

**MINUTES OF A
REGULAR MEETING OF THE
CITY COUNCIL
OF THE
CITY OF CORONADO/
THE CITY OF CORONADO ACTING AS THE SUCCESSOR
AGENCY TO THE COMMUNITY DEVELOPMENT AGENCY
OF THE CITY OF CORONADO
Coronado City Hall
1825 Strand Way
Coronado, CA 92118
Tuesday, August 19, 2014**

CALL TO ORDER / ROLL CALL 3:00 p.m.

**Present: Bailey, Denny, Ovrom, Tanaka, Woiwode
Absent: None**

ANNOUNCEMENT OF CLOSED SESSION

- 1. CLOSED SESSION: CONFERENCE WITH LEGAL COUNSEL – ANTICIPATED LITIGATION
AUTHORITY: Government Code Section 54956.9(d)(2)
Facts and circumstances need not be disclosed pursuant to Government Code Section 54956.9(e)(1)
One (1) potential case**

- 2. CLOSED SESSION: CONFERENCE WITH LEGAL COUNSEL – INITIATION OF LITIGATION
AUTHORITY: Pursuant to Government Code Section 54956.9(d)(40)
One (1) potential case(s)**

- 3. CLOSED SESSION: CONFERENCE WITH LABOR NEGOTIATOR
AUTHORITY: Government Code Section 54957.6
CITY NEGOTIATORS: Blair King, City Manager; Tom Ritter, Assistant City Manager; Leslie Suelter, Director of Administrative Services; Johanna Canlas, City Attorney
EMPLOYEE ORGANIZATIONS: American Federation of State, County, and Municipal Employees (AFSCME), Local 127; Coronado Police Officers' Association**

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

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

The City Council reconvened at 3:33 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 minutes of the Regular Meeting of the City Council/the City Council Acting as the Successor Agency of July 15, 2014.

MSUC (Woiwode/Ovrom) moved to approve the minutes of the Regular Meeting of the City Council/the City Council Acting as the Successor Agency of July 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: Optimist Coronado Sports Fiesta Day.** Mayor Tanaka presented the proclamation to Councilmember Bailey.

5. **CONSENT CALENDAR:** The City Council approved, adopted and/or accepted as one item of business Consent Agenda Items 5a through 5m with the exception of Items 5f, 5g and 5h and the addition of Item 11b, 11h, 13a, 13b and 13c.

Councilmember Bailey requested the addition of Items 11b, 11e, 11f, 11h, 13a, 13b and 13c.

Councilmember Ovrom removed Item 11e.

Mayor Tanaka noted that Item 11g would be continued to the September 2 meeting at the request of Councilmember Ovrom.

Councilmember Denny will be abstaining from Item 5b as it does a disservice to the taxpayers in that we no longer have an internal control on this action and so what is happening is without the Audit Committee being able to review the bills before the checks are paid this is merely just a rubber stamping of some checks that have already been paid in the past. She doesn't feel comfortable approving them, disproving them, so she will just be voting to abstain from 5b. This change was very recent, the change of the ordinance, when it was found that we weren't following the internal control and the Audit Committee wasn't reviewing the bills. Instead of doing that we changed the ordinance so we don't review the bills anymore so that is why she is abstaining from voting on that. She requested the removal of Items 5f, 5g, 5h and 11f. She asked a question on Items 5i, 5j and 5k and pointed out that there is no open competitive bidding on those three items. She wanted to know why there is no open competitive bidding for those. She is very concerned about that. She knows other cities do it. But we do have open competitive bidding for 5l and 5m.

City Manager Blair King responded that there was a competitive process for these services with regard to Kronos which is a proposal before the Council for a timekeeping system. About four different timekeeping systems were analyzed and because of the proprietary differences and the differences in technology, this is a qualifications-type process. Once the Kronos product was deemed superior then, pursuant to Council approved policy, staff did use a purchasing system that allowed the City to piggyback on the price that had previously been set for public agencies. With regard to the employee benefits system, there also was a competitive process there. There was an existing vendor for quite some time. Staff opened that up for a competitive process and part of the competitive process was the ability for the insurance broker to bring to the City competitive prices for services. With regard to the processing of traffic citations, the City currently has a vendor for that. The City is dissatisfied with the level of service of that vendor. The processing of traffic citations is somewhat of a unique item but also there was a competitive process in the evaluation of the services within a fairly small universe of service providers. All of those were mentioned in the narrative of the staff reports provided to the Council.

Ms. Denny commented that if you look at the staff reports there is no listing of the chart that is shown in 5l and 5m. She asked for an explanation of the difference in the staff reports.

City Attorney Johanna Canlas explained that there is a difference between professional services and public contracts. The bidding procedure that Councilmember Denny is referring to is required for public contracts. A different set of qualifications and proposals are required for professional services. Pursuant to the municipal code, those were the processes that were, in fact, followed.

Ms. Denny made a request that, in the future, in the staff reports that staff would put a paragraph or something to that effect in there to let the public know that this is a little bit different from the normal, open competitive bidding process.

Mr. King added that it is competitive. Price is not the only consideration that is being evaluated for these services. Customer service, ability to perform, quality of the product are also rating

criteria that are used when evaluating these services. It is up to the vendor to present the best product at the best price. That took place in all of the three services mentioned.

Ms. Denny added that the City has had RFPs before.

MSUC (Ovrom/Bailey) moved that the City Council approve the Consent Calendar Items 5a through 5m with the exception of Items 5f, 5g and 5h and with the addition of Item 11b - Consideration of Reappointment of Two Incumbents to Serve a Second Term on the Coronado Library Board of Trustees (Sarah Blakely Brown and Elizabeth Warren); 11h - Introduction of "An Ordinance of the City Council of the City of Coronado, California, Amending Section 40.48.012 (C) of Chapter 40.48 of Title 40 of the Coronado Municipal Code Regarding Public Rights-of-Way to Accommodate Public Viewing of the Independence Day Parade"; 13a – Consideration of Request from Mayor Tanaka that the City Council Consider the Request of PAWS of Coronado to Revisit the Name of the City’s Animal Care Facility on First Street and Consider the Request of PAWS to Rename the Facility in Memory of Louise Shirey; 13b - Consideration of Request from Councilmember Woiwode that the City Council Place on a Future Agenda an Item to Identify Appropriate Bicycle Markings for all Streets in Coronado’s Jurisdiction and Develop a Policy of Installing those Markings in a Cost Effective Way, Consistent with Street Maintenance Schedules; and 13c - Consideration of Request from Councilmember Bailey that the City Council Consider Recommendations Concerning Bridge and Strand Closure Notifications.

AYES: Bailey, Denny, Ovrom, Woiwode, Tanaka
NAYS: None
ABSTAINING: Denny, on 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 Budgets for FY 2013-2014 and FY 2014-2015. The City Council approved payment of City warrant Nos. 10102064 thru 10102720 and City of Coronado Acting as the Successor Agency to the Community Development Agency of the City of Coronado warrant Nos. 90005564 thru 90005565. The City Council approved the warrants as certified by the City/Agency Treasurer.

5c. Approval of a Request from the San Diego Fleet Week Foundation to Close the 1000 Block of Isabella Avenue from 3 p.m.–7 p.m. on Thursday, September 18, 2014, to Display Cars that will be Participating in the Coronado Speed Festival. The City Council approved the closure of the 1000 block of Isabella Avenue from 3 p.m. to 7 p.m. so that the cars, which will participate in the Coronado Speed Festival, may be on public display.

5d. Approval of Request from the Coronado School of the Arts (CoSA) Foundation to Waive the Alcohol Prohibition on Public Property to Allow Service of Margaritas and Wine from 4:30 to 8:30 p.m. at a Fundraising Event to be held on Tennis Court #2 at Sixth Street and D Avenue on Friday Evening, October 3, 2014. The City Council approved the request to waive the alcohol prohibition on public property to allow service of margaritas and wine on tennis court #2 at Sixth Street and D Avenue on October 3, 2014.

5e. Consideration of the Request from the Japan Society of San Diego and Tijuana for Coronado to be a Host City for the Japan-America Grassroots Summit in September 2014 and Authorization for City Personnel and Vehicles to be Used in Transporting Coronado-Hosted Attendees. The City Council approved the City as a host city for the Japan-America Grassroots Summit to be held from September 23-29, 2014, in the City of San Diego and authorized assignment of City Recreation Department personnel and vehicles to be used in transporting summit attendees who are hosted by Coronado families.

5f. Approval of the Administrative Budget and Adoption of Resolutions Authorizing a Loan Agreement between the City of Coronado and the Successor Agency to the Former Community Development Agency to Fund Administrative Expenses for the Period July through December 2014 and for the Upcoming Period Starting January 1, 2015 and Ending June 30, 2015. City Manager Blair King asked if there are any questions he can respond to.

Councilmember Denny would like a brief report for the public. This is such an important issue. We already did one loan in the past that we lost in the area of anywhere from \$30 to \$60 million loan from the General Fund to the Redevelopment Agency and we are thinking about doing another one and she just wants the public to know what is at risk.

Mayor Tanaka asked the City Attorney what the status is of the case regarding our loans.

City Attorney Johanna Canlas explained that the case involves the City of Coronado and the Successor Agency for the former Coronado Community Development Agency. That particular case is against the Department of Finance (DOF) and in late July, the trial court actually ruled in favor of the City and the Successor Agency on all counts. What the trial court said is that the \$32+M in principle of the loans that were loaned by the City to the former CDA were in fact enforceable obligations and in the next item the City will note that is under the ROPS for future payment. That also applies to the \$5.8 million that was rescinded by the City and, again, the trial court found that the action was within the authority of the City and it was never under the control of the CDA and that it is, therefore, under the authority of the DOF. On all counts the City prevailed.

Mr. King commented that after the dissolution of redevelopment, former tax increment from the redevelopment project area is collected by the County and goes to the redevelopment property tax increment trust fund. Throughout the course of the year, activities are still undertaken to unwind the redevelopment activities. This is dealing with administrative costs. The redevelopment agency is allowed to incur administrative costs up to three percent of the redevelopment property tax trust fund. There is a hierarchy of what payments can be made. Administrative costs are the lowest of

that. Staff anticipates that we will use all of the redevelopment property tax trust increment funds available to the City for this six-month cycle. As a result, administrative costs will be incurred that the City is asking to be reimbursed for. In order to have that reimbursed to the City, staff is asking that the City provide a loan of about \$275,000 to cover these administrative costs. On one hand those administrative costs are going to be incurred one way or the other because we need to undertake these activities. This particular proposition before the Council would then allow, on a future ROPS payment schedule, for the City to make a claim to be reimbursed at a future date for the costs that are being incurred. That is what this particular piece is. The second piece is the larger ROPS piece. This is for a total amount, throughout the 12 months, of about \$550,000, about \$275,000 every six months, for administrative costs that the City is incurring that, except for this action, the City could not be reimbursed for from the redevelopment property tax increment trust fund.

Ms. Denny feels this is all good in terms of transparency. So speaking about that at this agenda item was fine. She thought we'd talk about it at the next one but that is fine. DOF, what the City Attorney was referring to, is Department of Finance, the State Department of Finance. She wanted to direct attention to page 134 and there is a chart there and the expenses are for accounting and auditing, for legal services, for reimbursement to the City of personnel services and the loan advance total is \$550,000. For accounting and auditing services, we are looking at a \$10,000 loan. This is taking it from the General Fund and using it for administrative expenses in terms of the now defunct redevelopment agency which is sometimes referred to as the CDA or Community Development Agency but it is otherwise referred to as the redevelopment agency for Coronado. So that is \$10,000 for the accounting/auditing services, \$20,000 for the legal services, and \$520,000 reimbursement for City personnel services. Her question is what exactly is that over half a million dollars going for. Are we talking about going to rank and file workers who are working hard in our City? Are we talking about giving it to director levels or management levels? Can you tell us exactly why we need that much?

Mr. King responded that in terms of some of the personnel positions, Senior Management Analyst is one of the positions. Administrative Secretary is another and then covering the cost of the former Community Development Director. The type of tasks that are involved are completing the ROPS themselves, dealing with reviewing invoices that have been submitted to us for reimbursement. We currently are working with Sharp Coronado Hospital in providing, fulfilling the obligations under the Owner Participation Agreement to them and that is looking at their proposed expenditures and seeing if they are consistent with the agreement. We also have other costs related to responding to DOF. This is a report heavy exercise, driven by the State.

Ms. Denny asked if it is fair to say that the only three positions that this \$520,000 is going for for the next year is just for one senior management position, one administrative secretary position, and the redevelopment director that is defunct now. There are absolutely, positively no other positions that will be benefitting from this loan.

Mr. King cannot recall all the positions that are touched by this. Those three positions are the bulk of the positions that are covered.

Ms. Denny feels like we want to pay these positions out of our General Fund.

Rachel Hurst, Director of Community Development and sometimes including Redevelopment and Housing, explained her title.

Mayor Tanaka clarified that she does more than just clean up a defunct redevelopment agency. That includes being in charge of the whole building department.

Ms. Hurst agreed and said that it includes planning, building, and the Successor Agency's activities such as affordable housing. She wanted to mention that this loan does not directly fund any specific personnel. It is intended to capture all of the costs of all City personnel who contribute to the Successor Agency activities. To the extent that we have agenda items, there is an oversight board, there are agenda materials going out – it is every City staff person that touches any of the Successor Agency activities. It is not three people. It is part of many people. It has nothing to do with actually paying those people. It is simply the cost of services that the City is paying that are eligible to be reimbursed by redevelopment property tax trust fund in the future, to a maximum of 3% of what is being received. That is what the budget is composed of – the maximum that, in the future, will be able to be claimed to reimburse the City for those services.

Ms. Denny feels that what Ms. Hurst is saying is that, it says right here, reimburse City for personnel services, and so your reimbursement say, for example, to herself, would only be for the tasks that she performs in terms of redevelopment. That is why we are making this loan to the redevelopment section. Wouldn't that be correct? When Ms. Hurst says 'all staff' Ms. Denny is very unclear and she thinks the public is, too, as to who this is really going to.

Ms. Hurst explained that it is not going directly to any City staff person. It is going to recover the costs that the City has made to have staff that administers the Successor Agency dissolution and programs.

Mr. King added that the proposition before the Council is, if the Council does not choose to do this, the costs will still be incurred but it will not have a vehicle to seek reimbursement from the former tax increment.

Councilmember Ovrom commented that we are talking about a budget and not actuals. This budget is put forward as a percentage of what we can and right now it is set at \$275,000 and that is 3% and we hope that will cover the actuals but we can't say right now whether it does or does not. It seems to him that in the past it has not. The City has had to contribute something from the General Fund to continue to run the Successor Agency. The task before the Council is simply to say yes that it wants the budget and the authority to loan that to the Successor Agency.

The Mayor asked for public comment.

Ella Croshier thanked Ms. Denny for being a true representative of the people, giving them as much information as she can by asking good questions and sorting out things so that the public can understand a very complex government. It should never be so complex that we can't understand it because we are paying the bill. From what she sees, from her viewpoint, we can't afford this government. We can't afford it. It is costing too much money to operate it and what are we getting back for it? Not a whole heck of a lot. Just recently she pulled up some information on all these bonds that we have already. It is costing us a huge amount of money in interest. Why can't we just do pay as you go and forget about this because it is costing many times more than

the bond itself by the time we get through with it? She can't see that is good fiscal management. As far as she can see we are in a terrible bucket of worms here. This Community Development Department should have never been and the same people that sit on that who agree to these things come back and vote on it to agree with it. She is saying that this should never have happened in the first place. We are in a terrible spot. The people here are being really pushed to the limit here. This recent bond issue that was put on us because of the sewer system should never have happened. With all these people here being paid humongous sums to operate this government is ridiculous and it should be changed. As far as she is concerned they can throw the whole bunch out and start all over. Why in the world would you hire a city manager and an assistant city manager from another city who has had many problems regarding this situation and as she understands it, it is costing them \$2 million a year because of the way things turned out there and we hired them here. It doesn't seem like we are getting any better here. She is sorry to see that only three people are running for office, one of whom has put us in this particular situation.

MSC (Woiwode/Ovrom) moved that the City Council approve the Administrative Budget for the upcoming period starting January 1, 2014, and ending June 30, 2015 and adopt A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF CORONADO, CALIFORNIA, AUTHORIZING AND APPROVING THE LOAN AGREEMENT BETWEEN THE CITY OF CORONADO AND THE SUCCESSOR AGENCY TO THE FORMER COMMUNITY DEVELOPMENT AGENCY OF THE CITY OF CORONADO IN ORDER FOR THE SUCCESSOR AGENCY TO PAY ADMINISTRATIVE EXPENSES DUE IN THE PERIODS ENDING DECEMBER 31, 2014, AND JUNE 30, 2015; and A RESOLUTION OF THE SUCCESSOR AGENCY TO THE FORMER COMMUNITY DEVELOPMENT AGENCY OF THE CITY OF CORONADO AUTHORIZING AND APPROVING THE LOAN AGREEMENT BETWEEN THE CITY OF CORONADO AND THE SUCCESSOR AGENCY TO THE FORMER COMMUNITY DEVELOPMENT AGENCY OF THE CITY OF CORONADO IN ORDER FOR THE SUCCESSOR AGENCY TO PAY ADMINISTRATIVE COSTS DUE IN THE PERIODS ENDING DECEMBER 31, 2014, AND JUNE 30, 2015. The Resolutions were read by title, the reading in its entirety unanimously waived and adopted by City Council as RESOLUTION NO. 8687 and RESOLUTION NO. 8688.

Councilmember Denny explained that she will be voting no for this. Of course we want to be reimbursed but this is awfully high. This is over a half a million dollars and she just thinks we are really doing a greedy grab here and she is very concerned about spending taxpayer dollars as it is all our money.

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

5g. Approve the Recognized Obligation Payment Schedule 14-15B (ROPS 14-15B).

Councilmember Denny suggested that, in the interest of transparency, a brief report would be very much appreciated by both herself and the taxpayers.

Rhonda Huth, Senior Management Analyst, provided the staff report for this item. City Manager Blair King added comments.

Councilmember Denny feels this is a very complex area and we could talk about this for quite some time but we won't today because we have other agenda items to get to but she wanted to ask if Ms. Huth could point out to us the total outstanding debt or obligation in our report.

Ms. Huth responded that the total outstanding debt is \$293,226,773.

City Manager Blair King thinks we want to explain some context with that, too. That is listed as if payments are not made and that were to run with interest to 2036, the termination date of the original redevelopment plan. In other words, that is an annotated number that exists, in this context, for good accounting and bookkeeping purposes but it is fully expected that the number will decline as ROPS payments are made and as those obligations are paid. In other words, for example, the City loans, if we were to collect interest on the full amount of the principle of the City loans until 2036, that is the amount that is represented. However, we expect that the amount will be paid off earlier so in practicality there will be a lower payment when principle and interest payments are made.

City Attorney Johanna Canlas also wanted to point out that these are obligations of the former CDA. They are not obligations of the City and they are not debts of the City. It is the former CDA.

Councilmember Ovrom disagrees with Ms. Croshier and has for a long time on this particular subject. He went back to 1985 when this all started. Dave Blumenthal brought forward this idea because he wanted to fund what was a really bad set of facilities for the School District. He came up with the idea of being able to put together this redevelopment agency, take a piece of the school's property tax money that happened in the natural progression of the amount of taxable income that would come out of property taxes. Back in 1985, the assessed value was something like \$990 to \$995 million. Today he thinks it is about \$6 billion. That difference in that assessed value created increased property taxes which became known as an increment. A piece of that increment went to the CDA to help build the facilities and replace all of the schools and many of the public facilities at not one additional penny of property taxes to anyone in the City of Coronado. To say that it probably shouldn't have been done is a total misrepresentation of looking at what that capability and what that money did for the citizens of Coronado. What this ROPS does, because of the way it works, is we have to tell, through a process, what we hope to get back in the way of funds. It was pointed out by the City Attorney that we have won a court case. That court case got us back \$5.6 million plus it got us back the potential to get the full \$30 million plus interest. It is not costing a single taxpayer a single new dollar in Coronado. To him it was a darn good deal and still is a darn good deal and that is why we are going after it so that is why we put in the ROPS so that we can, in fact, preserve our opportunities in the future for councils in the future and try to get this money back.

The Mayor asked for public comment.

Carrie Downey likes that there were two items because then things that were not able to be said by the public on Item f can be said on Item g. She applauds everyone passing Item 5f so that, as she understands it, the amount of money that the City was already paying, that they have paid and will

pay for City staff to complete all of the paperwork necessary that the State is requiring to get our money back to pay our bills for the CDA can now be put in this budget for the ROPS and future ones for City expenses. She thanked the Council for passing that. She thanked the Council for passing this and Mr. Ovrom for the history he provided.

MSC (Woiwode/Ovrom) moved that the City Council approve the ROPS 14-15B for the period January 1, 2015 to June 30, 2015.

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

5h. Adoption of a Resolution Authorizing the City Manager to Execute a Successor Memorandum of Understanding Between the City of Coronado and the Coronado Police Officers' Association for Fiscal Year 2014-15.

Councilmember Denny requested a brief report so that the public knows what is going on in the interest of transparency.

City Manager Blair King provided background information on this item.

Councilmember Denny wanted to speak about this specifically today because we have already spoken here at a prior meeting about the POA and they came and presented here. It seems that the public might wonder why we are back here today. She asked for an explanation of what the difference was between that prior agenda item and this agenda item.

Mr. King explained that the period of time that was subject to the imposition by the Council was the 13/14 fiscal year. We are currently in the 14/15 fiscal year and this labor agreement covers the 14/15 fiscal year. It will expire June 30, 2015. Prior to that expiration date, his working assumption is that staff will be back before the Council for authorization to negotiate a successor memorandum of understanding.

Ms. Denny hears that the POA is fine with this particular memorandum of understanding and the bone of contention of the 3% salary raise is not considered in this particular agreement.

Mr. King commented that there is no base pay increase and he can represent and report that the POA has indicated that they have had a vote of their rank and file membership and have accepted, pending City Council approval.

MSUC (Ovrom/Tanaka) moved that the City Council adopted A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF CORONADO AUTHORIZING THE CITY MANAGER TO EXECUTE A MEMORANDUM OF UNDERSTANDING BETWEEN THE CITY OF CORONADO AND THE CORONADO POLICE OFFICERS' ASSOCIATION FOR FISCAL YEAR 2014-15 AND APPROVING CORRESPONDING CHANGES TO THE PERSONNEL AUTHORIZATION AND COMPENSATION PLAN.

The Resolution was read by title, the reading in its entirety unanimously waived and adopted by City Council as RESOLUTION NO. 8689.

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

5i. Authorization for the City Manager to Execute an Agreement for Parking Citation Processing Services with Phoenix Information Systems Group. The City Council authorized the City Manager to execute the agreement.

5j. Authorization for the City Manager to Execute a Three-Year Agreement with Benefit & Risk Management Services (BRMS) to Provide Employee Benefit Administration Services Estimated at Approximately \$14,000 to \$16,000 Annually. The City Council authorized the City Manager to execute a three-year agreement with Benefit & Risk Management Services (BRMS) to administer various employee benefits and implement an online open enrollment, employee communication and reporting system.

5k. Authorization to Execute a Monthly Service Contract with Kronos, Inc. for Electronic Time and Attendance Tracking Services Through Its Proprietary Software and Approval of the Use of \$34,700 of Contingency Funds for Implementation Costs. The City Council authorized the City Manager to execute a monthly service agreement with Kronos, Inc. for its proprietary Workforce Ready™- Software with three years of guaranteed pricing and approve the use of \$34,700 from the available General Fund contingency for one-time implementation costs.

5l. Authorization for the City Manager to Reject all Bids Received for Janitorial Services and to Direct Staff to Revise the Service Specifications and Re-advertise. The City Council authorized the City Manager to reject all bids received for janitorial services and directed that staff seek new bid proposals with revised service specifications.

5m. Award of Construction Contract to Global Power Group, Inc. in the Amount of \$167,740 for the Cays Main Pump Station Emergency Generator. The City Council awarded a contract for the Cays Main Pump Station Emergency Generator project to Global Power Group, Inc. in the amount of \$167,740.

At this point in the meeting, Mayor Tanaka took Item 10a Report from the Port Commissioner Concerning Port Activities and Item 10b Report from San Diego County South Area Cities' Representative to the San Diego County Regional Airport Authority out of order.

Following Item 10b, Mayor Tanaka announced the meeting would return to the regular order.

6. ORAL COMMUNICATIONS:

a. **Carrie Downey** thanked the Council for the consent Item 5e. Coronado is hosting 15 Japanese citizens in the community and she was asked by Mayor Tanaka to work with the San Diego Japan Society and set up activities that showcase what Coronado is like and what living in Coronado is like. We are going to be taking our guests to a tour of the Hotel Del. They are going to do the walking Coronado tour that CHA and the Visitor Center puts on. They are going to get a tour from Naval Base Coronado about all of the military facilities. The Lawn Bowling Club has offered to give them a set of lessons and then do a mini tournament for all of the Japanese tourists that are visiting and host families who wish to participate. Finally the City, on Saturday, is hosting the California S'more Night. Ten more host families are needed. People simply need to have a spare bedroom where a guest could stay for three nights. The activities are all planned. These guests chose Coronado as opposed to staying in San Diego or LaJolla or Poway because when they heard about the community and what is unique was that Coronado is a community that prides our history and has a great relationship with the Navy in the town. They wanted to find out what that was like.

Mayor Tanaka thanked Ms. Downey for taking the lead on this.

b. **Heidi Wilson, founding Chair and current Vice Chair of the Coronado Cultural Arts Commission**, commented that it is a great day for the arts in Coronado. The City Manager will provide the results of the community satisfaction survey. In all of the areas that were evaluated and rated, the arts had a positive jump in public perception of 9% which made it one of only two areas that had a significant positive gain. This information gives validation to the hard work of the seven members of the CCAC which was formed in the fall of 2011. It also reinforces the belief that many had for years that Coronado is, in fact, an arts community. She thanked Mayor Tanaka for allowing for the possibility of an Arts Commission. The information received today validates the action of forming the CCAC. She thanked the Council for their part in having the courage and vision to create the commission and fund the arts administrator contract position this past year. During 2013, hundreds of volunteers worked with the CCAC and their 14 partner arts organizations as they entertained and educated over 381,000 people with classes, lectures, performances, films and special events. Most recently, they offered the weeklong OzCon International *Wizard of Oz* Festival which featured exhibitions, films, lectures, wizard camps and summer intensive for young people, walking tours, a musical cabaret, a puppet show, a photo contest and a day long family festival of dance, music, and art in Spreckels Park. Pablo Picasso once said that "art washes away from the soul the dust of everyday life" and they believe that is truly so. The future is bright for the arts in Coronado because, bolstered by the outpouring of community support demonstrated by this survey, she believes that the City Council, working in concert with the CCAC and its partner organizations, will continue to work hard to keep the arts a vital part of the fabric of our daily lives.

Mayor Tanaka thanked Ms. Wilson for doing most of the heavy lifting on this one.

c. **Bob Murphy, Vice President and Board Member for PAWS of Coronado**, spoke about honoring the late Louise Shirey, founder of PAWS. Without the tireless efforts of Ms. Shirey, animal care in Coronado would look very different today. PAWS and many in the community

would like to honor and memorialize Ms. Shirey's body of work by renaming the Coronado Animal Care Facility the Louise Shirey Animal Care Facility of Coronado.

Mayor Tanaka reiterated that the City Council voted on consent to have a future discussion on that item.

d. Councilmember Denny spoke about the warmer temperatures over the last 100 days. She encouraged everyone to join CERT and CERO.

7. CITY MANAGER/EXECUTIVE DIRECTOR:

7a. Update on Council Directed Actions and Citizen Inquiries. City Manager Blair King reported that the long awaited artistic portable restroom will be installed on Avenida del Sol by next week and it will be available there for inspection and use. He also mentioned that he has provided some recent information about sales tax collected for the first quarter of 2014. As the Council knows, 1% of sales tax activity that occurs within the City of Coronado is returned to the City of Coronado. In the first quarter of 2014, the City experienced 11.2% growth from the first quarter of the previous year. Most of that was fueled by restaurants and hotels. The charts are heavily weighted in that area. The budget for 14/15, including the triple flip, is just a little under \$3 million. The City's per capita sales are lower than the State and County average but this is something that we track and, more importantly, is a good surrogate indicator of the overall economy in Coronado right now.

8. PUBLIC HEARINGS:

8a. Public Hearing: Adoption of a Resolution Approving a One-Lot Tentative Parcel Map to Allow for Condominium Ownership of Two Residential Units for the Property Legally Described as Lot 27, Block 47, Map 376 CBSI, Addressed as 825-827 C Avenue in the R-3 (Multiple Family Residential) Zone (PC 2014-07 Falletta, Tony).

Councilmember Denny recused herself from this item.

Peter Fait, Associate Planner, provided the staff report for this item.

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

MSUC (Bailey/Ovrom) moved that the City Council adopt A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF CORONADO APPROVING A ONE-LOT TENTATIVE PARCEL MAP TO ALLOW FOR CONDOMINIUM OWNERSHIP OF TWO RESIDENTIAL UNITS FOR THE PROPERTY LEGALLY DESCRIBED AS LOT 27, BLOCK 47, MAP 376 CBSI, ADDRESSED AS 825-827 C AVENUE, CORONADO, CALIFORNIA. The Resolution was read by title, the reading in its entirety unanimously waived and adopted by City Council as RESOLUTION NO. 8690.

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

The City Council went into recess at 5:17 p.m.

The City Council reconvened at 5:24 p.m.

8b. Public Hearing: Adoption of a Resolution Approving a Two-Lot Tentative Parcel Map to Allow for Condominium Ownership of Four Residential Units for the Property Legally Described as Lot 27 and 28, Block 50, Map 376 CBSI, Addressed as 827-833 E Avenue in the R-3 (Multiple Family Residential) Zone (PC 2014-08 Wilson, Ken). Peter Fait, Associate Planner, provided the staff report for this item.

Councilmember Denny asked Mr. Fait to repeat for the record the part about there being flexibility in the plans.

Mr. Fait explained that R-3 zoning allows two units on a 25-foot lot. This is a total of four units. The owner has the option of retaining ownership and living in one, renting out the other or renting out both, or, if they apply for a parcel map and the map is approved, then they are allowed, through the Department of Real Estate in the City, to individually sell those as residential condominiums. The product is no different. Nothing is different about the design.

Mayor Tanaka opened the public hearing.

Carolyn Rogerson is noticing a lot of these double occupancies on very small lots that were once relatively small homes. In the first one, he talks about two parking spaces per unit. She is presuming that is off street, somewhere contained within the unit, two spaces per unit. So that would be four spaces for the property.

Mayor Tanaka clarified that in this instance there are eight parking spaces for four units.

Ms. Rogerson is concerned about the density and parking is just horrendous in the Village area anyway. She is just concerned that any time one of these units go up that there has to be adequate parking for the number of people who could potentially be living in them.

Mayor Tanaka closed the public hearing.

MSC (Bailey/Ovrom) moved that the City Council adopt A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF CORONADO APPROVING A TWO-LOT TENTATIVE PARCEL MAP TO ALLOW FOR CONDOMINIUM OWNERSHIP OF FOUR RESIDENTIAL UNITS FOR THE PROPERTY LEGALLY DESCRIBED AS LOT 27 AND 28, BLOCK 50, MAP 376 CBSI, ADDRESSED AS 827-833 E AVENUE, CORONADO, CALIFORNIA. The Resolution was read by title, the reading in its entirety

**unanimously waived and adopted by City Council as RESOLUTION
NO. 8691.**

Councilmember Denny wanted to explain why she will be voting no on this particular issue. Mrs. Rogerson brings up some good thoughts about parking and density. When we make these decisions on City Council about increasing density like this, this is a two-on-one, we are not talking about four-on-ones, we do it through our land use General Plan. It is updated regularly and pieces of it are updated regularly, too. But we are really overdue on updating our entire General Plan. That is a big, expensive, long, time consuming, public process. We really need to get a grip on that and think about working within the parameters of what land use law requires about updating. We can do these little piecemeal updates as they serve the City needs but we really should be updating our General Plan. When we talk about density increases like this, just to set the stage, we rely on the document, a piece, an element of this General Plan. The element that we have adopted here unfortunately says that we are not built out yet, and we don't have any water problems, and we don't have any infrastructure problems and, since those basic threshold assumptions are untrue based on the facts, she didn't vote to approve that particular element. In line with that, she can't vote to approve this particular density increase because the threshold on which it relies is very precarious. We know we have the parking problems and the density problems but even under that we have water issues and infrastructure issues; we are doing a very expensive study and won't know the results for a year or two about our infrastructure and exactly how much money we need to fix sewer and so forth. Based on that, she will be voting no on this particular agenda item.

Mayor Tanaka commented that the Council members all took an oath to uphold the law. The law in the State of California is clear on this. Our zoning map makes it clear how much density is allowed. He doesn't think there are a lot of people who like additional density. He also thinks there are a lot of people who don't like capriciously enforcing some laws and saying yes on some and no on others. Historically, if you look at these sorts of actions at a public hearing, most Council members have voted to approve because in most instances the applicant has complied with State law. Another element of voting no on an item like this is that there have to be findings. You have to explain what about the State Map Act is not being complied with and what the reasons are for voting no. You can't just vote no because it is fun. You have to actually prove that you are following the law and doing what is right under the law that exists. If the law that exists is inadequate, and perhaps it is inadequate because he agrees that most people would rather see less density than more, then perhaps we should all do more to change what the law says.

Ms. Denny called a point of order. She needs to put on the record that, in fact, she is not voting no for fun. The reasons she stated – the water, the infrastructure and so forth are her findings that she is putting on the record now to justify her no vote. She wants to make it very, very clear. She takes this very, very seriously.

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

9. **ADMINISTRATIVE HEARINGS:** None.

10. **COMMISSION AND COMMITTEE REPORTS:**

10a. **Report from the Port Commissioner Concerning Port Activities.** Port Commissioner Garry Bonnelli has served as Port Commissioner for about eight months. He is happy to report that the Coronado Yacht Club leadership, along with Port staff, has executed a new five-year lease agreement that begins on November 1 of this year.

A big work item is the 50-year integrated master planning. With the support of involved Coronado residents and at Council direction, the Port Commissioners inserted language into the guiding principles for the Port's master plan that denotes Coronado, the Silver Strand, the Cays and Grand Caribe Isle as distinct geography on the Bay. Also, within those planning principles, the Port is recognizing the ferry service as an integral part of the overall regional transportation network. Admiral Bonnelli thanked the Coronado residents and the City Council for their continued interest and involvement in the Port's master planning process. They have the vision and the principles. The hard parts come next – doing the land use overlay and getting all the resource agencies' concurrence to buy in to the overall plan.

With regard to the potential for the Bay to serve as the racetrack for the 2017 America's Cup sailing competition, it is down to San Diego and Bermuda. The Port established an ad hoc committee. Chairman Nelson from the City of San Diego is on it. The Chair of that committee is Port Vice Chairman Dan Malcolm from Imperial Beach and Admiral Bonnelli is the third member of that ad hoc committee. The Port is in nose-to-nose close confidential negotiations with something called the America's Cup Event Authority. They are asking for a number of concessions and the Port is pushing back. Hopefully, as early as the end of September or as late as the end of calendar year 2014, we will know the finalist.

Thanks to the work of Fire Chief Mike Blood and Recreation Services Director Linda Rahn, the Port is getting buoys placed in Glorietta Bay by the Boathouse to keep a separation, hopefully, between the swimmers and motorized vessels and watercraft. Lastly, there is new leadership at the Port. The acting president is John Buldoc. Admiral Bonnelli has encouraged him to meet with the City Manager on a regular basis as the previous CEOs have done.

Mayor Tanaka asked if Admiral Bonnelli has any idea what the timetable will be for picking Mr. Darbeau's replacement. Admiral Bonnelli responded that they hope to have someone in place by April of next year.

Councilmember Denny thanked Admiral Bonnelli for including the ferry in the plan. That is very big, broad thinking and it would be great to get ferry stops in the Cays and other places like Chula Vista and so forth so maybe if we think big, it might be a great resource for us.

Councilmember Ovrom suggested that, with respect to the buoys, they be aware that it is shallow in some of those areas.

10b. **Report from San Diego County South Area Cities' Representative to the San Diego County Regional Airport Authority.** Former Mayor Tom Smisek reported that it has been a quiet summer in the airport area with the exception of all the people coming to Coronado and

ComiCon. The new concessionaires are all in place now. There have been some hiccups with things like bottled water at \$5 and they said that water and all the types of things that they were selling were going to be at the same price as out on the street but the language in the contract specifies that the concessionaire actually go out and tests, checks different venues and then takes three of them and compares it. They go to Mom and Pop stores in La Jolla and they go to some of these other places so they discussed the idea that maybe the Authority will take over the actual checking of prices before they set them because they would like there to be a more reasonable price structure. He used water as one of the examples. There are several other products that are being overpriced at this time. Otherwise they are pleased with the money that is coming into the Port Authority from the concessionaires.

Construction on the north side is going as scheduled. There was one construction fatality at the rental car facility. After an investigation, the project is right back on schedule as far as getting that ready to open in January 2016. A new feature is that they are going to put in a restaurant on top of the rental car facility and it will be for public use. They are out looking for consultation right now from different restaurant consultants on what type of venue. The initial one was going to be a real fancy one and then some remembered Boom Trenchers and what a great hangout it was, so they have downgraded what the restaurant is going to be as far high priced and are trying to get it more in a reasonable area.

They presented the three conceptual ideas for Terminal 1 to the full board for their review. They seemed to like what they saw and sent staff back to start looking into the costs, the financing and fill in the blanks on exactly what it is going to have in it. It is all on the south side. It will be a combination of the commuter terminal and Terminal 1. They are going to try to phase it so that they don't have to shut down the existing Terminal 1 while they are doing it.

The Board approved, in concept, another thing that had been kind of a ticklish item when they first built the 10 new gates. There was a parking garage to be put in over at Terminal 2 West. They put in the footings and everything when they built it just in case they wanted one and then they voted last month that they want one. It is going to be initially 3,000 parking places with the idea of expanding up to 5,000 in the long term. This will be the close-in parking. It will be mainly short-term parking, not the long-term parking, so that people who want to come in, drop people off, and perhaps stay for a short period of time will have a place to park instead of just going around and around all the time.

There seems to be an airline war just developing right now between Delta Airlines and Alaska Airlines. He knows the history of why that is happening so there is a lot of competition now. Delta is putting in more flights out of San Diego, up the west coast and, in December, they are going to start a Los Cabos run to compete against Alaska also down there.

The AICUZ and ALCUP for North Island and Imperial Beach schedule is to start in January, as far as public input, and bringing it before the Board. Nothing has come before the Board. Apparently there is a rough draft of something for Imperial Beach on the website. He has not seen it yet.

The sad news is that Rear Admiral Bruce Boland, the Port's longest serving member on the Board, passed away this morning. He was the Mayor of San Diego's pick on the Board and he was very instrumental in the Terminal 2 West development.

Councilmember Denny has been getting questions from residents also and has been doing a fair amount of traveling and it seems that the parking structure is going in, as Mayor Smisek referenced, and the restaurant on top, which is very exciting of course for all of us. She was wondering if there are any light rail plans that we can think about to get any light rail or some kind of other transportation into that airport and service the community in San Diego County. Has that been considered?

Mayor Smisek responded that it has been considered. SANDAG has, in their master plan, an intermodal transit center on the north side but it cannot be on the airport as the FAA won't permit it. It is going to have to be across the highway and then a pedestrian bridge would come across. That could service as much as the Coaster, buses, trains, trolleys – anything that is wanted. There is no funding for it at this point but it has been looked at and is considered something that will be in one of the unconstrained, as they have both constrained and unconstrained plans, mode so that doesn't put it on real high priority for funding currently.

Ms. Denny recently had the good fortune to be in France and Germany and Luxemburg and it was nice to fly into each airport and then get right onto light rail or rail and just go right to their hotel. She was hoping that we could maybe think about that here in San Diego in the future.

11. CITY COUNCIL BUSINESS:

11a. Council Reports on Inter-Agency Committee and Board Assignments. Several Council members submitted their reports in writing. Those who did not are continued to the next meeting unless they submit in writing prior to the next meeting.

11b. Consideration of Reappointment of Two New Members to Serve a Second Term on the Coronado Library Board of Trustees. Under Consent, the City Council reappointed Sarah Blakely Brown and Elizabeth Warren to the Library Board of Trustees for a second term to expire August 31, 2017.

11c. Consideration of Appointment to Fill One Vacancy on the Historic Resource Commission. Mayor Tanaka gave the applicants an opportunity to address the Council. Ms. Goot and Mr. Alvarez-Malo spoke.

The City Clerk read the names and recorded the votes for the first round of voting as follows:

Edry N. Goot	five votes
Alejandro Alvarez-Malo II	four votes
Anne Boston Parish	one vote
Julia Viera	two votes
Jane R. Williams	two votes

The City Clerk read the names and recorded the votes for the second round of voting as follows:

Edry N. Goot	five votes
Alejandro Alvarez-Malo II	zero votes

MSUC (Tanaka/Bailey) moved that the City Council appoint Edry Goot to serve out the remainder of the current term, which expires on December 31, 2014.

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

11d. Accept Report and Receive Presentation on the Results of the National Citizen Survey for the City of Coronado. Mayor Tanaka explained that the City Council will hear the report and make comments today but will refrain from taking action until the next City Council meeting on September 2, 2014.

Tom Ritter, Assistant City Manager, introduced Dr. Thomas Miller who will make a formal presentation on the survey results.

Dr. Thomas Miller, Ph.D., President, National Research Center, provided information on the survey to the City Council and public.

Ms. Denny asked some questions about the methods used in identifying participants for the survey.

11e. Consider the Recommendation of the Cultural Arts Commission to Purchase the Sculpture "Imagine Dragon" by Artist Kent Kraber, with Sculpture to Remain at the Coronado Public Library and, if Approved, Direct Staff to Appropriate \$10,000 to the Library Budget for Purchase, and Authorize the City Manager to Execute a Purchase Agreement with the Artist. Mayor Tanaka invited public comment on this item.

Jeff Tyler, Coronado Cultural Arts Commission, thanked the Council for consideration of this request and provided some additional information on the piece and the artist.

Heidi Wilson, CCAC, spoke in support of the proposed City purchase of "Imagine Dragon."

Councilmember Ovrom is sure that Ms. Wilson recalls the time when we first started talking about this and the reason there is no money is because the City said there would be no money needed. That is why there is no money budgeted. That is only part of the problem. The other part is that he recalls the City saying that it didn't want to buy art. It didn't want the ownership. It didn't want to have it for an extended period of time but would rather change it out to give the opportunity for artists and people to see different things. He can't support this. He would just as soon have the artist take it back and find another piece to put in there for a year or two and use that opportunity to change out so people can see different things.

Councilmember Bailey trusts the judgment of the Cultural Arts Commissioners and although his initial preference would have been to rotate art through there, he trusts in their judgment and will be supportive of this.

Mayor Tanaka added that he thinks both approaches are ones that the City uses and agrees with. He thinks that the City has, in the past, taken a piece on for a temporary time and then used it as

an audition period. Art is very subjective. He has seen the piece as well received. He thinks the City should purchase it. The City has benefitted from having the piece as well as from the reduced price. He does believe Mr. Ovrom has brought up some good points.

Councilmember Denny personally loves the "Imagine Dragon." She has heard from the public both ways. When we are up here as Council members, we are representatives of the community so we are not really voting our personal tastes. She personally loves the dragon and wanted to put that on the record but recognizes that not everyone in the community is as enamored with it. Her recollection was the same as Mr. Ovrom's and she believes that the City was going to be finding artwork to showcase and move around and not spend taxpayer dollars and that is why it was not budgeted for. She is very concerned with the almost \$300 million we just talked about off balance sheet of redevelopment debt. We hope we will receive it all back. We do sincerely hope. We have about \$300 million of off balance sheet pension debt so she is very, very concerned about our future responsibilities of the Coronado taxpayer and when she weighs the cost benefit of adding this albeit beautiful piece of art albeit at a bargain, she just can't justify it unfortunately. She'd love to see some artwork by some of the children showcased around.

Councilmember Woiwode doesn't really think that this \$10,000 jeopardizes the pensions of our employees so that aspect of it doesn't bother him and it seems like a reasonable price for the artwork. He likes the dragon very much and also likes the idea of rotating art through and that particular location seems like a pretty good location to try out different kinds of art. He has no objection to the City buying art. The City has done so before. He is fully supportive of this purchase and likes the idea of rotating it through. He doesn't want to limit the City's options. He is in favor of the City buying this piece.

MSC (Woiwode/Tanaka) moved that the City Council authorize the purchase of "Imagine Dragon" as a permanent addition to the City of Coronado's Public Art Collection, as recommended by the Cultural Arts Commission, to be displayed at its current site of the Coronado Public Library front lawn; authorize the City Manager to execute a purchase agreement with the artist; and appropriate \$10,000 from the General Fund to the Library budget for purchase.

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

11f. Authorization for the City Manager to Issue Nicky Rottens Bar and Burger Joint an Amended Permit for Use of City Property for Commercial Activity Changing the Location of the Approved Valet Parking Zone from 100 Orange Avenue to 126 Orange Avenue. Tom Ritter, Assistant City Manager, provided the report.

Mayor Tanaka asked Mr. Ritter if he knows how many places offer valet parking in Coronado already. He knows that the Hospital would be one and there is one near El Cordova at least.

Mr. Ritter does not believe Vigilucci's is offering valet parking.

City Manager Blair King thinks that Mayor Tanaka is correct with the two other locations.

Councilmember Denny asked to see the slide that talks about the five original spaces. Will the top box where it says 'five cars' change?

Mr. Ritter responded that it will still be available because they have a recorded covenant for that location in order to operate the restaurant after hours. That will not change with this proposal. They are just changing the location of the drop off and pick up. Nicky Rottens will still utilize the five spaces behind Coronado Hardware for the purposes of adding additional 500 sq. ft. to the restaurant. That part of the proposal will still continue as is.

Ms. Denny clarified that the covenant to which Mr. Ritter referred is the one with the City.

Mr. Ritter concurred and stated that they have to record the document with the property owner that it is used for that purpose after hours.

The Mayor asked for public comment.

Tim Aaron, owner, Nicky Rottens Bar and Burger Joint, is hoping to mimic La Jolla on Prospect Avenue, one in Santa Barbara, some in Newport Beach. They are starting to get some traction in that part of town. It has been very good lately and he wants to keep that going. They are putting another big restaurant down there where the Firehouse was. He'd like to keep peace down there and traffic flow as they can hustle up the patrons and get them over to the Marriott and bring them back. If someone wants to do retail shopping or whatever it may be they can also utilize the valet. The City has given him a lot of opportunities and he has taken them and turned them around pretty good. He'd like to have this opportunity for six months to see what can happen. He is also using Ace Parking as it is a professional company. He thinks the valet parking will be complimentary if you go to one of the restaurants.

Ms. Denny wanted to give credit when credit is due. She recognizes his contribution to the City's tax revenue. She thought the idea of valet parking would be a great thing but she wants to explain to Mr. Aaron now that she doesn't have any personal issue whatsoever but she thought he was going to be dropping out the five parking spaces from the plan and so she doesn't feel like she can support it because she didn't support it originally for all those reasons.

Mr. Aaron commented that this has nothing to do with those five parking spots. He also commented that he hasn't seen a yes vote from her yet and didn't expect to get one.

Doug St. Denis thinks this is such a creative, generous, fun idea. Parking is always such a problem and it is just the best of Coronado - everybody coming together for a solution. We have been working on finding some way of making all this work and this is one. She urges the Council to support it.

Judy Clark thinks it is a great creative idea but she wanted to know what guidelines there are. Having seen valet parking where the valets are rushing around madly, either in cars or on foot, and she is just thinking of the safety of the area. Could that be commented on?

Mr. King explained that in the past that has been referred to the City Engineer and he has then developed certain standards. As we have gone along, those standards have evolved from the case in which keys are kept in the valet stand, etc. That is something that, with the implementation, staff can take a look at if there is a concern. The focus here was to make sure that the valet worked with the valet attendant being able to get to the parking lot and to the site quick enough to make it worthwhile to the patron to valet park there.

Mayor Tanaka asked the representatives from Ace Parking if they would like to comment at all on this.

Brian Gansert, President of Operations, Ace Parking, explained that safety is one of the utmost priorities of their company. When they take possession of anyone's vehicle, it is in their care and they are responsible for that. Having a staff that operates in a safe, fair manner for all the traffic is paramount to them being successful. If they are creating traffic problems or issues, they are not going to be successful. It is not hidden from view. They are on City streets and will be in the public eye at all times. That is something they will always be hammering home with all of their staff. All of their valets are certified. They have to go through a program. It is a big part of their business and they take it very seriously.

Mayor Tanaka asked, on a typical night, on a Friday or Saturday, how many employees would he anticipate staffing that valet spot.

Mr. Gansert responded that it will start with a minimum of three. The plan is to always have someone at the valet podium greeting and taking care of the guests. Then there will be at least one person shuttling valet runners back and forth. Anything more than that will be determined by the volume of cars that they process. They will want to try to have as many people as they can to manage the business load, to make it a quick service that people would want to take advantage of. If they have to wait 15 or 20 minutes they have defeated the purpose of what they are trying to do. It is going to be an ebb and flow and will be determined by season, by nights of the week and their job is to manage that and monitor that and make sure they are providing the highest service at all times.

Mayor Tanaka responded to Ms. Clark by saying that we will have to pay attention to see if the City's protocols that do exist are sufficient and hopefully the professionalism of Ace Parking will be part of the equation in terms of not creating problems. It looks as if there is a little bit that the City will have to continue to monitor to make sure that those expectations are met.

MSC (Ovrom/Bailey) moved that the City Council authorize the City Manager to issue the Amended CUP to Nicky Rottens Bar and Burger Joint changing the location of the approved valet parking zone from 100 Orange Avenue to 126 Orange Avenue.

Ms. Denny added that we did receive two items that are blue sheeted. One is from Karen Finch of the Chamber of Commerce in support of the plan. The other is from Mr. Wucherer, a resident in the area, with concerns for a quiet, enjoyable neighborhood experience and Ms. Denny would feel much better if we had all that locked down and weren't just voting for it and going to think about that in the future. She is going to be voting no. It is a little too vague for her right now.

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

11g. Recommendation from the Traffic Operations Committee Regarding Adoption of a Policy for Installation of Red Curb Zones. This item was continued to the September 2, 2014 meeting.

11h. Introduction of "An Ordinance of the City Council of the City of Coronado, California, Amending Section 40.48.012 (C) of Chapter 40.48 of Title 40 of the Coronado Municipal Code Regarding Public Rights-of-Way to Accommodate Public Viewing of the Independence Day Parade. Under Consent, the City Council introduced AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF CORONADO, CALIFORNIA, AMENDING SECTION 40.48.012 (C) OF CHAPTER 40.48 OF TITLE 40 OF THE CORONADO MUNICIPAL CODE REGARDING PUBLIC RIGHTS-OF-WAY TO ACCOMMODATE PUBLIC VIEWING OF THE INDPENDENCE DAY PARADE. The Ordinance was read by title, the reading in its entirety unanimously waived and placed by the City Council on FIRST READING.

11i. Adoption of a Resolution of the City Council of the City of Coronado Appointing a City Council Representative to Serve on the San Diego Abandoned Vehicle Abatement Services Authority Governing Board. Mayor Tanaka asked that the Council consider appointing him to this board.

MSUC (Ovrom/Bailey) moved that the City Council adopt A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF CORONADO APPOINTING MAYOR TANAKA TO SERVE ON THE SAN DIEGO ABANDONED VEHICLE ABATEMENT SERVICES AUTHORITY GOVERNING BOARD. The Resolution was read by title, the reading in its entirety unanimously waived and adopted by City Council as RESOLUTION NO. 8692.

Councilmember Denny commented that there is quite a bit of money waiting there in a pool for Coronado to take advantage of and she is expecting Mayor Tanaka to do his work and it will be a piece of cake for him. They are waiting to give us money.

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 Mayor Tanaka that the City Council Consider the Request of PAWS of Coronado to Revisit the Name of the City's Animal Care Facility

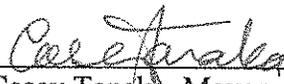
on First Street and Consider the Request of PAWS to Rename the Facility in Memory of Louise Shirey. Under Consent, the City Council approved the request.

13b. Consideration of Request from Councilmember Woiwode that the City Council Place on a Future Agenda an Item to Identify Appropriate Bicycle Markings for all Streets in Coronado's Jurisdiction, and Develop a Policy of Installing those Markings in a Cost Effective Way, Consistent with Street Maintenance Schedules. Under Consent, the City Council approved the request.

13c. Consideration of Request from Councilmember Bailey that the City Council Consider Recommendations Concerning Bridge and Strand Closure Notifications. Under Consent, the City Council approved the request.

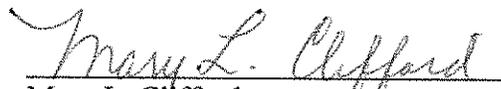
14. ADJOURNMENT: The Mayor adjourned the meeting at 6:27 p.m.

Approved: September 2, 2014



Casey Tanaka, Mayor
City of Coronado

Attest:



Mary L. Clifford
City Clerk