

of San Diego, and Allen Carlisle, CEO/General Manager of Padre Dam Water District, requesting funds from the City to correct past overbilling to the Padre Dam Water District under the 1998 Regional Wastewater Disposal Agreement, is available for inspection upon request from the City Clerk's office

4. **COMMUNICATIONS - ORAL:** None.

The City Council adjourned to Closed Session at 3:01 pm.

The City Council reconvened at 3:30 pm. Mayor Tanaka announced that direction was given to staff.

Mayor Tanaka called the regular meeting to order at 4:00 pm.

1. **ROLL CALL:**

Present: Council Members/Agency Members Bailey, Denny, Ovrom, Woiwode and Mayor Tanaka

Absent: None

Also Present: City Manager/Agency Executive Director Blair King
City Attorney/Agency Counsel Johanna Canlas
City Clerk/Agency Secretary Mary Clifford

2. **INVOCATION AND PLEDGE OF ALLEGIANCE.** Floyd Ross provided the invocation and Mayor Tanaka led the Pledge of Allegiance.

3. **MINUTES:** Approval of the amended minutes of the Regular Meeting of the City Council/the City Council Acting as the Successor Agency of April 15, 2014.

MSUC (Woiwode/Bailey) moved to approve the minutes of the Regular Meeting of the City Council/the City Council Acting as the Successor Agency of April 15, 2014, with de minimis corrections. The minutes were so approved. The reading of the minutes in their entirety was unanimously waived.

AYES: Bailey, Denny, Ovrom, Woiwode, Tanaka

NAYS: None

ABSTAINING: None

ABSENT: None

4. **CEREMONIAL PRESENTATIONS:**

4a. **Proclamation: Bike to Work Month.** Mayor Tanaka presented the proclamation to Andy Hanshaw, Larry Hofstetter and Bruce Davidson.

4b. Proclamation: National Preservation Month. Mayor Tanaka presented the proclamation to Bruce Linder, Mark Andrews and Susan Keith. Mr. Linder addressed the audience.

4c. Presentation of Historic Preservation Plaques to Property Owners with Historically Designated Structures. Mayor Tanaka and Susan Keith made the presentations. The list of recognized homes is as follows:

Owner's Name	Address	Year Built	Architectural style
Antares Properties LLC	708 A Avenue	1915	Italian Renaissance
Chander and Jami Burgos	301 Alameda Boulevard	1913	Aeroplane Craftsman
Christopher Kelleher	1003 Alameda Boulevard	1918	Italian Renaissance
Amy Campagna	555 B Avenue	1933	Spanish Eclectic
Foster Family Trust	770 F Avenue	1936	Spanish Bungalow
Laura Crenshaw	819 First Street	1957	Post and Beam Modern
Ann Keyser	1106 Fourth Street	1898	N/A
Arthur Young	706 Glorietta Boulevard	1924	Spanish Bungalow
Trotter Family Trust	1202 Glorietta Boulevard	1928	French Tudor
Craig and Jeanne Schnese	516 I Avenue	1936	Spanish Bungalow
Linda Belzberg	720 J Avenue	1936	Tudor
Robert and Nancy Alling	825 Olive Avenue	1933	Spanish Mediterranean
Ann Keyser	1017 Park Place	1926	Spanish Eclectic
Horton Family Credit Trust	1004 Tenth Street	1898	Folk Victorian
Michael and Jenna Tontz	812 Third Street	1913	Craftsman Bungalow

5. CONSENT CALENDAR: The City Council approved, adopted and/or accepted as one item of business Consent Agenda Items 5a through 5t with the exception of Items 5o, 5s and 5t and the addition of Items 11d and 13a. Item 5h is continued.

Councilmember Woiwode suggested the addition of Items 11b, 11d and 13a.

Councilmember Ovrom requested the removal of Item 5s and that Item 11b not be included in the Consent Calendar.

Councilmember Woiwode removed Item 5o.

Councilmember Bailey requested the continuation of Item 5h.

Councilmember Denny removed Item 5t.

Councilmember Denny will be abstaining on voting on Item 5b. The internal financial control of the Audit Committee reviewing the bills before the checks are paid has been removed by this Council by a new ordinance. She is concerned that there is no one from the Audit Committee reviewing the bills before the checks are paid and not even reviewing them after the checks are paid. She is just uncomfortable with that change. For Item 5f she is uncomfortable increasing an executive pay band at this point and she feels that the off balance sheet debts of pension and

redevelopment are looming somewhere in the background. We haven't dealt with them so it is not a time to increase the executive pay. In addition, Item 5m, while she very much supports the roundabout itself, it is the funding source coming from the Bridge Toll Revenue fund that she feels very uncomfortable with because it violates the controlling settlement agreement. She will be voting no on that. She spoke in support of Item 5r. There is an extra ferry in the morning now.

Councilmember Bailey will also be voting no on Item 5f.

Mayor Tanaka invited members of the public to remove or address items on the Consent Calendar.

Bill Kelly asked if the tennis court item has been removed. The Mayor indicated it had not.

Quelene Slattery is the mother of the boy who was hit on Fourth and B on April 22. She thanked the community for the support and the outreach and prayers. She knows we are talking about Item 13a that Mr. Woiwode brought up. Her son, Frankie, is working with the schools and the Police Department on helping them from a bike safety standpoint; however, the issue of the crosswalk or the signal needs to be addressed quickly before a child is killed. He had a 50/50 chance of survival and was fortunate enough to make it through. She really wants to put a human side to Item 13a on how important that crosswalk and signal are.

MSUC (Woiwode/Ovrom) moved that the City Council approve the Consent Calendar Items 5a through 5t with the exception of Items 5o, 5s and 5t and the addition of Items 11d - Review Coronado's Implementation and Compliance with the National Pollutant Discharge System (NPDES) and Approval of a Second Amendment to the Memorandum of Understanding by and between the Stormwater Copermittees and Authorization for the City Manager and the City Attorney to Sign the Memorandum of Understanding and 13a -Consideration of Request from Councilmember Woiwode that the City Council Place on a Future Agenda an Item to Work with the California Department of Transportation (Caltrans) to Install High Visibility Pedestrian/Bicyclist Activated Crossing Signals at the Intersections of Third and B and Fourth and B. Item 5h is continued.

AYES:	Bailey, Denny, Ovrom, Woiwode, Tanaka
NAYS:	Bailey, Denny on Item 5f; Denny on Item 5m
ABSTAINING:	Denny on Item 5b
ABSENT:	None

5a. Approval of Reading by Title and Waiver of Reading in Full of Ordinances on this Agenda. The City Council waived the reading of the full text and approved the reading of the title only.

5b. Review and Approve that the Warrants, as Certified by the City Treasurer, are all Correct and Just, and Conform to the Approved Budget for FY 2013-2014. The City Council approved payment of City warrant Nos. 10100686 thru 10100915. The City Council approved that the warrants as certified by the City/Agency Treasurer.

5c. Approval of Request from San Diego Worldwide Initiative to Safeguard Humanity (WISH) for the City to Serve as Host of the 2014 Peace and Humanity Day. The City Council approved the request.

5d. Approval of Request from the American Cancer Society to Hold the Relay for Life in Glorietta Bay Park from 10 a.m. on Saturday, July 26, to 10 a.m. on Sunday, July 27, 2014, and Approval of a Waiver of Coronado Municipal Code Chapter 40.48, Section 40.48.055(5) Regarding the Park Curfew. The City Council approved the request from the American Cancer Society to hold the Relay for Life in Glorietta Bay Park from 10 a.m. on Saturday, July 26, to 10 a.m. on Sunday, July 27, 2014, and waived Coronado Municipal Code Chapter 40.48, Section 40.48.055(5) regarding the park curfew.

5e. Second Reading for Adoption of "An Ordinance of the City Council of the City of Coronado, California, Amending Section 2.62.030(B) of Chapter 2.62 of Title 2 of the Coronado Municipal Code Regarding the Number of Parks and Recreation Commissioners Necessary to Constitute a Quorum." The City Council adopted AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF CORONADO, CALIFORNIA, AMENDING SECTION 2.62.030(B) OF CHAPTER 2.62 OF TITLE 2 OF THE CORONADO MUNICIPAL CODE REGARDING THE NUMBER OF PARKS AND RECREATION COMMISSIONES NECESSARY TO CONSTITUTE A QUORUM. The Ordinance, having been placed on First Reading on April 1, 2014, was read by Title, the reading in its entirety unanimously waived and adopted by Council as Ordinance No. 2044.

5f. Approval of a Resolution Amending the Personnel Authorization and Compensation Plan Related to the Executive Pay Band for Director of Public Services. The City Council adopted A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF CORONADO AMENDING THE PERSONNEL AUTHORIZATION AND COMPENSATION PLAN FISCAL YEAR 2013-2014 TO CHANGE THE EXECUTIVE PAY BAND FOR THE DIRECTOR OF PUBLIC SERVICES POSITION FROM PAY BAND FOUR TO PAY BAND SEVEN. The Resolution was read by title, the reading in its entirety unanimously waived and adopted by City Council as RESOLUTION NO. 8664.

5g. Approve Canceling the July 1 and August 5 Regularly Scheduled City Council Meetings. The City Council canceled the first City Council meetings in July and August (July 1 and August 5) consistent with past practice.

5h. Authorization for the City Manager to Execute a Contract with GHD Inc. for an Amount Not to Exceed \$100,000 for Professional Consulting Services to Assist the City with the Development and Implementation of an Asset Management Program. This item was continued to a future meeting.

5i. Authorization for the Mayor to Execute a Lease Agreement with Bluewater Coronado LP for the Operation of the Glorietta Bay Marina Restaurant. The City Council authorized the Mayor to execute the Lease Agreement.

5j. Authorization to Advertise the Golf Course Irrigation Controller Project. The City Council authorized staff to advertise the Golf Course Irrigation Controller project.

5k. Authorization for the City Manager to Execute an Agreement with Continental Protection Agency to Provide Crossing Guard Services during the FY 2014-15 Coronado Unified School District School Year Including an Option for the City to Renew the Agreement Annually for Up to Four Additional Years. The City Council authorized the City Manager to execute an agreement with Continental Protection Agency for crossing guard services. The agreement is for one year with the ability for the City to renew the agreement annually for up to an additional four years.

5l. Accept the Community Center Carpet and Partitions Fabric Replacement Project and Direct the City Clerk to File a Notice of Completion. The City Council accepted the Community Center Carpet and Partitions Fabric Replacement project and directed the City Clerk to file a Notice of Completion.

5m. Award of Construction Contract to Tri-Group Construction and Development, Inc. in the Amount of \$609,985 for the Pomona, Seventh, and Adella Intersection Improvements (Roundabout) Project, and Authorization to Execute a Contract Modification with Psomas for Construction Support and Inspection Services. The City Council awarded a construction contract to Tri-Group Construction and Development, Inc. in the amount of \$609,985 for construction of the Pomona, Seventh, and Adella Intersection Improvements (roundabout) project (Contract No. 14-CO-ES-526).

5n. Award of Construction Contract to A & B Restoration and Remodel, Inc. in the Amount of \$42,500 for the Main Fire Station Dorm Remodel. The City Council awarded a contract for the Main Fire Station Dorm Remodel project to A & B Restoration and Remodel, Inc. in the amount of \$42,500.

5o. Authorization for (1) the Director of Engineering and Project Development to Issue Encroachment Permit No. E1403-004 to Allow Construction of Improvements at 1107 Tenth Street to Encroach Along the Front of the Property into the City Right-of-Way; and (2) Authorization for the City Manager to Issue a Commercial Use Permit to Allow the Placement of Outside Dining Furnishings.

Councilmember Woiwode requested that staff show the pictures taken at 1 p.m. this afternoon. He was nearby earlier when there were more people there and the problem, as he sees it, is worse. There are 16' to work with. There is furniture that is moveable and it wanders around on that street because this establishment does not serve the customers. People go inside, buy their food, come out, sit at the tables, move them wherever they want to, and then they discard the leftovers in the City trash cans. This seems to him to be causing the City a lot of trouble right now and to enshrine it seems like going in the wrong direction. There is insufficient space to give outdoor dining at this location in his view unless it were very tightly constrained with the equipment bolted to the sidewalk so it can't be moved and managed, which means tables and spills cleaned up and the trash disposed of by the owner. What we are proposing here is just unworkable.

Councilmember Ovrom asked to see page 192 and would like to hear about the difference that might make to this picture.

City Manager Blair King explained that what is before the Council is a two-part permit. One is an Encroachment Permit. The Encroachment Permit also covers the awning and outside pieces and a Commercial Use Permit which would allow for the restaurant to use the pieces. The dimensions would provide a 7½' clear zone down the middle of the sidewalk. There is about 4' from the curb to the clear zone, which would provide for trash cans and street furniture and then there is a 5' area that would be from the wall out. The expectation is that tables and chairs would be confined to that 5' area which would allow for the 7½' clear area. The issue that Councilmember Woiwode is concerned about is that if the tables and chairs are confined to the 5' it would maintain the open 7½' clear area but that the activity now is that the chairs and tables are fairly light and they are moved by patrons and would further encroach into the 7½' area. Staff did not put, as a condition, but it has been suggested by Mr. Woiwode now, that something to constrain that within the 5' would be appropriate. Either that somehow things would be affixed or perhaps some type of boundary that would prohibit the tables and chairs from proceeding out of the 5' be a part of the condition of the Encroachment Permit and the CUP.

Mayor Tanaka pointed out that the City has received some emails on this topic, one of which was opposed. He asked if Mr. Woiwode would be satisfied if a condition was added that tables in that area had to be affixed to the ground or is he against this request as a point of public policy.

Mr. Woiwode asked to show the photograph again. If you constrain the furniture to 5' that would be necessitate a certain size of table and chair. He is bringing up several issues that cause him to wonder whether this type of thing is even compatible with this type of business. The places where the City has authorized outdoor dining on City property are well managed, intensely managed, clean, and very respectful of the neighborhood. He is speaking of the 100 block of Orange. We are giving City right-of-way for the purpose of conducting this business and they are then making sure that it is clean and cared for and that is maybe incompatible with a take-out restaurant. If there is no one out there cleaning the tables, cleaning the spills off the ground, and if the diners are dropping all of their trash in the trash cans which we know are overflowing then is this even a compatible business with this type of area? For this to work it has to be managed, it has to be constrained, we have to know that we are always going to have room to walk down the sidewalk and that they are going to dispose of the trash.

Mayor Tanaka summarized that, theoretically, one way to proceed with this request would be to reject it and then leave the onus on them to come back with a plan that convinces Mr. Woiwode more thoroughly that it will be carried out.

Mr. Woiwode thinks that is true. One of the problems that we have is that activities like this do occur in the Caltrans right-of-way on Orange Avenue, which is not the City's management problem or prerogative. This is the City's prerogative and he thinks that the City should be applying the same standards it does to the other Coronado streets when this sort of thing is authorized.

Councilmember Ovrom thinks that the Council could take this two ways. One would be to bifurcate the motions with recommendation #1, which has to do with the signage which does not appear to have any controversy and #2 which has to do with the table placement. He would suggest that the Council do that.

Councilmember Bailey thinks Mr. Woiwode brings up some good points and he would like to see a second crack at this with some additional conditions brought back.

MSUC (Woiwode/Ovrom) moved that the City Council authorize the Director of Engineering and Project Development to issue Encroachment Permit No. E1403-004 to the owners of the property located at 1107 Tenth Street.

**AYES: Bailey, Denny, Ovrom, Woiwode, Tanaka
NAYS: None
ABSTAINING: None
ABSENT: None**

MSUC (Ovrom/Woiwode) moved that the City Council reject the request to issue a Commercial Use Permit to allow the placement of outside dining furnishings at this address.

Councilmember Denny wanted to weigh in by saying that she is not a big fan of affixing any furniture. She thinks that really limits too many things and has too many drawbacks.

**AYES: Bailey, Denny, Ovrom, Woiwode, Tanaka
NAYS: None
ABSTAINING: None
ABSENT: None**

5p. Award of Contract for the Americans with Disabilities Act Compliant Pedestrian Ramp Improvement Project to Portillo Concrete, Inc. in the Amount of \$172,450 and Authorization for the City Manager to Execute a Change Order to Increase the Scope of Work. The City Council awarded a contract to Portillo Concrete, Inc. in the amount of \$172,450 for construction of the ADA Compliant Pedestrian Ramps project (Contract No. 14-CO-ES-522) and directed the City Manager or his designee to negotiate the replacement of additional non-ADA compliant ramps up to the full grant amount.

5q. Authorization for the City Manager to Execute Amendments to the Existing Contract with SunGard Public Sector Inc. for Licenses and to Support the Upgrade of the Financial System Plus Series Software Products Totaling Approximately \$65,000. The City Council authorized the City Manager to execute the Amendment for Licenses and Support with SunGard Public Sector Inc. costing approximately \$65,000

5r. Renewal of Coronado Commuter Ferry Contract for FY 2014-2015 with the Addition of a Fifth Trip in the Morning. The City Council approved the FY 2014-2015 contract with Flagship Cruises and Events and authorized the City Manager to execute the agreement with Flagship Cruises and Events and the fund transfer agreements with the San Diego Association of Governments (SANDAG) and the Metropolitan Transit System (MTS).

5s. Adoption of a Resolution Creating City Council Policy #27 Defining the Roles of the Design Review Commission (DRC) and Cultural Arts Commission (CAC) in Review of Public Art. Councilmember Ovrom offered a comment on this item. On page 225, Policy

#27, under Public Art on Public Property it says that the CAC, at its discretion, as part of a process evaluating a project may submit a proposal to Design Review. The next one is Public Art on Private Property and it says that the DRC will refer. As far as he is concerned, they both need to be 'will'. It is rather unfair to say that in one case you only have to if you want to and in the other case you will always. The City ought to have both of them weigh in every time. To him this is saying that it doesn't make any difference who has the primary on it. They will go to the other one and at least ask for comments.

Councilmember Denny thinks that to accomplish what Mr. Ovrom wants the word would be 'shall.'

Mr. Ovrom commented that they both would be 'shall.'

Mayor Tanaka clarified that the suggestion is to change 'may' and 'will' both to 'shall.'

MSUC (Ovrom/Bailey) moved that the City Council adopted A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF CORONADO ADOPTING POLICY #27 ENTITLED 'ROLES OF THE DESIGN REVIEW COMMISSION AND CULTURAL ARTS COMMISSION IN REVIEW OF PUBLIC ART' with the suggested language changes. The Resolution was read by title, the reading in its entirety unanimously waived and adopted by City Council as RESOLUTION NO. 8665.

AYES:	Bailey, Denny, Ovrom, Woiwode, Tanaka
NAYS:	None
ABSTAINING:	None
ABSENT:	None

5t. Filing of the Treasurer's Reports on Investments for the City and the Successor Agency to the Community Development Agency for the City of Coronado for the Quarter Ending March 31, 2014. Leslie Suelter, Director of Administrative Services, provided a staff report for this item.

Councilmember Denny referred to Ms. Suelter's comment that it might be some years before we see better returns. How long has Ms. Suelter worked for the City?

Ms. Suelter responded that she has worked for the City for about 12 years.

Ms. Denny asked if she has been in City administration and business administration and treasurer type duties for longer than that.

Ms. Suelter has been in a similar role in a previous city and had a professional treasurer working for her in a prior life but we have an investment manager who helps us in Coronado who is very skilled in this area and they manage most of the agency securities.

Ms. Denny clarified that Ms. Suelter is referring to PFM Asset Management.

Councilmember Ovrom asked if Mr. King might want to inform the public about what Moody's said.

City Manager Blair King commented that Moody's Investment Services analyzed the City of Coronado and provided a rating of Aaa. That would make Coronado the only city in San Diego County to achieve that ranking and he believes that Coronado is the ninth city in California with that particular ranking. It is a ranking that basically measures the credit worthiness of the City. The City does not intend on issuing any credit but it measures the credit worthiness and is a reflection upon the financial stability of the City. Other cities that have that rating in California are Beverly Hills, Santa Monica, Palo Alto and Sunnyvale. There are three rating services: Moody's is one; Standard and Poors is another; and Fitch is a third. There are other highly rated cities among Standard and Poors but Moody's is a little bit stingier grader.

Mayor Tanaka thanked the City Manager for initiating that review and getting an outside group to take a look at us to make sure that our books are what we think they are.

Ms. Denny wanted to let people know that she has had some questions from residents about the rating and so she wanted to throw them out here to give Mr. King an opportunity to respond to them. The press release that is out in the public right now mentions that one of the strengths of the City is that there is no debt outstanding. The pension debt and redevelopment debt is off balance sheet, of course. She was wondering if anyone from our City, since we initiated this review, report either of those to Moody's.

Mr. King responded that Moody's is aware of the issues of pension retirements. Within the Moody's analysis, they conduct an analysis of that. That liability is compared to other liabilities of similar sizes. Moody's has a proprietary formula that it uses to measure standing unfunded pension obligations and that is included within their calculation.

Ms. Denny understands that Mr. King reported that they are aware of the redevelopment and pension debt. Did anyone from our City give any information to them about either one of those?

Mr. King explained that it was included within their analysis.

Ms. Denny asked if they are pulling stuff off the Internet on us or are we giving them information to do their credit rating. She does not understand the process and she had some questions on that, too.

Mr. King responded that the rating services stay in tune with conditions throughout all of the states. They are national rating services. They issue periodicals. You can probably find a periodical which establishes Moody's opinions upon public employee pensions. In that measurement, the rating agencies have been participants with that. Moody's will request information and then the City supplies the requested information to them.

Ms. Denny referred to page four that shows that Moody's has their own proprietary formula for how they measure pension debt and all the different cities. They do it comparatively. They have set the pension debt at \$101.2 million for the off balance sheet pension debt. She was wondering if that is something that the City would agree with.

Mr. King commented that the City does not have that information because it does not know their calculations.

Mayor Tanaka asked the City Attorney if Moody's is in the City agenda packet.

City Attorney Johanna Canlas responded that it is not and at this point it is probably prudent to stop discussion regarding this.

Ms. Denny would like to put this back on the agenda at a future time so we can have a discussion about the rating. There are so many questions out in the public about it that it is very important to keep our finances transparent.

Mayor Tanaka reminded Ms. Denny that there is a policy for that and she is welcome to avail herself of that policy.

MSUC (Ovrom/Woiwode) moved that the City Council examined the quarterly Reports on Investments and ordered them filed.

AYES:	Bailey, Denny, Ovrom, Woiwode, Tanaka
NAYS:	None
ABSTAINING:	None
ABSENT:	None

6. ORAL COMMUNICATIONS:

a. Mary Sikes, President and Chairman, Coronado Island Film Festival Board, invited the Council and the community to attend some wonderful events upcoming in May and June. They want to celebrate Memorial Day with a Happy SEALS Day. That will involve, on Thursday, May 22, a reception at the Coronado Historical Association, a VIP reception with wine and hors d'oeuvres provided by their sponsor, Tent City, and a tour of the exhibit that is currently at the Historical Association. From that point, we will walk down to the old theater and see a wonderful film, Act of Valor. It stars real life, active duty SEALS. Some of it was filmed right here in Coronado; then we will also have Q&A with some film insiders right at the theater. They are also going to have a wonderful documentary celebrating 50 years of history of the SEALS. This film was written, directed and narrated by a Coronado High School student, Kyler Smith. Kyler's father and his brother are both active duty SEALS. In this short film, you will see some wonderful old black and white history of training of the SEALS right here on the beaches of Coronado and you will meet some retired SEALS that have some great sea stories. One of these retired SEALS is Master Chief Mel Tanaka, the Mayor's father. He will be at the theater as an honored guest. Tickets are \$50. Parts of the proceeds will be going to the Navy SEALS Foundation. You can buy your tickets in person at the Coronado Historical Society's museum store or online at their website, coronadohistory.org, or through the coronadoislandfilmfest.com website. In June, they are celebrating 55 years since the filming of Some Like it Hot at the Hotel Del. There will be an event on June 26 that is going to involve a beautiful champagne reception at the Del and red carpet screening at the Village Theater.

b. Councilmember Denny encouraged people to join CERT and CERO.

7. **CITY MANAGER/EXECUTIVE DIRECTOR:**

7a. **Update on Council Directed Actions and Citizen Inquiries.** No report.

8. **PUBLIC HEARINGS:**

8a. **Public Hearing: Approval of a Resolution Adopting a Revised Schedule for the Regional Transportation Congestion Improvement Program Fee to Mitigate the Impacts of Development of Residential Units on the San Diego Regional Transportation Arterial System for FY 2014/15.** Ed Walton, Director of Engineering and Project Development, provided the staff report on this item.

Councilmember Denny is thinking about costs and things. Mr. Walton mentioned that the 2% increase was recommended by SANDAG. Mr. Walton clarified that the 2% was approved by SANDAG. Ms. Denny asked if this is within our discretion. She asked for him to explain to the public why the 2%. Mr. Walton explained that the increase in the fee that is placed upon TransNet is managed by SANDAG. SANDAG can do a minimum 2% or the percentage amount on the CPI that went up. This year it was 2%.

Ms. Denny referred to page 254 of the staff report, in the Background section. Staff makes mention that there are some nonexempt residential construction projects. Can Mr. Walton explain what they would be? For example, this 2% is not going to apply to everyone. Some folks will be exempt. She would like the public to have some examples so that they know what kind of projects would be exempt.

Mr. Walton would have to research that. He is not that familiar with the non-exempt. He believes it goes to apartments.

Mayor Tanaka opened the public hearing and, seeing no one wishing to speak on the item, the public hearing was closed.

MSUC (Woiwode/Bailey) moved that the City Council adopt A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF CORONADO ADOPTING A REVISED SCHEDULE FOR A REGIONAL TRANSPORTATION CONGESTION IMPROVEMENT PROGRAM FEE TO MITIGATE THE IMPACTS OF DEVELOPMENT OF RESIDENTIAL UNITS ON THE SAN DIEGO REGIONAL TRANSPORTATION ARTERIAL SYSTEM FOR 2014/15. The Resolution was read by title, the reading in its entirety unanimously waived and adopted by City Council as RESOLUTION NO. 8666.

Ms. Denny wanted to speak up for Mr. Walton. She just hit him out of the blue with that question. It is no problem that there wasn't a prepared response.

AYES:	Bailey, Denny, Ovrom, Woiwode, Tanaka
NAYS:	None
ABSTAINING:	None
ABSENT:	None

8b. Public Hearing: Adoption of a Resolution of the City Council of the City of Coronado, California, Reauthorizing the Levying of Assessments During Fiscal Year 2014-15 on Four Hotel Businesses (Hotel del Coronado, Glorietta Bay Inn, Coronado Island Marriott Resort & Spa and Loews Coronado Bay Resort) within the Coronado Tourism Improvement District (CTID). Tom Ritter, Assistant City Manager, provided the staff report on this item.

Mayor Tanaka opened the public hearing and, seeing no one wishing to speak on the item, the public hearing was closed.

MSUC (Woiwode/Ovrom) moved that the City Council adopt A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF CORONADO, CALIFORNIA, REAUTHORIZING THE LEVYING OF ASSESSMENTS DURING FISCAL YEAR 2014-15 ON CERTAIN HOTEL BUSINESSES WITHIN THE CORONADO TOURISM IMPROVEMENT DISTRICT. The Resolution was read by title, the reading in its entirety unanimously waived and adopted by City Council as RESOLUTION NO. 8667.

AYES: Bailey, Denny, Ovrom, Woiwode, Tanaka
NAYS: None
ABSTAINING: None
ABSENT: None

8c. Consideration of a Request for Historic Alteration Permit, Including Relief from Zoning Standards, for the Property Addressed as 629 A Avenue and Located in the R-1A (Single Family Residential) Zone (HAP 2014-07 Bob Herrmann and Caren Stika). Tricia Olsen, Associate Planner, provided the staff report for this item.

Mayor Tanaka opened the public hearing.

Georgia Cager, architect for the project, is available to answer any questions regarding the project.

Mayor Tanaka closed the public hearing.

MSUC (Woiwode/Ovrom) moved that the City Council adopt A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF CORONADO APPROVING THE REQUEST FOR HISTORIC ALTERATION PERMIT, INCLUDING RELIEF FROM ZONING STANDARDS, FOR THE PROPERTY ADDRESSED AS 629 A AVENUE AND LOCATED IN THE R-1A (SINGLE FAMILY RESIDENTIAL) ZONE. The Resolution was read by title, the reading in its entirety unanimously waived and adopted by City Council as RESOLUTION NO. 8668.

AYES: Bailey, Denny, Ovrom, Woiwode, Tanaka
NAYS: None

ABSTAINING: None
ABSENT: None

9. **ADMINISTRATIVE HEARINGS:** None.
10. **COMMISSION AND COMMITTEE REPORTS:** None.
11. **CITY COUNCIL BUSINESS:**

11a. Council Reports on Inter-Agency Committee and Board Assignments.

Councilmember Bailey attended the Cays' Yacht Club Opening Day and issued the proclamation; spoke at the Optimist Club to give them an update on what is going on at the City.

Councilmember Ovrom submitted his report in writing.

Councilmember Denny was unable to attend the Cays' event; has been working on the Pure Water project and doing other things for the Metro JPA.

Councilmember Woiwode has attended a number of SANDAG meetings – Transportation, Regional Planning and the Board; attended the Military Working Group meeting yesterday where brainstorming topics were identified for an upcoming July workshop to include the effects of environmental protection of species that are being done by the military on adjacent uses, transportation requirements of the military and how transportation decisions are affecting their plans, land use compatibility, energy and water; attended the Arbor Day tree planting on Saturday; our staff was asked, and the Bicycle Advisory Committee and Councilmember Woiwode, to meet with the San Diego Mayor's office because only two cities in the region are designated bike friendly cities – Oceanside as Bronze and Coronado as Silver – and Mayor Faulkner's office is interested in getting San Diego on that path; attended the San Diego Chamber of Commerce Legislative Lunch which featured the five congressional representatives for our area; attended a Naval Complexes meeting at which the Navy reported that it is putting a plan together to run an on-base shuttle with a higher level of service and a 20-minute loop and they announced that the draft EIR for the Coastal Campus will come in June.

Mayor Tanaka announced that his last Mayor's Movie of the Month was "Major League" and the next one will be Thursday, May 15 and will be "Pretty Woman"; had the privilege to be part of the USS CORONADO commissioning activities and he thanked sponsor Susan Keith, co-chairs Admirals Edney and Martin and their Chief of Staff, Admiral Nyquist; met with the Library Board; had a chance to do a ribbon cutting at the Coronado Water and Sports Therapy Center; attended the Soroptomist Legends Annual Gala; attended the Naval Complexes meeting; attended a Heartland Fire JPA Authority meeting; had a chance to attend a special unveiling of a potential statue of R.H. Dana along with Councilmember Woiwode; met his new colleague, the PAWS Mayor; attended the opening of the new SEALS exhibit at the Coronado Historical Association; attended MotorCars on MainStreet and congratulated Ms. Sarich on another wonderful event; met with Jamie Monroe who is a race organizer.

11b. Approve Barrier Fence Measures to Deflect Golf Balls from Entering Coronado Tennis Center Grounds and Courts. City Manager Blair King provided some

introductory information and Roger Miller, Director of Golf Operations, provided the staff report on this item.

Councilmember Bailey asked the City Attorney if something like this might help mitigate any future complaints that might arise.

City Attorney Johanna Canlas responded that anyone who is participating in activities is assuming the risk of the activity they are doing but at the same time it does not stop people from filing claims against the City. Will this likely address that? It would likely reduce it.

The Mayor invited public comment.

Emil Reutzel commented that this is one of 'not in my front yard' issues. The picture shown of the screen is directly across from their nice view across to the 15th tee of the golf course. He likes the view. He'd like to keep it. He thinks that the committee has done good work on it. He thinks they have not examined carefully enough shortening the hole to prevent having to have a 35' plastic kind of a fence up there to protect the occasional errant golfer. He wanted to register his opposition. He doesn't expect that it will carry much weight in view of the work that has been done already, apparently without some success. He has not been advised carefully of the risk to the people from the shortening of the hole.

Deborah Kaller lives two doors down so she would be across from that fence as well. She thinks that the mitigation that has been put in place has shown a significant improvement. She was on the original committee. Part of the theory of those hedges is that as they grow up it becomes more of a visual alignment. Those hedges are still quite small. She thinks that it is really premature at this point to say that it is still a problem because the hedges, once they are much larger, will provide much more protection and they are clearly moving the problem in the right direction. She opposes this as well. It would be a big eyesore off of her front porch.

Bill Kelly also lives across the street. He has been through at least four or five efforts on the part of the tennis players to change things on the courts for their benefit. He does support not having anyone injured. He thinks that Mr. Reutzel's position is good and Ms. Kaller's point that we should allow the solution that was currently put in place to grow up and we should look at shortening it as an alternative. He also pointed out the slippery slope of going down here. He has near been hit twice on Glorietta Boulevard. He won't let his ten year old granddaughter ride down the newly painted bike path because he sees, in the future, the same fence going up all the way down Glorietta Boulevard to prevent the potential of hitting. The work that was done to analyze the intensity and the reduction in the number of hits has to be coupled with an analysis of how many hours per day each of the courts are occupied. They live there and can probably provide a pretty fair estimate of it. In order to look at risk, you have to look at how many times people are there and are, therefore, at risk. If many of the balls were collected in times in the morning, there is no one on those courts. Collection is not enough. It is collection during use that is the measure that should be looked at.

Jenny Portelli, Coronado Tennis Association, feels this is a very, very serious concern. There are a lot more children playing down there now. The City itself has tennis clinics going on every afternoon. She has seen children come off the court crying when a golf ball has hit the court. It is not just flying through the air and hitting someone but it hits the court and could bounce up and

hit someone. It is a very scary event when this happens. These children come off the court crying. Some don't want to go back on the court again. The Tennis Coordinator can attest to this as well. The entire CTA Board of Directors is in favor of these barriers. She knows the Council has received letters from a lot of the team captains. It is something that really needs to be done. She lives across from the driving range and that had a very small net at one time. They enlarged the posts, made a much thicker net, it ruined their view in a lot of ways, similar to what these people might have to deal with, but not one of them complained about it. They recognized that it was a safety concern. Safety must come first. She plays at a lot of different tennis facilities around San Diego County. Every tennis facility that is bordering along a golf course has a huge net. They are not a nice, sort of see through fence that is being proposed by the golf course architect and recommended by the golf course architect but a really dense netting. We are very fortunate that our architect came up with something that was much nicer. Please consider this very strongly. It is something that needs to be done. She is sure no one wants to see anybody hit. The Board of Directors consists of Phil Monroe, Larry Blum, Nana Lee Norman, Alison Lancaster, Jean Roesch, James Nelson, Chris Toogood and Stephanie Irely.

Phil Monroe commented that we really do have a safety issues on the courts. He has been there as the balls have come in. He has also been on the tee with his group when they hit a ball over and into the courts. He was personally amazed when we moved the tees up when we constructed what we tried to do as the fix. We didn't get a major improvement. He would have wagered money that would have improved the situation and make this go away but it clearly didn't. Balls are still coming into the courts. That was a surprise. He would like the Council to go down there Monday through Thursday afternoons and look at 80 high school kids on those courts. Two or three times a week a ball comes in there. It is just a mob with the tennis ball coming in. He really does encourage the Council on this. Everyone worked hard not to put up a fence. There are already some fences in place and it is recognized that a fence is the way to solve a safety issue. He gave the architects a lot of credit. He encouraged the City Council to approve this for safety.

Public comment was closed.

Mayor Tanaka does support the staff recommendation. He does agree that this Council and Councils before it have tried to avoid going the fence route but he has to say that the overriding concern for him is the number of golf balls that went into those courts. He appreciates the argument that it matters what time of day but that isn't compelling for him. The number of golf balls going into those courts concerns him. Not taking any action, as Mr. Bailey sort of alluded to, would not be very prudent. He does think that this particular approach with the fence will dramatically lower the number of balls, hopefully to zero, but if not zero to something hopefully negligible. He wouldn't feel comfortable not moving forward with this recommendation.

Councilmember Bailey is definitely concerned about the safety of the players and about the potential liability to the City. He does think that because of that, if the majority of the Council supports this, he will also support the staff recommendation. It seems to him that the biggest eyesore is right along the tee box. That is the biggest source of complaints. He does think that there is some merit to the argument that if we had more mature trees or hedges there that it might have similar benefits to putting up a 35' net and it might be less of an eyesore. He is curious to know if any Council members would want to entertain the idea of, instead of putting a 35' net there, maybe have staff look into relocating mature trees in that area that could serve the same purpose.

Mayor Tanaka would not, because of the expense and also this is hopefully going to be less visually obtrusive than a solid object that you can't see through. He is not sure that would provide the blockage protection the City wants and he is not sure that would accomplish the goal of being less of an eyesore.

Councilmember Ovrom referred to the picture on page 305. He realizes that it is a depiction but is the idea in the depiction that we would have something that is fairly see throughable and fairly light in color so that the people who live there can actually see through it.

Mr. Miller explained that the fence material that they would probably be proposing would be very similar to the driving range, which would be nylon fencing, nylon netting and that is usually black in color. They have not investigated if there are different options as far as color. That is something they would look into. It would be very similar to what you see at the driving range.

Mr. Ovrom wonders if they make it in a light color. He is thinking about visual pleasure.

Mr. Miller does not know as they have not investigated that.

Mayor Tanaka thinks that, based on the pictures Council is being shown, the City wants to investigate that.

Councilmember Denny is very concerned with liability and she would support Mr. Bailey's recommendation to investigate using some natural barriers. In addition, two questions come to mind. The first is that it seems like residents feel that the option of shortening the shot hasn't occurred or that it should do better based on our actions. Could Mr. Miller explain what happened with the shot shortening.

Mr. Miller responded that the hole plays at approximately 175 to 185 yards. They did shorten the hole over 30 days to 150 yards and almost to 145 yards. What they did record was that there was no drop in frequency of golf balls entering the tennis courts from that distance. It just seemed to push the problem a little further down the tennis courts but they still occurred.

Ms. Denny clarified that Mr. Miller's statement is that it was tried but it did not have the desired effect.

Mr. Miller commented that staff was aware that there was some thought to shortening the hole to correct the problem and so they wanted to test that theory but did not see any change in occurrence.

Ms. Denny asked, short of a net or something like this or a fence, if there is anything else that can be done with the shot to correct it.

Mr. Miller responded that they did look at potentially putting in trees. The problem with putting in any sort of trees is that you block the view completely. The trees that are there do show that at some point in time they were topped so that they could enhance their view.

Ms. Denny asked about the shrubs that were alluded to. Are they in the picture?

Mr. Miller explained that they are and the idea was that they would grow up to approximately 5' but, of course, as you let that hedge grow in, you aren't going to be able to see through it. That particular hedge will only get to a maximum of eight to ten feet.

Ms. Denny thought that this Council gave instructions to staff on about six things and we were going to go forward. She read the staff report several times and did not see any allusion to that. Have all those things that the Council talked about, that staff presented in the past, been tried?

Mr. Miller commented that one of the recommendations in the past was actually fencing. Staff did not proceed with fencing at that time and was going to try lowering the tee rather than putting in fencing. Staff did exhaust the possibilities of lowering the tee and some other measures but we are back to basically fencing.

Ms. Denny summarized that we didn't exhaust all of the measures but we just feel like the problem is such that should do this.

Mr. Miller added that some of the measures staff looked at were for different problems such as drifting of children out onto the golf course. Those staff did not proceed forward with.

Ms. Denny recalls that they were in gradation of lowest cost to highest cost.

Mayor Tanaka reiterated that he thinks it is important that the City move forward with the staff recommendation of barrier fencing. If our purpose is to keep the balls out of the court, it would be profoundly unwise to tinker with that or to come up with things that do it less ably. If three people want to try to move other mature trees, we could do that but he is curious which trees we would talk about, how well they would take and he still thinks the option in front of the Council is far superior than moving the trees in.

Councilmember Woiwode does recall this discussion pretty well because, as he recalls, he was chairing the meeting in Mayor Tanaka's absence. He recalls that the City has, in fact, executed everything in the sequence that we said we would. To go back and attempt to redesign those steps, as he sees it, sets the City back again. He believes that the City has come here through a logical process and has done everything it can to avoid the fencing and turning over another rock is not going to reveal something new. He is supportive of a motion to move forward with the staff report.

Ms. Denny noted emails were received from Deanna Latendresse, from Nana Lee and also from Carla Guastoni. To Mr. Woiwode's point, while that might have been a golf discussion at the meeting he is thinking of she is thinking of, a different meeting when we talked and both Mr. Woiwode and Mayor Tanaka had a full and free discussion about buzzers on the golf course and things like that to signal the entry of a golf ball onto the tennis courts. She has a different recollection of a different meeting. That is the one she was talking about. She thinks Mr. Woiwode was talking about wanting to have the camera to look at the golf balls, too.

Mayor Tanaka reopened public comment.

Curtis Worley knows that hole very well, the golf course very well, the area very well. He has had an opportunity, because of his profession, to play all over the world. He played professional golf for many years. He played the British Open and on the PGA Tour. He played on golf courses all

over. This problem is not unique to golf or to towns or to cities. He has played on golf courses where they were trying to protect a church, a road, a school, homes. As a result of this, he has seen hundreds of different fences, netting. He does not think the pictures reflect how it is going to look a few months down the road. That fence is not going to look like that for very long. The wind is going to stretch it. Balls are going to put holes in it. It is going to get dirty because of the jet exhaust. It is going to get stretched and tattered and will be a disgrace. He thinks that Glorietta deserves a better effort. There is a sign that says 'scenic route' for bikes. It is not going to look very scenic with that big, ugly monstrosity sticking up there on one of the most beautiful points of Coronado that there is, maybe even southern California. He can say that from experience. He is also an avid tennis player. He plays tennis four to five days a week. He competes in tournaments year round. He travels and plays in national tournaments as well as local and state tournaments. He has friends on both sides of this issue. Being from Coronado, being born and raised in Coronado, he thinks we are really doing ourselves a disservice by thinking that we have done everything possible short of a fence. That hedge that is out there is not a hedge; it is a row of short bushes. He has seen golf courses where they have built real hedges and he can say, from experience, especially with that prevailing wind, that if you hit a ball to the right and block it to the right that six and eight foot hedge is going to catch it. He has been hit by many golf balls. It is not fun. He does not want anyone to ever get hit by a golf ball. We have to weigh whether it is worth changing something that is beautiful because we are fearful of someone getting hurt when no one has ever been really seriously hurt there.

Quelene Slattery previously spoke about another safety issue. She does not think you should wait for someone to lose an eye because someone is going to lose their view. Her understanding was that there had been a crosswalk and a signal approved at one point on Orange and because a few community members stood up and said they didn't want the eyesore, that didn't go in. Nothing has been done up until this point. She is happy to hear that maybe something is going to happen with a crosswalk at Fourth and B but she thinks that waiting until someone loses an eye possibly and then addressing it doesn't make any sense whatsoever. Whether there is a hedge or something that can go up, great. Perhaps that is something the City wants to explore but in the meantime she really thinks the City needs to do something to protect people from getting hurt and a better solution rather than waiting for someone to lose an eye.

MS (Tanaka/Woiwode) moved that the City Council approve the proposed barrier fencing as part of the staff recommendation.

Mr. Ovrom thinks that as we are looking at the actual material that we don't necessarily just focus in on what the driving range is made of to see if there is some other material that will do what is needed while still being able to see through it.

MSC (Tanaka/Woiwode) moved that the City Council approve the proposed barrier fencing as part of the staff recommendation with direction to consider a broad range of material options.

Ms. Denny is very concerned about liability in terms of the City but also for injury in terms of those in that area but she thinks Mr. Ovrom made a good point and now Mr. Worley has solidified that for her in that we don't really know what this is going to look like and what we are seeing on screen is not the exact replica of what it is going to be and so she is uncomfortable, at this time, voting for it. She would have liked to see more factual information.

Mayor Tanaka reiterated that the factual information he has seen that concerns him is the number of golf balls the City has collected out of those courts. He can't imagine waiting for more.

AYES:	Bailey, Ovrom, Woiwode, Tanaka
NAYS:	Denny
ABSTAINING:	None
ABSENT:	None

11c. Setting of Public Hearing Date on the Proposed Wastewater Rate Structure.
City Manager Blair King introduced this item and Leslie Suelter provided a staff report for it.

Councilmember Ovrom recalls that maybe six or seven years ago the City of San Diego was divided into both the Water Department and the Wastewater Department. The JPA was working with the Wastewater Department. Part of the deal was an agreement for the Water Department to sell treated water to go through the purple pipes and the amount of money they got from that was supposed to be shared with the JPA. It never was. He asked Ms. Denny if that has actually come or whether they are still fighting with the City of San Diego to get a rebate.

Councilmember Denny clarified for the public that the reason Mr. Ovrom is asking her that question is because he was the representative at the Metropolitan Wastewater JPA and she is the commissioner for Coronado this year. She responded that it is not on their radar screen right now. Right now, it is the big Pure Water Project that is going to be a big cost to the ratepayer also. Ms. Denny wanted to clarify the record a little bit about the Navy and the rate that they are paying because at our last meeting people came away with the idea that the Navy was somehow withholding or not paying a proper rate. She wanted to make it clear and have Ms. Suelter agree that it is just because the City hadn't asked them for the higher rate and that is something that our Atkins Global Representative, our outside consultant, told us that we should do. Once we did that, the Navy, of course, increased their payment. Would that be a fair statement?

Ms. Suelter feels that is accurate.

Mayor Tanaka fully supports the staff recommendation. Our fee is 20 years out of date and that needs to be corrected. He very much appreciates Ms. Suelter's efforts to tier it over five years and to make the hit a more gradual one. He threw out the idea that he would be interested in seeing language that in year six and every year thereafter that there be a CPI adjustment. He also wanted to echo what Ms. Denny said. He really wants to congratulate Mr. King on nailing the details of getting the Navy to agree to that new, higher rate. Again, it is a pretty significant jump up in what they were paying and that means that he also wants to thank the Navy for working with the City expeditiously with that. If they had dragged their feet that would have created some problems for the City in terms of how to move forward. He is very grateful, on behalf of the citizens, that the Navy did their part in terms of agreeing to what their share will be in this.

MSC (Ovrom/Tanaka) moved that the City Council direct staff to notify ratepayers of a proposed rate increase, phased-in over five years, and advising them of a public hearing to consider protests and set July 15, 2014, as the public hearing date. Staff will return at a subsequent meeting to introduce an ordinance to adopt wastewater rates.

Ms. Denny wanted to explain her no vote here briefly. This is a tax hike. You can call it a fee. You can call it what you will but the legal definition of a fee or toll or anything, they are all taxes. This is definitely a tax hike and it is a burden to our ratepayers here in Coronado. With the true-up coming, which is a very positive thing coming back to us, also with the fact that the Pure Water project for recycling in the area will be another big stress, big tax hike, fee hike, upon the ratepayer she is not persuaded that it is right to raise taxes right now for Coronado residents on this. She understands the argument that it hasn't been raised in 20 years but a counter argument to that is we leave on the table and don't collect approximately \$1.5 million per year because taxpayers are subsidizing developing and building fees. We are charging residents too much money for putting in things like a patio and we are charging developers not enough and we have our own expert who came here and told us how we needed to adjust those building and development fees that could right now be helping us with our wastewater projects that we have but we didn't do that. That was a mistake. She thought that we should have done that. She knows that the argument is that we tweaked the fees but we most definitely did not take the advice of the fee expert and it has come back to haunt us now. She can't support this rate hike. She fully understands her colleagues and their reasons for supporting it.

AYES:	Bailey, Ovrom, Woiwode, Tanaka
NAYS:	Denny
ABSTAINING:	None
ABSENT:	None

11d. Review Coronado's Implementation and Compliance with the National Pollutant Discharge System (NPDES) and Approval of a Second Amendment to the Memorandum of Understanding by and between the Stormwater Copermittees and Authorization for the City Manager and the City Attorney to Sign the Memorandum of Understanding. Under Consent, the City Council approved the MOU by and between the Copermittees and authorized the City Manager and the City Attorney to sign the MOU.

11e. Parking Meter Trial Period Informational Update and Direction to Staff Regarding the Acceptance of Credit Cards. Jon Froomin, Director of Police Services, provided the staff report on this item.

Councilmember Denny wanted to put some facts on the record for the taxpayer. We don't like taxpayer subsidies and if the City is being charged that fee for usage but we aren't charging the user, the person who is parking there, someone has got to pay that and that would be the taxpayers of Coronado. Could we just let the public know why we can't get that set up in time for this trial period and how we are trying to avoid such a taxpayer subsidy?

Chief Froomin explained that the simple part of it is a resolution by the City Council to allow the convenience fee. Then it would take time to negotiate with the credit card companies that we accept credit cards from to bargain and negotiate the fees that are used. He is not entirely sure of the entire process but that is most of it. There is an option, not generally a positive option, that the City Council could choose Option 2 on the report which would be to increase the meter rates even just during the trial period to \$0.50/hr. to recoup that cost while we figure this out. If the City decides it wants to do the convenience fee on a long-term basis, we could put the rates back to \$0.25 and activate the convenience fee as an option.

Ms. Denny feels that is an option she can get behind.

Mayor Tanaka has been in five campaigns, four of which he won, and not once did anyone ask him to really raise the fees. He not once campaigned on raising our rates. He likes the data options. He likes a lot of the pros but he really doesn't like the cons. People are not asking us to raise the fees on Orange and he thinks that people are concerned that we may have a parking problem or it might get worse in the future but right now he just thinks we are going to get a lot of backlash as to why this was done. Where the pro is that people can use their credit cards, the con is that it is going to cost someone \$0.50 or \$1.00 or some other amount where it is not that hard to put just a quarter in. Our current system isn't broken. He thinks a lot of people like the low cost and the convenience of it. He is glad we have taken in this information and that now he knows what is available and he is definitely not going to vote for this because he just doesn't see the pros outweighing the cons. He does not want to reconsider our rates. He does not want to have to deal with all of these fees and a lot of these things aren't even coming to the City. He finds it offensive that we would double or triple the rates and really not receive the proceeds so much and that the real benefit is knowing where an empty space is or making it a little bit harder for people to cheat our meter system. The alternative of just paying a quarter is better so he does not want to do this.

Councilmember Woiwode commented that if we have a parking problem, we ought to do something about it. If we aren't willing to do something about it, then we ought to quit saying that we have a parking problem. What does it take to get turnover in parking spaces? It takes a combination of technology and using the market. If you want to make sure that parking spaces are available when you go to a particular location, you have to do something different than what we are doing right now. If people want to stop telling him that we have a parking problem, then he is just fine leaving it the way it is. But if people want the City to solve the problem, it has to take some bold steps because there is nothing simple that one can do to change the behavior of people who are using the parking spaces. The one thing that stood out when the Council discussed this the last time is people who feed the meter all day long. If that bothers us, here is a way to deal with it. If it doesn't bother us, let it go on.

Councilmember Denny mentioned earlier that she could get behind the option of the staff recommendation with the number two option because she does not think the taxpayer subsidy is a good idea or ever advised. She also thinks that our rates are so antiquated and low and when she goes parking anywhere in downtown San Diego or any other city, there is a heftier fee charged. She thinks that when they charge a heftier fee, it does increase the turnover. This actually, in the long run, is better for everybody. The turnover is better for having more customers, more shoppers and stopping the behavior of people just parking there all day for a few quarters. She doesn't think it is a real bite to ask people who come and park here to increase the fee. In fact, all she ever hears is why is our fee so low. She does hear people say that the fee should be raised and she thinks it is only normal and natural and time to do that. Again, this is to address the fact of what Mr. Woiwode said is that we do have a parking problem here so why don't we start really charging for it. She knows cities back east, when they have adequate rates, people really come there to shop. People make a commitment to come there to shop and to buy things there. You have to think about it. That is why you are coming and you don't mind paying the fee because you are going to shop and go into the stores. She sees no problem with raising the rates. She has heard people say that it is time to raise our rates and she thinks that it probably is.

M (Denny) moved for the staff report with the second option.

The motion died for lack of a second.

Councilmember Ovrom sees Ms. Finch and Ms. Sarich in the audience. He knows that this subject comes up frequently in MainStreet meetings. The comment that he keeps hearing is that the employees, or whoever it is, feed the meters and therefore people can't get to the stores which is what the people who are running the stores want. Do either of them want to weigh in on this?

Rita Sarich, Executive Director, Coronado MainStreet, stated she is confused. She thought that the trial period was approved and was going to happen this summer. That is why MainStreet didn't comment on it. They were not at the table when this solution or trial period was suggested.

Mayor Tanaka explained that, at a previous meeting, the City Council directed staff to move forward with the planning for this so this item being on the agenda is the staff bringing it back for that final approval to move forward as they had planned it.

Ms. Sarich asked if the Council is suggesting that it does not want to have the trial period this summer?

Mayor Tanaka responded that, yes, now that he sees what the costs are going to be and how it would all work out he would prefer not to do it.

Ms. Sarich added that MainStreet would like to see a solution tried and experimented to see how it would work. Yes, we have a turnover problem. Yes, we have a real parking problem, especially seasonally.

Karen Finch, Coronado Chamber of Commerce, was under the same impression so they weren't planning on commenting. The Chamber is very supportive of trial periods on everything and anything that is recommended typically in the downtown. She thinks that all members have brought up great points. The Chamber board has informally discussed this. It would be nice to see what actually happens with the trial period. They are supportive of that and want the turnover.

Mr. Ovrom asked if there was a total cost for the 90 days.

Chief Froomin explained that the fiscal impact included in the staff report is \$712.50. When he consulted with the company again regarding the agreement that is being addressed, there was a misunderstanding on the secondary fee that he mentioned regarding the smart phone app as well as a \$0.25 reduction in the sensor cost so the actual cost is somewhere around \$622.50 for the 90 day trial, not including credit card charges. That is just the rental charges.

Mr. Ovrom thinks we can afford that.

City Manager Blair King clarified that the City Council had previously given direction so the writing of the title is important here. The Council said to go ahead, conduct research and do a trial period. In that sense, staff didn't need to bring it back. The variable issue came and there was some debate among staff. One of the reasons staff didn't start it sooner was the issue of the fees associated with the credit card. He pointed out that these meter heads will continue to receive

coins. It was whether or not to incur the cost of credit cards. Staff had not consulted with the Council about that. That had not been given to staff in Council's previous direction. That is why staff is saying that this is a parking meter update but the real direction staff wanted was whether or not the Council wanted to go ahead and include credit cards in there recognizing that at least for the trial period, there may be a cost that could be incurred.

Councilmember Woiwode would submit that Option 3, do not engage in the trial, is not even an option because the City Council already decided it was going to engage in the trial.

MSUC (Woiwode/Ovrom) moved that the City Council accept the staff recommendation and pay the fees associated with this while we figure out how it works.

Mr. Woiwode's reason for underwriting this to this minor extent is that we have to do some direct comparison of the effects. If we change the meter rates on these meters, as compared with others in the same area, we aren't going to have that direct comparison.

Councilmember Bailey is fine with the motion.

Councilmember Denny is not really happy with the taxpayer subsidy but it is a trial period and she did have a discussion with the City Manager that said we could try to speed that up should this go well.

AYES:	Bailey, Denny, Ovrom, Woiwode, Tanaka
NAYS:	None
ABSTAINING:	None
ABSENT:	None

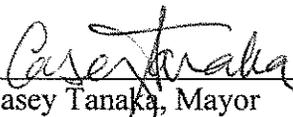
12. **CITY ATTORNEY:** No report.

13. **COMMUNICATIONS - WRITTEN:**

13a. **Consideration of Request from Councilmember Woiwode that the City Council Place on a Future Agenda an Item to Work with the California Department of Transportation (Caltrans) to Install High Visibility Pedestrian/Bicyclist Activated Crossing Signals at the Intersections of Third and B and Fourth and B.** Under Consent, the City Council approved the request.

14. **ADJOURNMENT:** The meeting was adjourned at 6:23 p.m.

Approved: May 20, 2014


Casey Tanaka, Mayor
City of Coronado

Attest:


Mary L. Clifford
City Clerk