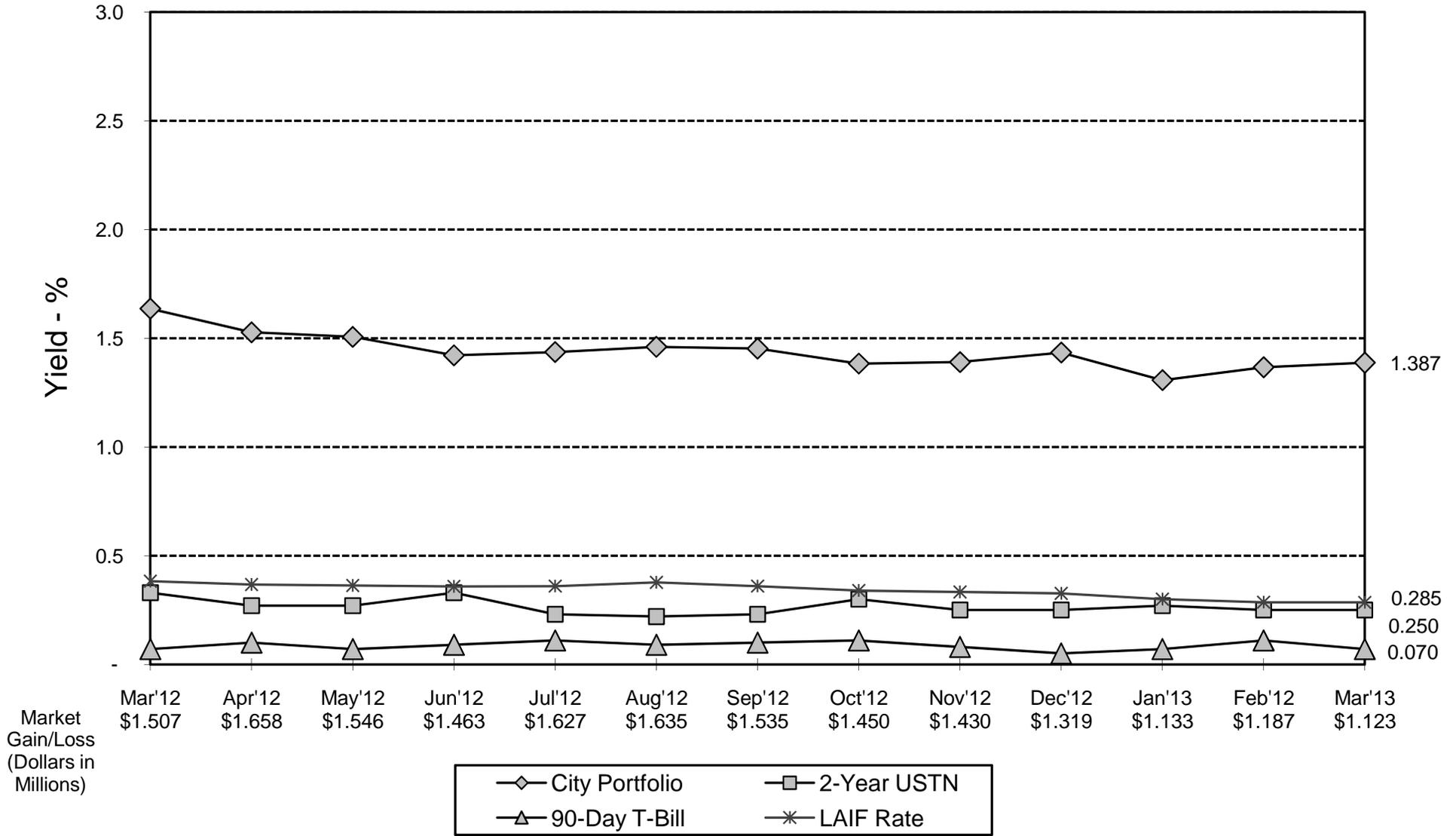
Investment Portfolio

March 31, 2013

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	06/12/12	06/12/17	Aaa	AA+	1.250	1.250	2,000,000.00	2,000,000.00	2,018,960.00	18,960.00	Callable 06/12/14, then qtrly
FEDERAL HOME LOAN MTG CORP	07/24/12	07/24/17	Aaa	AA+	1.125	1.125	2,000,000.00	2,000,000.00	2,005,460.00	5,460.00	Callable 07/24/13, 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	2,003,180.00	3,180.00	Callable 05/24/13, then qtrly
FEDERAL HOME LOAN MTG CORP	09/12/12	09/12/17	Aaa	AA+	1.000	1.000	2,000,000.00	2,000,000.00	2,003,440.00	3,440.00	Callable 09/12/13, then qtrly
FEDERAL HOME LOAN MTG CORP	01/16/13	01/16/18	Aaa	AA+	1.050	1.050	4,000,000.00	4,000,000.00	3,999,720.00	(280.00)	Callable 07/16/13, then qtrly
FEDERAL HOME LOAN MTG CORP	02/11/11	04/02/14	Aaa	AA+	4.500	1.615	2,000,000.00	2,056,176.83	2,085,100.00	28,923.17	
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	2,003,720.00	3,720.00	Callable 06/07/13, then qtrly
FEDERAL NATL MORTGAGE ASSN	10/28/11	10/28/16	Aaa	AA+	1.500	1.521	2,000,000.00	1,999,425.00	2,014,660.00	15,235.00	Callable 10/28/13, once
FEDERAL NATL MORTGAGE ASSN	01/30/13	01/30/18	Aaa	AA+	1.030	1.030	3,000,000.00	3,000,000.00	3,000,510.00	510.00	Callable 01/30/14, then qtrly
FEDERAL NATL MORTGAGE ASSN	11/17/10	11/17/14	Aaa	AA+	1.300	1.300	2,000,000.00	2,000,000.00	2,034,160.00	34,160.00	
FEDERAL NATL MORTGAGE ASSN	06/27/11	06/27/16	Aaa	AA+	2.000	2.000	2,000,000.00	2,000,000.00	2,006,880.00	6,880.00	Callable 06/27/13, once
FEDERAL NATL MORTGAGE ASSN	08/28/12	08/28/17	Aaa	AA+	1.150	1.150	2,000,000.00	2,000,000.00	2,007,480.00	7,480.00	Callable 08/28/13, then qtrly
FEDERAL NATL MORTGAGE ASSN	12/12/12	12/12/17	Aaa	AA+	1.000	1.000	2,000,000.00	2,000,000.00	2,000,260.00	260.00	Callable 06/12/13, then qtrly
FEDERAL NATL MORTGAGE ASSN	04/12/12	04/12/17	Aaa	AA+	1.400	1.400	2,000,000.00	2,000,000.00	2,000,600.00	600.00	Callable 04/12/13, then qtrly
FEDERAL NATL MORTGAGE ASSN	11/08/12	11/08/17	Aaa	AA+	1.000	1.000	2,000,000.00	2,000,000.00	2,001,820.00	1,820.00	Callable 05/08/13, then qtrly
FEDERAL NATL MORTGAGE ASSN	11/08/12	11/08/17	Aaa	AA+	1.000	1.000	2,000,000.00	2,000,000.00	2,001,820.00	1,820.00	Callable 05/08/13, then qtrly
FEDERAL NATL MORTGAGE ASSN	12/26/12	12/26/17	Aaa	AA+	1.000	1.000	4,000,000.00	4,000,000.00	3,998,760.00	(1,240.00)	Callable 12/26/13, 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	2,080,220.00	80,220.00	
FEDERAL NATL MORTGAGE ASSN	12/10/10	10/26/15	Aaa	AA+	1.625	2.067	2,000,000.00	1,978,486.90	2,063,680.00	85,193.10	
FEDERAL NATL MORTGAGE ASSN	04/18/11	04/18/16	Aaa	AA+	2.500	2.500	2,000,000.00	2,000,000.00	2,002,280.00	2,280.00	Callable 04/18/13, once
FEDERAL NATL MORTGAGE ASSN	06/01/12	05/29/15	Aaa	AA+	0.650	0.650	2,000,000.00	2,000,000.00	2,001,220.00	1,220.00	Callable 05/29/13, once
FEDERAL NATL MORTGAGE ASSN	02/05/13	02/05/18	Aaa	AA+	1.000	1.000	2,000,000.00	2,000,000.00	2,001,080.00	1,080.00	Callable 02/05/15, then qtrly
Subtotal, Federal Agencies							<u>89,500,000.00</u>	<u>89,589,434.45</u>	<u>90,405,410.00</u>	<u>815,975.55</u>	
CORPORATE/MEDIUM TERM NOTES											
BERKSHIRE HATHAWAY FIN	12/15/10	12/15/15	Aa2	AA+	2.450	2.530	2,000,000.00	1,995,941.67	2,098,060.00	102,118.33	
GENERAL ELECTRIC CAPITAL CORP	11/10/10	11/09/15	A1	AA+	2.250	2.250	2,000,000.00	2,000,000.00	2,068,380.00	68,380.00	
GENERAL ELECTRIC CAPITAL CORP	01/07/11	01/07/14	A1	AA+	2.100	2.100	2,000,000.00	2,000,000.00	2,026,220.00	26,220.00	
PROCTOR & GAMBLE	09/20/11	11/15/15	Aa3	AA-	1.800	1.085	2,000,000.00	2,036,560.27	2,068,780.00	32,219.73	
TOYOTA MOTOR CREDIT	09/26/11	09/15/16	Aa3	AA-	2.000	1.800	2,000,000.00	2,013,156.22	2,070,820.00	57,663.78	
Subtotal, Corporate Securities							<u>10,000,000.00</u>	<u>10,045,658.16</u>	<u>10,332,260.00</u>	<u>286,601.84</u>	
SB AIRPORT PROMISSORY NOTE (LT)											
SANTA BARBARA AIRPORT	07/14/09	06/30/29	-	-	7.000	7.000	<u>5,697,948.77</u>	<u>5,697,948.77</u>	<u>5,697,948.77</u>	<u>0.00</u>	
Subtotal, SBA Note							<u>5,697,948.77</u>	<u>5,697,948.77</u>	<u>5,697,948.77</u>	<u>0.00</u>	
TOTALS							<u>149,197,948.77</u>	<u>149,722,464.18</u>	<u>150,845,258.77</u>	<u>1,122,794.59</u>	

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
March 31, 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
BOND FUNDS										
<i>RESERVE FUNDS</i>										
2004 RDA - Housing Bonds	1.67	-	-	-	-	-	-	-	1.67	1.67
2002 Municipal Improvement - Refunding COPs	6,472.37	547,530.00	-	-	-	-	-	-	554,002.37	554,002.37
2002 Water - Refunding COPs	8,816.61	1,088,268.76	-	-	-	-	-	-	1,097,085.37	1,097,085.37
1994 Water - Revenue Bonds	20,110.91	757,680.00	-	-	-	-	-	-	777,790.91	777,790.91
2002 Waterfront - Reference COPs	350,556.01	1,393,262.50	-	-	-	-	-	-	1,743,818.51	1,743,818.51
Subtotal, Reserve Funds	385,957.57	3,786,741.26	-	-	-	-	-	-	4,172,698.83	4,172,698.83
<i>PROJECT FUNDS</i>										
2001 RDA Bonds	2,366,095.61	-	-	-	-	-	-	-	2,366,095.61	2,366,095.61
2003 RDA Bonds	8,506,174.99	-	-	-	-	-	-	-	8,506,174.99	8,506,174.99
2004 Sewer Revenue Bonds	1,754,926.34	1,357,140.00	-	-	-	-	-	-	3,112,066.34	3,112,066.34
2009 Airport Bonds	4,318,401.26	-	-	-	-	-	-	-	4,318,401.26	4,318,401.26
Subtotal, Project Funds	16,945,598.20	1,357,140.00	-	-	-	-	-	-	18,302,738.20	18,302,738.20
Subtotal Bond Funds	17,331,555.77	5,143,881.26	-	-	-	-	-	-	22,475,437.03	22,475,437.03
POLICE/FIRE - SVC RETIREMENT FUND										
Police/Fire Funds	48,852.02	-	190,992.85	285,829.99	247,563.32	249,234.50	-	-	487,408.19	583,916.51
	48,852.02	-	190,992.85	285,829.99	247,563.32	249,234.50	-	-	487,408.19	583,916.51
TOTAL FISCAL AGENT INVESTMENTS	<u>17,380,407.79</u>	<u>5,143,881.26</u>	<u>190,992.85</u>	<u>285,829.99</u>	<u>247,563.32</u>	<u>249,234.50</u>	<u>-</u>	<u>-</u>	<u>22,962,845.22</u>	<u>23,059,353.54</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: April 30, 2013

TO: Mayor and Councilmembers

FROM: Patrol Division, Police Department

SUBJECT: Donation For Police Canine Unit Trust

RECOMMENDATION:

That Council accept a donation of \$52,000 from the Santa Barbara Police Foundation for the Canine Unit Trust fund.

DISCUSSION:

The Canine Unit Program was established to augment police services to the community. Canine units are used to supplement police operations when locating individuals or contraband and to apprehend criminal offenders. This program relies on donations from the community for the continued development of highly skilled and trained teams of handlers and canines. The funds in the Canine Unit Trust Fund are also used for the purchase of new canines, the regular care and maintenance of the current canines, as well as necessary training for the handlers.

BUDGET/FINANCIAL INFORMATION:

This generous donation will be placed in the Canine Unit Trust and used when needed for the purchase of new canines, regular care expenses and training.

PREPARED BY: Brent Mandrell, Police Lieutenant

SUBMITTED BY: Camerino Sanchez, Chief of Police

APPROVED BY: City Administrator's Office



CITY OF SANTA BARBARA

COUNCIL AGENDA REPORT

AGENDA DATE: April 30, 2013

TO: Mayor and Councilmembers

FROM: Water Resources Division, Public Works Department

SUBJECT: Annual Wastewater Collection System Report

RECOMMENDATION:

That Council hear a report from staff on the wastewater collection system maintenance and management activities.

DISCUSSION:

The City operates 257 miles of wastewater collection system pipelines, the majority of which are six or eight inches in diameter and serve to convey wastewater to the City's El Estero Wastewater Treatment Plant. The operation of the wastewater collection system is regulated by the State Water Resources Control Board under a Waste Discharge Requirement Permit.

In January 2011, the City contracted with the consultant, Brown and Caldwell, to assess collection system management practices and assist with modifying those practices to improve maintenance practices and reduce the sanitary system overflows.

In April 2011, Santa Barbara Channelkeeper filed a lawsuit against the City in Federal District Court alleging violations of the Clean Water Act. The City and Channelkeeper agreed to the terms of a consent decree in May 2012. By the time the consent decree was negotiated, the City had already committed over \$400,000 and very substantial staff resources to the development and implementation of management practices to improve collection system operations. The City was able to utilize the Brown and Caldwell work to satisfy many of the concerns raised in Channelkeeper's lawsuit. Therefore, much of this work was incorporated into the consent decree and is the basis for most of the requirements of the consent decree.

By March 31 of each year, during the term of the consent decree, the City is required to report to Channelkeeper on the previous year's activities and to project the current year's work, particularly as it relates to the rehabilitation, replacement or repair of collection system pipes. These reports are available in the City Clerk's office for review. The presentation to Council will summarize the information provided to Channelkeeper

in the annual reports. Channelkeeper will make a presentation to Council after the staff presentation.

BUDGET/FINANCIAL INFORMATION:

Funding for implementation of the consent decree, along with all wastewater system costs, is provided through the Wastewater Fund rates. In July 2012, the rates were increased by 10% to provide sufficient revenue to fund increased costs of compliance with the consent decree and to meet other wastewater facility needs.

SUSTAINABILITY IMPACT:

Limiting overflows and accelerating the renewal of the collection system will ensure that wastewater is effectively conveyed to the El Estero Wastewater Treatment Plant for treatment.

PREPARED BY: Rebecca Bjork, Water Resources Manager/mh

SUBMITTED BY: Christine F. Andersen, Public Works Director

APPROVED BY: City Administrator's Office



CITY OF SANTA BARBARA

COUNCIL AGENDA REPORT

AGENDA DATE: April 30, 2013
TO: Mayor and Councilmembers
FROM: City Administrator's Office
SUBJECT: Conference with Real Property Negotiators – State Route 225

RECOMMENDATION:

That Council hold a closed session pursuant to the authority of Government Code Section 54956.8 to provide direction to the City Administrator and to the City Attorney regarding the relinquishment by the State of California of a portion of State Route 225 to the City of Santa Barbara.

Real Property: A portion of State Route 225 between Post Mile 0.031 to Post Mile 4.55 (Castillo Street to Cliff Drive to Las Positas Road) within the City of Santa Barbara.

City Negotiators: Public Works Director and the City Attorney

Negotiating Party: CALTRANS, Deputy District Director Loe (San Luis Obispo District)

Under Negotiation: Price and Terms of Transfer and Compensation

SCHEDULING: Duration, 30 minutes; anytime

REPORT: None anticipated

SUBMITTED BY: Stephen P. Wiley, City Attorney

APPROVED BY: City Administrator's Office



CITY OF SANTA BARBARA

COUNCIL AGENDA REPORT

AGENDA DATE: April 30, 2013

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 Police Bargaining Unit, Supervisor's Bargaining Unit, and the General Bargaining Unit, and regarding discussions with certain unrepresented managers about salaries and fringe benefits.

SCHEDULING: Duration, 30 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: April 30, 2013

TO: Mayor and Councilmembers

FROM: City Attorney's Office

SUBJECT: Conference with Legal Counsel – Pending Litigation

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 *Sian Harden v. City of Santa Barbara, et al.*, SBSC No. 1385957.

SCHEDULING: Duration, 15 minutes; anytime

REPORT: None anticipated

SUBMITTED BY: Stephen P. Wiley, City Attorney

APPROVED BY: City Administrator's Office



CITY OF SANTA BARBARA

COUNCIL AGENDA REPORT

AGENDA DATE: April 30, 2013

TO: Mayor and Councilmembers

FROM: City Administrator's Office

SUBJECT: Public Employee Performance Evaluation – Government Code Section 54957

RECOMMENDATION:

That Council hold a closed session for a Public Employee Performance Evaluation per Government Code Section 54957.

Title: City Attorney

Scheduling: Duration, 40 minutes; anytime

Report: None anticipated

PREPARED BY: Jennifer Jennings, Administrator's Office Supervisor

SUBMITTED BY: Helene Schneider, Mayor

APPROVED BY: City Administrator's Office