



# CITY OF SANTA BARBARA CITY COUNCIL MINUTES

## REGULAR MEETING June 20, 2006 COUNCIL CHAMBER, 735 ANACAPA STREET

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### CALL TO ORDER

Mayor Marty Blum called the joint meeting of the Council and the Redevelopment Agency to order at 2:00 p.m. (The Finance Committee met at 1:00 p.m. The Ordinance Committee, which ordinarily meets at 12:30 p.m., did not meet on this date.)

### PLEDGE OF ALLEGIANCE

Mayor Blum.

### ROLL CALL

Councilmembers present: Brian B. Barnwell, Grant House, Helene Schneider, Das Williams, Mayor Blum.

Councilmembers absent: Iya G. Falcone, Roger L. Horton.

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

### PUBLIC COMMENT

Speakers: Lazarus, Craig Sheets, Claudia Bratton, Bob Hansen, Aaron Jones, Melissa Burns, Jeremy Leffert, Tauny Palm, Ufokiba Molly Edu, Ashleigh Rucker, Shannon Griggs, Jennifer Aidoo, and Meron Meshesha.

### COUNCILMEMBER COMMITTEE ASSIGNMENT REPORTS

Information:

- Councilmember Schneider mentioned the following items: 1) the publication by Civil Service Commissioner Kathryn McKee of her book entitled "Leading People Through Disasters;" 2) her participation in "sweat equity" for the local Habitat for Humanity project; 3) a launch party for "Shape of Voice;" and 4) the creation of a Santa Barbara Green Business Program by a UCSB students.

(Cont'd)

Information (Cont'd):

- Councilmember Williams spoke about 1) the "Engineers Without Borders" program; 2) a meeting of the Santa Barbara Film Commission; and 3) his attendance at a recent luncheon sponsored by the Community Environmental Council.
- Councilmember House reported the status of the Council subcommittee reviewing the advisory group recruitment process.
- Councilmember Barnwell commented on 1) the formation of a Council subcommittee regarding sustainability; and 2) the forthcoming issue of the use of liquid natural gas.

**CONSENT CALENDAR (Item Nos. 1 - 7)**

The titles of the resolutions related to Consent Calendar items were read.

Motion:

Councilmembers Schneider/Barnwell to approve the Consent Calendar as recommended.

Vote:

Unanimous roll call vote (Absent: Councilmembers Falcone, Horton).

1. Subject: Minutes

Recommendation: That Council waive the reading and approve the minutes of the special and regular meetings of June 6, 2006.

Action: Approved the recommendation.

2. Subject: Service Agreement With Thresholds To Recovery, Inc., To Operate The Sobering Center (520.04)

Recommendation: That Council approve and authorize the Chief of Police to negotiate and execute a Service Agreement with Thresholds to Recovery, Inc., to operate the Sobering Station for one (1) fiscal year beginning July 1, 2006, and ending June 30, 2007, for annual fees not to exceed \$178,600.

Action: Approved the recommendation; Agreement No. 22,102 (June 20, 2006, report from the Chief of Police).

3. Subject: Increase In Purchase Order For Structural Contract Plan Check Services (640.04)

Recommendation: That Council authorize the General Services Manager to increase Purchase Order #372042 to John A. Martin & Assoc., Inc. (JAMA), by \$35,000 (for a total of \$72,000) for continued structural plan check services.

Action: Approved the recommendation (June 20, 2006, Community Development Director's report).

4. Subject: Reimbursement Of Airport Capital Expenditures From Future Proceeds Of Debt For The Airline Terminal Improvement Project (560.04)

Recommendation: That Council adopt, by reading of title only, A Resolution of the Council of the City of Santa Barbara Declaring its Official Intent to Reimburse Certain Expenditures from Proceeds of Indebtedness for the Airline Terminal Improvement Project.

Action: Approved the recommendation; Resolution No. 06-048 (June 20, 2006, report from the Airport and Finance Directors; proposed resolution).

5. Subject: Purchase Order With Univision To Broadcast Clean Creek Messages In Spanish (540.14)

Recommendation: That Council:

- A. Accept a contribution of \$10,530 from the County of Santa Barbara for a Spanish-language campaign, and increase appropriations and estimated revenues in the Creeks Division Fiscal Year 2006 Operating Budget by \$10,530; and
- B. Approve and authorize the General Services Manager to issue a purchase order in the amount of \$21,060 to Univision for a Spanish-language public awareness campaign on water pollution prevention.

Action: Approved the recommendations (June 20, 2006, report from the Parks and Recreation Director).

6. Subject: Statement Of Investment Policy And Delegation Of Investment Authority For Fiscal Year 2007 (260.01)

Recommendation: That Council:

- A. Adopt, by reading of title only, A Resolution of the Council of the City of Santa Barbara Amending the Investment Policy for the City and Rescinding Resolution No. 05-066; and
- B. Authorize the City Administrator/City Clerk/City Treasurer to invest or reinvest funds, or to sell or exchange securities so purchased for the City of Santa Barbara and the Redevelopment Agency of the City of Santa Barbara for Fiscal Year 2007.

Action: Approved the recommendations; Resolution No. 06-049 (June 20, 2006, Finance Director's report; proposed resolution).

## NOTICES

7. The City Clerk has on Thursday, June 15, 2006, posted this agenda in the Office of the City Clerk, on the City Hall Public Notice Board on the outside balcony of City Hall, and on the Internet.

This concluded the Consent Calendar.

## REPORT FROM THE FINANCE COMMITTEE

Finance Committee member Das Williams reported that the Committee met to review Staff recommendations regarding loans for 1) the acquisition of real property located at 416-424 East Cota Street and 517 Olive Street; and 2) the construction of the Casas Las Granadas affordable housing project at 21 East Anapamu Street. The Committee approved the recommendations, which will be considered by the Council as Agenda Item Nos. 9 and 11, respectively.

## REDEVELOPMENT AGENCY REPORTS

Agenda Item No. 8 appears in the Redevelopment Agency minutes.

9. Subject: Property Acquisition Loan To Housing Authority For Real Property Located At 416 - 424 East Cota Street And 517 Olive Street (660.04)

Recommendation:

- A. That the Redevelopment Agency Board approve a loan to the Housing Authority of the City of Santa Barbara in the amount of \$2,000,000 for the acquisition of real property located at 416-424 East Cota Street and 517 Olive Street, and authorize the Deputy Director to execute a loan agreement and related documents in a form acceptable to Agency Counsel;
- B. That the Redevelopment Agency Board adopt, by reading of title only, A Resolution of the Redevelopment Agency of the City of Santa Barbara Finding that the Use of Redevelopment Agency Housing Setaside Funds as a Loan to the Housing Authority of the City of Santa Barbara for Property Acquisition for Affordable Housing Development Outside the Central City Redevelopment Project (CCRP) Area at 416-424 East Cota Street and 517 Olive Street Will Be of Benefit to the CCRP; and
- C. That Council adopt, by reading of title only, A Resolution of the Council of the City of Santa Barbara Finding that the Use of Redevelopment Agency Housing Setaside Funds as a Loan to the Housing Authority of the City of Santa Barbara for Property Acquisition for Affordable Housing Development Outside the Central City Redevelopment Project (CCRP) Area at 416-424 East Cota Street and 517 Olive Street Will Be of Benefit to the CCRP.

Documents:

- June 20, 2006, report from the Community Development Director/Deputy Director.
- Proposed Resolutions.

The titles of the resolutions were read.

(Cont'd)

9. (Cont'd)

Speakers:

- Staff: Assistant Community Development Director/Housing and Redevelopment Manager David Gustafson.
- Housing Authority of the City of Santa Barbara: Executive Director Robert Pearson.

Motion:

Council/Agency members House/Williams to approve the recommendations; City Council Resolution No. 06-050; Redevelopment Agency Agreement No. 468 and Resolution No. 1,000.

Vote:

Unanimous roll call vote (Absent: Council/Agency members Falcone, Horton).

10. Subject: Redevelopment Agency Operating Budget For Fiscal Year 2007 (620.01)

Recommendation:

- A. That Council adopt, by reading of title only, A Resolution of the Council of the City of Santa Barbara Approving a Parking Operations Agreement for Parking Structure No. 2, Parking Structure No. 6, Parking Structure No. 10, Parking Lot No. 11, Parking Lot No. 12, the Railroad Station Parking Lots, and the Two Transportation Management Program Employee Parking Lots, Between the City of Santa Barbara and the Redevelopment Agency of the City of Santa Barbara for Fiscal Year 2007;
- B. That the Agency Board adopt, by reading of title only, A Resolution of the Redevelopment Agency of the City of Santa Barbara Approving a Parking Operations Agreement for Parking Structure No. 2, Parking Structure No. 6, Parking Structure No. 10, Parking Lot No. 11, Parking Lot No. 12, the Railroad Station Parking Lots, and the Two Transportation Management Program Employee Parking Lots, Between the Redevelopment Agency of the City of Santa Barbara and the City of Santa Barbara for Fiscal Year 2007;
- C. That the Agency Board adopt, by reading of title only, A Resolution of the Redevelopment Agency of the City of Santa Barbara Approving the Budget for Fiscal Year 2007; and
- D. That the Agency Board authorize the Community Development Director to execute Fiscal Year 2007 grant agreements with the approved grantees in a form acceptable to the Agency Counsel.

(Cont'd)

10. (Cont'd)

Documents:

- June 20, 2006, report from the Community Development Director/Deputy Director.
- Proposed Resolutions.

The titles of the resolutions were read.

Speakers:

Staff: Assistant Community Development Director/Housing and Redevelopment Manager David Gustafson, City Administrator/Executive Director James Armstrong.

Motion:

Council/Agency members Schneider/House to approve the recommendations, revising the resolutions to change "Parking Structure No. 6" to "Granada Garage Parking Structure;" City Council Resolution No. 06-051 and Agreement No. 22,103; Redevelopment Agency Resolution Nos. 1,001 and 1,002 and Agreement Nos. 469 (recommendation B) and 470 - 478 (recommendation D).

Vote:

Unanimous roll call vote (Absent: Council/Agency members Falcone, Horton).

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

### COMMUNITY DEVELOPMENT DEPARTMENT

11. Subject: Loan Increase For Casas Las Granadas Affordable Housing Project (660.04)

Recommendation: That Council:

- A. Approve an amended and restated loan agreement for the construction of Casas Las Granadas at 21 East Anapamu Street, that replaces and supersedes two existing loans, increases the loan amount by \$329,000 for a total of \$1,581,000, and includes changes to the interest rate, term, identity of the borrower, and timetable for performance;
- B. Approve a subordination agreement that subordinates the City's loan, deed of trust and affordability covenant to first trust deed financing to be provided by Wells Fargo Bank; and
- C. Authorize the City Administrator to execute the amended and restated loan agreement, subordination agreement and other related documents in a form approved by the City Attorney.

(Cont'd)

11. (Cont'd)

Documents:

June 20, 2006, Community Development Director's report.

Speakers:

Staff: Project Planner Simon Kiefer, Assistant Community Development Director/Housing and Redevelopment Manager David Gustafson.

Motion:

Councilmembers House/Williams to approve the recommendations; Agreement Nos. 22,104 - 22,106.

Vote:

Unanimous voice vote (Absent: Councilmembers Falcone, Horton).

**RECESS**

3:33 p.m. - 3:44 p.m. Deputy City Clerk Brenda Alcazar clerked the remainder of the meeting.

**MAYOR AND COUNCIL REPORTS**

15. Subject: City Advisory Group Interviews (140.05)

Recommendation: That Council hold interviews of applicants to various City Advisory Groups at 3:30 p.m. (Estimated Time)

Documents:

- June 20, 2006, report from the Assistant City Administrator.
- June 16, 2006, letter from Bill Spencer.
- June 20, 2006, letter submitted by Mark Sherman.

Speakers:

- Staff: City Clerk Services Manager Cynthia Rodriguez.
- The following applicants were interviewed:
  - Airport Commission:
    - Kirk Martin
  - Community Development and Human Services Committee:
    - Jennifer Rose
    - Laura Knight
    - Gary Woods
    - Catherine Woodford
  - Community Events and Festivals Committee:
    - Debbie Neer
    - Mark Sherman

(Cont'd)

15. (Cont'd)

Speakers (Cont'd):

Creeks Advisory Committee:

Lee Moldaver

Housing Authority Commission:

Jerome Harris

Mary Johnston de-Leon

Paul Downes

Living Wage Advisory Committee:

Richard Flacks

Anna Kokotovic

Hillary Blackerby

Larry Lee

Rental Housing Mediation Task Force:

Mary O’Gorman

Transportation and Circulation Committee:

Steven Maas

Appointments to fill the vacancies are scheduled for July 11, 2006.

**CITY COUNCIL ADMINISTRATIVE AND ATTORNEY REPORTS (CONT'D)**

FINANCE DEPARTMENT

12. Subject: Adoption of Fiscal Year 2007 Operating and Capital Budget (230.05)

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

- A. A Resolution of the Council of the City of Santa Barbara Adopting the Budget for the Fiscal Year 2007 by Appropriating Moneys for the Use and Support of Said City from the Funds and to the Purposes Herein Specified;
- B. A Resolution of the Council of the City of Santa Barbara Authorizing the Continuation of Capital and Special Project Appropriations to Fiscal Year 2007;
- C. A Resolution of the Council of the City of Santa Barbara Establishing the City’s Appropriation Limitation for Fiscal Year 2007;
- D. A Resolution of the Council of the City of Santa Barbara Authorizing Classified and Unclassified Positions in the City’s Service Effective July 1, 2006, and Providing a Schedule of Classifications and Salaries for the Same in Accordance with the Operating Budget for the 2007 Fiscal Year; and

(Cont'd)

12. (Cont'd)

- E. A Resolution of the Council of the City of Santa Barbara Establishing Certain City Fees, Including Water and Wastewater Rates, and Rescinding Resolution Nos. 05-055, 05-060, 05-062, 05-098, and 06-026.

Documents:

- June 20, 2006, report from the Finance Director.
- Proposed Resolutions.

The titles of the resolutions were read.

Public Comment Opened:

4:31 p.m.

Speakers:

- Staff: Assistant Finance Director Robert Samario, Water Resources Manager Steve Mack, City Administrator James Armstrong.
- Members of the Public: Steve Little, Westwood Hills Avocado Alliance; Christopher Thompson; Philip Walker.

Public Comment Closed:

4:50 p.m.

Motion:

Councilmembers House/Williams to adopt the Fiscal Year 2007 Operating and Capital Budget with the exception of the agricultural water rate increase within the fee resolution (recommendation E), and direct staff to return in 90 days with a recommendation from the Water Commission.

Speakers (Cont'd):

- Staff: City Attorney Stephen Wiley, who suggested that the motion be amended to specify the section of the fee resolution that addresses water rates for agricultural uses.

Amendment Motion:

Councilmembers Barnwell/Williams to approve the recommendations and adopt the Fiscal Year 2007 Operating and Capital Budget; adopt Resolution Nos. 06-052 - 06-056; and direct that water rates for irrigation of agricultural uses (Section 1.C.6 of "Water Rates and Fees" from Resolution No. 06-056) remain unchanged from current levels pending receipt, within 90 days, of a recommendation from the Water Commission.

Vote on Amendment Motion:

Unanimous roll call vote (Absent: Councilmembers Falcone, Horton).

## **CHANGES TO THE AGENDA**

### Item Continued to Future Meeting

Upon the recommendation of City Administrator James Armstrong, Agenda Item No. 14 was continued to a future meeting; however, the Council did take comments from one member of the public.

14. Subject: Community Guide to Santa Barbara's Watersheds (540.14)

Recommendation: That Council hear a presentation on the findings of the draft Watersheds Existing Conditions Study and the Community Guide to Santa Barbara's Watersheds.

Speakers:

Member of the Public: Ben Pitterle, Santa Barbara ChannelKeeper.

## **CITY COUNCIL ADMINISTRATIVE AND ATTORNEY REPORTS (CONT'D)**

### FIRE DEPARTMENT

13. Subject: Wildland Fire Suppression Assessment District Formation; Public Hearing (290.00)

Recommendation: That Council:

- A. Hold a Public Hearing on the proposed Wildland Fire Suppression Assessment District; and
- B. Close the balloting, direct the City Clerk to tabulate the ballots, and continue the Public Hearing to July 11, 2006.

Documents:

- June 20, 2006, report from the Fire Chief.
- Affidavit of Publication.

Public Comment Opened:  
5:10 p.m.

Speakers:

- Staff: Fire Chief Ron Prince, City Administrator James Armstrong.
- Member of the Public: Paul Cashman, President, The Riviera Association.

Public Comment Closed:  
5:16 p.m.

(Cont'd)

13. (Cont'd)

Motion:

Councilmembers House/Barnwell to approve Recommendation B.

Vote:

Unanimous voice vote (Absent: Councilmembers Falcone, Horton).

### **ADJOURNMENT**

Mayor Blum adjourned the meeting at 5:22 p.m.

SANTA BARBARA CITY COUNCIL

CYNTHIA M. RODRIGUEZ, CMC  
CITY CLERK SERVICES MANAGER

ATTEST:

\_\_\_\_\_  
MARTY BLUM  
MAYOR

\_\_\_\_\_  
SUSAN TSCHECH, CMC  
DEPUTY CITY CLERK

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BRENDA ALCAZAR, CMC  
DEPUTY CITY CLERK