

MAYOR JEFF IRA
VICE MAYOR BARBARA PIERCE

MINUTES

1017 MIDDLEFIELD ROAD
REDWOOD CITY, CA

COUNCIL MEMBER IAN BAIN
COUNCIL MEMBER ROSANNE FOUST
COUNCIL MEMBER JIM HARTNETT
COUNCIL MEMBER DIANE HOWARD
COUNCIL MEMBER IRA RUSKIN

CITY COUNCIL AND
REDEVELOPMENT AGENCY
JOINT MEETING
MAY 10, 2004
7:00 P.M.

The Mayor/Chairman convened the City Council and the Redevelopment Agency meetings to order concurrently.

1. CALL TO ORDER – 7:00 p.m.

2. ROLL CALL

Council Members Present: Bain, Foust, Hartnett, Howard, Ruskin, Vice Mayor Pierce, Mayor Ira

Staff Present: City Manager Everett, PRCS Director/Assistant City Manager Centeno, City Clerk Howe, Deputy City Clerk Conly, City Attorney Yamamoto, Assistant City Attorney Brower, Financial Services Director Ponty, Community Development Director Patterson, Interim Manager, Engineering and Construction Lynch, Associate Planner/Zoning Administrator Ekas, Principal Planner Lyon, Recreation and Community Services Manager Chin, Parks, Recreation and Community Services Superintendent Hover, Human Resources Director Rivera-Peña, Senior Civil Engineer Chang

3. PLEDGE OF ALLEGIANCE - Rosanne Foust, Council Member

4. INVOCATION - Pastor Dennis Logie, Sequoia Christian Church

5. SPECIAL ORDERS OF THE DAY

A. Proclamation: Fair Oaks Community Center 30th Anniversary (207)

Mayor Ira read the proclamation that was received by Fernando Vega and Dorothy Page, original members of the Fair Oaks Citizen's task Force from 30 years ago that helped to build Fair Oaks Community Center. Teri Chin, Human Services Manager at Fair Oaks Community Center reminded everyone to join in the celebration on May 27 from 4-7 p.m. at the Fair Oaks Community Center. She further thanked the Peninsula Community Foundation and the many community business partners and individuals who have contributed to make the celebration possible. She asked Tish and Carol to be acknowledged as part of volunteers and staff at the community center and planners of the event.

B. Proclamation: Seniors in the Community (207)

Betty Moran, Chairperson of the Senior Affairs Commission, thanked Council and invited the community to the Senior Center, 780-7270, on Thursday, May 13 at lunch where guest speaker Supervisor Mike Nevin will be speaking. Bob Page, Chairperson of the Veterans Memorial Senior Center Advisory Council and Linda Griffith, Community Services Manager of the Veterans Memorial Senior Center were also present to receive the proclamation.

Chairperson Moran then explained the video being shown was assembled for the American Society on Aging and the National Council on Aging for a site visit after being one of 17 chosen out of 450. The focus of the site visit was being a values driven organization and how the organization, staff and community can come together and build an incredible collaborative effort.

6. ORAL COMMUNICATIONS AND CONSENT CALENDAR

Claire Steel, speaking on behalf of the American Cancer Society, spoke about the Relay for Life to be held at Sequoia High School on May 15-16 from 10:00 a.m. – 10:00 a.m. She invited everyone to go out and participate in the event.

Pat Dixon asked Council to view the tallest building of Oracle's group on Marine, adding half again the height to picture what 17 stories will look like. She further suggested viewing the cement tanks at the end of the Port and doubling the height. Another example she posed was while driving on 101-North to South San Francisco where just to the east there is a 17 story building. She stated that Marina Shores in its location at Pete's Harbor is out of line. She further stated her idea of where it should go is after the Bayfront extension going through there is an opportunity to use some land in front of Pacific Shores where people can drive boats in the back, park in the front and a shuttle system.

Hartnett/Ruskin to waive reading of the Consent Calendar except the ordinances by title, adopt the resolutions and the ordinances, and approve other items. **The motion passed by a unanimous roll call vote.**

6.1 Section – Motions – CITY COUNCIL AND REDEVELOPMENT AGENCY

- A. Approve the Joint City Council/Redevelopment Agency, Planning Commission, and Architectural Review Committee minutes of May 3, 2004, as submitted; **(301)**
MINUTE ORDER 04-83
- B. Award of Contract – Redwood City Police Department Air Handler Cooling Coil Replacement Project **(304)**

Recommendation:

Approve the Contract Documents and award the contract for the Redwood City Police Department Air Handler Cooling Coil Replacement Project to the lowest responsible bidder, Western Allied Mechanical of Menlo Park, CA, in the amount of \$45,791.00. **MINUTE ORDER 04-84**

- C. Rejection of Bids and Approval of Amendment No. 1 to Redesign the Redwood City Library – Schaberg Branch Library Renovation 2003 Project **(304)**

Council Member Howard stated that since a re-bid would be going out on this project that she would suggest a ribbon cutting upon completion of the renovation, inviting the community to visit the library and staff.

Recommendation:

1. Reject all bids, and direct the return of bid security for the project entitled, "Schaberg Branch Library Remodel 2003."
2. Approve Amendment No. 1 to the Agreement with William Fisher Architecture, Inc. to revise the Design Documents for the Schaberg Branch Library Remodel, in an amount not to exceed \$24,000.00. **MINUTE ORDER 04-85**

D. Award of Contract for the 2003-2004 Street Overlay Project (304)

Recommendation:

Approve the Contract Documents and award the contract for the 2003-2004 Street Overlay Project to the lowest responsible bidder, O'Grady Paving, Inc. of Mountain View, CA for their low bid of \$1,147,236.65. **MINUTE ORDER 04-86**

E. Downtown Public Parking Garage/Retail-Cinema Project – Amendment to Agreement for Consulting Services to Provide Land Acquisition and Other Related Real Estate Services – REDEVELOPMENT AGENCY (405)

Recommendation:

Approve the amendment to an agreement with Overland Pacific Cutler (formerly, Cutler & Associates), to continue to provide professional consulting services for the Downtown Public Parking Garage/Retail-Cinema Project authorizing a budget of \$100,000.00 and authorize the Redevelopment Manager to execute the amendment. The services will include updated property valuations and goodwill appraisals to support eminent domain proceedings, as well as on-going negotiations and possible expert witness testimony. Appropriate \$100,000.00 for the above services from the Agency's FY 03-04 budget. **MINUTE ORDER RD 04-07**

F. Redwood City 2020 Agreement (304)

Recommendation:

Authorize the City Manager to Execute the Amendment between the City of Redwood City, the County of San Mateo, the Redwood City School District, the Sequoia Union High School District, and the John W. Gardner Center for support of Redwood City 2020 for fiscal year 2003/2004. **MINUTE ORDER 04-87**

6.2 Section – Resolutions

A. Amendment No. 2 to the Sanitary Sewerage Treatment Capacity Rights and Services (Town of Woodside) Agreement (802)

Recommendation:

Adopt a resolution approving Amendment No. 2 to the Sanitary Sewerage Treatment Capacity Rights and Services (Town of Woodside) Agreement.

RESOLUTION 14581 APPROVING AMENDMENT NO. 2 TO THE SANITARY SEWERAGE TREATMENT CAPACITY RIGHTS AND SERVICES (TOWN OF WOODSIDE) AGREEMENT TO PERMIT SERVICE TO 208 MIRAMONTES

- B. Levy of Benefit Assessments for FY 2004-2005 for the Seaport Centre Maintenance District, Seaport Boulevard Landscape Maintenance District, and the Redwood Shores Landscape Maintenance District 1995-1. (506)

Recommendation:

Adopt three (3) separate resolutions:

1. Ordering the Levy of Benefit Assessments for FY 2004-2005 for the Seaport Centre Maintenance District

RESOLUTION 14582 OF THE COUNCIL OF THE CITY OF REDWOOD CITY, REQUESTING AND AUTHORIZING THE COUNTY CONTROLLER TO LEVY THE BENEFIT ASSESSMENTS FOR FY 2004-2005 FOR THE SEAPORT CENTRE MAINTENANCE DISTRICT AND AUTHORIZING THE COUNTY TAX COLLECTOR TO COLLECT SUCH ASSESSMENTS

2. Ordering the Levy of Benefit Assessments for FY 2004-2005 for the Seaport Boulevard Landscape Maintenance District, and

RESOLUTION 14583 OF THE COUNCIL OF THE CITY OF REDWOOD CITY, REQUESTING AND AUTHORIZING THE COUNTY CONTROLLER TO LEVY THE BENEFIT ASSESSMENTS FOR FY 2004-2005 FOR THE SEAPORT BOULEVARD LANDSCAPE MAINTENANCE DISTRICT AND AUTHORIZING THE COUNTY TAX COLLECTOR TO COLLECT SUCH ASSESSMENTS

3. Ordering the Levy of Benefit Assessments for FY 2004-2005 for the Redwood Shores Landscape Maintenance District 1995-1.

RESOLUTION 14584 OF THE COUNCIL OF THE CITY OF REDWOOD CITY, REQUESTING AND AUTHORIZING THE COUNTY CONTROLLER TO LEVY THE BENEFIT ASSESSMENTS FOR FY 2004-2005 FOR THE REDWOOD SHORES LANDSCAPE MAINTENANCE DISTRICT NO. 1995-1 AND AUTHORIZING THE COUNTY TAX COLLECTOR TO COLLECT SUCH ASSESSMENTS

- C. By resolution (1) approve Memorandum of Understanding with the Service Employees' International Union Local 715; (2) authorize amendments of the Salary and Wage Plan for classifications represented by the Service Employee's International Union Local 715 in January 23, 2006 and January 22, 2007. (905)

Recommendation:

It is recommended that the City Council, by resolution, approve a new Memorandum of Understanding with the Service Employees' International Union Local 715 for the period of February 1, 2004 through January 31, 2008. It is also recommended that the City Council, by resolution, approve the January 23, 2006 and January 22, 2007 amendments of the Salary and Wage Plan for the classifications represented by the Service Employees' International Union Local 715.

RESOLUTION 14585 APPROVING THE MEMORANDUM OF UNDERSTANDING BETWEEN THE CITY OF REDWOOD CITY AND SERVICE EMPLOYEES' INTERNATIONAL UNION LOCAL 715 FOR THE PERIOD OF FEBRUARY 1, 2004 THROUGH JANUARY 31, 2008; AND AMENDING THE SALARY AND WAGE PLAN FOR CLASSIFICATIONS REPRESENTED BY SEIU; AND RESCINDING RESOLUTION NO. 14168 AND ANY AND ALL AMENDMENTS PERTAINING THERETO

6.3 Section – Ordinances (Introductions and Second Readings)

- A. Introduction of an ordinance amending Sections 2.63.B., 2.65A.1, 2.65.C., 2.68.A, 2.72, 2.77, 2.77.A., and 2.80 of the Redwood City Municipal Code, Chapter 2, Article VII, Purchasing. (308)

Recommendation:

It is recommended that the City Council introduce an ordinance amending certain sections of the Redwood City Municipal Code, Chapter 2., Article VII, Purchasing, with respect to awarding contracts for public works and improvements to be in conformance with the recently amended Chapter 67 of the Redwood City Charter, approved by the voters in the November 4, 2003 General Municipal Election.

ORDINANCE AMENDING CHAPTER 2, ARTICLE VII. PURCHASING, SECTIONS 2.63, 2.65, 2.68., 2.72, 2.77 AND 2.80 OF THE REDWOOD CITY MUNICIPAL CODE

MINUTE ORDER 04-88

- B. Second reading of ordinances in reference to Zoning Map and Zoning Text Amendments to allow the proposed Abbott Laboratories "West Coast Research Center" campus at 1 Cardinal Way (terminus Chesapeake Drive, former Cargill "Salt Pile" site). (602)

I.

ORDINANCE 1130-330 AMENDING ARTICLE 60, ZONING MAP NO. 23 (HARBOR NEIGHBORHOOD), OF ORDINANCE NO. 1130, THE REDWOOD CITY ZONING ORDINANCE, AS AMENDED, TO REZONE PROPERTY AT 1 CARDINAL WAY (TERMINUS OF CHESAPEAKE DRIVE) IN THE CITY OF REDWOOD CITY FROM THE GENERAL INDUSTRIAL DISTRICT TO THE INDUSTRIAL RESTRICTED DISTRICT (first reading on April 26, 2004)

II.

ORDINANCE 1130-331 OF THE CITY COUNCIL OF THE CITY OF REDWOOD CITY AMENDING ORDINANCE NO. 1130 TO AMEND SECTION 2.41 OF ARTICLE 2-DEFINITIONS, OF THE REDWOOD CITY ZONING CODE RELATED TO FLOOR AREA RATIOS TO PERMIT A FLOOR AREA RATIO EXEMPTION FOR CERTAIN CHILDCARE FACILITIES *(first reading on April 26, 2004)*

6.4 Section – Claims and Warrants

- A. Approve warrants dated through May 10, 2004 and usual and necessary payments through May 24, 2004; (301) **MINUTE ORDER 04-89**

M/S Howard/Pierce to adjourn the Redevelopment Agency meeting. **The motion passed by a unanimous voice vote.**

7. PUBLIC HEARINGS

- A. Appeal of the Zoning Administrator's approval of a Planned Development Amendment at 2 Dillon Lane to allow for a second story balcony addition to an existing two-story single family residence located in the Valota Place Planned Development *(item continued from March 22, 2004)* (603)

Mayor Ira stated that the public hearing on this topic was closed on March 22, 2004 and that this item had been continued by Council in order to receive additional information from staff.

Associate Planner Lyon stated he was presenting additional considerations for the 2 Dillon Lane appeal. On March 22, the public hearing was closed and the item continued for 60 days to provide the opportunity to clarify the criteria within the zoning ordinance with respect to planned development amendments, and secondly, to obtain some additional historical background information on the project. He continued to explain the criteria associated with planned development amendments.

Council Members asked various questions of staff and made comments.

M/S Bain/Ruskin to uphold the appeal and do not allow the balcony to be built. The motion failed by the following vote: Ayes: Council Members Bain, Ruskin and Mayor Ira. Noes: Council Members Foust, Hartnett, Howard and Vice Mayor Pierce.

Council Members commented on the motion prior to voting.

M/S Pierce/Howard to deny the appeal, allow the balcony to be built with the condition that additional screening with landscaping to address the concerns of both the immediate neighbors and those across the way be applied. **The motion passed by a majority voice vote with Council Member Bain voting no.**

MINUTE ORDER 04-90

8. STUDY SESSION

A. Capital Improvement Program – FY 2004-2005 and FY 2005-2006 First Study Session (505)

Supervising Civil Engineer Chang explained the program utilizing a PowerPoint presentation and answered questions of Council. He summarized by stating that there are eight funding sources to support the Capital Improvement Program. In 2004/05 the proposal is for a budget of approximately \$13,536,864 and in 2005/06 the proposal is for \$10,287,000.

City Manager Everett clarified that various funds are designated for specific use and therefore cannot be transferred to the General Fund.

Council Members reviewed and provided direction to staff regarding the FY 2004-2005 and FY 2005-2006 Capital Improvement Program (CIP) Expenditures and Priorities.

9. STAFF REPORTS

A. Approval of the Draft Transportation Expenditure Plan for the Extension of Measure "A." (702)

Interim Manager, Engineering and Construction Manager Lynch stated that the various agencies in San Mateo County must approve the Plan for the extension. He further explained the many benefits of the Measure, if approved.

Public Comment:

Morton Frank, as a citizen and a member of the Citizens Advisory Committee of the Transit Authority, urged support and approval of the Plan. He stated that the overall Plan addresses the traffic congestion and there are various line items of direct benefit to the city such as the Dumbarton Rail project, the study and development of the ferry service, and the encouraging wording to promote transit oriented housing.

Mike Giari, on behalf of the Port and the Commission, stated support for Measure "A", and the projects are very comprehensive and valuable to the City and County of San Mateo providing millions of dollars of construction projects and construction related jobs in the area.

Greg Greenway, representing the Seaport Industrial Association and the Redwood City/SMC Chamber of Commerce, on behalf of both organizations offered strong support for the Draft Expenditure Plan. He stated that the two central arguments are that it is not a new tax, but extending the existing tax approved in 1988; the second argument is that it is absolutely critical funding and investment in maintaining and improving the infrastructure for the next 25 years.

Recommendation:

M/S Ruskin/Hartnett to approve the Draft Transportation Expenditure Plan, dated March 18, 2004, to extend Measure "A" for a 25-year term beginning January 1, 2009, in accordance with the statutory requirements under California Public Utilities Section 131055 *et seq.*

RESOLUTION 14586 OF THE CITY COUNCIL OF THE CITY OF REDWOOD CITY APPROVING THE DRAFT TRANSPORTATION EXPENDITURE PLAN FOR THE EXTENSION OF MEASURE A

The motion passed by a unanimous roll call vote.

B. Budget/Financial Update – Oral Report by the City Manager

City Manager Everett stated that the City's expenditures exceed its revenues, and that even though in 2002/03 a 2% cut was implemented, or about \$1.2 million, reserves were drawn down by about \$1.7 million. In 2003/04, although cuts of \$3.7 million were approved, reserves were drawn down by about \$2 million. The forthcoming 2004/05 budget recommendation will be approximately \$5 million in cuts and drawing down reserves of \$3 million in order to meet the projected deficit amount of \$8 million. The projected deficit in 2005/06 is approximately \$5 million.

He further stated that the fourth quarter sales tax report showed a decline of 1.7% in San Mateo County. The office vacancy rate reflected that the first quarter in San Mateo County shows no change from 27%, but the vacancy rate is 47% in Redwood City. The Bay Area lost about 260,000 jobs through December of 2003. ABAG has projected that there will only be a growth of 16,000 new jobs in 2004. Redwood City lost 50,000 jobs or 12% during that time.

He summarized that the City must either cut expenditures or raise revenues, but because the Council sub-committee on revenue sees no possible revenues at this time, expenditure cuts are necessary to close the gap. The Governor is expected to deliver an update of the State budget that will give an idea of the revenues and proposal, but the budget is not approved until two thirds of the Legislature passes it. He further explained that the local initiative is a measure that has qualified for the November ballot, does not raise taxes, does not give cities and counties back monies that the State has already taken but does prevent the State from taking any more money. The third area to consider is Workers Compensation and the City's budget was increased by slightly less than \$1 million just to cover costs. The State has passed some recent legislation that will not really help with the City's primary cases in the Police and Fire Departments.

He stated that fairly substantial expenditure cuts will be recommended in June which are in the area of \$5 million.

Recommendation:

Information only – no action needed.

10. MATTERS OF COUNCIL INTEREST

- A. Legislation (information only)** - This sub-section involves possible discussion of City Position on Proposed Legislation described in the League of California Cities Priority Focus Bulletin No. 17-2004. Council may direct staff to act on positions taken by Council. (Copies of League of California Cities Priority Focus available in City Clerk's Department.)
- B. Vice Mayor Pierce** – stated that she, along with Council Members Howard and Pierce, and City Manager Everett would be attending the Legislative Action Days on May 12 in Sacramento to communicate the local budget situation and seek collaboration.
- C. Mayor Ira** – stated that an additional joint study session on the Courthouse Design Concept is scheduled for July 12 and he requested that the first Budget Study Session be scheduled to begin at 6:00 p.m. on June 21. By consensus, Council agreed to the meeting time.

ADJOURNMENT – 9:30 p.m.

M/S to adjourn until the next City Council meeting of May 24, 2004.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "Patricia S. Howe". The signature is written in a cursive style with a large initial "P" and a long, sweeping underline.

Patricia S. Howe
City Clerk