

**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>

**JANUARY 7, 2014
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.

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

CALL TO ORDER

PLEDGE OF ALLEGIANCE

ROLL CALL

CEREMONIAL ITEMS

- 1. Subject: Comments By Outgoing Councilmember House**
- 2. Subject: Recognition Of Outgoing Councilmember House**
- 3. Subject: Comments By The Public**
- 4. Subject: Affirmation Of Allegiance By Mayor Helene Schneider, Councilmembers Frank Hotchkiss And Bendy White, And Councilmember-Elect Gregg Hart**
- 5. Subject: Presentation Of Certificates Of Election**
- 6. Subject: Seating Of Newly-Installed Councilmembers**
- 7. Subject: Comments By Mayor Schneider And Councilmembers Hart, Hotchkiss, And White**
- 8. Subject: Presentation Of Poem By City Of Santa Barbara Poet Laureate**
- 9. Subject: Comments By The Public**

RECESS

ROLL CALL OF NEW COUNCIL

CEREMONIAL ITEMS (CONT'D)

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

Recommendation: That Council authorize the City Administrator to express the City's appreciation to employees who are eligible to receive service award pins for their years of service through January 31, 2014.

CHANGES TO THE AGENDA

PUBLIC COMMENT

CONSENT CALENDAR

11. Subject: Minutes

Recommendation: That Council waive further reading and approve the minutes of the special meeting of December 5, 2013, the regular meeting of December 10, 2013 and the cancelled meetings of December 24, and December 31, 2013.

12. Subject: 2014 Waterfront Refunding Revenue Bonds (210.05)

Recommendation: That Council adopt, by reading of title only, An Ordinance of the Council of the City of Santa Barbara Authorizing the Execution and Delivery by the City of an Installment Sale Agreement and a Letter Agreement for Purchase and Approving the Execution of a Trust Agreement by the Authority in Connection with the Execution and Delivery of Santa Barbara Financing Authority Waterfront Refunding Revenue Bonds, Series 2014, and Authorizing Related Actions.

13. Subject: Records Destruction For Finance Department (160.06)

Recommendation: That Council adopt, by reading of title only, A Resolution of the Council of the City of Santa Barbara Relating to the Destruction of Records Held by the Finance Department in the Administration, Accounting, Environmental Programs, General Services, Risk Management, and Treasury Divisions.

CONSENT CALENDAR (CONT'D)

14. Subject: Donation To Police Canine Unit Trust Fund For Purchase Of New K-9 And Related Expenses (520.04)

Recommendation: That Council:

- A. Accept a donation of \$45,000 from the Santa Barbara Police Foundation for the Canine Unit Trust fund;
- B. Increase appropriations and estimated revenue by \$18,000 to cover the purchase of a new K-9 and the related training costs in the amount of \$15,000, and ongoing handler training and monthly expenses totaling \$3,000; and
- C. Find it in the City's best interest to waive the formal bid procedure as authorized by Municipal Code 4.52.080 (k) and approve the purchase of a new canine, equipment, and related training from Mission Canines for the next three fiscal years, in accordance with approved budgets.

15. Subject: Fiscal Year 2014 Interim Financial Statements For The Five Months Ended November 30, 2013 (250.02)

Recommendation: That Council Accept the Fiscal Year 2014 Interim Financial Statements for the Five Months Ended November 30, 2013

NOTICES

- 16. The City Clerk has on Thursday, January 2, 2014, 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.

CITY COUNCIL ADMINISTRATIVE AND ATTORNEY REPORTS

PUBLIC WORKS DEPARTMENT

17. Subject: Annual Water Supply Management Report (540.08)

Recommendation: That Council approve and adopt the City of Santa Barbara Water Supply Management Report for the 2013 water year, finding that groundwater resources are in long-term balance in accordance with the conjunctive management element of the City's Long-Term Water Supply Plan.

MAYOR AND COUNCIL REPORTS

18. Subject: Appointment Of Mayor Pro Tempore, Ordinance Committee, And Finance Committee (130.01)

Recommendation: That Council consider the appointment of a Mayor Pro Tempore, and Chairs and Members of the Ordinance and Finance Committees.

COUNCIL AND STAFF COMMUNICATIONS

COUNCILMEMBER COMMITTEE ASSIGNMENT REPORTS

ADJOURNMENT



CITY OF SANTA BARBARA

COUNCIL AGENDA REPORT

AGENDA DATE: January 7, 2014

TO: Mayor and Councilmembers

FROM: City Administrator's Office

SUBJECT: Employee Recognition – Service Award Pins

RECOMMENDATION:

That Council authorize the City Administrator to express the City's appreciation to employees who are eligible to receive service award pins for their years of service through January 31, 2014.

DISCUSSION:

Since 1980, the City Employees' Recognition Program has recognized length of City Service. Service award pins are presented to employees for every five years of service. Those employees achieving 25 years of service or more are eligible to receive their pins in front of the City Council.

Attached is a list of those employees who will be awarded pins for their service through January 31, 2014.

ATTACHMENT: January 2014 Service Awards

PREPARED BY: Myndi Hegeman, Administrative Specialist

SUBMITTED BY: Jim Armstrong, City Administrator

APPROVED BY: City Administrator's Office

JANUARY 2014 SERVICE AWARDS

January 7, 2014 Council Meeting

5 YEARS

Lindsay MacDonald, Legal Secretary II, City Attorney's Office
Bryan Kerr, Police Officer, Police Department
Cesar Barrios, Waterfront Parking Supervisor, Waterfront Department

10 YEARS

Helene Schneider, Mayor, Mayor and Council Office
Louis Alvaro, Senior Streets Maintenance Worker, Public Works Department

15 YEARS

Lucia Corral, Accounting Assistant, Finance Department
Irma Unzueta, Project Planner, Community Development Department
Brynda Messer, Building Inspector Aide, Community Development Department
Keith Bazzell, Senior Engineering Technician, Public Works Department
Chris Moore, Meter Reader / Water Distribution Operator, Public Works Department
Gustavo Jimenez, Grounds Maintenance Worker II, Parks and Recreation Department

20 YEARS

Victor Garza, Parking / TMP Superintendent, Public Works Department

25 YEARS

Margaret Smith, Public Safety Dispatcher, Police Department
Susan Trimble, Public Safety Dispatcher, Police Department
Rebecca Bjork, Acting Public Works Director, Public Works Department

30 YEARS

Brett Wieser, Water Treatment Supervisor, Public Works Department



CITY OF SANTA BARBARA CITY COUNCIL MINUTES

SPECIAL MEETING December 5, 2013 COUNCIL CHAMBER, 735 ANACAPA STREET

CALL TO ORDER

Mayor Helene Schneider called the meeting to order at 9:30 a.m.

PLEDGE OF ALLEGIANCE

Mayor Schneider.

ROLL CALL

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

Councilmembers absent: Dale Francisco, Grant House.

Staff present: City Administrator James L. Armstrong, Deputy City Clerk Susan Tschech.

PUBLIC COMMENT

No one wished to speak.

NOTICES

The City Clerk has on Tuesday, December 3, 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.

RECESS

The Mayor recessed the meeting at 9:31 a.m. in order for the Council to reconvene in closed session. She stated that no reportable action is anticipated.

CLOSED SESSIONS

Subject: Public Employment/Public Employee Appointment (160.01)

Recommendation: That Council hold a closed session pursuant to Section 54957 of the Government Code to interview applicants for the position of Interim City Attorney and, if appropriate, to make a decision regarding that appointment.

Position Title: Interim City Attorney
Scheduling: Duration, 90 minutes; anytime
Report: None anticipated

Documents:

December 5, 2013, report from the Assistant City Administrator.

Time:

9:35 a.m. – 11:15 a.m. All Councilmembers were present.

No report made.

ADJOURNMENT

Mayor Schneider adjourned the meeting at 11:15 a.m.

SANTA BARBARA CITY COUNCIL

SANTA BARBARA
CITY CLERK'S OFFICE

HELENE SCHNEIDER
MAYOR

ATTEST: _____
SUSAN TSCHECH, CMC
DEPUTY CITY CLERK



CITY OF SANTA BARBARA CITY COUNCIL MINUTES

REGULAR MEETING December 10, 2013 COUNCIL CHAMBER, 735 ANACAPA STREET

CALL TO ORDER

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

PLEDGE OF ALLEGIANCE

Mayor Schneider.

ROLL CALL

Councilmembers present: Dale Francisco, Grant House, Cathy Murillo, Bendy White, Mayor Schneider.

Councilmembers absent: Frank Hotchkiss, Randy Rowse.

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

CEREMONIAL ITEMS

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

Recommendation: That Council authorize the City Administrator to express the City's appreciation to employees who are eligible to receive service award pins for their years of service through December 31, 2013.

Documents:

December 10, 2013, report from the Assistant City Administrator/
Administrative Services Director.

Speakers:

Staff: City Administrator James Armstrong.

(Cont'd)

1. (Cont'd)

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

5-Year Pin

Mike Witbeck, Public Works Department
Nicholas Negro, Waterfront Department

10-Year Pin

Karen Gumtow, Finance Department

15-Year Pin

Nina Johnson, City Administrator's Office
Alec Hardy, Administrative Services Department
John Ledbetter, Community Development Department
Michael Brown, Police Department
Scott Klacking, Police Department
Dave Harris, Public Works Department
George Jimenez, Parks and Recreation Department

20-Year Pin

William Sandoval, Public Works Department
Alfonso Lopez, Public Works Department
Amador Escalante, Public Works Department

25-Year Pin

Anthony Ruggieri, City Administrator's Office

30-Year Pin

Jaime Limón, Community Development Department
Richard Marshall, Public Works Department
Rae Rosas, Airport Department

PUBLIC COMMENT

Speakers: Robert Burke; Ethan Shenkman; Cassandra Ensberg, Architectural Foundation of Santa Barbara; Carol Holm; Bad Santa; Alan Howard; Trevor Martinson, on behalf of Dr. Posch.

CLOSED SESSIONS

19. Subject: Public Employment/Public Employee Appointment (160.01)

Recommendation: Continuation of the December 5, 2013 closed session, pursuant to Section 54957 of the Government Code, regarding the appointment of an interim City Attorney. The Council will announce in open session the selection of the Interim City Attorney.

Position Title: Interim City Attorney

Scheduling: Anytime.

Report: The Council will announce the selection of the Interim City Attorney.

(Cont'd)

19. (Cont'd)

Documents:

December 10, 2013, report from the Assistant City Administrator.

Announcement:

The Mayor stated that the closed session was unnecessary, and she announced that the Council has appointed Sarah Knecht to the position of Interim City Attorney. Ms. Knecht made a few comments in accepting the position.

ITEM REMOVED FROM CONSENT CALENDAR

3. Subject: Resolution Of Council Findings Regarding Arlington Village (640.07)

Recommendation: That Council adopt, by reading of title only, A Resolution of the Council of the City of Santa Barbara Denying the Appeal and Upholding the Decision of the Historic Landmarks Commission to Approve the Application of Metropolitan Theatres Corporation for a Project Located at 1330 Chapala Street (MST2013-00169) and Known As the "Arlington Village" Project.

Documents:

Proposed Resolution.

The title of the resolution was read.

Speakers:

- Staff: City Attorney Stephen Wiley.
- Member of the Public: Lisa Plowman, representing Peikert Group Architects.

Motion:

Councilmembers Murillo/House to approve the recommendation; Resolution No. 13-091.

Vote:

Majority roll call vote (Noes: Councilmember Francisco; Absent: Councilmembers Hotchkiss, Rowse).

CONSENT CALENDAR (Item Nos. 2 and 4 – 13)

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

Motion:

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

Vote:

Unanimous roll call vote (Absent: Councilmembers Hotchkiss, Rowse).

2. Subject: Minutes

Recommendation: That Council waive further reading and approve the minutes of the regular meeting of November 12, 2013, and the adjourned regular meeting of November 25, 2013.

Action: Approved the recommendation.

4. Subject: Local Coastal Program Grant Application Resolution (650.04)

Recommendation: That Council adopt, by reading of title only, A Resolution of the Council of the City of Santa Barbara Supporting a Grant Application to Update the City of Santa Barbara Local Coastal Program (LCP) to Address Sea-Level Rise, Coastal Hazards and Other Climate Change-Related Impacts.

Action: Approved the recommendation; Resolution No. 13-092 (December 10, 2013, report from the Assistant City Administrator/Community Development Director; proposed resolution).

5. Subject: Authorization Of Payment To Southern California Edison For Interconnection At The City's Hydroelectric Plant (380.01)

Recommendation: That Council authorize the Public Works Director to approve payment to Southern California Edison for installation of interconnection equipment at the City's Hydroelectric Plant in the amount of \$106,628, and an additional \$10,663 to cover any unforeseen costs.

Action: Approved the recommendation (December 10, 2013, report from the Acting Public Works Director).

6. Subject: Extension Of Banking Services Agreement (210.03)

Recommendation: That Council authorize the Finance Director to negotiate and execute a second amendment to banking services agreement, in a form acceptable to the City Attorney, with Union Bank, to provide banking services on the same terms and conditions as Agreement No. 22,312 and the First Amendment dated December 14, 2011, for an additional two months through February 28, 2014.

Action: Approved the recommendation; Agreement No. 24,663 (December 10, 2013, report from the Finance Director).

7. Subject: Entrada De Santa Barbara Owner Participation Agreement, Substantial Encroachment And Land Development Agreements (700.07)

Recommendation: That Council:

- A. Authorize the City Administrator to execute an Amendment to the April 2004 Owner Participation Agreement with 35 State Street Hotel Partners, LLC, in a form of agreement approved by the City Attorney;
- B. Authorize the Public Works Director to execute a standard City Land Development Agreement (and related subsidiary agreements), in a form of agreement approved by the City Attorney, for the remaining public improvements associated with the Entrada Project; and
- C. Authorize the Public Works Director to execute a standard City Substantial Encroachment Agreement for the Entrada Project's Hotel Arcade on East Mason Street.

Action: Approved the recommendations; Agreement Nos. 24,664 – 24,666 (December 10, 2013, report from the Acting Public Works Director).

8. Subject: Contract For Design Of Lift Station Improvement Project (540.13)

Recommendation: That Council authorize the Public Works Director to execute a City Professional Services contract with MNS Engineers in the amount of \$188,350 for design services for the Lift Station Improvement Project, and authorize the Public Works Director to approve expenditures of up to \$18,835 for extra services of MNS Engineers that may result from necessary changes in the scope of work.

Action: Approved the recommendation; Contract No. 24,667 (December 10, 2013, report from the Acting Public Works Director).

9. Subject: Agreement For Fats, Oils, And Grease Inspection Services For Food Services Establishments (540.13)

Recommendation: That Council authorize the Public Works Director to execute a one-year City professional services agreement with Wallace Group for fats, oils, and grease inspection services for the City's food service establishments in an amount not to exceed \$149,575, and authorize the Public Works Director to approve expenditures of up to \$14,958 for extra services that may result from necessary changes in the scope of work.

Action: Approved the recommendation; Agreement No. 24,668 (December 10, 2013, report from the Acting Public Works Director).

10. Subject: Professional Services Agreement For Final Design Of Santa Barbara Police Department Vehicle Access Security Gate Project (320.01)

Recommendation: That Council authorize the Public Works Director to execute a Professional Services Agreement with Kruger, Bensen, Ziemer Architects, Inc., in the amount of \$25,750 for the final design of the Vehicle Access Security Gate Project at the Santa Barbara Police Department at 215 East Figueroa Street, and authorize the Public Works Director to approve expenditures of up to \$2,575 for extra services that may result from necessary changes in the scope of work.

Action: Approved the recommendation; Agreement No. 24,669 (December 10, 2013, report from the Acting Public Works Director).

11. Subject: Professional Services Agreement For Santa Barbara Police Department HVAC Design (320.01)

Recommendation: That Council authorize the Public Works Director to execute a standard City Professional Services contract with Mechanical Engineering Consultants for \$150,000 for the design of a new heating, ventilation and air conditioning system for the Police Department building.

Action: Approved the recommendation; Contract No. 24,670 (December 10, 2013, report from the Acting Public Works Director).

12. Subject: Declaration Of Fire Engine As Surplus, And Donation Of Said Fire Engine (520.03)

Recommendation: That Council authorize the General Services Manager to prepare all documentation required to donate one (1) surplus 1983 Mack fire engine, Vehicle No. 1264, to Allan Hancock College Regional Fire Academy.

Speakers:

- Allan Hancock College: David Senior.
- Staff: Fire Chief Pat McElroy.

Action: Approved the recommendation (December 10, 2013, report from the Fire Chief).

NOTICES

13. The City Clerk has on Thursday, December 5, 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 concluded the Consent Calendar.

CITY COUNCIL AND FINANCING AUTHORITY REPORTS

14. Subject: 2014 Waterfront Refunding Revenue Bonds (210.05)

Recommendation:

- A. That the Board adopt, by reading of title only, A Resolution of the Board of Directors of the Santa Barbara Financing Authority Authorizing the Execution and Delivery by the Authority of an Installment Sale Agreement, a Trust Agreement and a Letter Agreement for Purchase in Connection With the Execution and Delivery of Santa Barbara Financing Authority Waterfront Refunding Revenue Bonds, Series 2014, Authorizing the Execution and Delivery of Such Bonds in an Aggregate Amount Not to Exceed \$14,000,000, and Authorizing Related Actions;
- B. That Council introduce and subsequently adopt, by reading of title only, an Ordinance of the Council of the City of Santa Barbara Authorizing the Execution and Delivery by the City of an Installment Sale Agreement and a Letter Agreement for Purchase and Approving the Execution of a Trust Agreement by the Authority in Connection with the Execution and Delivery of Santa Barbara Financing Authority Waterfront Refunding Revenue Bonds, Series 2014, and Authorizing Related Actions; and
- C. That Council approve and authorize the City Administrator to execute a Commitment Letter between the City and Compass Bank.

Documents:

- December 10, 2013, report from the Finance Director/Financing Authority Treasurer.
- Proposed Resolution and Ordinance.
- Proposed Trust Agreement, Installment Sale Agreement, and Letter Agreement for Purchase.
- PowerPoint presentation prepared and made by Staff.

The titles of the resolution and ordinance were read.

Speakers:

Staff: Finance Director Robert Samario.

Motion:

Council/Authority Members Francisco/White to approve the recommendations; Financing Authority Resolution No. FA-009.

Vote:

Unanimous roll call vote (Absent: Council/Authority Members Hotchkiss, Rowse).

CITY COUNCIL ADMINISTRATIVE AND ATTORNEY REPORTS

COMMUNITY DEVELOPMENT DEPARTMENT

15. Subject: Freedom Warming Centers Funding Request (660.04)

Recommendation: That Council:

- A. Consider the request from The Unitarian Society to support the Freedom Warming Centers' pilot emergency overflow site;
- B. If approved, authorize the Assistant City Administrator to execute an agreement with The Unitarian Society for up to \$15,000 for the operation of the pilot emergency overflow site from December 15, 2013, through March 31, 2014, subject to City Attorney approval as to form; and
- C. Appropriate \$15,000 from the Overnight Accommodation reserves funds held within the General Fund.

Documents:

- December 10, 2013, report from the Assistant City Administrator/Community Development Director.
- PowerPoint presentation prepared and made by Staff.

Speakers:

- Staff: Community Development Business Manager Sue Gray.
- Freedom Warming Centers: Maria Long, Director.
- Members of the Public: Jeff Shafler, Central Coast Collaborative on Homelessness; Bob Hansen; Ethan Shenkman.

Motion:

Councilmembers White/House to approve recommendations B and C; Agreement No. 24,671.

Vote:

Unanimous voice vote (Absent: Councilmembers Hotchkiss, Rowse).

Councilmember Francisco stated he would not participate in the following two items due to a conflict of interest related to his membership on the Board of Directors of the Pearl Chase Society. He left the meeting at 3:05 p.m.

PUBLIC HEARINGS

16. Subject: Proposed City Landmark Designation Of The Hodges House And Property Improvements At 2112 Santa Barbara Street (640.06)

Recommendation: That Council adopt, by reading of title only, A Resolution of the Council of the City of Santa Barbara Designating the Hodges House and Property Improvements at 2112 Santa Barbara Street as a City Landmark.

16. (Cont'd)

Documents:

- December 10, 2013, report from the Assistant City Administrator/Community Development Director.
- Proposed Resolution.
- Affidavit of Publication.
- PowerPoint presentation prepared and made by Staff.
- December 7, 2013, e-mail from Hattie Beresford, representing the Pearl Chase Society.

The title of the resolution was read.

Public Comment Opened:

3:06 p.m.

Speakers:

Staff: Urban Historian Nicole Hernandez.

Public Comment Closed:

3:26 p.m.

Motion:

Councilmembers White/House to approve the recommendation;
Resolution No. 13-093.

Vote:

Unanimous roll call vote (Absent: Councilmembers Francisco, Hotchkiss, Rowse).

CITY COUNCIL ADMINISTRATIVE AND ATTORNEY REPORTS (CONT'D)

COMMUNITY DEVELOPMENT DEPARTMENT (CONT'D)

17. Subject: Mills Act Historic Property Contract For 2112 Santa Barbara Street - Assessor's Parcel Nos. 025-252-006 And -007 (640.06)

Recommendation: That Council consider approval of an exception to the Mills Act contract limits outlined in Santa Barbara Municipal Code Section 22.22.160.C.4(m) for historic property at 2112 Santa Barbara Street, subject to completion of City Landmark Designation, and authorize the Community Development Director to execute a historic property contract.

Documents:

- December 10, 2013, report from the Assistant City Administrator/Community Development Director.
- PowerPoint presentation prepared and made by Staff.

17. (Cont'd)

Speakers:

- Staff: Senior Planner Jaime Limón.
- Member of the Public: Barbara Lowenthal, representing the property owners.

Motion:

Councilmembers White/House to approve the recommendation; Contract No. 24,672.

Vote:

Unanimous voice vote (Absent: Councilmembers Francisco, Hotchkiss, Rowse).

Councilmember Francisco returned to the meeting at 3:34 p.m.

18. Subject: General Plan Safety Element Update (650.06)

Recommendation: That Council adopt, by reading of title only, A Resolution of the Council of the City of Santa Barbara Adopting the 2013 Safety Element Update to the General Plan and Making Environmental Findings Pursuant to the California Environmental Quality Act.

(Continued from November 12, 2013, Item No. 12)

Documents:

- December 10, 2013, report from the Assistant City Administrator/Community Development Director.
- Proposed Resolution.
- PowerPoint presentation prepared and made by Staff.
- December 6, 2013, letter from Richard Monk, Hollister & Brace.

The title of the resolution was read.

Speakers:

- Staff: Principal Planner John Ledbetter, Project Planner Elizabeth Limón, City Planner Bettie Weiss, City Attorney Stephen Wiley.
- Member of the Public: Richard Monk, Hollister & Brace.

Motion:

Councilmembers White/Francisco to approve the recommendation and adopt Resolution No. 13-094, revising the following sentence on page 2: "S25. . . . For example, methodologies include the California Coastal Commission memorandum entitled "Establishing Development Setbacks From Coastal Bluffs" (2003), ~~is provided in Appendix B of the Safety Element Technical Background Report is provided for informational purposes only.~~ . . ."

Vote:

Unanimous roll call vote (Absent: Councilmembers Hotchkiss, Rowse).

COUNCILMEMBER COMMITTEE ASSIGNMENT REPORTS

Information:

- Councilmember Murillo reported that at its most recent meeting, the Milpas Action Task Force considered the possibility of an alcohol sales ordinance as well as the monitoring of neighborhood conditions resulting from the change made to the Casa Esperanza Conditional Use Permit.
- Councilmember White commented on the recent Water Commission meeting, at which the lack of rainfall and the increasing pressure being put on the City's water supply were discussed.
- Councilmember House remarked on his attendance at meetings of the Downtown Organization and the Community Action Commission.
- Mayor Schneider recognized the Parks and Recreation Department for its coordination of the annual community 90th birthday party, and the Waterfront Department for its organization of the annual Parade of Lights.

RECESS

The Mayor recessed the meeting at 4:17 p.m. in order for the Council to reconvene in closed session for Agenda Item No. 20, and she stated that no reportable action is anticipated.

CLOSED SESSIONS (CONT'D)

20. 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 General Bargaining Unit, Treatment and Patrol Bargaining Units, Hourly Bargaining Unit, Police Management Association, and regarding salaries and fringe benefits for certain unrepresented management and confidential employees.

Scheduling: Duration, 30 minutes; anytime

Report: None anticipated

Documents:

December 10, 2013, report from the Assistant City Administrator.

Time:

4:22 p.m. – 4:58 p.m. Councilmembers Hotchkiss and Rowse were absent.

No report made.

ADJOURNMENT

Mayor Schneider adjourned the meeting at 4:58 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**

**REGULAR MEETING
December 24, 2013
COUNCIL CHAMBER, 735 ANACAPA STREET**

The regular meeting of the City Council, scheduled for 2:00 p.m. on December 24, 2013, was cancelled by the Council on November 6, 2012.

The next regular meeting of the City Council is scheduled for January 7, 2014, at 2:00 p.m. in the Council Chamber.

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
CITY COUNCIL MINUTES**

**REGULAR MEETING
December 31, 2013
COUNCIL CHAMBER, 735 ANACAPA STREET**

The regular meeting of the City Council, scheduled for 2:00 p.m. on December 31, 2013, was cancelled by the Council on November 6, 2012.

The next regular meeting of the City Council is scheduled for January 7, 2014, at 2:00 p.m. in the Council Chamber.

SANTA BARBARA CITY COUNCIL

SANTA BARBARA
CITY CLERK'S OFFICE

HELENE SCHNEIDER
MAYOR

ATTEST: _____
GWEN PEIRCE, CMC
CITY CLERK SERVICES MANAGER

ORDINANCE NO. _____

AN ORDINANCE OF THE COUNCIL OF THE CITY OF SANTA BARBARA AUTHORIZING THE EXECUTION AND DELIVERY BY THE CITY OF AN INSTALLMENT SALE AGREEMENT AND A LETTER AGREEMENT FOR PURCHASE, AND APPROVING THE EXECUTION OF A TRUST AGREEMENT BY THE AUTHORITY IN CONNECTION WITH THE EXECUTION AND DELIVERY OF SANTA BARBARA FINANCING AUTHORITY WATERFRONT REFUNDING REVENUE BONDS, SERIES 2014, AND AUTHORIZING RELATED ACTIONS

WHEREAS, the City of Santa Barbara (the "City") and the former Redevelopment Agency of the City of Santa Barbara (the "Agency"), which Agency was on February 1, 2012, succeeded to by the Successor Agency to the Redevelopment Agency of the City of Santa Barbara, have heretofore entered into a Joint Exercise of Powers Agreement, dated as of April 1, 2002 (the "Joint Powers Agreement"), which Joint Powers Agreement creates and establishes the Santa Barbara Financing Authority (the "Authority");

WHEREAS, in order to refinance the acquisition, construction and installation of certain improvements (the "Project") to the City's waterfront enterprise, the City caused to be executed and delivered the City of Santa Barbara Waterfront Revenue Refunding Certificates of Participation, Series 2002 (the "Prior Certificates");

WHEREAS, the Prior Certificates evidence undivided proportionate interests of the owners thereof in installment payments (the "Prior Installment Payments") to be made by the City pursuant to an Installment Purchase Agreement, dated as of July 1, 2002, by and between the City and the Authority;

WHEREAS, in order to achieve certain savings, the City desires to refinance the Project by exercising its option to prepay the Prior Installment Payments, which prepayment will be applied to the redemption of the Prior Certificates;

WHEREAS, in order to refinance the Project, the City will sell the Project to the Authority and then purchase the Project from the Authority pursuant to a 2014 Waterfront Installment Sale Agreement (the "Installment Sale Agreement");

WHEREAS, the City and the Authority have determined that it would be in the best interests of the City and the Authority to provide the funds necessary to refinance the Project through the execution and delivery, pursuant to a Trust Agreement (the "Trust Agreement"), between U.S. Bank National Association, as trustee (the "Trustee") and the Authority, of Santa Barbara Financing Authority Waterfront Refunding Revenue Bonds, Series 2014 (the "Bonds"), which Bonds are to be secured by installment payments (the "Installment Payments") payable by the City under the Installment Sale Agreement;

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WHEREAS, the City has received certain loans from the State of California Department of Boating and Waterways (the “Department”) pursuant to Section 70.2 et seq. of the Harbors and Navigation Code (the “Department Loans”);

WHEREAS, the Department Loans are currently subordinate in payment to the Prior Certificates;

WHEREAS, the City has requested the Department to continue the subordination of the payment of the Department Loans to the payment of the Bonds;

WHEREAS, all rights to receive the Installment Payments, and the interest thereon, will be assigned without recourse by the Authority to the Trustee pursuant to the Trust Agreement;

WHEREAS, in consideration of such assignment and the execution of the Trust Agreement, the Trustee will execute and deliver the Bonds;

WHEREAS, the City desires to enter into a Letter Agreement for Purchase (the “Purchase Agreement”) for the Bonds with the Authority and Compass Mortgage Corporation (the “Purchaser”); and

WHEREAS, the City Council of the City (the “City Council”) has been presented with the form of each of the Installment Sale Agreement, the Trust Agreement and the Purchase Agreement, and the City Council has examined and approved each such document and desires to authorize and direct the execution of such documents.

NOW, THEREFORE, the Council of the City of Santa Barbara does ordain as follows:

Section 1. All of the recitals herein contained are true and correct and the City Council so finds.

Section 2. The form of Installment Sale Agreement, presented in connection with and prior to this meeting and on file with the City Clerk, is hereby approved, and the City Administrator of the City, the Finance Director of the City, the City Attorney or his or her designee (each, an “Authorized Officer”), are each hereby authorized and directed, for and in the name and on behalf of the City, to execute, acknowledge and deliver the Installment Sale Agreement in substantially the form presented in connection with and prior to this meeting with such changes therein as the Authorized Officers executing the same may require or approve in consultation with the City Attorney and Bond Counsel, which approval shall be conclusively evidenced by the execution and delivery thereof; provided, however, that the aggregate amount of the Installment Payments shall not exceed \$14,000,000, the final Installment Payment shall be payable no later than October 1, 2027 and there shall be net present value savings with respect to the refinancing of the Prior Certificates of at least 3%.

Section 3. The form of Trust Agreement, presented in connection with and prior to this meeting and on file with the City Clerk, is hereby approved, and the Authorized

Officers are each hereby authorized and directed, for and in the name and on behalf of the City, to approve the execution and delivery of the Trust Agreement by the Authority and the Trustee in substantially the form presented in connection with and prior to this meeting with such changes therein as the Authorized Officers approving the same may require or approve in consultation with the City Attorney and Bond Counsel.

Section 4. The form of Purchase Agreement, presented in connection with and prior to this meeting and on file with the City Clerk, is hereby approved, and the Authorized Officers are each hereby authorized and directed, for and in the name and on behalf of the City, to execute, acknowledge and deliver the Purchase Agreement in substantially the form presented in connection with and prior to this meeting, with such changes therein as the Authorized Officers executing the same may require or approve in consultation with the City Attorney and Bond Counsel, which approval to be conclusively evidenced by the execution and delivery thereof.

Section 5. The Authorized Officers are hereby authorized and directed, jointly and severally, to do any and all things which they may deem necessary or advisable in order to consummate the transactions herein authorized and otherwise to carry out, give effect to and comply with the terms and intent of this Ordinance, including, without limitation, the execution of an escrow agreement in connection with the prepayment of the Prior Certificates and the execution of such amendments to the documentation of the Department Loans as may be required to continue their subordination to the Bonds.

Section 6. All actions heretofore taken by the officers, employees and agents of the City with respect to the transactions set forth above are hereby approved, confirmed and ratified.

Section 7. The Mayor shall sign and the City Clerk shall attest to the passage of this Ordinance. The City Council hereby orders that, in lieu of the publication of this Ordinance once in the official newspaper of the City within 15 days after its adoption, this Ordinance shall be published by title only once in the official newspaper of the City within 15 days after its adoption, provided that the full text shall be available to the public at the City Clerk's Office, and such publication by title only shall so state. This Ordinance shall become effective 30 days from and after the date of its adoption.



CITY OF SANTA BARBARA

COUNCIL AGENDA REPORT

AGENDA DATE: January 7, 2014

TO: Mayor and Councilmembers

FROM: Administration Division, Finance Department

SUBJECT: Records Destruction For Finance Department

RECOMMENDATION:

That Council adopt, by reading of title only, A Resolution of the Council of the City of Santa Barbara Relating to the Destruction of Records Held by the Finance Department in the Administration, Accounting, Environmental Programs, General Services, Risk Management, and Treasury Divisions.

DISCUSSION:

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

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

The Finance Director requests that the City Council approve the destruction of the Finance Department records in the Administration, Accounting, Environmental Programs, General Services, Risk Management, and Treasury Divisions listed on Exhibit A of the proposed Resolution, without retaining a copy.

SUSTAINABILITY IMPACT:

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

PREPARED BY: Jenny Hopwood, Executive Assistant

SUBMITTED BY: Robert Samario, Finance Director

APPROVED BY: City Administrator's Office

RESOLUTION NO.

A RESOLUTION OF THE COUNCIL OF THE CITY OF SANTA BARBARA RELATING TO THE DESTRUCTION OF RECORDS HELD BY THE FINANCE DEPARTMENT IN THE ADMINISTRATION, ACCOUNTING, ENVIRONMENTAL PROGRAMS, GENERAL SERVICES, RISK MANAGEMENT AND TREASURY DIVISIONS

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

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

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

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

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

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

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

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

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

FINANCE DEPARTMENT

ACCOUNTING DIVISION

<u>Records Series</u>	<u>Date(s)</u>
Accounting Reports	2006
Accounts Payable	2006
Adopted Budget Reports	2008
Bank Reconciliations	2006
Community Development Block Grant (CDBG) Files	2008
General Ledger Journal Vouchers	2006
Medicare Quarterly Reports	2009
Payroll Check Registers	2010
Payroll Checks (cancelled)	2006
Time Cards	2006
Trial Balance Reports	2006
Utility Billing & Accounts Receivable	2006
Warrant Register	2006
Warrants	2006
Year-End Reports	2006

ADMINISTRATION DIVISION

<u>Records Series</u>	<u>Date(s)</u>
Travel Expense Records	2006

ENVIRONMENTAL PROGRAMS

<u>Records Series</u>	<u>Date(s)</u>
Project Files	2008 & 2011

GENERAL SERVICES DIVISION

<u>Records Series</u>	<u>Date(s)</u>
Open Contracts Issued Files	2011
Bids	2008
Bids (opened)	2003
Cash Purchase Orders	2006
Central Stores Supplies Inventory	2008
Department Files	2008

GENERAL SERVICES DIVISION (cont'd)

<u>Records Series</u>	<u>Date(s)</u>
Proof of Insurance Files	2011
Purchase Orders	2006
Quick Quotes	2006
Requests for Proposals	2008

RISK MANAGEMENT DIVISION

<u>Records Series</u>	<u>Date(s)</u>
General Administrative Files	2011
California Occupational Safety & Health Administration Compliance Program Records	2008
Financial Files	2011
Fix-It Files	2009
Incident Files	2008
Insurance Program Files	2008
Liability Files	2008
Litigation Files	2008

TREASURY DIVISION

<u>Records Series</u>	<u>Date(s)</u>
Credit Card Transaction Records	2011
Automatic Payment Service Applications and Agreements	2011
Broker Files	2006
Business License & Utility User's Tax Batch Files	2008
Cash Receipt Records	2006
Investment Files	2003
Licenses and Permits Subject File	2008
"MBIA" Audit Files	2008
Parking and Business Improvement Area Tax Files	2010
Transient Occupancy Tax Files	2008
Treasury Receipts	2008
Utility Tax Exemption Renewal Applications	2010
Water Payment Records (Stubs)	2012



CITY OF SANTA BARBARA

COUNCIL AGENDA REPORT

AGENDA DATE: January 7, 2014

TO: Mayor and Councilmembers

FROM: Chief's Staff, Police Department

SUBJECT: Donation To Police Canine Unit Trust Fund For Purchase Of New K-9 And Related Expenses

RECOMMENDATION: That Council:

- A. Accept a donation of \$45,000 from the Santa Barbara Police Foundation for the Canine Unit Trust Fund;
- B. Increase appropriations and estimated revenue by \$18,000 to cover the purchase of a new K-9 and the related training costs in the amount of \$15,000, and ongoing handler training and monthly expenses totaling \$3,000; and
- C. Find it in the City's best interest to waive the formal bid procedure as authorized by Municipal Code 4.52.080 (k) and approve the purchase of a new canine, equipment, and related training from Mission Canines for the next three fiscal years, in accordance with approved budgets.

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 used for the purchase of new canines, for regular care and maintenance of the canines, and for necessary training for the handlers.

With the recent appointment of a new K-9 Police Officer, and the retirement of the K-9 "Brag", a new specially trained K-9 police dog will be purchased, along with the related necessary training and equipment. The estimated costs associated with the purchase will be \$15,000. There will also be monthly expenses and additional training for the new handlers at an estimated cost of \$3,000.

Staff proposes to purchase the replacement canine from Mission Canines, the vendor used by the Police Department since 1991. Mission Canines is a highly responsible local vendor. Staff is very satisfied with their services and wants to ensure the

Council Agenda Report
Donation To Police Canine Unit Trust Fund For Purchase Of New K-9 And Related
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consistency of the K-9 program. Mission Canines also provides the department's ongoing monthly training for the handlers and canines.

BUDGET/FINANCIAL INFORMATION:

The balance of \$27,000 of 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, Lieutenant/lsp

SUBMITTED BY: Camerino Sanchez, Chief of Police

APPROVED BY: City Administrator's Office



CITY OF SANTA BARBARA

COUNCIL AGENDA REPORT

AGENDA DATE: January 7, 2014

TO: Mayor and Councilmembers

FROM: Accounting Division, Finance Department

SUBJECT: Fiscal Year 2014 Interim Financial Statements For The Five Months Ended November 30, 2013

RECOMMENDATION:

That Council Accept the Fiscal Year 2014 Interim Financial Statements for the Five Months Ended November 30, 2013.

DISCUSSION:

The interim financial statements for the five months ended November 30, 2013 (41.7% of the fiscal year) are attached. The interim financial statements include budgetary activity in comparison to actual activity for the General Fund, Enterprise Funds, Internal Service Funds, and select Special Revenue Funds.

ATTACHMENT: Interim Financial Statements for the Five Months Ended November 30, 2013

PREPARED BY: Julie Nemes, Accounting Manager

SUBMITTED BY: Robert Samario, Finance Director

APPROVED BY: City Administrator's Office

CITY OF SANTA BARBARA
Interim Statement of Revenues and Expenditures
Summary by Fund
For the Five Months Ended November 30, 2013 (41.7% of Fiscal Year)

	<u>Annual Budget</u>	<u>YTD Actual</u>	<u>Encum- brances</u>	<u>Remaining Balance</u>	<u>Percent of Budget</u>
GENERAL FUND					
Revenue	111,421,418	39,020,632	-	72,400,786	35.0%
Expenditures	111,888,476	47,148,751	1,804,115	62,935,609	43.8%
<i>Addition to / (use of) reserves</i>	<u>(467,058)</u>	<u>(8,128,120)</u>	<u>(1,804,115)</u>		
SOLID WASTE FUND					
Revenue	19,927,443	8,482,760	-	11,444,683	42.6%
Expenditures	20,047,668	7,805,932	444,057	11,797,679	41.2%
<i>Addition to / (use of) reserves</i>	<u>(120,225)</u>	<u>676,828</u>	<u>(444,057)</u>		
WATER OPERATING FUND					
Revenue	36,524,435	17,335,426	-	19,189,009	47.5%
Expenditures	45,085,726	15,998,895	2,244,035	26,842,796	40.5%
<i>Addition to / (use of) reserves</i>	<u>(8,561,291)</u>	<u>1,336,532</u>	<u>(2,244,035)</u>		
WASTEWATER OPERATING FUND					
Revenue	17,907,479	7,850,899	-	10,056,580	43.8%
Expenditures	19,048,005	6,434,339	1,897,906	10,715,761	43.7%
<i>Addition to / (use of) reserves</i>	<u>(1,140,526)</u>	<u>1,416,560</u>	<u>(1,897,906)</u>		
DOWNTOWN PARKING					
Revenue	7,420,709	3,315,434	-	4,105,275	44.7%
Expenditures	8,575,235	3,313,389	569,925	4,691,922	45.3%
<i>Addition to / (use of) reserves</i>	<u>(1,154,526)</u>	<u>2,045</u>	<u>(569,925)</u>		
AIRPORT OPERATING FUND					
Revenue	15,751,093	6,465,621	-	9,285,472	41.0%
Expenditures	16,314,199	6,204,478	730,278	9,379,443	42.5%
<i>Addition to / (use of) reserves</i>	<u>(563,106)</u>	<u>261,143</u>	<u>(730,278)</u>		
GOLF COURSE FUND					
Revenue	2,081,059	833,829	-	1,247,230	40.1%
Expenditures	2,049,523	962,584	1,202	1,085,737	47.0%
<i>Addition to / (use of) reserves</i>	<u>31,536</u>	<u>(128,755)</u>	<u>(1,202)</u>		
INTRA-CITY SERVICE FUND					
Revenue	5,604,962	1,977,423	-	3,627,539	35.3%
Expenditures	5,911,688	2,214,640	726,049	2,970,999	49.7%
<i>Addition to / (use of) reserves</i>	<u>(306,726)</u>	<u>(237,217)</u>	<u>(726,049)</u>		

CITY OF SANTA BARBARA
Interim Statement of Revenues and Expenditures
Summary by Fund
For the Five Months Ended November 30, 2013 (41.7% of Fiscal Year)

	<u>Annual Budget</u>	<u>YTD Actual</u>	<u>Encum- brances</u>	<u>Remaining Balance</u>	<u>Percent of Budget</u>
FLEET REPLACEMENT FUND					
Revenue	2,758,201	1,129,915	-	1,628,286	41.0%
Expenditures	5,134,991	720,535	638,331	3,776,124	26.5%
<i>Addition to / (use of) reserves</i>	<u>(2,376,790)</u>	<u>409,380</u>	<u>(638,331)</u>		
FLEET MAINTENANCE FUND					
Revenue	2,576,502	1,094,883	-	1,481,619	42.5%
Expenditures	2,650,738	954,609	205,935	1,490,194	43.8%
<i>Addition to / (use of) reserves</i>	<u>(74,236)</u>	<u>140,274</u>	<u>(205,935)</u>		
SELF INSURANCE TRUST FUND					
Revenue	5,960,947	2,481,223	-	3,479,724	41.6%
Expenditures	6,022,747	2,576,685	307,660	3,138,401	47.9%
<i>Addition to / (use of) reserves</i>	<u>(61,800)</u>	<u>(95,462)</u>	<u>(307,660)</u>		
INFORMATION SYSTEMS ICS FUND					
Revenue	2,514,997	1,047,915	-	1,467,082	41.7%
Expenditures	2,965,594	1,160,307	119,147	1,686,140	43.1%
<i>Addition to / (use of) reserves</i>	<u>(450,597)</u>	<u>(112,391)</u>	<u>(119,147)</u>		
WATERFRONT FUND					
Revenue	12,445,067	6,001,180	-	6,443,887	48.2%
Expenditures	13,558,989	5,834,266	787,849	6,936,874	48.8%
<i>Addition to / (use of) reserves</i>	<u>(1,113,922)</u>	<u>166,915</u>	<u>(787,849)</u>		
TOTAL FOR ALL FUNDS					
Revenue	242,894,312	97,037,141	-	145,857,171	40.0%
Expenditures	259,253,579	101,329,409	10,476,490	147,447,680	43.1%
<i>Addition to / (use of) reserves</i>	<u>(16,359,268)</u>	<u>(4,292,268)</u>	<u>(10,476,490)</u>		

*** It is City policy to adopt a balanced budget. In most cases, encumbrance balances exist at year-end. These encumbrance balances are obligations of each fund and must be reported at the beginning of each fiscal year. In addition, a corresponding appropriations entry must be made in order to accommodate the 'carried-over' encumbrance amount. Most differences between budgeted annual revenues and expenses are due to these encumbrance carryovers.*

CITY OF SANTA BARBARA
General Fund
Interim Statement of Budgeted and Actual Revenues
For the Five Months Ended November 30, 2013 (41.7% of Fiscal Year)

	Annual Budget	YTD Actual	Remaining Balance	Percent Received	Previous YTD
TAXES					
Sales and Use	21,084,894	6,506,986	14,577,908	30.9%	6,455,919
Property Taxes	25,475,500	3,474,059	22,001,441	13.6%	3,818,433
Utility Users Tax	6,975,300	2,986,989	3,988,311	42.8%	2,921,305
Transient Occupancy Tax	16,202,000	8,482,306	7,719,694	52.4%	7,650,939
Business License	2,415,000	766,620	1,648,380	31.7%	749,435
Real Property Transfer Tax	537,900	290,943	246,957	54.1%	269,183
<i>Total</i>	<u>72,690,594</u>	<u>22,507,903</u>	<u>50,182,691</u>	31.0%	<u>21,865,214</u>
LICENSES & PERMITS					
Licenses & Permits	219,180	81,064	138,116	37.0%	71,389
<i>Total</i>	<u>219,180</u>	<u>81,064</u>	<u>138,116</u>	37.0%	<u>71,389</u>
FINES & FORFEITURES					
Parking Violations	2,628,967	1,077,655	1,551,312	41.0%	1,211,223
Library Fines	135,000	58,258	76,742	43.2%	45,726
Municipal Court Fines	120,000	42,098	77,902	35.1%	39,949
Other Fines & Forfeitures	250,000	144,859	105,141	57.9%	103,928
<i>Total</i>	<u>3,133,967</u>	<u>1,322,870</u>	<u>1,811,097</u>	42.2%	<u>1,400,825</u>
USE OF MONEY & PROPERTY					
Investment Income	676,267	241,651	434,616	35.7%	381,027
Rents & Concessions	396,322	157,134	239,188	39.6%	139,853
<i>Total</i>	<u>1,072,589</u>	<u>398,785</u>	<u>673,804</u>	37.2%	<u>520,880</u>
INTERGOVERNMENTAL					
Grants	656,816	740,228	(83,412)	112.7%	488,914
Vehicle License Fees	-	39,945	(39,945)	100.0%	48,265
Reimbursements	14,320	2,703	11,617	18.9%	1,842
<i>Total</i>	<u>671,136</u>	<u>782,876</u>	<u>(111,739)</u>	116.6%	<u>539,021</u>
FEES & SERVICE CHARGES					
Finance	926,598	379,540	547,058	41.0%	364,800
Community Development	4,632,942	1,771,215	2,861,727	38.2%	1,770,733
Recreation	2,890,383	1,179,774	1,710,609	40.8%	1,121,748
Public Safety	617,033	209,663	407,370	34.0%	251,290
Public Works	5,584,761	2,441,700	3,143,061	43.7%	2,448,023
Library	753,839	362,398	391,441	48.1%	314,929
Reimbursements	4,293,383	1,800,936	2,492,448	41.9%	1,846,487
<i>Total</i>	<u>19,698,939</u>	<u>8,145,224</u>	<u>11,553,715</u>	41.3%	<u>8,118,012</u>
OTHER REVENUES					
Miscellaneous	1,616,251	855,150	761,101	52.9%	1,502,877
Franchise Fees	3,660,300	1,735,861	1,924,439	47.4%	1,686,676
Indirect Allocations	6,292,740	2,621,975	3,670,765	41.7%	2,434,105
Operating Transfers-In	2,365,721	568,924	1,796,797	24.0%	702,310
<i>Total</i>	<u>13,935,012</u>	<u>5,781,909</u>	<u>8,153,103</u>	41.5%	<u>6,325,968</u>
TOTAL REVENUES	<u>111,421,418</u>	<u>39,020,632</u>	<u>72,400,786</u>	35.0%	<u>38,841,308</u>

CITY OF SANTA BARBARA
General Fund
Interim Statement of Appropriations, Expenditures and Encumbrances
For the Five Months Ended November 30, 2013 (41.7% of Fiscal Year)

	Annual Budget	YTD Actual	Encum- brances	** Remaining Balance	YTD Expended and Encumbered	Previous YTD
GENERAL GOVERNMENT						
<u>Mayor & City Council</u>						
MAYOR	770,723	292,231	118	478,374	37.9%	
<i>Total</i>	770,723	292,231	118	478,374	37.9%	303,351
<u>City Attorney</u>						
CITY ATTORNEY	2,104,254	880,446	8,325	1,215,483	42.2%	
<i>Total</i>	2,104,254	880,446	8,325	1,215,483	42.2%	895,699
<u>Administration</u>						
CITY ADMINISTRATOR	1,587,391	707,566	1,807	878,018	44.7%	
CITY TV	535,137	206,241	40,732	288,164	46.2%	
<i>Total</i>	2,122,528	913,807	42,539	1,166,182	45.1%	806,085
<u>Administrative Services</u>						
CITY CLERK	475,090	197,694	17,027	260,369	45.2%	
ADMIN SVCS-ELECTIONS	300,000	81,333	140,440	78,226	73.9%	
HUMAN RESOURCES	1,412,691	487,143	20,145	905,403	35.9%	
ADMIN SVCS-EMPLOYEE DEVELOPMENT	14,447	2,610	-	11,837	18.1%	
<i>Total</i>	2,202,228	768,780	177,612	1,255,836	43.0%	660,054
<u>Finance</u>						
ADMINISTRATION	221,336	115,158	2,871	103,307	53.3%	
TREASURY	510,731	175,221	14,600	320,910	37.2%	
CASHIERING & COLLECTION	458,460	187,570	-	270,890	40.9%	
LICENSES & PERMITS	469,695	199,303	19,170	251,222	46.5%	
BUDGET MANAGEMENT	430,198	175,703	-	254,495	40.8%	
ACCOUNTING	621,961	225,591	22,110	374,260	39.8%	
PAYROLL	293,974	125,993	-	167,981	42.9%	
ACCOUNTS PAYABLE	226,149	95,777	-	130,372	42.4%	
CITY BILLING & CUSTOMER SERVICE	684,788	216,600	171,052	297,136	56.6%	
PURCHASING	639,289	237,600	802	400,886	37.3%	
CENTRAL STORES	170,978	69,881	392	100,706	41.1%	
MAIL SERVICES	109,740	45,795	392	63,553	42.1%	
<i>Total</i>	4,837,299	1,870,193	231,390	2,735,717	43.4%	1,799,507
TOTAL GENERAL GOVERNMENT	12,037,032	4,725,457	459,983	6,851,591	43.1%	4,464,696

PUBLIC SAFETY

Police

CHIEF'S STAFF	1,035,400	439,522	-	595,878	42.4%	
SUPPORT SERVICES	690,977	272,863	4,970	413,144	40.2%	
RECORDS	1,293,046	509,642	22,402	761,002	41.1%	
COMMUNITY SVCS	1,035,807	420,079	8,572	607,156	41.4%	
PROPERTY ROOM	213,001	79,489	594	132,918	37.6%	
TRNG/RECRUITMENT	483,113	207,109	14,931	261,072	46.0%	

CITY OF SANTA BARBARA
General Fund
Interim Statement of Appropriations, Expenditures and Encumbrances
For the Five Months Ended November 30, 2013 (41.7% of Fiscal Year)

	<u>Annual Budget</u>	<u>YTD Actual</u>	<u>Encum- brances</u>	<u>** Remaining Balance</u>	<u>YTD Expended and Encumbered</u>	<u>Previous YTD</u>
PUBLIC SAFETY						
<u>Police</u>						
RANGE	1,268,968	512,242	53,068	703,659	44.5%	
BEAT COORDINATORS	858,553	384,892	-	473,661	44.8%	
INFORMATION TECHNOLOGY	1,193,300	588,341	25,900	579,058	51.5%	
INVESTIGATIVE DIVISION	4,945,232	2,272,985	-	2,672,247	46.0%	
CRIME LAB	155,092	63,183	-	91,909	40.7%	
PATROL DIVISION	15,795,703	6,617,491	198,505	8,979,706	43.2%	
TRAFFIC	1,415,405	586,403	559	828,443	41.5%	
SPECIAL EVENTS	831,095	696,478	-	134,617	83.8%	
TACTICAL PATROL FORCE	1,497,838	551,437	-	946,401	36.8%	
STREET SWEEPING ENFORCEMENT	340,916	141,398	-	199,518	41.5%	
NIGHT LIFE ENFORCEMENT	301,944	142,738	-	159,206	47.3%	
PARKING ENFORCEMENT	989,866	402,935	27,800	559,131	43.5%	
CCC	2,462,970	945,708	-	1,517,262	38.4%	
ANIMAL CONTROL	661,248	214,735	-	446,513	32.5%	
<i>Total</i>	<u>37,469,473</u>	<u>16,049,670</u>	<u>357,302</u>	<u>21,062,501</u>	43.8%	<u>15,123,489</u>
<u>Fire</u>						
ADMINISTRATION	816,274	332,565	3,103	480,606	41.1%	
EMERGENCY SERVICES AND PUBLIC ED PREVENTION	294,891	125,224	-	169,667	42.5%	
WILDLAND FIRE MITIGATION PROGRAM	1,118,386	499,388	-	618,998	44.7%	
OPERATIONS	18,064,121	7,885,338	58,866	10,119,917	44.0%	
ARFF	1,860,354	805,527	-	1,054,827	43.3%	
<i>Total</i>	<u>22,353,039</u>	<u>9,723,407</u>	<u>65,917</u>	<u>12,563,715</u>	43.8%	<u>9,498,612</u>
TOTAL PUBLIC SAFETY	<u>59,822,512</u>	<u>25,773,077</u>	<u>423,219</u>	<u>33,626,216</u>	43.8%	<u>24,622,101</u>
PUBLIC WORKS						
<u>Public Works</u>						
ADMINISTRATION	1,049,511	373,515	8,785	667,211	36.4%	
ENGINEERING SVCS	4,871,823	2,023,879	4,232	2,843,712	41.6%	
PUBLIC RT OF WAY MGMT	1,042,862	441,025	1,706	600,131	42.5%	
ENVIRONMENTAL PROGRAMS	507,253	81,144	226,001	200,108	60.6%	
<i>Total</i>	<u>7,471,449</u>	<u>2,919,564</u>	<u>240,724</u>	<u>4,311,161</u>	42.3%	<u>2,777,332</u>
TOTAL PUBLIC WORKS	<u>7,471,449</u>	<u>2,919,564</u>	<u>240,724</u>	<u>4,311,161</u>	42.3%	<u>2,777,332</u>
COMMUNITY SERVICES						
<u>Parks & Recreation</u>						
PRGM MGMT & BUS SVCS	699,131	284,068	3,893	411,170	41.2%	
FACILITIES	778,579	314,302	12,219	452,058	41.9%	
YOUTH ACTIVITIES	954,403	565,543	3,083	385,777	59.6%	
SR CITIZENS	696,667	291,802	2,833	402,032	42.3%	

CITY OF SANTA BARBARA
General Fund
Interim Statement of Appropriations, Expenditures and Encumbrances
For the Five Months Ended November 30, 2013 (41.7% of Fiscal Year)

	Annual Budget	YTD Actual	Encum- brances	** Remaining Balance	YTD Expended and Encumbered	Previous YTD
COMMUNITY SERVICES						
<u>Parks & Recreation</u>						
AQUATICS	1,251,951	637,278	36,871	577,801	53.8%	
SPORTS	537,090	237,966	8,744	290,380	45.9%	
TENNIS	274,749	124,026	-	150,723	45.1%	
NEIGHBORHOOD & OUTREACH SERV	1,018,681	488,277	-	530,404	47.9%	
ADMINISTRATION	627,767	260,128	1,980	365,659	41.8%	
PROJECT MANAGEMENT TEAM	376,272	124,063	76	252,133	33.0%	
BUSINESS SERVICES	6,082	3,886	-	2,196	63.9%	
FACILITY & PROJECT MGT	968,835	464,008	1,890	502,937	48.1%	
GROUNDS MANAGEMENT	4,688,543	1,768,810	82,641	2,837,092	39.5%	
FORESTRY	1,284,267	423,053	108,250	752,964	41.4%	
BEACH MAINTENANCE	157,332	53,427	17,214	86,691	44.9%	
<i>Total</i>	<u>14,320,350</u>	<u>6,040,683</u>	<u>279,696</u>	<u>7,999,971</u>	44.1%	<u>5,830,026</u>
<u>Library</u>						
ADMINISTRATION	460,433	185,997	-	274,437	40.4%	
PUBLIC SERVICES	2,607,620	1,023,380	-	1,584,241	39.2%	
SUPPORT SERVICES	1,617,031	692,825	18,499	905,708	44.0%	
<i>Total</i>	<u>4,685,085</u>	<u>1,902,201</u>	<u>18,499</u>	<u>2,764,385</u>	41.0%	<u>1,694,479</u>
TOTAL COMMUNITY SERVICES	<u>19,005,434</u>	<u>7,942,884</u>	<u>298,194</u>	<u>10,764,356</u>	43.4%	<u>7,524,505</u>
COMMUNITY DEVELOPMENT						
<u>Community Development</u>						
ADMINISTRATION	551,107	237,472	838	312,797	43.2%	
ECON DEV	48,420	17,259	-	31,161	35.6%	
CITY ARTS ADVISORY PROGRAM	437,260	335,225	-	102,035	76.7%	
RENTAL HSG MEDIATION	184,566	81,516	-	103,050	44.2%	
HUMAN SVCS	821,025	282,160	332,324	206,542	74.8%	
RDA HSG DEV	44,645	6,342	19,044	19,259	56.9%	
LR PLANNING/STUDIES	905,914	357,930	474	547,510	39.6%	
DEV & DESIGN REVIEW	1,350,777	531,824	12,354	806,599	40.3%	
ZONING	1,264,867	498,519	1,657	764,691	39.5%	
DESIGN REV & HIST PRESERVATN	1,100,803	417,990	5,936	676,877	38.5%	
BLDG PERMITS	1,147,440	451,784	481	695,175	39.4%	
RECORDS & ARCHIVES	563,562	209,541	8,379	345,642	38.7%	
PLAN CK & COUNTER SRV	1,302,478	553,502	508	748,468	42.5%	
<i>Total</i>	<u>9,722,864</u>	<u>3,981,063</u>	<u>381,994</u>	<u>5,359,806</u>	44.9%	<u>3,937,686</u>
TOTAL COMMUNITY DEVELOPMENT	<u>9,722,864</u>	<u>3,981,063</u>	<u>381,994</u>	<u>5,359,806</u>	44.9%	<u>3,937,686</u>
NON-DEPARTMENTAL						
<u>Non-Departmental</u>						
DUES, MEMBERSHIPS, & LICENSES	22,272	1,676	-	20,596	7.5%	

CITY OF SANTA BARBARA
General Fund
Interim Statement of Appropriations, Expenditures and Encumbrances
For the Five Months Ended November 30, 2013 (41.7% of Fiscal Year)

	Annual Budget	YTD Actual	Encum- brances	** Remaining Balance	YTD Expended and Encumbered	Previous YTD
NON-DEPARTMENTAL						
<u>Non-Departmental</u>						
TRANSFERS OUT	43,500	18,125	-	25,375	41.7%	
DEBT SERVICE TRANSFERS	350,746	307,680	-	43,066	87.7%	
CAPITAL OUTLAY TRANSFER	1,000,000	416,667	-	583,333	41.7%	
APPROP. RESERVE	384,658	-	-	384,658	0.0%	
NON-DEPT - COMM PROM	2,028,008	1,062,558	-	965,450	52.4%	
<i>Total</i>	<u>3,829,184</u>	<u>1,806,706</u>	<u>-</u>	<u>2,022,478</u>	47.2%	<u>1,544,808</u>
TOTAL NON-DEPARTMENTAL	<u>3,829,184</u>	<u>1,806,706</u>	<u>-</u>	<u>2,022,478</u>	47.2%	<u>1,544,808</u>
TOTAL EXPENDITURES	<u>111,888,476</u>	<u>47,148,751</u>	<u>1,804,115</u>	<u>62,935,609</u>	43.8%	<u>44,871,127</u>

*** The legal level of budgetary control is at the department level for the General Fund. Therefore, as long as the department as a whole is within budget, budgetary compliance has been achieved. The City actively monitors the budget status of each department and takes measures to address potential over budget situations before they occur.*

For Enterprise and Internal Service Funds, the legal level of budgetary control is at the fund level. The City also monitors and addresses these fund types for potential over budget situations.

CITY OF SANTA BARBARA
Special Revenue Funds
Interim Statement of Revenues and Expenditures
For the Five Months Ended November 30, 2013 (41.7% of Fiscal Year)

	<u>Annual Budget</u>	<u>YTD Actual</u>	<u>Encum- brances</u>	<u>Remaining Balance</u>	<u>Percent of Budget</u>
TRAFFIC SAFETY FUND					
Revenue	506,204	262,274	-	243,930	51.8%
Expenditures	506,204	262,274	-	243,930	51.8%
<i>Revenue Less Expenditures</i>	-	-	-	-	
CREEK RESTORATION/WATER QUALITY IMPRVMT					
Revenue	3,367,572	1,738,427	-	1,629,145	51.6%
Expenditures	5,433,182	2,524,783	524,177	2,384,222	56.1%
<i>Revenue Less Expenditures</i>	(2,065,610)	(786,355)	(524,177)	(755,078)	
COMM.DEVELOPMENT BLOCK GRANT					
Revenue	1,853,369	127,993	-	1,725,376	6.9%
Expenditures	2,167,813	173,543	87,230	1,907,040	12.0%
<i>Revenue Less Expenditures</i>	(314,444)	(45,550)	(87,230)	(181,664)	
COUNTY LIBRARY					
Revenue	1,962,864	672,878	-	1,289,986	34.3%
Expenditures	2,159,695	828,145	2,060	1,329,490	38.4%
<i>Revenue Less Expenditures</i>	(196,831)	(155,268)	(2,060)	(39,503)	
STREETS FUND					
Revenue	11,270,852	4,102,835	-	7,168,017	36.4%
Expenditures	15,897,321	4,115,754	1,576,115	10,205,452	35.8%
<i>Revenue Less Expenditures</i>	(4,626,469)	(12,919)	(1,576,115)	(3,037,435)	
MEASURE A					
Revenue	3,411,416	1,430,001	-	1,981,415	41.9%
Expenditures	4,761,898	987,594	1,617,503	2,156,801	54.7%
<i>Revenue Less Expenditures</i>	(1,350,482)	442,407	(1,617,503)	(175,386)	

CITY OF SANTA BARBARA
Interim Statement of Revenues and Expenses
For the Five Months Ended November 30, 2013 (41.7% of Fiscal Year)

SOLID WASTE FUND

	<u>Annual Budget</u>	<u>YTD Actual</u>	<u>Encum- brances</u>	<u>Remaining Balance</u>	<u>Percent of Budget</u>	<u>Previous YTD</u>
REVENUES						
Service charges	19,199,527	8,257,926	-	10,941,601	43.0%	7,529,528
Other Fees & Charges	474,816	-	-	474,816	0.0%	-
Grants	20,000	-	-	20,000	0.0%	11,208
Miscellaneous	233,100	224,834	-	8,266	96.5%	78,342
TOTAL REVENUES	<u>19,927,443</u>	<u>8,482,760</u>	<u>-</u>	<u>11,444,683</u>	<u>42.6%</u>	<u>7,619,077</u>
EXPENSES						
Salaries & Benefits	979,288	346,015	-	633,273	35.3%	337,715
Materials, Supplies & Services	18,258,021	7,421,053	441,862	10,395,106	43.1%	7,079,445
Special Projects	585,988	9,674	2,195	574,119	2.0%	8,000
Transfers-Out	50,000	20,833	-	29,167	41.7%	20,833
Capital Outlay Transfers	17,556	7,315	-	10,241	41.7%	4,863
Equipment	13,709	1,042	-	12,667	7.6%	1,163
Capitalized Fixed Assets	10,000	-	-	10,000	0.0%	641
Other	100,000	-	-	100,000	0.0%	-
Appropriated Reserve	33,106	-	-	33,106	0.0%	-
TOTAL EXPENSES	<u>20,047,668</u>	<u>7,805,932</u>	<u>444,057</u>	<u>11,797,679</u>	<u>41.2%</u>	<u>7,452,660</u>

NOTE - These figures reflect the operating fund only. Though the capital fund is excluded, the current year contribution from the operating fund is shown in the Capital Transfers.

CITY OF SANTA BARBARA
Interim Statement of Revenues and Expenses
For the Five Months Ended November 30, 2013 (41.7% of Fiscal Year)

WATER OPERATING FUND

	Annual Budget	YTD Actual	Encum- brances	Remaining Balance	Percent of Budget	Previous YTD
REVENUES						
Water Sales - Metered	32,300,000	15,990,887	-	16,309,113	49.5%	15,134,686
Service Charges	506,500	310,110	-	196,390	61.2%	344,896
Cater JPA Treatment Charges	2,467,510	634,526	-	1,832,984	25.7%	1,177,187
Investment Income	534,400	222,085	-	312,315	41.6%	258,700
Rents & Concessions	22,872	9,530	-	13,342	41.7%	-
Reimbursements	673,153	125,950	-	547,203	18.7%	707,837
Miscellaneous	20,000	42,338	-	(22,338)	211.7%	31,961
TOTAL REVENUES	36,524,435	17,335,426	-	19,189,009	47.5%	17,655,266
EXPENSES						
Salaries & Benefits	8,333,163	3,258,881	-	5,074,282	39.1%	3,134,926
Materials, Supplies & Services	10,412,848	3,027,655	1,850,331	5,534,862	46.8%	2,972,414
Special Projects	1,105,856	139,335	174,210	792,311	28.4%	181,001
Water Purchases	8,016,230	3,101,034	165,436	4,749,760	40.7%	2,857,783
Debt Service	5,566,589	1,763,536	-	3,803,053	31.7%	1,451,538
Capital Outlay Transfers	11,189,231	4,662,180	-	6,527,051	41.7%	1,427,770
Equipment	146,195	14,170	20,238	111,786	23.5%	14,345
Capitalized Fixed Assets	132,839	7,697	33,820	91,323	31.3%	11,503
Other	32,775	24,407	-	8,368	74.5%	7,658
Appropriated Reserve	150,000	-	-	150,000	0.0%	-
TOTAL EXPENSES	45,085,726	15,998,895	2,244,035	26,842,796	40.5%	12,058,937

NOTE - These figures reflect the operating fund only. Though the capital fund is excluded, the current year contribution from the operating fund is shown in the Capital Transfers.

CITY OF SANTA BARBARA
Interim Statement of Revenues and Expenses
For the Five Months Ended November 30, 2013 (41.7% of Fiscal Year)

WASTEWATER OPERATING FUND

	<u>Annual Budget</u>	<u>YTD Actual</u>	<u>Encum- brances</u>	<u>Remaining Balance</u>	<u>Percent of Budget</u>	<u>Previous YTD</u>
REVENUES						
Service Charges	16,997,000	7,411,364	-	9,585,636	43.6%	7,026,898
Fees	692,579	362,803	-	329,776	52.4%	336,370
Investment Income	150,900	66,706	-	84,194	44.2%	74,227
Rents & Concessions	32,000	8,695	-	23,305	27.2%	-
Miscellaneous	35,000	1,331	-	33,669	3.8%	7,645
TOTAL REVENUES	<u>17,907,479</u>	<u>7,850,899</u>	<u>-</u>	<u>10,056,580</u>	<u>43.8%</u>	<u>7,445,140</u>
EXPENSES						
Salaries & Benefits	5,722,999	2,164,238	-	3,558,761	37.8%	2,221,283
Materials, Supplies & Services	6,760,640	2,193,831	1,870,359	2,696,450	60.1%	2,333,588
Special Projects	465,500	34,670	26,064	404,766	13.0%	4,020
Debt Service	1,668,096	303,416	-	1,364,680	18.2%	314,422
Capital Outlay Transfers	4,154,727	1,731,136	-	2,423,591	41.7%	1,250,050
Equipment	97,044	2,835	-	94,209	2.9%	3,788
Capitalized Fixed Assets	26,000	3,213	1,483	21,304	18.1%	3,961
Other	3,000	1,000	-	2,000	33.3%	1,000
Appropriated Reserve	150,000	-	-	150,000	0.0%	-
TOTAL EXPENSES	<u>19,048,005</u>	<u>6,434,339</u>	<u>1,897,906</u>	<u>10,715,761</u>	<u>43.7%</u>	<u>6,132,113</u>

NOTE - These figures reflect the operating fund only. Though the capital fund is excluded, the current year contribution from the operating fund is shown in the Capital Transfers.

CITY OF SANTA BARBARA
Interim Statement of Revenues and Expenses
For the Five Months Ended November 30, 2013 (41.7% of Fiscal Year)
DOWNTOWN PARKING

	<u>Annual Budget</u>	<u>YTD Actual</u>	<u>Encum- brances</u>	<u>Remaining Balance</u>	<u>Percent of Budget</u>	<u>Previous YTD</u>
REVENUES						
Improvement Tax	875,000	501,666	-	373,334	57.3%	475,483
Parking Fees	6,313,084	2,707,197	-	3,605,887	42.9%	2,699,385
Other Fees & Charges	1,000	1,380	-	(380)	138.0%	358
Investment Income	98,200	43,283	-	54,917	44.1%	47,167
Rents & Concessions	88,925	37,052	-	51,873	41.7%	17,052
Miscellaneous	1,000	6,730	-	(5,730)	673.0%	(1,243)
Operating Transfers-In	43,500	18,125	-	25,375	41.7%	18,125
TOTAL REVENUES	<u>7,420,709</u>	<u>3,315,434</u>	<u>-</u>	<u>4,105,275</u>	<u>44.7%</u>	<u>3,256,328</u>
EXPENSES						
Salaries & Benefits	4,049,433	1,662,159	-	2,387,274	41.0%	1,595,689
Materials, Supplies & Services	2,108,134	796,294	161,127	1,150,712	45.4%	680,626
Special Projects	531,852	100,428	404,798	26,626	95.0%	177,575
Transfers-Out	303,064	126,277	-	176,787	41.7%	123,800
Capital Outlay Transfers	1,507,753	628,230	-	879,523	41.7%	463,310
Equipment	25,000	-	4,000	21,000	16.0%	1,921
Appropriated Reserve	50,000	-	-	50,000	0.0%	-
TOTAL EXPENSES	<u>8,575,235</u>	<u>3,313,389</u>	<u>569,925</u>	<u>4,691,922</u>	<u>45.3%</u>	<u>3,042,921</u>

CITY OF SANTA BARBARA
Interim Statement of Revenues and Expenses
For the Five Months Ended November 30, 2013 (41.7% of Fiscal Year)
AIRPORT OPERATING FUND

	<u>Annual Budget</u>	<u>YTD Actual</u>	<u>Encum- brances</u>	<u>Remaining Balance</u>	<u>Percent of Budget</u>	<u>Previous YTD</u>
REVENUES						
Leases - Commercial / Industrial	4,472,500	1,805,256	-	2,667,244	40.4%	1,860,164
Leases - Terminal	5,189,964	2,084,837	-	3,105,127	40.2%	2,082,079
Leases - Non-Commerical Aviation	1,895,929	708,348	-	1,187,581	37.4%	636,420
Leases - Commerical Aviation	3,939,000	1,768,123	-	2,170,877	44.9%	1,616,960
Investment Income	111,100	51,302	-	59,798	46.2%	52,209
Miscellaneous	142,600	47,755	-	94,845	33.5%	74,704
TOTAL REVENUES	<u>15,751,093</u>	<u>6,465,621</u>	<u>-</u>	<u>9,285,472</u>	<u>41.0%</u>	<u>6,322,535</u>
EXPENSES						
Salaries & Benefits	5,522,998	2,087,173	-	3,435,825	37.8%	2,058,079
Materials, Supplies & Services	7,441,870	2,754,195	716,938	3,970,737	46.6%	2,558,031
Special Projects	863,000	154,127	-	708,873	17.9%	217,154
Transfers-Out	19,728	8,220	-	11,508	41.7%	7,623
Debt Service	1,817,106	763,927	-	1,053,180	42.0%	-
Capital Outlay Transfers	487,300	414,771	-	72,529	85.1%	1,094,122
Equipment	66,358	22,066	13,340	30,952	53.4%	5,935
Other	-	-	-	-	100.0%	1,161
Appropriated Reserve	95,839	-	-	95,839	0.0%	-
TOTAL EXPENSES	<u>16,314,199</u>	<u>6,204,478</u>	<u>730,278</u>	<u>9,379,443</u>	<u>42.5%</u>	<u>5,942,105</u>

NOTE - These figures reflect the operating fund only. Though the capital fund is excluded, the current year contribution from the operating fund is shown in the Capital Transfers.

CITY OF SANTA BARBARA
Interim Statement of Revenues and Expenses
For the Five Months Ended November 30, 2013 (41.7% of Fiscal Year)

GOLF COURSE FUND

	<u>Annual Budget</u>	<u>YTD Actual</u>	<u>Encum- brances</u>	<u>Remaining Balance</u>	<u>Percent of Budget</u>	<u>Previous YTD</u>
REVENUES						
Fees & Card Sales	1,739,239	722,847	-	1,016,392	41.6%	657,288
Investment Income	8,800	4,310	-	4,490	49.0%	4,290
Rents & Concessions	332,520	101,193	-	231,327	30.4%	147,186
Miscellaneous	500	5,479	-	(4,979)	1095.7%	(10)
TOTAL REVENUES	<u>2,081,059</u>	<u>833,829</u>	<u>-</u>	<u>1,247,230</u>	<u>40.1%</u>	<u>808,754</u>
EXPENSES						
Salaries & Benefits	1,022,332	421,020	-	601,312	41.2%	428,206
Materials, Supplies & Services	562,907	285,382	1,202	276,322	50.9%	245,702
Debt Service	245,698	165,865	-	79,833	67.5%	161,887
Capital Outlay Transfers	214,686	89,452	-	125,234	41.7%	65,989
Equipment	3,000	-	-	3,000	0.0%	24,422
Other	900	864	-	36	96.0%	847
TOTAL EXPENSES	<u>2,049,523</u>	<u>962,584</u>	<u>1,202</u>	<u>1,085,737</u>	<u>47.0%</u>	<u>927,053</u>

CITY OF SANTA BARBARA
Interim Statement of Revenues and Expenses
For the Five Months Ended November 30, 2013 (41.7% of Fiscal Year)

INTRA-CITY SERVICE FUND

	Annual Budget	YTD Actual	Encum- brances	Remaining Balance	Percent of Budget	Previous YTD
REVENUES						
Service charges	242,253	100,939	-	141,314	41.7%	41,493
Work Orders - Bldg Maint.	2,592,140	881,243	-	1,710,897	34.0%	1,331,745
Grants	120,449	-	-	120,449	0.0%	128,095
Service Charges	2,288,520	953,550	-	1,334,970	41.7%	857,138
Miscellaneous	361,600	41,692	-	319,908	11.5%	45,100
TOTAL REVENUES	5,604,962	1,977,423	-	3,627,539	35.3%	2,403,572
EXPENSES						
Salaries & Benefits	3,462,955	1,366,733	-	2,096,222	39.5%	1,373,770
Materials, Supplies & Services	1,414,823	560,173	159,508	695,143	50.9%	448,662
Special Projects	940,978	283,702	555,429	101,847	89.2%	312,927
Equipment	15,000	-	-	15,000	0.0%	-
Capitalized Fixed Assets	51,882	4,031	11,113	36,738	29.2%	185,988
Appropriated Reserve	26,050	-	-	26,050	0.0%	-
TOTAL EXPENSES	5,911,688	2,214,640	726,049	2,970,999	49.7%	2,321,346

CITY OF SANTA BARBARA
Interim Statement of Revenues and Expenses
For the Five Months Ended November 30, 2013 (41.7% of Fiscal Year)

FLEET REPLACEMENT FUND

	Annual Budget	YTD Actual	Encum- brances	Remaining Balance	Percent of Budget	Previous YTD
REVENUES						
Vehicle Rental Charges	2,228,805	928,669	-	1,300,136	41.7%	894,257
Investment Income	122,300	52,151	-	70,149	42.6%	58,346
Rents & Concessions	233,978	97,491	-	136,487	41.7%	93,500
Miscellaneous	173,118	51,605	-	121,513	29.8%	20,783
TOTAL REVENUES	2,758,201	1,129,915	-	1,628,286	41.0%	1,066,886
EXPENSES						
Salaries & Benefits	193,629	78,213	-	115,416	40.4%	78,186
Materials, Supplies & Services	3,061	909	-	2,152	29.7%	712
Special Projects	1,161,400	11,305	40,467	1,109,629	4.5%	-
Capitalized Fixed Assets	3,776,901	630,109	597,864	2,548,928	32.5%	117,348
TOTAL EXPENSES	5,134,991	720,535	638,331	3,776,124	26.5%	196,246

CITY OF SANTA BARBARA
Interim Statement of Revenues and Expenses
For the Five Months Ended November 30, 2013 (41.7% of Fiscal Year)

FLEET MAINTENANCE FUND

	<u>Annual Budget</u>	<u>YTD Actual</u>	<u>Encum- brances</u>	<u>Remaining Balance</u>	<u>Percent of Budget</u>	<u>Previous YTD</u>
REVENUES						
Vehicle Maintenance Charges	2,463,432	1,026,430	-	1,437,002	41.7%	988,299
Reimbursements	10,000	4,167	-	5,833	41.7%	4,167
Miscellaneous	103,070	64,286	-	38,784	62.4%	32,081
TOTAL REVENUES	<u>2,576,502</u>	<u>1,094,883</u>	<u>-</u>	<u>1,481,619</u>	<u>42.5%</u>	<u>1,024,547</u>
EXPENSES						
Salaries & Benefits	1,280,067	511,787	-	768,280	40.0%	515,019
Materials, Supplies & Services	1,181,623	407,464	163,203	610,956	48.3%	424,381
Special Projects	64,663	7,423	42,732	14,508	77.6%	11,532
Debt Service	43,070	17,945	-	25,125	41.7%	-
Equipment	15,800	9,990	-	5,810	63.2%	190
Capitalized Fixed Assets	48,623	-	-	48,623	0.0%	-
Appropriated Reserve	16,893	-	-	16,893	0.0%	-
TOTAL EXPENSES	<u>2,650,738</u>	<u>954,609</u>	<u>205,935</u>	<u>1,490,194</u>	<u>43.8%</u>	<u>951,121</u>

CITY OF SANTA BARBARA
Interim Statement of Revenues and Expenses
For the Five Months Ended November 30, 2013 (41.7% of Fiscal Year)

SELF INSURANCE TRUST FUND

	** Annual Budget	YTD Actual	Encum- brances	Remaining Balance	Percent of Budget	Previous YTD
REVENUES						
Insurance Premiums	2,756,112	1,148,380	-	1,607,732	41.7%	1,082,510
Workers' Compensation Premiums	2,950,702	1,229,459	-	1,721,243	41.7%	1,083,334
OSH Charges	193,833	80,764	-	113,069	41.7%	-
Investment Income	60,300	19,044	-	41,256	31.6%	28,502
Miscellaneous	-	3,577	-	(3,577)	100.0%	1,172
Accel - Return of Premium	-	-	-	-	100.0%	600,000
TOTAL REVENUES	5,960,947	2,481,223	-	3,479,724	41.6%	2,795,519
EXPENSES						
Salaries & Benefits	538,662	209,865	-	328,797	39.0%	206,993
Materials, Supplies & Services	5,483,919	2,366,754	307,660	2,809,505	48.8%	1,981,434
Special Projects	100	-	-	100	0.0%	-
Transfers-Out	-	-	-	-	100.0%	148,336
Equipment	66	66	-	-	100.0%	-
TOTAL EXPENSES	6,022,747	2,576,685	307,660	3,138,401	47.9%	2,336,763

*** The Self Insurance Trust Fund is an internal service fund of the City, which accounts for the cost of providing workers' compensation, property and liability insurance as well as unemployment insurance and certain self-insured employee benefits on a city-wide basis. Internal Service Funds charge other funds for the cost of providing their specific services.*

CITY OF SANTA BARBARA
Interim Statement of Revenues and Expenses
For the Five Months Ended November 30, 2013 (41.7% of Fiscal Year)

INFORMATION SYSTEMS ICS FUND

	<u>Annual Budget</u>	<u>YTD Actual</u>	<u>Encum- brances</u>	<u>Remaining Balance</u>	<u>Percent of Budget</u>	<u>Previous YTD</u>
REVENUES						
Service charges	2,514,997	1,047,915	-	1,467,082	41.7%	982,532
Miscellaneous	-	-	-	-	100.0%	1,138
TOTAL REVENUES	<u>2,514,997</u>	<u>1,047,915</u>	<u>-</u>	<u>1,467,082</u>	<u>41.7%</u>	<u>983,670</u>
EXPENSES						
Salaries & Benefits	1,701,218	660,982	-	1,040,236	38.9%	659,856
Materials, Supplies & Services	874,806	270,241	109,126	495,439	43.4%	211,794
Special Projects	18,500	-	2,500	16,000	13.5%	1,153
Capital Outlay Transfers	212,000	88,333	-	123,667	41.7%	-
Equipment	23,484	19,404	7,521	(3,442)	114.7%	27,874
Capitalized Fixed Assets	123,000	121,345	-	1,655	98.7%	-
Appropriated Reserve	12,586	-	-	12,586	0.0%	-
TOTAL EXPENSES	<u>2,965,594</u>	<u>1,160,307</u>	<u>119,147</u>	<u>1,686,140</u>	<u>43.1%</u>	<u>900,677</u>

CITY OF SANTA BARBARA
Interim Statement of Revenues and Expenses
For the Five Months Ended November 30, 2013 (41.7% of Fiscal Year)

WATERFRONT FUND

	<u>Annual Budget</u>	<u>YTD Actual</u>	<u>Encum- brances</u>	<u>Remaining Balance</u>	<u>Percent of Budget</u>	<u>Previous YTD</u>
REVENUES						
Leases - Commercial	1,373,772	725,321	-	648,451	52.8%	752,330
Leases - Food Service	2,641,800	1,401,265	-	1,240,535	53.0%	1,367,658
Slip Rental Fees	4,122,293	1,725,987	-	2,396,306	41.9%	1,694,441
Visitors Fees	450,000	203,841	-	246,159	45.3%	216,072
Slip Transfer Fees	525,000	243,150	-	281,850	46.3%	268,000
Parking Revenue	2,009,800	1,084,007	-	925,793	53.9%	941,135
Wharf Parking	250,000	116,991	-	133,009	46.8%	117,837
Other Fees & Charges	236,435	112,634	-	123,802	47.6%	105,319
Investment Income	137,700	64,902	-	72,798	47.1%	72,249
Rents & Concessions	306,267	145,047	-	161,220	47.4%	142,920
Miscellaneous	392,000	178,036	-	213,964	45.4%	94,503
TOTAL REVENUES	<u>12,445,067</u>	<u>6,001,180</u>	<u>-</u>	<u>6,443,887</u>	<u>48.2%</u>	<u>5,772,463</u>
EXPENSES						
Salaries & Benefits	5,866,308	2,400,882	-	3,465,426	40.9%	2,398,949
Materials, Supplies & Services	3,906,598	1,433,635	751,415	1,721,548	55.9%	1,418,549
Special Projects	150,438	39,430	-	111,008	26.2%	72,935
Debt Service	1,843,880	1,300,999	-	542,881	70.6%	1,226,865
Capital Outlay Transfers	1,544,155	643,398	-	900,757	41.7%	642,074
Equipment	107,610	7,563	3,407	96,640	10.2%	59,455
Capitalized Fixed Assets	40,000	6,973	33,027	-	100.0%	-
Other	-	1,385	-	(1,385)	100.0%	1,000
Appropriated Reserve	100,000	-	-	100,000	0.0%	-
TOTAL EXPENSES	<u>13,558,989</u>	<u>5,834,266</u>	<u>787,849</u>	<u>6,936,874</u>	<u>48.8%</u>	<u>5,819,827</u>

NOTE - These figures reflect the operating fund only. Though the capital fund is excluded, the current year contribution from the operating fund is shown in the Capital Transfers.



CITY OF SANTA BARBARA

COUNCIL AGENDA REPORT

AGENDA DATE: January 7, 2014

TO: Mayor and Councilmembers

FROM: Water Resources Division, Public Works Department

SUBJECT: Annual Water Supply Management Report

RECOMMENDATION:

That Council approve and adopt the City of Santa Barbara Water Supply Management Report for the 2013 water year, finding that groundwater resources are in long-term balance in accordance with the conjunctive management element of the City's Long-Term Water Supply Plan.

DISCUSSION:

The Water Supply Management Report (WSMR) is an annual report summarizing activities of the past water year (October 1, 2012 through September 30, 2013). The report fulfills a mitigation requirement of the Coastal Branch of the State Water Project to manage water supplies to prevent long-term overdraft of local groundwater. City staff also uses the report to inform Council and the public about recent activities and current water supply conditions. Key issues of the report are summarized below.

- Lake Cachuma ended the year at 49 percent of capacity. Remaining 2013 entitlement water has been preserved in the City's account as carryover water for future use. As the City's largest water supply source, Lake Cachuma is the most important indicator of the City's water supply status. Because Lake Cachuma is less than half full, continued dry conditions through the winter would trigger concern about a potential local water shortage. Our water supply is managed with the idea that the end of a spill at Cachuma may be the start of an extended drought. Under the Long-Term Water Supply Plan (Water Plan), staff manages supplies so that local water shortages are not expected until the 4th consecutive dry year of a 6-year critical drought period. The 2013 water year marked the 2nd consecutive dry year.
- A ruling by the State Water Resources Control Board (SWRCB) on water rights for the Cachuma Project is still pending. At issue is how water should be managed to balance the needs for water supply while protecting fish. The updated Final Environmental Impact Report has been completed and was officially entered in the

record following a hearing in March 2012. We have been told that a draft water rights order is being prepared for consideration in early January 2014.

- Gibraltar ended the year at 8 percent of capacity, and water is not currently being taken from the reservoir due to elevated total organic carbon concentrations, compared with other available sources. Siltation related to the 2007 Zaca Fire resulted in significant reduction in storage capacity at Gibraltar Reservoir and continues to cause increased water treatment costs. The reduced storage volume is the impetus for our work on initiating the “Pass Through” option under the 1989 Upper Santa Ynez River Operations Agreement (also known as the “Pass Through Agreement”).
- Groundwater resources are in balance and long-term groundwater production does not exceed perennial basin yield. Construction of the Ortega Groundwater Treatment Plant (OGTP) is complete, providing treatment for iron, manganese and sulfide, which are naturally occurring constituents in some areas of Storage Unit #1 in the downtown area. With the OGTP online, the City now has capacity to operate both groundwater basins (Storage Unit #1 and Foothill) within the sustainable yield over the long term, with heavier use during extended dry periods and reduced use during subsequent wetter years to allow recovery of storage levels.
- The 2013 State Water Project allocation was 35 percent of Table A contract amounts. The City reserved most of its allocation of SWP water in San Luis Reservoir for use in future years. The City’s amount of SWP water in San Luis Reservoir carryover storage was 2,634 AF at the end of the 2013 water year. In addition, the City has 1,632 AF of banked water in the Dudley Ridge and Palmdale water banking programs. The initial allocation for 2014 is 5 percent, although this is subject to change depending on hydrologic and water supply conditions.
- Final design for the City’s new recycled water filtration plant is complete and the project is currently out to bid. The new facility will use a membrane treatment technology to remove pathogens and particles that affect the appearance of the water, providing exceptional water quality that will reliably meet regulatory standards. The existing tertiary filter plant at El Estero Wastewater Treatment Plant will be demolished and a new facility will be constructed in the same general location. Construction is expected to begin in Spring 2014 and be completed in Summer 2015. During construction, the recycled water system will be supplied with potable water. New recycled water customers will not be promoted during construction, but customers interested in recycled water can install new connections and will be billed as potable customers until construction is complete.
- In accordance with the Water Plan, the Water Conservation Program is operated to minimize the use of potable water supplies, meet the requirements of the California Urban Water Conservation Council Best Management Practices, and achieve compliance with the State’s “20% x 2020” per capita water use reductions.

- Conservation measures are evaluated for cost effectiveness, based on avoided cost of additional water supplies. In 2013, the City began implementation of the Water Wise Commercial Survey and Incentive Program for large commercial water users, identifying strategies to substantially reduce water use. The Smart Landscape Rebate Program has now had 550 applicants since its inception, with 267 having received rebates so far. In addition, the City is continuing to implement the comprehensive water conservation marketing plan, with last year's highlights including the launch of a new regional Water Wise brand, development of the Water Wise Garden Contest, and trainings and partnerships with landscape and horticultural organizations. These included installing an Ocean Friendly Garden at Spencer Adams Park and upgrading plants at the Water Wise Demonstration Garden at Alice Keck Park Memorial Gardens.
- Total supply produced for delivery to customers was 14,397 acre-feet (AF) for the year, with a per capita water use of 129 gallons per person per day. These values are somewhat above our long-term targets, but are to be expected, since they reflect a year of local rainfall that was about 68 percent below average, with a corresponding higher irrigation demand.

In summary, water supplies continue to be sufficient to meet the policies of the City's updated Water Plan.

The draft WSMR has been made available for public review and comment. On December 7, 2013, the Water Commission reviewed the draft and voted unanimously (5-0-0) to recommend its adoption with suggested text clarifications that have been incorporated into the final report.

ATTACHMENT(S): 2013 Draft Water Supply Management Report

PREPARED BY: Joshua Haggmark, Acting Water Resources Manager/KD/mh

SUBMITTED BY: Rebecca Bjork, Acting Public Works Director

APPROVED BY: City Administrator's Office



D R A F T

ATTACHMENT

City of Santa Barbara

Water Supply Management Report

2013 Water Year (October 1, 2012 – September 30, 2013)

Water Resources Division, Public Works Department
December 2013

INTRODUCTION

The City of Santa Barbara operates the water utility to provide water for its citizens, certain out-of-City areas, and visitors. Santa Barbara is an arid area, so providing an adequate water supply requires careful management of water resources. The City has a diverse water supply including local reservoirs (Lake Cachuma and Gibraltar Reservoir), groundwater, State Water, desalination, and recycled water. The City also considers water conservation an important tool for balancing water supply and demand. The City's current Long-Term Water Supply Plan (LTWSP) was adopted by City Council on June 14, 2011.

This annual report summarizes the following information:

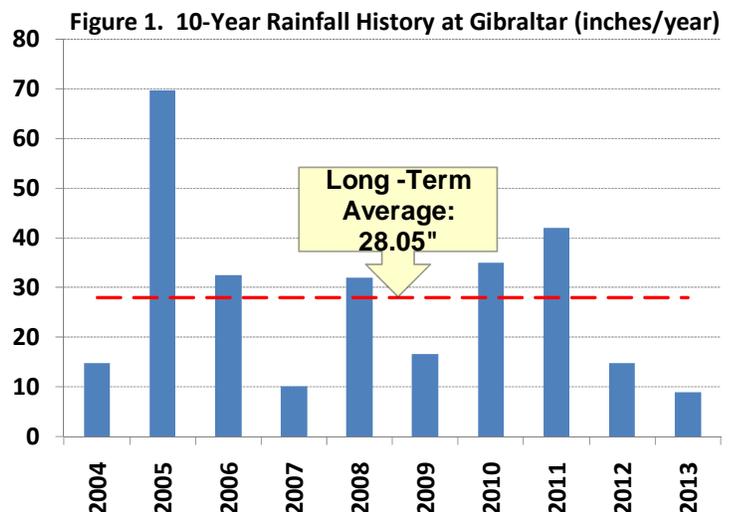
- The status of water supplies at the end of the water year (September 30, 2013)
- Water conservation and demand
- Drought outlook
- Major capital projects that affect the City's ability to provide safe clean water
- Significant issues that affect the security and reliability of the City's water supplies

Appendix A provides supplemental detail. Additional information about the City's water supply can be found on-line at: www.SantaBarbaraCA.gov/water

WATER SUPPLIES

The City has developed five different water supplies: local surface water; local groundwater (which includes water that seeps into Mission Tunnel); State Water; desalinated seawater; and recycled water. Typically, most of the City's demand is met by local surface water reservoirs and recycled water, augmented as necessary by local groundwater and State Water. The City's desalination facility is currently off-line.

The City's local surface water comes from Gibraltar Reservoir and Lake Cachuma, both of which are located in the upper Santa Ynez River watershed. The inflow to these reservoirs is rainwater, so rainfall data for Gibraltar Reservoir is important for water supply management purposes. Figure 1 shows rainfall for the past ten years as



compared to the 54-year average. Additional historic information is included in Appendix A. Runoff generated by average rainfall is generally enough to fill Gibraltar; however, it typically takes above-average rainfall to produce any significant inflow to Cachuma. Rainfall in the Santa Ynez River watershed during 2013, as measured at Gibraltar, was 68% below average, resulting in very little inflow to Lake Cachuma. To enhance rainfall, the City participates in the cloud seeding program administered by the County of Santa Barbara. However, the program has been limited in recent years due to budget considerations and concern about potential erosion of burn areas.

Table 1, below, summarizes the status of the City's various water supplies at year-end.

Table 1. End of Year Status of City Water Supplies*	
Lake Cachuma	Total Capacity: 186,636 AF (2008 survey for 750' elevation) End of Year Storage: 91,922 AF Percent of Total Capacity: 49% The City's share of the Cachuma Project's normal annual entitlement is 8,277 AF. Actual use was 11,326 AF, reflecting some use of carryover water as well as entitlement. Remaining 2013 entitlement has been carried over to the current year.
Gibraltar Reservoir	Total Capacity: 5,246 AF (2013 survey) End of Year Storage: 402 AF Percent of Total Capacity: 8% Gibraltar Reservoir typically fills and spills two out of every three years. Deliveries over the past ten years have averaged 2,649 AFY. Deliveries in 2013 were 1,663 AF.
Mission Tunnel	Groundwater that seeps into Mission Tunnel is an important part of the City's water supply, providing 963 AF in 2013, about 22% below the long-term average.
Groundwater	Groundwater levels remain high in the downtown storage basin, since pumping has been less than the annual recharge rate during the past decade. Levels in the outer State Street area remain lower than normal due to previous additional use of groundwater to meet water quality requirements. Construction of the Ortega Groundwater Treatment Plant was completed in September 2013, and 5 out of 9 production wells are currently available for use with two more expected to be available in 2014. The City used 662 AF of groundwater during 2013.
State Water Project (SWP)	The City has a 3,000 AF "Table A" allotment, plus 300 AF drought buffer. The Coastal Branch and Santa Ynez Extension of the SWP are in place to deliver the City's SWP water into Lake Cachuma, subject to availability of water supplies. The City used 41 AF of State Water in October 2013, all of it exchanged with Santa Ynez River Water Conservation District, Improvement District No. 1 pursuant to our obligation under the Exchange Agreement. For the remainder of the 2013 water year, the City's obligations under the Exchange Agreement were transferred to Montecito Water District.
Desalination	The desalination plant remains in long-term storage mode and no water was produced this year. Staff projects no need for desalinated water within at least the next 4 years.
Recycled Water	The City's recycled water system serves parks, schools, golf courses, other large landscaped areas, and some public restrooms. The system provided 847 AF, or 5.9% of the total customer water demand, plus 264 AF of process water at El Estero Wastewater Treatment Plant (EEWTP). In recent years, recycled water has included a significant percentage of potable water for blending to meet water quality standards and reduce mineral content, with 897 AF of blend water used in 2013. Design of a rehabilitated tertiary filter system is complete to reduce the use of potable water for blending in the near term and facilitate eventual elimination of blending.

*The Water year runs from October 1 through September 30. All data above is as of September 30, 2013

CITY WATER CONSERVATION PROGRAM

In accordance with the LTWSP, the Water Conservation Program is operated to minimize the use of potable water supplies, meet the requirements of the California Urban Water Conservation Council Best Management Practices, and achieve compliance with the State's 20% x 2020 per capita water use reductions. Water conservation measures are evaluated for cost effectiveness based on avoided cost of additional water supplies. Highlights of the City's Water Conservation Program include the following activities:

- Began implementation of the Water Wise Commercial Survey and Incentive Program for large commercial water users, identifying strategies to substantially reduce water use. (7 water wise surveys completed this year.)
- Continuing to implement the comprehensive South Coast Water Conservation Marketing Plan with past years highlights including new regional Water Wise brand launch, development of the Water Wise Garden Contest, installing an Ocean Friendly Garden at Spencer Adams Park and planting upgrades to the Water Wise Demonstration Garden at Alice Keck Park Memorial Gardens.
- Smart Landscape Rebate Program: 50% rebate on eligible, pre-approved material costs for landscape water efficiency (550 pre-installation inspections completed and 267 rebates issued since program inception);
- Free residential and commercial water check-ups (634 completed this year);
- Smart Rebates Program providing rebates for high efficiency clothes washers, toilets and urinals;
- Trainings and partnerships with landscape and horticultural organizations including: Water wise landscaping and graywater workshops with local irrigation supply stores and non-profit organizations, participating in CLCA's Water Management Certification Pilot Program, and signed a Memorandum of Understanding with Santa Barbara Botanic Garden for joint activities and promotion;
- 131 participants in the free delivery of mulch; and
- Water education program reaching approximately 5,000 K-12th grade students per year.

MONITORING OF WATER SUPPLY AND DEMAND

Water demand has traditionally been measured by total water system production, because water is produced to meet the customer demand. This includes both potable and recycled water. New State requirements for water conservation have established a "20% by 2020" target based on gallons per capita per day (GPCD). Since the production numbers provide historical context on our demand, and per capita water use is the new mandatory metric, both are being tracked. Figure 2.A illustrates the traditional historical tracking of water system demand. Total system water production was 14,397 AF for 2013 (excluding El Estero process usage). Figure 2B shows monthly GPCD water use values, as well as a moving 12-month GPCD average. Usage for 2013 was 129 GPCD. Both values are somewhat above the projected targets, which is to be expected given 68% less local rainfall than average during the year and a corresponding increase in irrigation water usage.

Figure 2.A.

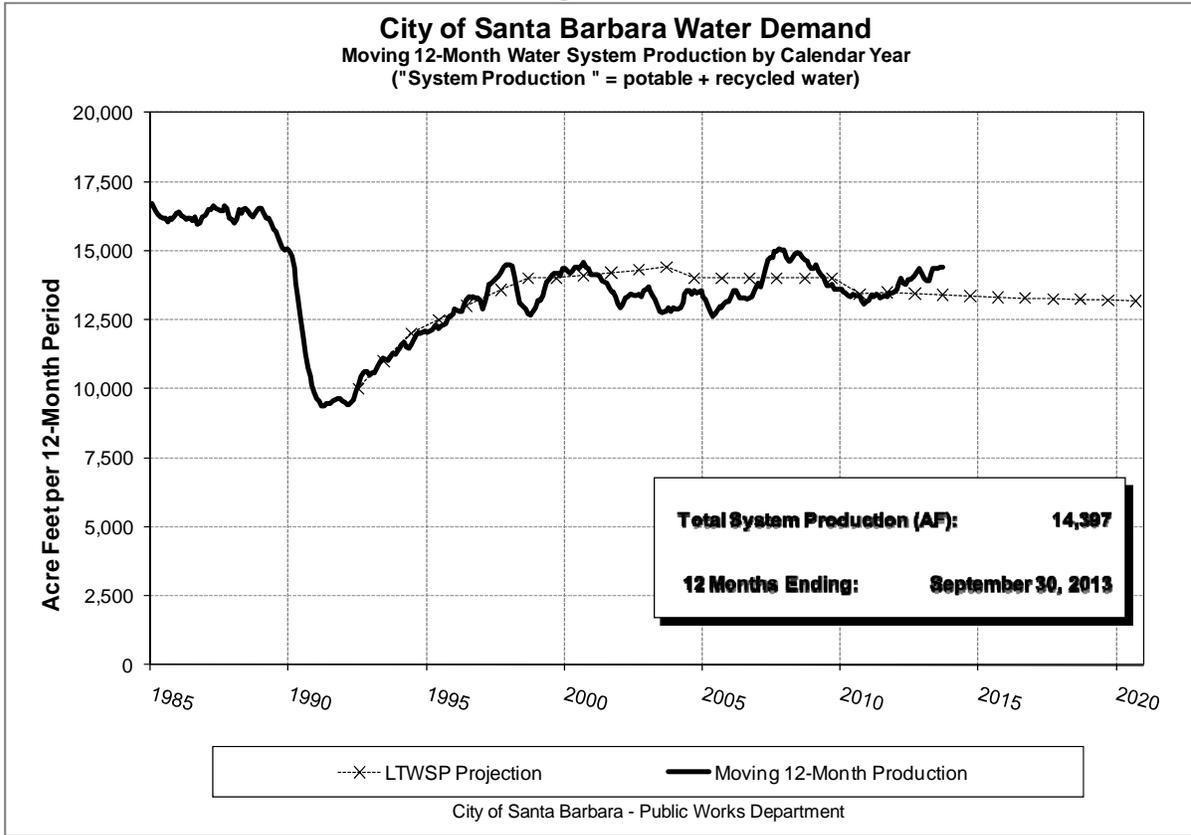
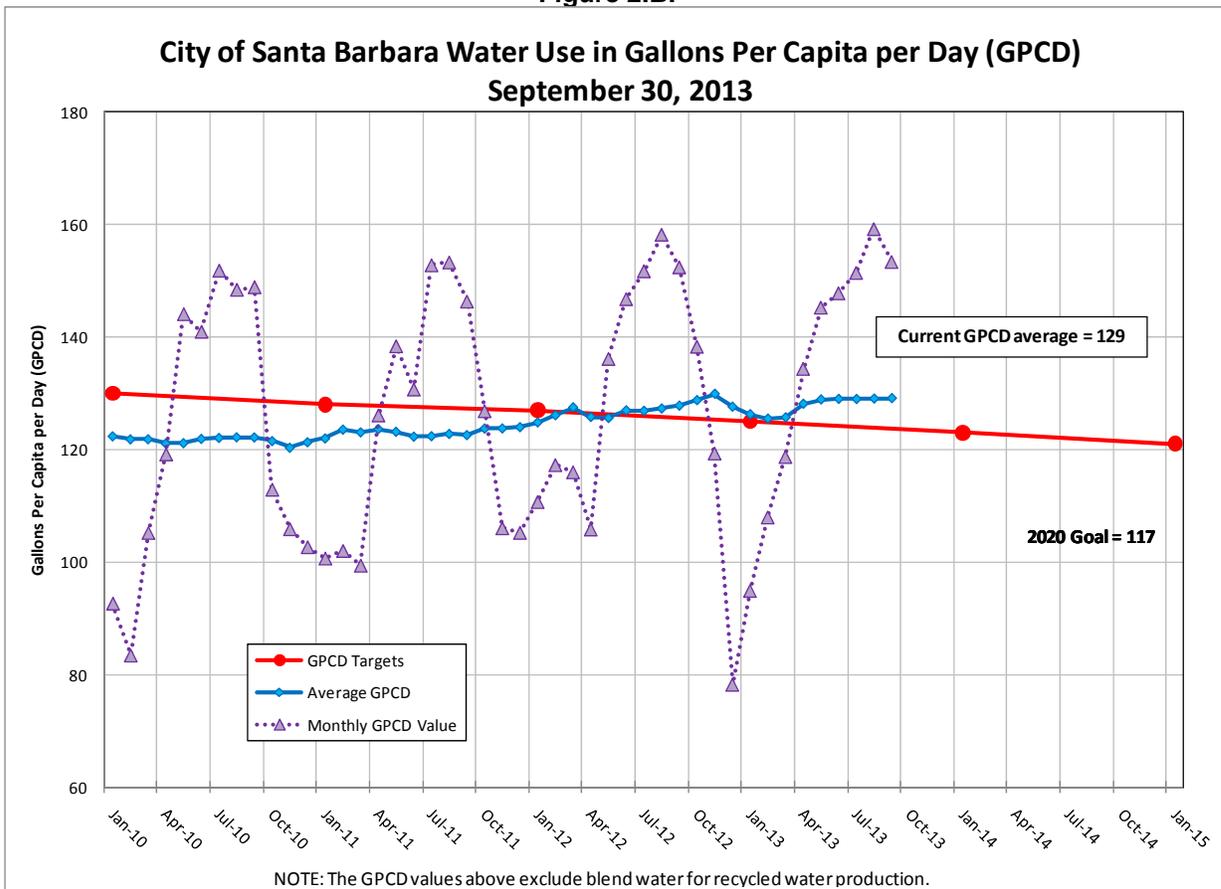


Figure 2.B.



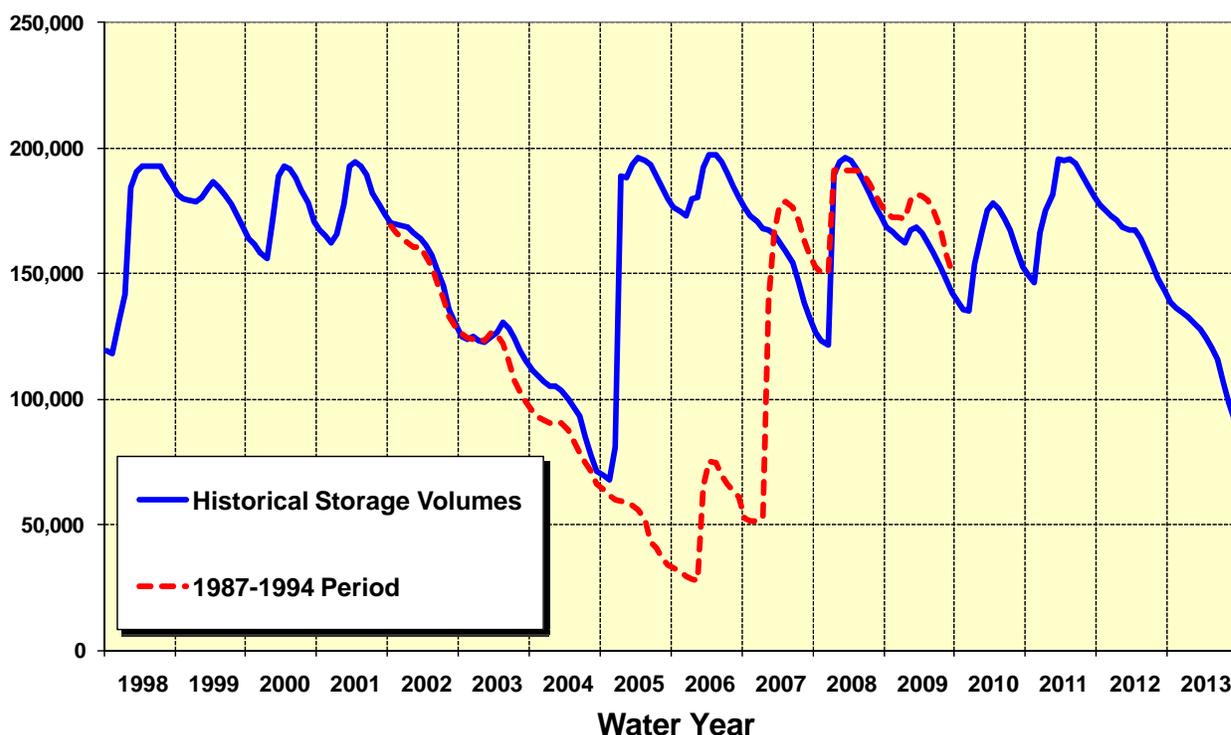
DROUGHT OUTLOOK

Because the City depends heavily on local surface water, our water supply reliability is vulnerable to prolonged drought. Lake Cachuma is our primary source of surface water and its storage level is the most important indicator of potential near-term drought impacts. Figure 3 shows a recent history of storage levels at Lake Cachuma. The severe drought period of 1987-1992 is also shown for comparison to the less severe dry period of 2002 through 2005. Cachuma members normally begin to take voluntary reductions in deliveries when the reservoir storage drops below 100,000 AF as a way of stretching supplies in case drought continues.

Figure 3.

Recent History of Lake Cachuma Storage Levels (AF)

With 1987-1994 Period Shown for Comparison

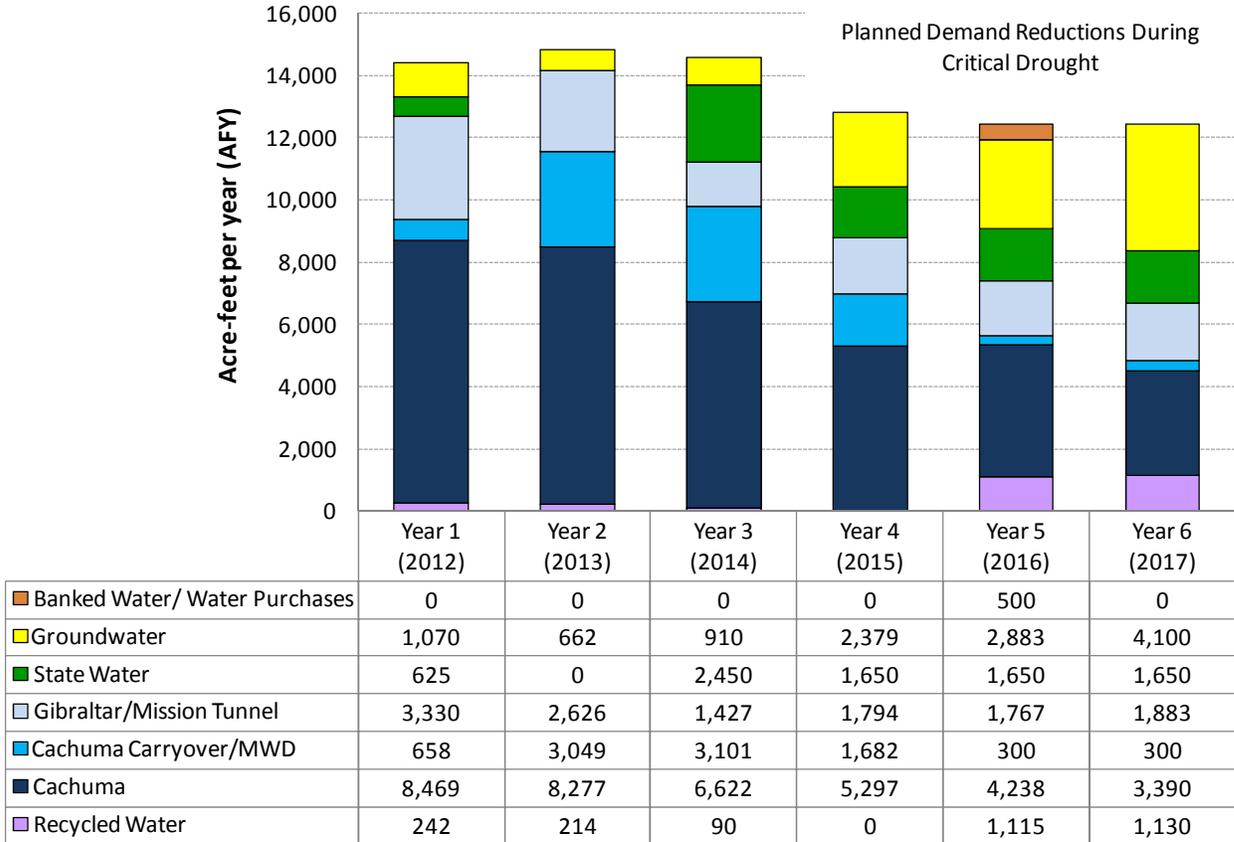


Under the current LTWSP, the City's water supply is planned to meet 100% of unrestricted customer demand in most years and no less than 85% of demand during the latter portion of a 6-year period of below average rainfall, which defines our "critical drought period." When rainfall is below average, there is limited inflow to Lake Cachuma and the storage level continues to drop. Our management plan assumes the first year after a spill at Cachuma may be the first year of a 6-year critical drought period. Figure 4 shows a projection of how water supply sources would be used to meet demand over such a 6-year period. Since 2011 was the last spill at Lake Cachuma, 2013 was Year 2 of a potential critical drought period, and we are now in Year 3. The projection assumes availability of supplies consistent with the assumptions in the LTWSP. Use of Cachuma carryover, State Water carryover, and increased groundwater pumping offset reductions in surface water availability as the drought progresses. The figure shows planned extraordinary demand reductions of 11%, 14%, and 14% for the fourth, fifth, and sixth years respectively. This is consistent with the LTWSP's planned reduction policy during a critical drought period and is an important part of cost effective drought response.

Figure 4.

6-Year Dry Weather Water Supply Projection

Assumes Below Average Rainfall & Planned Demand Reductions Up to 15% During Critical Drought



CAPITAL PROJECTS

Staff continues work on a number of projects to improve the reliability and quality of City water supplies:

- Ortega Groundwater Treatment Plant:** Construction of the treatment facility upgrade was completed in September 2013; the upgraded plant was online in November 2013. A low-interest State Revolving Fund (SRF) loan was used to fund this project. The project goal is to maintain availability of an important part of the City’s water supply to meet peak demands, provide back-up for depleted surface water supplies during drought, and provide an emergency water supply in the event of catastrophic supply interruptions, such as tunnel failure.
- Advanced Water Treatment Project:** This project adds ozone pre-treatment facilities at the Cater Water Treatment Plant. Construction was completed in September 2013. A low-interest SRF loan was used to fund this project. The ozone project is a regional solution for the City of Santa Barbara and Montecito and Carpinteria Valley Water Districts to reliably comply with the federally-mandated Stage 2 Disinfection By-product Rule for drinking water.
- Recycled Water Treatment Plant Rehabilitation:** Final design of a project to rehabilitate the recycled water filters was completed in November 2013, with construction anticipated to be complete in summer 2015. The goal of this project is a

filter process upgrade to reduce the use of potable blend water and maintain compliance with recycled water standards.

- ***Corporation Yard Well Replacement:*** A new potable water production well has now replaced the old well at the City's corporation yard on Laguna Street. The original well was over 35 years old and deteriorated to the point of no longer being usable. Drilling of the replacement well was completed in May 2013 and design of the above ground facilities is now underway. The well is expected to be online by Summer 2014. The well will connect to the Ortega Groundwater Treatment Plant, and is essential for maintaining groundwater production capacity.

WATER SUPPLY ISSUES

There are a number of significant issues related to the City's water supplies, discussed briefly below.

Long-Term Water Supply Plan: The City's 2011 Long-Term Water Supply Plan (LTWSP) was the product of numerous technical studies and a year-long collaboration between staff and the Water Commission to appropriately quantify our water supplies and develop policies to guide our water supply management over the next twenty years. The plan is available to the public on the City's website at the following address:

<http://www.santabarbaraca.gov/gov/depts/pw/resources/system/docs.asp>

The 2011 LTWSP was the basis for the City's State-mandated Urban Water Management Plan update (UWMP). The UWMP, including one addendum, has been determined to be in compliance with the State's requirements per the Urban Water Management Planning Act, thereby preserving the City's eligibility for State grants and loans.

Recycled Water Demand:

In accordance with the LTWSP, recycled water use by City customers will be expanded by 300 AFY, for a total of approximately 1,100 AFY of customer demand, not including process water at EEWTP. This year the City participated in the Integrated Regional Water Management South Coast Recycled Water Plan to identify technical, institutional, political, and social opportunities to advance the use of recycled water and address related constraints for implementation. The study identified both near-term and long-term goals for the expansion of recycled water use on the South Coast, including the City of Santa Barbara's recycled water system.

The LTWSP states that a contingency plan for eliminating the need for blending will be developed for implementation based on economic, regulatory or water supply requirements. In accordance with this policy, final design of a rehabilitated tertiary filter system was completed in November 2013 to reduce blending requirements in the near term and facilitate eventual elimination of blending.

Cachuma Project Water Rights Hearing: The Bureau of Reclamation (Reclamation) and the members of the Cachuma Project continue to await a decision on Cachuma Project water rights by the State Water Resources Control Board (SWRCB). The decision will reflect SWRCB's determination on a long-standing review of the Cachuma Project operations in terms of its effects on downstream water users and on public trust resources (steelhead trout). A December 2002 settlement agreement resolved a number of issues among several of the participants in the hearing, and is under consideration by the

SWRCB. The Final EIR for the decision has been officially entered into the hearing record and a draft water rights order is anticipated in January 2014. The SWRCB decision is important to the City because it could affect the amount of water available from Lake Cachuma for water supply purposes.

Gibraltar Pass Through Operations: The 2007 Zaca Fire burned approximately 60% of the Gibraltar Reservoir watershed, which normally contributes up to 35% of the City's water supply. On top of historical siltation, the additional sediment load resulting from the fire reduced the reservoir's storage capacity by 1,535 AF, leaving a current storage volume of about 5,250 AF. In 1989, the City entered into the Upper Santa Ynez River Operations Agreement (the "Pass Through Agreement") with other Santa Ynez River water agencies. The City agreed to defer its planned enlargement of Gibraltar Reservoir in exchange for provisions that would allow the City to "pass through" a portion of its Gibraltar water to Lake Cachuma for storage and delivery through Cachuma Project facilities. Due to the Zaca Fire effects, the City has elected to commence this phase of operations and is working with the Reclamation to negotiate a "Warren Act" contract, as required by federal law to allow such use of the Cachuma Project. Computer modeling work to assess the effects of Pass Through operations is now complete and is the basis for environmental review currently underway. The Pass Through option will allow the City to stabilize its Gibraltar deliveries as the reservoir continues to fill with sediment. An updated assessment of sediment management options is also planned, per the LTWSP.

State Water Project/Delta Issues: The Sacramento-San Joaquin Delta is a critical conveyance link for all water moved to the south by the State Water Project (SWP). However, the reliability of State Water supply is at risk due to drought, environmental restrictions, and seismic events. The Bay Delta Conservation Plan (BDCP) is a proposed solution that balances coequal goals of water supply and environmental benefits. In May 2013, a Revised Administrative Draft BDCP was released. The Draft BDCP and Draft Environmental Impact Report are expected to be released in December 2013 for a 120-day public review period.

The City receives State Water through the Central Coast Water Authority (CCWA), a regional wholesale water provider for areas within Santa Barbara County and San Luis Obispo County. Santa Barbara County's contract for State Water is set to expire in 2035. CCWA is currently negotiating a contract extension with DWR as well as other contract amendments. According to CCWA's legal support, if no agreement is reached, DWR can automatically renew the current contract through issuance of new revenue bonds past the current contract expiration date.

The City relies on State Water to a limited extent, but it can be an important source of water for banking as a way of increasing the reliability of our water supply. The City currently has State Water stored in groundwater banking programs in the western San Joaquin Valley.

Groundwater Management Plan: The City has relatively small groundwater storage, but it plays an important part in meeting demand during drought periods. It is also our only active potable water supply that is truly local. The latter is important in the event of a catastrophic interruption of water supplies from one or both tunnels through the Santa Ynez Mountains. During 2013, staff continued efforts to develop a formal Groundwater Management Plan to ensure that groundwater resources are managed so as to be available to contribute to the City's water supply during normal years, drought periods, and emergency conditions.

Appendix A – Supplemental Water Supply Information

Groundwater Balance

Project conditions of the State Water Project (SWP) require the City to use SWP water to offset any demonstrated groundwater basin overdraft. Under the LTWSP, the City uses groundwater conjunctively with surface supplies, such that significant groundwater use only occurs when surface supplies are reduced. Basins are rested following periods of heavy pumping to allow water levels to recover. As summarized in Table A-1, the perennial yield exceeds current and projected average annual pumping and groundwater basins are in long-term balance with no overdraft projected. More detailed analysis is available in the LTWSP.

Table A-1. Groundwater Balance

Estimated Perennial Groundwater Yield of Two Groundwater Storage Units in Use:	1,800 AFY
Approximate Pumping by Private Pumpers:	-500 AFY
Net Perennial Yield Available to the City:	1,300 AFY
Average projected City groundwater pumping under LTWSP at target supply of 15,400 AFY:	1,083 AFY
Groundwater Production in 2012-2013:	662 AF

Projection of Supply Availability

Table A-2 summarizes the City's water supply sources and fulfills a requirement of the project conditions for the SWP. The Water Year (WY) 2013-2014 Supply Plan reflects a projected total demand of 14,600 AF including ~300 AF for El Estero process water.

Table A-2. Sources of Supply (AF)

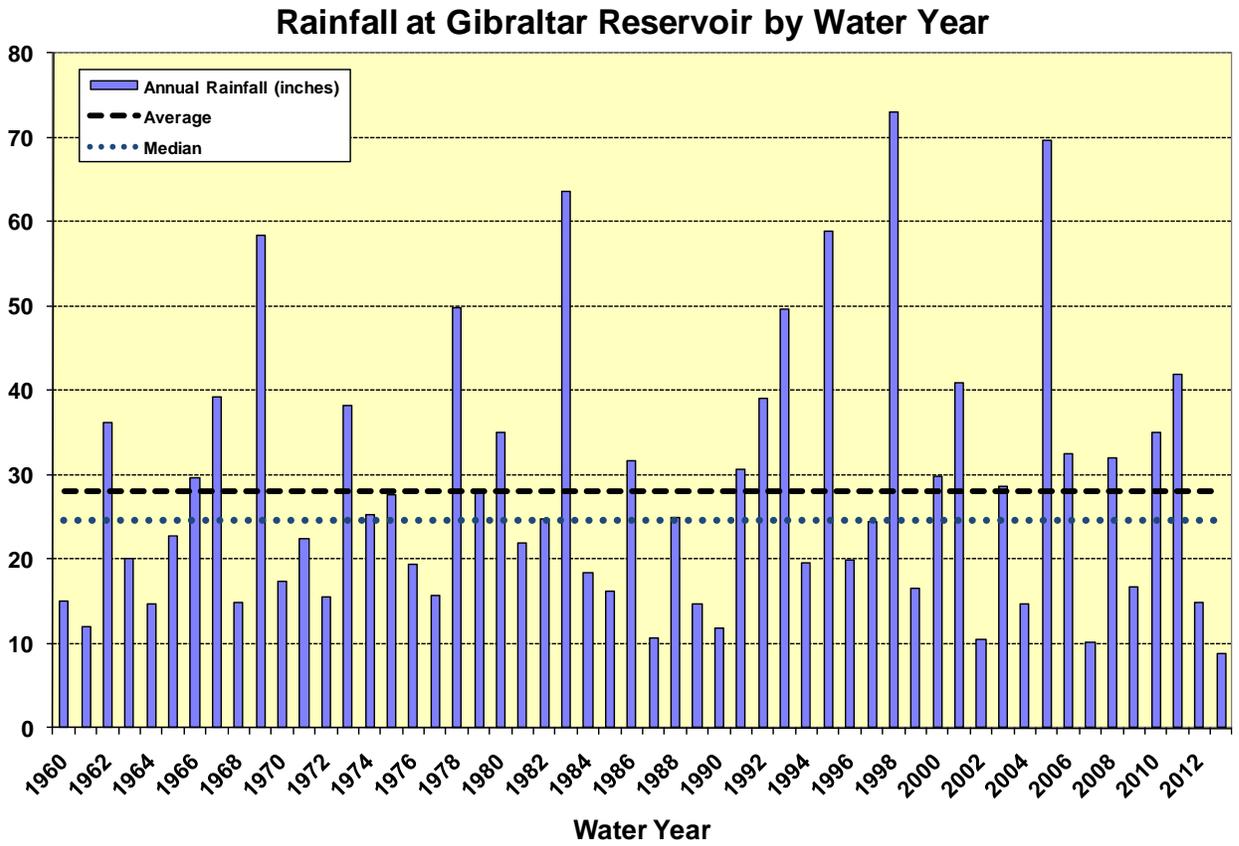
Source of Supply	WY 2013 Original Supply Plan	WY 2013 Actual	WY 2014 Supply Plan (Projected)
Gibraltar Reservoir	2,236	1,663	877
Cachuma Project	10,090	11,326	9,723
Mission Tunnel	813	963	550
Devil's Canyon	(w/ Gibraltar)	0	(w/ Gibraltar)
Juncal Res. (300 AF from MWD)	(w/ Cachuma)	(w/ Cachuma)	(w/ Cachuma)
State Water Project	56	41	2,450
Groundwater	661	662	910
Desalination	0	0	0
Recycled Water	444	214	90
Net Other Supplies ^A	(na)	-208	(na)
Total Production:	14,300	14,661	14,600
Total Demand:	14,300 ^B	14,661 ^C	14,600 ^B
Percent Shortage:	0	0	0

^A Represents miscellaneous production sources (positive values) and water used from the distribution system for purposes such as transfers to adjacent water purveyors or groundwater recharge.

^B Planned demands include ~300 AFY for El Estero process water.

^C Actual 2013 demand includes 13,550 AFY potable demand, 847 AFY recycled demand, and 264 AFY El Estero process demand.

Long-Term Rainfall Data





CITY OF SANTA BARBARA

COUNCIL AGENDA REPORT

AGENDA DATE: January 7, 2014

TO: Mayor and Councilmembers

FROM: City Administrator's Office

SUBJECT: Appointment Of Mayor Pro Tempore, Ordinance Committee, And Finance Committee

RECOMMENDATION:

That Council consider the appointment of a Mayor Pro Tempore, and Chairs and Members of the Ordinance and Finance Committees.

DISCUSSION:

Designation of Mayor Pro Tempore - Section 504 of the Charter says that "The City Council shall designate one (1) of its members as Mayor Pro Tempore, who shall serve in such capacity at the pleasure of the City Council." Council Member Randy Rowse presently holds the position.

Appointment of Ordinance Committee - Resolution No. 94-129, adopted on October 11, 1994, provides for the appointment of a three (3) member Ordinance Committee and the designation of the Chair of said Committee to serve for one year. Also, Resolution No. 99-034 providing for the appointment of the Mayor as an alternate member was adopted on May 4, 1999. The current membership of this committee is as follows:

Grant House, Chair
Frank Hotchkiss
Randy Rowse
Helene Schneider, Alternate

Appointment of Finance Committee - Resolution No. 99-035, also adopted on May 4, 1999, provides for the appointment of a three (3) member Finance Committee and the designation of the Chair of said Committee to serve for one year. This Resolution also provides for the appointment of the Mayor as an alternate member. The current membership of the Finance Committee is as follows:

Dale Francisco, Chair
Bendy White
Cathy Murillo
Helene Schneider, Alternate

City Council members also serve on various regional bodies and serve as liaisons to various City Advisory Groups. We will be asking that Council make these appointments on January 14, 2014.

PREPARED BY: Jennifer Jennings, Administrator's Office Supervisor

SUBMITTED BY: Jim Armstrong, City Administrator

APPROVED BY: City Administrator's Office