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

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

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

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

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

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

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

12:30 p.m. - Finance Committee Meeting, David Gebhard Public Meeting Room, 630 Garden Street
12:30 p.m. - Ordinance Committee Meeting, Council Chamber
2:00 p.m. - City Council Meeting

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

Subject: Finance Committee Review Of The Proposed Two-Year Financial Plan For Fiscal Years 2012 And 2013

Recommendation: That the Finance Committee:
A. Consider and approve the proposed Finance Committee review schedule and topics related to the Proposed Two-Year Financial Plan for Fiscal Years 2012 and 2013, including the Recommended Budget for Fiscal Year 2012; and
B. Provide staff any additional topics the Committee wishes to include in their review.

ORDINANCE COMMITTEE MEETING - 12:30 P.M. IN THE COUNCIL CHAMBER (120.03)

Subject: Single-Use Bag Reduction

Recommendation: That the Ordinance Committee:
A. Receive a report from staff regarding options for reducing the distribution of single-use bags within the City of Santa Barbara; and
B. Provide staff with additional direction as to which option the Ordinance Committee wishes to pursue.
CALL TO ORDER

PLEDGE OF ALLEGIANCE

ROLL CALL

CEREMONIAL ITEMS

1. Subject: Proclamation Declaring April 2011 As Department Of Motor Vehicles/Donate Life California Month (120.04)

CHANGES TO THE AGENDA

PUBLIC COMMENT

CONSENT CALENDAR

2. Subject: Minutes

Recommendation: That Council waive the reading and approve the minutes of the regular meeting of April 5 (cancelled), and the special meeting of April 7, 2011.

3. Subject: Increase In Construction Change Order Authority And Extra Services For The Escondido And Bothin Pump Stations Rehabilitation Project (540.06)

Recommendation: That Council:
A. Authorize an increase in the Public Works Director Change Order Authority to approve expenditures for extra work for Escondido and Bothin Pump Stations Rehabilitation Contract No. 23,500 with Taft Electric Company (Taft) in the amount of $94,243, for a total Project expenditure authority of $1,608,977; and
B. Authorize an increase in the Extra Services amount with AECOM Technical Services, Incorporated (AECOM), for construction support services for the Escondido and Bothin Pump Station Rehabilitations Project (Project), Contract No. 23,501, in the amount of $16,449, for a total Project expenditure authority of $65,560.
CONSENT CALENDAR (CONT’D)

NOTICES

4. The City Clerk has on Thursday, April 14, 2011, posted this agenda in the Office of the City Clerk, on the City Hall Public Notice Board on the outside balcony of City Hall, and on the Internet.

5. Cancellation of the Redevelopment Agency meeting of April 19, 2011, due to lack of business.

6. The Proposed Two-Year Financial Plan for Fiscal Years 2012 and 2013, including the Recommended Operating and Capital Budget for Fiscal Year 2012 was filed with the City Clerk's Office on April 19, 2011.

7. Received a letter of resignation from Rental Housing Mediation Task Force Member Roger Simpson; the vacancy will be part of the current City Advisory Groups recruitment.

8. Recruitment for City Advisory Groups:
   A. The City Clerk's Office will accept applications through Monday, May 16, 2011, at 5:30 p.m. to fill 28 vacancies on various City Advisory Groups, including four scheduled vacancies on the Living Wage Advisory Committee and Single Family Design Board with term expiration dates of June 30, 2011, one scheduled vacancy on the Housing Authority Commission with a term expiration date of August 6, 2011, and unscheduled vacancies resulting from resignations received in the City Clerk's Office through Wednesday, April 27, 2011;
   B. The City Council will conduct interviews of applicants for vacancies on various City Advisory Groups on Tuesday, May 24, 2011, at 6:00 p.m., Tuesday, June 7, 2011, at 4:00 p.m. (Estimated Time), and Tuesday, June 14, 2011, at 4:00 p.m. (Estimated Time); and
   C. The City Council will make appointments to fill the vacancies on various City Advisory Groups on Tuesday, June 28, 2011.

This concludes the Consent Calendar.

REPORT FROM THE FINANCE COMMITTEE

REPORT FROM THE ORDINANCE COMMITTEE
CITY COUNCIL ADMINISTRATIVE AND ATTORNEY REPORTS

FINANCE DEPARTMENT

9. Subject: Recommended Two-Year Financial Plan For Fiscal Years 2012 And 2013 (230.05)

  Recommendation: That Council:
  A. Receive the Recommended Two-Year Financial Plan for Fiscal Years 2012 and 2013, including the Recommended Operating and Capital Budget for Fiscal Year 2012;
  B. Hear a report from staff in connection with the filing of the Recommended Two-Year Financial Plan for Fiscal Years 2012 and 2013; and

COMMUNITY DEVELOPMENT DEPARTMENT

10. Subject: Plan Santa Barbara Ad Hoc Subcommittee Recommendations (650.05)

  Recommendation: That Council:
  A. Receive Subcommittee recommendations to date;
  B. Hold discussion to determine full Council positions on Subcommittee recommendations; and
  C. Provide direction to Subcommittee and staff on next steps.

COUNCIL AND STAFF COMMUNICATIONS

COUNCILMEMBER COMMITTEE ASSIGNMENT REPORTS

CLOSED SESSIONS

11. Subject: Conference With Labor Negotiator (440.05)

  Recommendation: That Council hold a closed session, per Government Code Section 54957.6, to consider instructions to City negotiator Kristy Schmidt, Employee Relations Manager, regarding negotiations with General, Treatment and Patrol, and Supervisory bargaining units and regarding discussions with unrepresented management about salaries and fringe benefits.
  Scheduling: Duration, 30 minutes; anytime
  Report: None anticipated

ADJOURNMENT

4/19/2011 Santa Barbara City Council Agenda Page 4
ITEM TO BE CONSIDERED:

Subject: Finance Committee Review Of The Proposed Two-Year Financial Plan For Fiscal Years 2012 And 2013

Recommendation: That the Finance Committee:
A. Consider and approve the proposed Finance Committee review schedule and topics related to the Proposed Two-Year Financial Plan for Fiscal Years 2012 and 2013, including the Recommended Budget for Fiscal Year 2012; and
B. Provide staff any additional topics the Committee wishes to include in their review.
AGENDA DATE: April 19, 2011
TO: Finance Committee
FROM: Administration Division, Finance Department
SUBJECT: Finance Committee Review Of The Proposed Two-Year Financial Plan For Fiscal Years 2012 And 2013

RECOMMENDATION: That the Finance Committee:

A. Consider and approve the proposed Finance Committee review schedule and topics related to the Proposed Two-Year Financial Plan for Fiscal Years 2012 and 2013, including the Recommended Budget for Fiscal Year 2012; and

B. Provide staff any additional topics the Committee wishes to include in their review.

DISCUSSION:

In accordance with City Charter, the Two-Year Financial Plan for Fiscal Years 2012 and 2013, including the Recommended Budget for the first year of the plan, is being filed with the City Clerk’s Office on Tuesday, April 19, 2011 and is being presented to Council on this same day.

City staff has scheduled special City Council budget work sessions over the next two months during which the details of the recommended budget will be presented and discussed. Over the course of the special meetings, each department will present their respective budgets to City Council, with the focus being on the budget adjustments required to respond to the overall impacts on all funds, in particular the General Fund.

In addition to the review by Council, staff recommends that the Finance Committee review certain topics related to the recommended budget in more detail. These elements include General Fund revenue assumptions and projections, General Fund reserves and citywide fees. Staff will also be requesting the Committee for any other topics or areas of the budget they wish to review.

The proposed Finance Committee review schedule is included as an attachment to this report.
ATTACHMENT: Proposed Finance Committee Review Schedule

PREPARED BY: Jill Taura, Treasury Manager

SUBMITTED BY: Robert Samario, Finance Director

APPROVED BY: City Administrator's Office
CITY OF SANTA BARBARA
Proposed Finance Committee Review Schedule
Two-Year Financial Plan for Fiscal Years 2012 and 2013

<table>
<thead>
<tr>
<th>Meeting Date and Time</th>
<th>Department</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Tuesday, April 26, 2011</strong>&lt;br&gt;12:00 p.m. – 1:45 p.m.</td>
<td>➢ General Fund balancing strategy (20 min)&lt;br&gt;➢ General Fund non-departmental revenues and assumptions (20 min)</td>
</tr>
<tr>
<td><strong>Tuesday, May 3, 2011</strong>&lt;br&gt;11:30 a.m. – 1:45 p.m.</td>
<td>➢ General Fund departmental proposed fee changes (1 hour)&lt;br&gt;➢ Golf Enterprise Fund proposed fees (20 min)</td>
</tr>
<tr>
<td><strong>Tuesday, May 10, 2011</strong>&lt;br&gt;11:00 a.m. – 1:45 p.m.</td>
<td>➢ General Fund departmental proposed fee changes – Part 2 (30 min)&lt;br&gt;➢ Enterprise fund proposed fee changes (1 hour 45 min) – Water, Wastewater, Waterfront, Solid Waste, Downtown Parking, and Airport</td>
</tr>
<tr>
<td><strong>Tuesday, May 17, 2011</strong>&lt;br&gt;12:00 p.m. – 1:45 p.m.</td>
<td>➢ Review of Citywide reserve balances and policies (30 min)&lt;br&gt;➢ Follow-up on items requested by Finance Committee</td>
</tr>
<tr>
<td><strong>Tuesday, May 24, 2011</strong>&lt;br&gt;12:00 p.m. – 1:45 p.m.</td>
<td>➢ Follow-up on items requested by Finance Committee&lt;br&gt;➢ Staff recommended adjustments to FY 2012 Budget</td>
</tr>
</tbody>
</table>
CITY OF SANTA BARBARA

ORDINANCE COMMITTEE

MEETING AGENDA

DATE: April 19, 2011
TIME: 12:30 p.m.
PLACE: Council Chamber

Grant House, Chair
Frank Hotchkiss
Randy Rowse

Office of the City Administrator
Lori Pedersen
Administrative Analyst

Office of the City Attorney
Stephen P. Wiley
City Attorney

ITEMS FOR CONSIDERATION

Subject: Single-Use Bag Reduction

Recommendation: That the Ordinance Committee:
A. Receive a report from staff regarding options for reducing the distribution of single-use bags within the City of Santa Barbara; and
B. Provide staff with additional direction as to which option the Ordinance Committee wishes to pursue.
AGENDA DATE: April 19, 2011

TO: Ordinance Committee

FROM: Environmental Services Division, Finance Department

SUBJECT: Single-Use Bag Reduction

RECOMMENDATION: That the Ordinance Committee:

A. Receive a report from staff regarding options for reducing the distribution of single-use bags within the City of Santa Barbara; and
B. Provide staff with additional direction as to which option the Ordinance Committee wishes to pursue.

DISCUSSION:

On February 1, 2011, City Council referred to the Ordinance Committee consideration of all options for reducing the distribution of single-use bags throughout the City. Essentially, the options consist of the following:

1. Take no further action.
2. Recommend an ordinance effectively mandating that retail stores adopt the elements of the City’s existing voluntary Where’s Your Bag? Program.
3. Recommend a City ballot measure to decide whether a tax should be imposed on either or both single-use plastic and paper bags distributed by retailers within the City.
4. Recommend an ordinance to prohibit the distribution of single-use plastic bags by retailers.

Staff has prepared for the Ordinance Committee information regarding the factors that should be considered, including the potential impacts on the consumer, retailers and the City associated with each option. Please note that an in-depth discussion of previous Council actions, statewide legislation on this issue, and the environmental considerations of single-use bags was included in the February 1, 2011, Council Agenda Report and is therefore not included in this report.
Option 1: Take No Action At This Time

Under this approach, retailers could continue to distribute plastic and paper bags without restriction. Pursuant to previous Council direction, staff would continue to promote reusable bags through the voluntary “Where’s Your Bag?” Program.

Potential Impacts:

Consumer: Consumers would continue to receive plastic or paper bags. Retailers would continue to pass on the cost of single-use bags to consumers in the purchase price of goods at a cost of approximately $.02 - $.03 per bag¹.

City: The City would not incur any additional costs beyond those currently allocated to remove single use bags as a component of other litter and illegally dumped waste. While the cost to specifically remove plastic bags is unknown, the Creeks Division spent $27,000 in Fiscal Year 2010 to clean up approximately 268 littered sites that contained plastic bags.

Retailer: No impact

Environment: According to the U.S. Environmental Protection Agency, marine species are often harmed when they accidentally ingest plastic bags, mistaking them for food ². In addition, continued use of plastic bags would further deplete non-renewable resources used in their production.

Option 2: An Ordinance Which Mandates the Elements of the City’s Where’s Your Bag? Program

Under this approach, Council would adopt an ordinance requiring retailers to post a designated amount of in-store signage, as well as provide educational materials to customers, including brochures and window decals, to encourage their use of reusable bags when shopping. Retailers would also be responsible for providing training to new staff on the benefits of reusable bags and techniques for encouraging their use with customers. Additionally, retailers would be required to offer the sale of reusable bags for sale at the point-of-purchase and report to the City, on a quarterly basis, how many customers are using reusable bags. Note that the City already administers the Where’s Your Bag? Program with large grocery stores and smaller markets on a voluntary basis.

¹ Staff communication with representatives of Tri-County Produce and Albertson’s Grocery Company
Potential Impacts:

**Consumer:** Consumers could continue to receive plastic or paper bags, but would be encouraged to bring their own reusable bags when shopping. Retailers would continue to pass on the cost of single-use bags to consumers in the purchase price of goods as described in Option One.

**City:** The City would incur additional costs to implement the ordinance, monitor reporting and take enforcement action against non-compliant retailers. In Fiscal Year 2011, the Environmental Services Division allocated approximately $23,000 in staff time and $15,000 on educational materials and community outreach on the voluntary Where’s Your Bag? Program. An additional $14,000 in private donations was used to offset the costs to produce educational materials and conduct public outreach.

**Retailer:** Retailers would incur added costs to train staff, supply education materials, install signage and track and report reusable bag usage to the City. The average cost to equip a store with educational materials under the Where’s Your Bag? Program is approximately $200.

**Environment:** Under the voluntary Where’s Your Bag? Program, Environmental Services has distributed approximately 3,800 reusable bags to City residents. Any decrease in the impact to the environment would depend on how many consumers switch to reusable bags under this scenario. Tri-County Produce, a local retailer, has actively promoted reusable bags and has seen a 36% increase in the use of reusable bags by its customers since joining the program.

**Other Considerations:** Assembly Bill 2449, enacted by the State Legislature in 2007, requires grocery stores in California to take back and recycle plastic grocery bags. While the statute prohibits municipalities from auditing performance or requiring additional reporting regarding plastic bag use by the store, it is silent on whether these prohibitions also apply to reusable bags. It is therefore unclear whether an ordinance could be successfully challenged under this option. If a challenge were likely, Council could consider such an ordinance after January 1, 2013, when AB 2449 is scheduled to sunset.

**Option 3: A City Voter Approved Tax on Paper and/or Plastic Bags**

Under this approach, consumers could continue to receive plastic or paper bags, but a voter-approved tax on paper bags would be levied. Depending on whether the tax proceeds are earmarked or not, the measure would either require a simple majority vote or two-thirds voter approval. A special tax, in which the proceeds are earmarked for a specific purpose requires a two-thirds voter approval. A general tax, which would become part of the unrestricted revenues in the General Fund, requires only a simple majority.
Generally speaking, staff would not recommend a tax on both plastic and paper bags, for both practical and legal reasons related to AB 2449. Instead, staff would recommend (within the context of this option) a tax on single-use paper bags only coupled with a ban on single-use plastic bags, as described below under option #4.

Potential Impacts:

**Consumer:** Assuming a tax of $0.10 - $0.25 per bag, consumers who choose to purchase plastic or paper bags at checkout would pay an estimated $32-$81 per year, assuming that consumers use 325 bags per year. However, consumers who switch to reusable bags would avoid this additional premium after an initial investment of $8-$24 to purchase reusable bags.

**City:** The City may choose to conduct a survey of voters about voter support for such a tax and the level of tax that voters would support before moving forward with this option. The cost of such a survey is estimated at $25,000. The City could also incur additional costs to place such a question on the ballot and to assess any taxes approved by the voters. A tax on single-use bags would generate income for the City, the amount of which would depend upon the level of the tax and any increases in consumer use of reusable bags. The City would incur the cost to conduct the environmental review of such a ballot measure under CEQA.

**Retailer:** Retailers would incur the cost to program their cash receipting systems to both collect and track the taxes. They would have to prepare a form that would be provided by the City to accompany their remittance of taxes, similar to forms completed by hotels for remittance of transient occupancy taxes collected from customers via the hotel rates.

**Environment:** The financial premium placed on one or both types of single-use bags would likely persuade more consumers to use reusable bags than under the voluntary Where’s Your Bag? Program, resulting in a reduction in the number of plastic bags in the environment.

**Option 4: Recommend a City Ordinance to Prohibit the Distribution of Single-Use Bags and Impose a Fee on Single-Use Paper Bags**

Under this approach, Council would adopt an ordinance prohibiting the distribution of plastic bags by retailers and placing a fee on paper bags. This approach contemplates that the City would seek voter approval for the fee on single-use paper bags at a range consistent with Option 3 previously discussed.

The cities of San Jose and Santa Monica and Los Angeles County, have adopted similar ordinances that apply a “fee” of $0.10 to $0.25 on paper bags. These agencies elected to have the retailers retain all revenue generated by the fee, purportedly to avoid the voter-approval requirement required under State law for new taxes. Based on the advice of the City’s legal counsel, staff would not recommend following the approach used by these
agencies, but rather that the City put the question to a vote of the community. Moreover, with a voter approved fee, the City would have the flexibility to determine how the tax proceeds would be used, including allowing the retailers to retain a portion to cover the increased costs of providing paper bags. Some municipalities have also placed restrictions on how revenue from the fee can be used, such as for the production of educational materials.

**Potential Impacts:**

**Consumer:** Consumers who chose to pay the fee on paper bags at checkout would pay an estimated $32-$81 per year for single-use bags. However, those who switch to reusable bags would not pay an additional premium at checkout after an initial investment of $8-$24 to purchase reusable bags.

**City:** The City would incur significant costs to implement this option. In order to preempt legal challenges, many jurisdictions have opted to prepare an Environmental Impact Report (EIR) for their proposed ordinances at an estimated cost ranging from $50,000 - $100,000. Substantial staff resources would also be expended to develop, circulate, implement, monitor and enforce the ordinance. For example, the City of San Jose expended 4,000 staff hours in the preparation and adoption of its recent ordinance. If the City elected to keep all or part of the tax revenues generated from the fee, the City would realize additional revenues that are restricted to a specific purpose, or, if unrestricted, the revenues provide additional financial resources to the General Fund.

**Retailer:** Retailers would save $.02-$0.03 on each plastic bag currently distributed at checkout. Depending on the structure and allocation of the tax proceeds, retailer may be allowed to retain a portion or all of the taxes to defray the additional cost of providing single-use paper bags. Council may have the option to choose whether to apply restrictions on the use of this revenue.

**Environment:** Banning plastic bags and imposing a fee on paper bags would likely yield the greatest reduction of plastic bags and therefore the greatest benefits to those environments impacted by plastic bags, such as local beaches and the marine environment. Because paper bags create their own impacts on the environment, in particular those associated with their production, this option may increase those impacts if it results in higher use of paper bags. The greatest benefit to the environment is achieved when this approach results in the shift from both plastic and paper bags to re-usable bags, which is the intended goal of all options. This option appears to have the greatest potential for achieving this end result.

**Other Considerations:** Imposition of a fee on paper bags could be construed as a tax and therefore be subject to voter approval.
Recent Developments
Since the February 1, 2011, Council meeting, the City of Calabasas adopted an ordinance banning plastic bags. Save the Plastic Bag Coalition (STPBC), a plastic industry group, has filed a lawsuit against the County of Marin challenging its ordinance to ban plastic bags and to impose a $.05 fee on paper bags. This legal challenge is noteworthy as Marin County opted to invoke a categorical exemption under CEQA in lieu of preparing an environmental impact report.

STPBC also sued the Cities of Manhattan Beach and Oakland, claiming that the environmental impacts caused by an ordinance that effectively promotes the use of paper bags were not properly evaluated in an EIR. A decision in the Manhattan Beach case is pending a decision by the California Supreme Court while the City of Oakland lost the CEQA suit filed against it.

PREPARED BY: Matt Fore, Environmental Services Manager
SUBMITTED BY: Robert Samario, Finance Director
APPROVED BY: City Administrator’s Office
PROCLAMATION

DMV/Donate Life California Month
April 2011

WHEREAS, the California Department of Motor Vehicles (DMV) and Donate Life California (DLC) announced on March 15, 2011, that more than eight million Californians have now registered as organ and tissue donors through the state’s Donate Life California Organ & Tissue Donor Registry, a 33 percent increase in only 12 months (March 2010 – March 2011).

WHEREAS, more than 100,000 individuals nationwide and more than 21,000 in California are currently on the national organ transplant waiting list - 21% of the more than 100,000 people waiting across our country. Tragically, 1/3 of them will die - waiting - and

WHEREAS, each year, approximately 30,000 patients in the U.S. will be diagnosed with life-threatening diseases such as leukemia, which are treatable by a marrow or stem cell transplant. Just one in three will find a donor match within their family. Join the National Marrow Donor Program Registry - it takes a simple blood test. Anyone between the ages of 18-60 and in good general health can join the Registry; and

WHEREAS, a single individual’s donation of the heart, lungs, liver, kidneys, pancreas, and small intestine can save up to eight lives; donation of tissue can save and heal the lives of up to 30 others; and a single blood donation can help three people in need; and

NOW, THEREFORE, I, HELENE SCHNEIDER, by virtue of the authority vested in me as Mayor of the City of Santa Barbara, California, do hereby proclaim April 2011 as DMV/DONATE LIFE CALIFORNIA MONTH in the City of Santa Barbara and urge all Californians to check “YES!” when applying for or renewing their driver’s license or I.D. card, or by signing up at www.donelife.org or www.donaVIDAcalifornia.org.

IN WITNESS WHEREOF, I have hereunto set my hand and caused the Official Seal of the City of Santa Barbara, California to be affixed this 19th day of April, 2011.

HELENE SCHNEIDER
Mayor
The regular meeting of the City Council, scheduled for 2:00 p.m. on April 5, 2011, was cancelled by the Council on November 9, 2010.

The next regular meeting of the City Council is scheduled for April 12, 2011, at 2:00 p.m. in the Council Chamber.

SANTA BARBARA CITY COUNCIL

SANTA BARBARA
CITY CLERK’S OFFICE

ATTEST:

HELENE SCHNEIDER
BRENDA ALCAZAR, CMC
MAYOR
DEPUTY CITY CLERK
CALL TO ORDER

Mayor Helene Schneider called the meeting to order at 3:33 p.m.

ROLL CALL

Councilmembers present: Dale Francisco (3:35 p.m.), Frank Hotchkiss, Grant House, Randy Rowse, Michael Self, Bendy White, Mayor Schneider.
Councilmembers absent: None.
Staff present: City Administrator James L. Armstrong, Assistant City Attorney Sarah Knecht.

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

Water Commissioners present: Russell Ruiz, James Smith, William Thomas, Chair Landon Neustadt.
Water Commissioners absent: Vice Chair Barry Keller.

PUBLIC COMMENT

No one wished to speak.

NOTICES

The City Clerk has on Tuesday, April 5, 2011, posted this agenda in the Office of the City Clerk, on the City Hall Public Notice Board on the outside balcony of City Hall, and on the Internet.
WORK SESSIONS

Subject: Joint City Council And Water Commission Work Session: Water Supply Plan Update (540.08)

Recommendation: That Council conduct a joint work session with the Water Commission to discuss and provide input regarding the proposed update to the City’s Long-Term Water Supply Plan (LTWSP) and Urban Water Management Plan.

Documents:
- April 7, 2011, report from the Public Works Director.
- April 7, 2011, Draft City of Santa Barbara Long-Term Water Supply Plan prepared by Staff.
- April 7, 2011, PowerPoint presentation prepared and made by Staff.

Speakers:
- Staff: Water Resources Manager Rebecca Bjork.
- Member of the Public: James Smallwood.

Discussion:
Water Resources Manager Rebecca Bjork presented historical background of the City’s Long-Term Water Supply Program. She also described available water supplies, planning concepts, and key policy issues requiring consideration in order to update the Long-Term Water Supply Plan and prepare the state-mandated Urban Water Management Plan. Staff responded to questions from the Councilmembers and Water Commissioners asked for additional clarification before providing their feedback and comments.

Mayor Schneider summarized the key points presented by the Councilmembers and Water Commissioners:

- The use of a six-year drought period for planning purposes, instead of a five-year drought, is appropriate.
- Addition of water banking and purchased water should be pursued as drought supplies where feasible to help meet the goal of deferring use of the desalination facility until year six of a drought.
- A 10% safety margin is prudent given the uncertainty of water supplies in California.
- The expansion of recycled water connections should continue, where cost-effective and to the extent capacity is available.
- Elimination of blending of recycled water with potable water is a good goal, subject to identifying cost-effective means of doing so, including potential grant funding.

(Cont’d)
Joint City Council And Water Commission Work Session: Water Supply Plan Update (Cont’d)

Discussion (Cont’d):

- Sedimentation management at Gibraltar, including vegetation management through controlled burns, is worth investigating even with the Pass Through Agreement. The multi-agency effort to manage sedimentation at Cachuma should include recognition of the benefit of allowing sediment to continue down the river to nourish beaches.
- A policy about maintaining the reliability of the water delivery infrastructure should be included in the plan.
- An ongoing conservation program will be needed to maintain reductions achieved to date and achieve further reductions.
- Extraordinary demand reductions of up to 15% during an occasional severe drought seem reasonable, remembering that citizens will respond effectively during a drought period to help meet the goal.

The Water Commission meeting was adjourned at 5:35 p.m.

ADJOURNMENT

Mayor Schneider adjourned the meeting at 5:35 p.m.
AGENDA DATE: April 19, 2011

TO: Mayor and Councilmembers

FROM: Engineering Division, Public Works Department

SUBJECT: Increase In Construction Change Order Authority And Extra Services For The Escondido And Bothin Pump Stations Rehabilitation Project

RECOMMENDATION: That Council:

A. Authorize an increase in the Public Works Director Change Order Authority to approve expenditures for extra work for Escondido and Bothin Pump Stations Rehabilitation Contract No. 23,500 with Taft Electric Company (Taft) in the amount of $94,243, for a total Project expenditure authority of $1,608,977; and

B. Authorize an increase in the Extra Services amount with AECOM Technical Services, Incorporated (AECOM), for construction support services for the Escondido and Bothin Pump Station Rehabilitations Project (Project), Contract No. 23,501, in the amount of $16,449, for a total Project expenditure authority of $65,560.

DISCUSSION:

BACKGROUND

Escondido and Bothin Pump Stations supply water to areas of the City that, because of the undulating terrain, cannot be served water directly from a reservoir via gravity. The Escondido and Bothin Pump Stations were constructed in 1985 and have outlived their useful life. The construction Project scope includes replacing water pumps, electrical motors, electrical switchgear, valves, piping, instrumentation, and Supervisory Control and Data Acquisition Systems integration at both pump stations.

On July 27, 2010, Council awarded the construction to Taft in the initial contract amount of $1,514,734 and a design support services contract to AECOM in the initial contract amount of $49,111.
CURRENT STATUS

In October 2010, the existing water pumps were removed from their mounting cans by the contractor to verify dimensions on the record drawings from 1985, before ordering the proposed new pumps. It was discovered, and brought to the attention of the City, that the record drawings were not accurate and the specified pumps would not fit vertically into one of the mounting cans at each of the stations. Unfortunately, these dimensions could not be easily verified in advance of the work and, given the detailed record drawings from the original design, City staff and the design consultant had no reason to suspect this discrepancy. Fortunately, the error was caught before the pumps were ordered avoiding a more serious cost and schedule delay.

The City directed AECOM to complete the analysis of a new pump model that would be compatible with all the existing mounting cans and water system demands. Over the next few months, negotiations took place with the contractor. On February 8, 2011, the City finalized an acceptable proposal in the amount of $94,243, which included the additional cost of the new pumps, replacement of mounting flanges, and increases in material and labor costs due to delaying construction until October 2011.

Staff recommends that Council authorize increasing the approved Change Order Authority by $94,243 to cover the additional expenditures. This will raise the total Project Change Order Authority amount to $232,243 with a remaining Change Order Balance of $130,201 to address typical unforeseen construction issues that may arise when construction begins in October 2011.

Staff recommends that Council authorize an increase in Extra Services with AECOM in the amount of $16,449 to cover the additional costs associated with design changes during construction and having to delay the Project. This will raise the total amount available for Extra Services by AECOM to $20,949.

BUDGET/FINANCIAL INFORMATION:

FUNDING

The following summarizes the additional expenditures recommended in this report:
CONSTRUCTION CONTRACT FUNDING SUMMARY

<table>
<thead>
<tr>
<th></th>
<th>Base Contract</th>
<th>Change Order</th>
<th>Total</th>
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</thead>
<tbody>
<tr>
<td>Initial Contract Amount</td>
<td>$1,376,734</td>
<td>$138,000</td>
<td>$1,514,734</td>
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<tr>
<td>Proposed Increase</td>
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<td>$94,243</td>
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<td><strong>Totals</strong></td>
<td></td>
<td><strong>$232,243</strong></td>
<td><strong>$1,608,977</strong></td>
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CONSTRUCTION SUPPORT SERVICES CONTRACT FUNDING SUMMARY

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<td>Initial Contract Amount</td>
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<td>Proposed Increase</td>
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<td>$16,449</td>
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<tr>
<td><strong>Total</strong></td>
<td></td>
<td><strong>$20,949</strong></td>
<td><strong>$65,560</strong></td>
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The following summarizes all Project design costs, construction contract funding, and other Project costs.

ESTIMATED TOTAL PROJECT COST

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<th>Subtotal</th>
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<tr>
<td><strong>Design</strong></td>
<td>$182,853</td>
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<tr>
<td>Construction Contract</td>
<td>$1,376,734</td>
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<tr>
<td>Construction Change Order Allowance</td>
<td>$232,243</td>
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<tr>
<td>Construction Management/Inspection (by City Staff)</td>
<td>$130,000</td>
</tr>
<tr>
<td>Design Support Services During Construction (by Contract)</td>
<td>$65,560</td>
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<tr>
<td>Other Construction Costs (building permits, special supplies/expenses)</td>
<td>$5,000</td>
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<tr>
<td><strong>Construction</strong></td>
<td><strong>$1,809,537</strong></td>
</tr>
<tr>
<td><strong>Project Total</strong></td>
<td><strong>$1,992,390</strong></td>
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</table>
There are sufficient funds in the Water Capital Fund to cover the additional work and Extra Services.

**ATTACHMENT:** City of Santa Barbara Water Service Area and Pressure Zones

**PREPARED BY:** Joshua N. Haggmark, Principal Engineer/AH/mj

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

**APPROVED BY:** City Administrator’s Office
City of Santa Barbara Water Service Area and Pressure Zones
AGENDA DATE: April 19, 2011
TO: Mayor and Councilmembers
FROM: Administration Division, Finance Department
SUBJECT: Recommended Two-Year Financial Plan For Fiscal Years 2012 And 2013

RECOMMENDATION: That Council:

A. Receive the Recommended Two-Year Financial Plan for Fiscal Years 2012 and 2013, including the Recommended Operating and Capital Budget for Fiscal Year 2012;
B. Hear a report from staff in connection with the filing of the Recommended Two-Year Financial Plan for Fiscal Years 2012 and 2013; and

DISCUSSION:

In accordance with the City Charter, the Recommended Two-Year Financial Plan for Fiscal Years 2012 and 2013 (“Recommended Plan”) has been filed with the City Clerk’s Office and is being submitted to Council today. The Recommended Plan covers a two-year planning horizon and includes the recommended operating and capital budget for the first year of the plan. In June, Council will adopt a Two-Year Financial Plan for Fiscal Years 2012 and 2013 as well as an operating and capital budget for fiscal year 2012.

For the first time in two fiscal years, staff has returned to the customary two-year budget cycle with the submittal of a two-year financial plan for Council’s review. The previous budgets for both fiscal years 2010 and 2011 were prepared as single year budgets due to the economic uncertainty caused by the worst economic downturn since the Great Depression. The current Recommended Plan was prepared in the context of the local economy that is showing signs of recovery. Nonetheless, the recommended budget for fiscal year 2012 has been balanced using several one-time measures to address a projected budget gap of approximately $2.7 million.

While the impacts of the economic downturn have been the greatest to the General Fund, other important operations accounted for in Special Revenue and Enterprise Funds have also been impacted by the economic downturn.
The Fiscal Year 2012 recommended budget includes a number of measures to address the projected $2.7 million General Fund budget shortfall caused primarily by increasing pension costs and one-time measures that were used to balance the budget in the current year. The largest balancing measure is the assumed continuation of wage and benefit concessions of approximately $1.8 million.

City staff has scheduled special budget work sessions over the next two months during which the details of the Recommended Plan will be presented and discussed as part of the budget public hearing process. Over the course of the public hearings, each City department will present their respective recommended budget, including their operating budget and capital program, if applicable, as well as proposed performance measures and objectives for their programs.

The first of these special budget work sessions will be held on Thursday, April 21, from 1:30 p.m. to 4:30 p.m. in Council Chambers. The budget work sessions are scheduled at different times of the day and evening to encourage public participation. The proposed schedule for the special budget work sessions, at which the public hearings on the budget would be held, is included as an attachment to this report for Council’s approval.

In addition to the public review by Council, staff recommends that the Finance Committee review certain elements of the Recommended Plan in more detail. The proposed Finance Committee Review Schedule will be presented to the Finance Committee for approval on April 19, 2011, just prior to the City Council meeting.

A copy of the Recommended Plan will be available for review in the City Clerk’s Office and the Public Library’s main and eastside branches. It will also be available on the City’s website at www.SantaBarbaraCa.gov.

ATTACHMENT: Schedule of Council Budget Review Meetings and Public Hearings

SUBMITTED BY: Jill Taura, Treasury Manager

PREPARED BY: Robert Samario, Finance Director

APPROVED BY: City Administrator's Office
## Schedule of Council Budget Review Meetings and Public Hearings

<table>
<thead>
<tr>
<th>MEETING</th>
<th>DATE</th>
<th>BUDGET AGENDA ITEM(S)</th>
</tr>
</thead>
</table>
| SPECIAL WORKSESSION AND PUBLIC HEARING #1    | Thurs., April 21, 2011 1:30 – 4:30 pm Council Chambers | ➢ Open Budget Public Hearing  
➢ Department Budget Presentations for:  
  - Finance  
  - Non-Departmental  
  - Administrative Services  
  - City Attorney  
  - City Administrator's Office  
  - Mayor & Council |
| SPECIAL WORKSESSION AND PUBLIC HEARING #2    | Mon., May 2, 2011 1:30 – 4:30 pm Council Chambers | ➢ Department Budget Presentations for:  
  - Community Development/Redevelopment Agency  
  - Library |
| SPECIAL WORKSESSION AND PUBLIC HEARING #3    | Thurs., May 5, 2011 9:00 am – 12:00 pm Council Chambers | ➢ Department Budget Presentation for:  
  - Public Works |
| SPECIAL WORKSESSION AND PUBLIC HEARING #4    | Mon., May 9, 2011 6:00 – 9:00 pm Council Chambers | ➢ Department Budget Presentation for:  
  Parks & Recreation (including Creeks and Golf Funds) |
| SPECIAL WORKSESSION AND PUBLIC HEARING #5    | Thurs., May 12, 2011 9:00 am – 12:00 pm Council Chambers | ➢ Department Budget Presentations for:  
  - Airport  
  - Waterfront  
  - Solid Waste Fund (Finance) |
| SPECIAL WORKSESSION AND PUBLIC HEARING #6    | Mon., May 16, 2011 6:00 – 8:00 pm Council Chambers | ➢ Department Budget Presentation for:  
  - Police |
<table>
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<th>Event Description</th>
<th>Date/Time</th>
<th>Location</th>
<th>Agenda Items</th>
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<tbody>
<tr>
<td>SPECIAL BUDGET WORKSESSION AND PUBLIC HEARING #7</td>
<td>Mon., May 23, 2011 6:00 – 8:00 pm</td>
<td>Council Chambers</td>
<td>Department Budget Presentation for: Fire</td>
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<td>SPECIAL BUDGET WORKSESSION AND PUBLIC HEARING #8</td>
<td>Thurs., May 26, 2011 1:30 – 4:30 pm</td>
<td>Council Chambers</td>
<td>Department Budget Presentations</td>
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<td>(If needed)</td>
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<td>SPECIAL BUDGET WORKSESSION AND PUBLIC HEARING #9</td>
<td>Thurs., June 2, 2011 9:00 am – 12:00 pm</td>
<td>Council Chambers</td>
<td>Finance Committee Budget Recommendations to Council</td>
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<td>Council Budget Deliberations</td>
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<td>SPECIAL BUDGET WORKSESSION AND PUBLIC HEARING #10</td>
<td>Mon., June 6, 2011 2:00 – 5:00 pm</td>
<td>Council Chambers</td>
<td>Continue Council Budget Deliberations (if needed)</td>
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<tr>
<td>SPECIAL BUDGET WORKSESSION AND PUBLIC HEARING #11</td>
<td>Thurs., June 9, 2011 9:00 am – 12:00 pm</td>
<td>Council Chambers</td>
<td>Final Council Budget Deliberations</td>
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<tr>
<td></td>
<td></td>
<td></td>
<td>Close Budget Public Hearing</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td>Final Council Budget Direction to Staff</td>
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<tr>
<td>REGULAR CITY COUNCIL MEETING</td>
<td>Tues., June 14, 2011 2:00 pm</td>
<td>Council Chambers</td>
<td>Prop. 218 Hearing on Proposed Increases to Water, Wastewater and Solid Waste Rates</td>
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<tr>
<td>REGULAR CITY COUNCIL MEETING</td>
<td>Tues., June 21, 2011 2:00 pm</td>
<td>Council Chambers</td>
<td>Budget Adoption</td>
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</table>
AGENDA DATE: April 19, 2011
TO: Mayor and Councilmembers
FROM: Planning Division, Community Development Department
SUBJECT: Plan Santa Barbara Ad Hoc Subcommittee Recommendations
RECOMMENDATION: That Council:
A. Receive Subcommittee recommendations to date;
B. Hold discussion to determine full Council positions on Subcommittee recommendations; and
C. Provide direction to Subcommittee and staff on next steps.

DISCUSSION:
Process to Date
On March 1, 2011, the Council directed the Plan Santa Barbara (PlanSB) Ad Hoc Subcommittee to further explore key issues and work towards agreements that could be supported by the full Council or a five-vote majority in order to adopt the PlanSB General Plan Update. A goal of three months for completing the Subcommittee’s review was expressed, as well as check-ins with the full Council.

The Council also enumerated a number of issues for the Subcommittee to address including: density, unit size & overlay locations; floor-to-area ratio (FAR), building size, bulk & scale; circulation & parking; air quality highway setbacks; adaptive management; noise; non-residential growth limitations; and second units. At the Subcommittee’s subsequent meeting, an overall approach and set of topics was set.

The Subcommittee has now concluded its first three meetings and this report serves to summarize the recommendations to date. In addition, staff offers the following observations. For a number of the issues, all three of the Subcommittee members have been able to agree on recommendations resulting in relatively minor policy shifts. The primary areas of continuing disagreement have been the proposed increased workforce housing density incentive, parking requirements and an air quality highway setback. Staff believes that once these issues have been resolved, the other topics may be addressed in relatively short-order.
Areas of Agreement

The issues for which the Subcommittee found agreement in the Land Use Element included: removing the Brinkerhoff and Bungalow districts from the higher density overlay areas, removing references to Form Based Coding, expanding the Floor Area Ratio working group membership, and general agreement with the Adaptive Management Program policy and implementation measures.

In the Historic Resources Element, agreement included a reference to historic preservation in the Land Use Element goals, removal of references to Form Based Codes, an explicit statement as to the intent of the element, an expansion of the Historic Landmarks Committee subcommittee membership to include members of the preservation community, and the removal on the six month Interim Preservation Guideline implementation action.

In the Circulation Element, there was general agreement on the goals and policies, with the exception of parking standards which are discussed below.

Residential Densities, Parking Standards & Air Quality Highway Setback

The Subcommittee has discussed residential densities at some length with limited agreements. There is general agreement on the value of converting the existing Variable Density incentive program to the Average Unit Density (AUD) in order to address building size, bulk and scale issues. The Subcommittee also agrees that an overlay density increase should be done in selected locations, on a temporary basis, to test the effectiveness of the policy. The fundamental disagreement seems to center on whether the AUD program should have two tiers: Medium-High 15-25 dwelling units per acre (du/ac) and High density 25-45 du/ac.

The intent of the AUD program is to encourage smaller building as a trade-off for higher densities, which in turn can encourage more affordable workforce housing. The AUD program provides for a range of densities, based on the average unit size, to provide a developer with the ability to design a range of unit types and sizes. However, a key point to remember is that the size of the building remains the same, no matter which density the developer chooses within either the Medium-High or High designations in the AUD program.

The intent of the High density designation is to provide a significant incentive to focus future workforce housing within walking distance to transit and commercial services. If the AUD program is restricted to only Medium-High densities, all multi-unit projects using this incentive would in effect result in smaller buildings without the trade-off or benefit of higher densities.

Councilmen Francisco and Hotchkiss are generally not supportive of higher densities, but may be open to two-tiers. Councilman Francisco has proposed higher density as an experiment over a five year period, together with monitoring and assessment of the results of the policy. Most recently, he has proposed that the higher densities be achieved through a 50% overlay on the Medium-High density for market units, and a 100% overlay on the Medium-High density for rental and employer housing.
Councilman White is concerned that after the high density overlays expire in five years, all of the multi-unit designations would default to 15-25 du/ac within smaller buildings as required under the proposed AUD program. The implication being, a significant disincentive to build residential units, particularly in the commercial districts with higher land costs.

As an alternative, Councilman White has proposed that the High Density dwelling units per acre be pushed downwards from 27-45 du/ac to perhaps 27-37 du/ac. Thus, for an average High Density project with 845 sq. ft. units the density would be 32 du/ac, and with the 50% overlay for rental/employer housing the density would be 48 du/ac. As a second alternative, Councilman White has proposed the five year experiment include the AUD program, which at the end of the five year period would revert back to the current Variable Density program (15-27 du/ac) and no unit size standards. The number of units that would be permitted during the experiment is also an unresolved issue. Councilman Francisco has proposed 100 units over a five year period, and Councilman White has recommended about 250 units. Between 1990 and 2007, a total of 2,717 units were constructed of which approximately 1,721 units, or 100 units a year, were built under the variable density standard that the proposed AUD program is intended to replace.

Staff recommends that the number selected be at least 50% of the historic trend, at 50 units per year or 250 units over the proposed five year period. Staff’s position is that an average of 20 units per year over five years will not yield a sufficient number of projects from which to assess the success or failure of the policy.

Staff prefers a simpler ordinance with a time limit only, however an ordinance could be drafted that includes a number of unit limitation. It will be important to decide how the limit is applied and most likely this will be applied at the beginning of the process. This program has been described as an incentive and as such, with a significant limitation on the number of units, there is a concern that potential applicants will not be interested given the heightened risk and uncertainty in the process.

The issue of residential parking requirements for multi-unit projects was also unresolved. Councilman Hotchkiss recommends two spaces per unit based on the belief that every working family will need two cars. Councilman Francisco recommends that the required number of parking spaces be best left to the market. Councilman White proposes that the existing requirement of one parking space per unit for mixed use projects in the downtown be extended to all multi-unit projects. The Subcommittee all agreed that parking maximums should not be considered at this time.

The last area where the Subcommittee did not reach consensus was the air quality setback from Highway 101. The Air Resources Board recommends a 500 foot setback for all new residential construction, based on state wide data. A local study, conducted through the PlanSB Environmental Impact Report, recommends 250’, which was also recommended by the Planning Commission. Councilman Hotchkiss recommends 250’; Councilman Francisco recommends no buffer; and Councilman White needs to further study the issue.
The two attached maps graphically illustrate the different recommendations for residential densities and air quality highway setbacks. Option 3 illustrates the AUD at Medium-High only and proposes two overlays (within the same overlay boundary): 50% for market units and 100% for Rental & Employer projects, and no air quality setback. Option 4 reflects both Medium-High and High density designations, with a bigger overlay applicable to Rental & Employer projects only, and a 250’ air quality setback.

The Subcommittee’s recommendations to date include the results from three meetings, March 11, March 25 and April 8, and are summarized by topic in Attachment 3. Staff recommends that the full Council discuss and resolve these density, parking and air quality setback issues prior to the resumption of the Ad Hoc Subcommittee meetings.

ATTACHMENTS:  
1. Option 3 Map  
2. Option 4 Map  
3. Ad Hoc Subcommittee Recommendations, April 19, 2011

PREPARED BY: John Ledbetter, Principal Planner

SUBMITTED BY: Paul Casey, Assistant City Administrator/Community Development Director

APPROVED BY: City Administrator's Office
Density

- Replace the Variable Density incentive program with the Average Unit Density incentive program.

- Develop a temporary five year land use ordinance incentive with a sunset clause, or decision point by Council to allow higher density projects in specific geographic areas, delineated by an overlay together with a program to assess the effectiveness of the policy.

- Limit the number of higher density projects to 100 units or five years whichever occurs first.

  Not a unanimous recommendation: Councilman White recommends a higher number, upwards of 250 units.

- Establish only a Medium High density of 15-25 du/ac allowance for the Average Unit Density Program. Do not establish a High Density designation.

  Not a unanimous recommendation: Councilman White recommends both Medium High and High (27-45 du/ac) designations.

- Temporarily allow higher densities in specific geographic areas, under the Average Unit Density (AUD) incentive program, at a 50% increase for market development, and a 100% increase for rental and employer housing.

  Not a unanimous recommendation: Councilman White proposes the High density designation (at perhaps a lower density) with a single 50% overlay for rental & employer housing or if that is not supported then another option is that at the end of five years the AUD revert back to the Variable Density incentive program.

- Remove the Brinkerhoff and Bungalow districts from the higher density overlay areas.

- Remove references to Form Based Codes.
• Expand the proposed Floor Area Ratio policy to indicate direction to form a working group to include local professionals from the development community.

**Historic Resources Element**

• Add a reference to historic preservation in Land Use Element Goals.

• Remove references to Form Based Codes.

• Add an explicit statement to assure protection of City, State and National Landmarks.

• The Historic Landmarks Committee has created a subcommittee to work on the Historic Resources Element. Expand to include members from the preservation community and begin work as soon as possible.

• Remove 6 month Interim Preservation Design Guidelines implementation action.

**Circulation & Parking**

• General agreement on Circulation goals & policies.

• No agreement on multi-unit residential parking requirements. Councilman Hotchkiss recommends two spaces per unit; Councilman Francisco recommends a market approach; and Councilman White recommends one space per unit for multi-unit projects, not just for mixed-use projects.

• Agreement on removing the parking maximums as a possible implementation action.

**Air Quality Highway Setback**

• No consensus on air quality highway setback. Councilman Hotchkiss recommends 250'; Councilman Francisco recommends no buffer; and Councilman White needs to further study the issue.

**Adaptive Management Program**

• General agreement on the policy and implementation actions.
AGENDA DATE: April 19, 2011
TO: Mayor and Councilmembers
FROM: City Administrator’s Office
SUBJECT: Conference With Labor Negotiator

RECOMMENDATION:

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

SCHEDULING: Duration, 30 minutes; anytime
REPORT: None anticipated
PREPARED BY: Kristy Schmidt, Employee Relations Manager
SUBMITTED BY: Marcelo López, Assistant City Administrator
APPROVED BY: City Administrator’s Office