OCTOBER 2, 2013
CITY COUNCIL CHAMBERS
3:30 P.M. Closed Session; 4:30 P.M. Regular Session
201 N. Broadway, Escondido, CA 92025

MAYOR	**Sam Abed**
DEPUTY MAYOR	**Olga Diaz**
COUNCIL MEMBERS	**Ed Gallo** **John Masson** **Michael Morasco**
CITY MANAGER	**Clay Phillips**
CITY CLERK	**Diane Halverson**
CITY ATTORNEY	**Jeffrey Epp**
DIRECTOR OF COMMUNITY DEVELOPMENT	**Barbara Redlitz**
DIRECTOR OF PUBLIC WORKS	**Ed Domingue**

ELECTRONIC MEDIA:

Electronic media which members of the public wish to be used during any public comment period should be submitted to the City Clerk's Office at least 24 hours prior to the Council meeting at which it is to be shown.

The electronic media will be subject to a virus scan and must be compatible with the City's existing system. The media must be labeled with the name of the speaker, the comment period during which the media is to be played and contact information for the person presenting the media.

The time necessary to present any electronic media is considered part of the maximum time limit provided to speakers. City staff will queue the electronic information when the public member is called upon to speak. Materials shown to the Council during the meeting are part of the public record and may be retained by the Clerk.

The City of Escondido is not responsible for the content of any material presented, and the presentation and content of electronic media shall be subject to the same responsibilities regarding decorum and presentation as are applicable to live presentations.

October 2, 2013
3:30 P.M. Meeting

Escondido City Council

CALL TO ORDER

ROLL CALL: Diaz, Gallo, Masson, Morasco, Abed

ORAL COMMUNICATIONS

The public may address the Council on any item that is not on the agenda and that is within the subject matter jurisdiction of the legislative body. State law prohibits the Council from discussing or taking action on such items, but the matter may be referred to the City Manager/staff or scheduled on a subsequent agenda. (Please refer to the back page of the agenda for instructions.) Speakers are limited to only one opportunity to address the Council under Oral Communications.

CLOSED SESSION: (COUNCIL/SUCCESSOR AGENCY/RRB)

I. CONFERENCE WITH LABOR NEGOTIATOR (Government Code §54957.6)

a. **Agency negotiator:** Sheryl Bennett, Clay Phillips
Employee organization: Escondido Firefighters' Association

b. **Agency negotiator:** Sheryl Bennett, Clay Phillips
Employee organization: Escondido Police Officers' Association

II. CONFERENCE WITH LEGAL COUNSEL-ANTICIPATED LITIGATION (Government Code 54956.9(d)(2))

a. Significant exposure to litigation pursuant to subdivision (d)(2) of Government Code 54956.9: One Case

ADJOURNMENT

October 2, 2013
4:30 P.M. Meeting

Escondido City Council

CALL TO ORDER

MOMENT OF REFLECTION:
City Council agendas allow an opportunity for a moment of silence and reflection at the beginning of the evening meeting. The City does not participate in the selection of speakers for this portion of the agenda, and does not endorse or sanction any remarks made by individuals during this time. If you wish to be recognized during this portion of the agenda, please notify the City Clerk in advance.

FLAG SALUTE

ROLL CALL: Diaz, Gallo, Masson, Morasco, Abed

PROCLAMATIONS: National Neighborhood Day
Rideshare Week
Walk, Ride and Roll to School Day

ORAL COMMUNICATIONS

The public may address the Council on any item that is not on the agenda and that is within the subject matter jurisdiction of the legislative body. State law prohibits the Council from discussing or taking action on such items, but the matter may be referred to the City Manager/staff or scheduled on a subsequent agenda. (Please refer to the back page of the agenda for instructions.) NOTE: Depending on the number of requests, comments may be reduced to less than 3 minutes per speaker and limited to a total of 15 minutes. Any remaining speakers will be heard during Oral Communications at the end of the meeting.

COUNCIL MEMBERS' REPORTS/BRIEFING

CONSENT CALENDAR

Items on the Consent Calendar are not discussed individually and are approved in a single motion. However, Council members always have the option to have an item considered separately, either on their own request or at the request of staff or a member of the public.

1. **AFFIDAVITS OF PUBLICATION, MAILING AND POSTING (COUNCIL/SUCCESSOR AGENCY/RRB)**
2. **APPROVAL OF WARRANT REGISTER (Council/Successor Agency)**
3. **APPROVAL OF MINUTES: Regular Meeting of August 28, 2013**

4. **AWARD BID FOR DEFIBRILLATORS -**
Request Council approve rejecting Phillips Healthcare's bid in the amount of $631,843 as a nonresponsive bidder and accept the apparent second low bid from Bound Tree Medical in the amount of $646,119 for the purchase of twenty-four defibrillators to include EKG monitors, batteries, battery charging stations and preventative maintenance services to be used by the Fire Department.

Staff Recommendation: **Approval (Finance Department: Gilbert Rojas)**

RESOLUTION NO. 2013-124

5. **FISCAL YEAR 2011 URBAN AREA SECURITY INITIATIVE (UASI) GRANT AND FISCAL YEAR 2012-13 STATE HOMELAND SECURITY GRANT PROGRAM ALLOCATION -**
Request Council authorize the Escondido Police Department to accept and use a Fiscal Year 2011 Urban Area Security Initiative (UASI) Grant in the amount of $55,000 and Fiscal Year 2012-13 Homeland Security Grant Program funds in the amount of $25,000 for sole source purchase of 16 Project 25 (P25) compliant radios and accessories from Motorola, Inc., utilizing an existing contract approved by the San Diego County Board of Supervisors.

Staff Recommendation: **Approval (Police Department: Craig Carter)**

RESOLUTION NO. 2013-126

6. **FISCAL YEAR 2013-14 SAN DIEGO COUNTY LAW ENFORCEMENT FOUNDATION LESS LETHAL LIFE SAVING EQUIPMENT GRANT AND BUDGET ADJUSTMENT -**
Request Council authorize the Escondido Police Department to accept a Fiscal Year 2014 San Diego County Law Enforcement Foundation Grant in the amount of $1,753; authorize the Chief of Police and Police Department staff to execute contract documents on behalf of the City; and approve budget adjustments needed to spend grant funds.

Staff Recommendation: **Approval (Police Department: Craig Carter)**

7. **NOTICE OF COMPLETION FOR THE RESERVOIR REPAINTING 2013 PROJECT -**
Request Council authorize the filing of a Notice of Completion for the Reservoir Repainting 2013 Project.

Staff Recommendation: **Approval (Utilities Department: Christopher McKinney)**

RESOLUTION NO. 2013-116

CONSENT – RESOLUTIONS AND ORDINANCES (COUNCIL/SUCCESSOR AGENCY/RRB)

The following Resolutions and Ordinances were heard and acted upon by the City Council/Successor Agency/RRB at a previous City Council/Successor Agency/Mobilehome Rent Review meeting. (The title of Ordinances listed on the Consent Calendar are deemed to have been read and further reading waived.)

CURRENT BUSINESS

8. **FINANCIAL UPDATE FOR THE FISCAL YEAR ENDING JUNE 30, 2013 -** Request Council adopt staff recommendation for transferring surplus funds to the General Fund Reserve; and cover Reidy Creek Golf Course operating loss.

Staff Recommendation: **Receive and consider staff recommendation (Finance Department: Gilbert Rojas)**

RESOLUTION NO. 2013-113

9. **REDEVELOPMENT SUCCESSOR AGENCY LONG RANGE PROPERTY MANAGEMENT PLAN AND TRANSFERRING TITLE TO THE SUCCESSOR AGENCY -** Request Council approve of the Long Range Property Management Plan for submittal to the Oversight Board on October 8, 2013 and authorize the Real Property Manager to execute documents transferring title to the Successor Agency.

Staff Recommendation: **Approval (Public Works/Engineering: Ed Domingue)**

a. RESOLUTION 2013-120
b. RESOLUTION 2013-121

FUTURE AGENDA

10. **FUTURE AGENDA -** The purpose of this item is to identify issues presently known to staff or which members of the Council wish to place on an upcoming City Council agenda. Council comment on these future agenda items is limited by California Government Code Section 54954.2 to clarifying questions, brief announcements, or requests for factual information in connection with an item when it is discussed.

Staff Recommendation: **None (City Clerk's Office: Diane Halverson)**

ORAL COMMUNICATIONS

The public may address the Council on any item that is not on the agenda and that is within the subject matter jurisdiction of the legislative body. State law prohibits the Council from discussing or taking action on such items, but the matter may be referred to the City Manager/staff or scheduled on a subsequent agenda. Speakers are limited to only one opportunity to address the Council under Oral Communications.

ADJOURNMENT

UPCOMING MEETING SCHEDULE

Date	Day	Time	Meeting Type	Location
October 9	Wednesday	4:30 p.m.	Town Hall Meeting	Council Chambers
October 16	Wednesday	3:30 & 4:30 p.m.	Council Meeting	Council Chambers
October 23	Wednesday	3:30 & 4:30 p.m.	Council Meeting	Council Chambers
October 30	-	-	No Meeting	-

TO ADDRESS THE COUNCIL

The public may address the City Council on any agenda item. Please complete a Speaker's form and give it to the City Clerk. Submission of Speaker forms prior to the discussion of an item is highly encouraged. Comments are generally limited to 3 minutes.

If you wish to speak concerning an item not on the agenda, you may do so under "Oral Communications." Please complete a Speaker's form as noted above.

Nomination forms for Community Awards are available at the Escondido City Clerk's Office or at http://www.escondido.org/city-clerks-office.aspx

Handouts for the City Council should be given to the City Clerk. To address the Council, use the podium in the center of the Chambers, STATE YOUR NAME FOR THE RECORD and speak directly into the microphone.

AGENDA, STAFF REPORTS AND BACK-UP MATERIALS ARE AVAILABLE:

- Online at http://www.escondido.org/meeting-agendas.aspx
- In the City Clerk's Office at City Hall
- In the Library (239 S. Kalmia) during regular business hours and
- Placed in the Council Chambers (See: City Clerk/Minutes Clerk) immediately before and during the Council meeting.

AVAILABILITY OF SUPPLEMENTAL MATERIALS AFTER AGENDA POSTING: Any supplemental writings or documents provided to the City Council regarding any item on this agenda will be made available for public inspection in the City Clerk's Office located at 201 N. Broadway during normal business hours, or in the Council Chambers while the meeting is in session.

LIVE BROADCAST

Council meetings are broadcast live on Cox Cable Channel 19 and U-verse Channel 99 – Escondido Gov TV. They can also be viewed the following Sunday and Monday evenings at 6:00 p.m. on those same channels. The Council meetings are also available live via the Internet by accessing the City's website at www.escondido.org, and clicking the "Live Streaming –City Council Meeting now in progress" button on the home page.

Please turn off all cellular phones and pagers while the meeting is in session.

The City Council is scheduled to meet the first four Wednesdays of the month at 3:30 in Closed Session and 4:30 in Open Session.
(Verify schedule with City Clerk's Office)
Members of the Council also sit as the Successor Agency to the CDC, Escondido Joint Powers Financing Authority and the Mobilehome Rent Review Board.

CITY HALL HOURS OF OPERATION
Monday-Friday 8:00 a.m. to 5:00 p.m.

If you need special assistance to participate in this meeting, please contact our ADA Coordinator at 839-4641. Notification 48 hours prior to the meeting will enable the City to make reasonable arrangements to ensure accessibility.

Listening devices are available for the hearing impaired – please see the City Clerk.

CITY OF ESCONDIDO

August 28, 2013
3:30 P.M. Meeting Minutes

Escondido City Council

CALL TO ORDER

The Regular Meeting of the Escondido City Council was called to order at 3:30 p.m. on Wednesday, August 28, 2013 in the Council Chambers at City Hall with Mayor Abed presiding.

ATTENDANCE

The following members were present: Deputy Mayor Olga Diaz, Councilmember Ed Gallo, Councilmember John Masson, Councilmember Michael Morasco, and Mayor Sam Abed. Quorum present.

ORAL COMMUNICATIONS

CLOSED SESSION: (COUNCIL/SUCCESSOR AGENCY/RRB)

Attorney Jeffrey Epp recommended recess to Closed Session and requested the addition of one item to the agenda.

MOTION: Moved by Councilmember Gallo and seconded by Councilmember Masson to add the following item to Closed Session pursuant to Government Code Section 54954.2(b)(2); that the need to take immediate action arose subsequent to the posting of the agenda; and to recess to Closed Session. Motion carried unanimously.

I. CONFERENCE WITH LEGAL COUNSEL--EXISTING LITIGATION (Government Code 54956.9(d)(1)

Case Name: <u>ESTERMAN V. CITY OF ESCONDIDO; JOSHUA LANGDON</u>
Case No.: 12-CV-2783-JAH (NLS)

II. CONFERENCE WITH LABOR NEGOTIATOR (Government Code §54957.6)

a.	**Agency negotiator:** **Employee organization:**	Sheryl Bennett, Clay Phillips Escondido Firefighters' Association
b.	**Agency negotiator:** **Employee organization:**	Sheryl Bennett, Clay Phillips Escondido Police Officers' Association

ADJOURNMENT

Mayor Abed adjourned the meeting at 4:26 p.m.

MAYOR

CITY CLERK

MINUTES CLERK

CITY OF ESCONDIDO

August 28, 2013
4:30 P.M. Meeting Minutes

Escondido City Council
Mobilehome Rent Review Board

CALL TO ORDER

The Regular Meeting of the Escondido City Council and Mobilehome Rent Review Board was called to order at 4:30 p.m. on Wednesday, August 28, 2013 in the Council Chambers at City Hall with Mayor Abed presiding.

FLAG SALUTE

Mayor Abed led the flag salute.

ATTENDANCE

The following members were present: Deputy Mayor Olga Diaz, Councilmember Ed Gallo, Councilmember John Masson, Councilmember Michael Morasco, and Mayor Sam Abed. Quorum present.

Also present were: Clay Phillips, City Manager; Jeffrey Epp, City Attorney; Barbara Redlitz, Community Development Director; Ed Domingue, Public Works Director; Diane Halverson, City Clerk; and Liane Uhl, Minutes Clerk.

PRESENTATIONS

Mayor Abed introduced Ed Balow, North Star, who gave a presentation on the Regional Branding Effort.

Mayor Abed introduced Craig Carter's wife, Jessie, who pinned on Chief Carter's new Police Chief badge.

ORAL COMMUNICATIONS

Tom Cowan, Escondido, asked Council to open the library on Sunday.

Cassie Lieurance, Escondido, urged Council to open the library on Sunday.

David Geary, Escondido, requested Council allow them a fund raiser on commercial property.

Nicole Downey, Escondido, suggested that a local artist paint electrical boxes to deter graffiti on the boxes.

COUNCIL MEMBERS' REPORTS/BRIEFING

Councilmember Diaz reminded everyone that Grape Day Festival was on September 7, 2013 in Grape Day Park and listed some of the events that would be held on that day. There is a photo contest as part of Escondido's 125th birthday celebration. She attended several Little League baseball games at Jesmond Dene Park.

Councilmember Morasco stated there had been Chamber of Commerce Golf Tournament. Escondido Fire, in collaboration with the LDS Church, sponsored a Chipping Event on Saturday, August 24, 2013, where instructions for using a chipper machine were given. He expressed an interest in having a BMX Bike Park in the City. He congratulated Christi Knight who was chosen to replace Kurt Marler on the Escondido High School District Board of Trustees. He mentioned the Grape Day Festival on Saturday, September 7, 2013 in Grape Day Park.

Councilmember Gallo indicated that an Escondido Little League team had gone to Williamsport, PA for the Little League World Series in 1981. He indicated that the San Diego County Water Authority had upgraded their website and the Bay Delta Conservation Plan would be available for public review in October.

Councilmember Masson indicated that Mike Slater from KFMB Radio would be hosting the San Miguel family on his show at 11:15 a.m. on Friday, August 30, 2013 showcasing the recent home construction project for Logan.

Mayor Abed congratulated the Chula Vista Eastlake Little League team on their trip to the Little League World Series in Williamsport, PA. He stated that the Ryan Park soccer season had begun and indicated there was a vacancy on the Community Services Commission for a youth commissioner.

CONSENT CALENDAR

MOTION: Moved by Councilmember Masson and seconded by Councilmember Morasco that the following Consent Calendar be approved. Motion carried unanimously.

1. **AFFIDAVITS OF PUBLICATION, MAILING AND POSTING (COUNCIL/SUCCESSOR AGENCY/RRB)**
2. **APPROVAL OF WARRANT REGISTER (Council/Successor Agency)**
3. **APPROVAL OF MINUTES:** Regular Meeting of July 24, 2013
   Regular Meeting of August 7, 2013

4. **BUDGET ADJUSTMENT FOR PAYMENT OF RELOCATION FINANCIAL ASSISTANCE – EAST VALLEY COMMUNITY CENTER TENANTS -** Request Council approve a budget adjustment for Recreation Professional Services in the amount of $14,000. (File No. 0430-80)

   Staff Recommendation: **Approval (Public Works/Engineering: Ed Domingue)**

5. **TREASURER'S INVESTMENT REPORT FOR THE QUARTER ENDED JUNE 30, 2013 -** Request Council receive and file the Quarterly Investment Report. (File No. 0490-55)

   Staff Recommendation: **Receive and File (City Treasurer's Office: Kenneth Hugins)**

6. **APPROVAL OF CALPERS INDUSTRIAL DISABILITY RETIREMENT FOR RANDY BROOKES -** Request Council approve the California Public Employees' Retirement System (CalPERS) Industrial Disability Retirement for Fire Battalion Chief Randy Brookes. (File No. 0170-57)

Staff Recommendation: **Approval (Human Resources: Sheryl Bennett)**

RESOLUTION NO. 2013-111

7. **SECOND AMENDMENT TO JOINT EXERCISE OF POWERS AGREEMENT -** Request Council authorize the City Manager to execute the Second Amendment to the Joint Exercise of Powers Agreement creating the Southern California Intergovernmental Training and Development Center. (File No. 0600-10 Misc.)

Staff Recommendation: **Approval (Human Resources: Sheryl Bennett)**

RESOLUTION NO. 2013-104

8. **YEAR 2014 HOLIDAYS -** Request Council approve designating holidays on which City offices will be closed for calendar year 2014. (File No. 0740-30)

Staff Recommendation: **Approval (Human Resources: Sheryl Bennett)**

RESOLUTION NO. 2013-106

CONSENT – RESOLUTIONS AND ORDINANCES (COUNCIL/SUCCESSOR AGENCY/RRB)

The following Resolutions and Ordinances were heard and acted upon by the City Council/Successor Agency/RRB at a previous City Council/Successor Agency/Mobilehome Rent Review meeting. (The title of Ordinances listed on the Consent Calendar are deemed to have been read and further reading waived.)

9. **AUTHORIZING SIGNS ON TRUCK ROUTES IDENTIFIED IN 2012 GENERAL PLAN -** Approved on August 21, 2013 with a vote of 5/0. (File No. 1050-80)

ORDINANCE NO. 2013-06 (Adoption and Second Reading)

PUBLIC HEARINGS

10. **BUSINESS ENHANCEMENT ZONE (BEZ) CONSIDERATION OF A MODIFICATION TO THE CONDITIONAL USE PERMIT FOR ESCONDIDO ASPHALT (PHG 12-0014) -** Request Council approve the proposed modification to the Conditional Use Permit for Escondido Asphalt to increase annual production capacity from 250,000 tons per year to 360,000 tons per year and install upgrades to existing plant equipment on a 3.72 acre site located in M-2 (General Industrial) Zone. (File No. 0800-40 PHG 12-0014)

Staff Recommendation: **Approval (Community Development/Planning: Barbara Redlitz)**

RESOLUTION NO. 2013-103

Bill Martin, Planning Department, gave the staff report and presented a series of slides.

Mayor Abed opened the public hearing and asked if anyone would like to speak on this issue in any way.

George Weir, Escondido, thanked staff for their efforts on this project and urged Council to approve the CUP modification.

Patricia Borchmann, Escondido, expressed concern with possible air pollution at the plant.

Mayor Abed asked if anyone else wanted to speak on this issue in any way. No one asked to be heard. Therefore, he closed the public hearing.

MOTION: Moved by Councilmember Masson and seconded by Councilmember Diaz to approve the proposed modification to the Conditional Use Permit for Escondido Asphalt to increase annual production capacity from 250,000 tons per year to 360,000 tons per year and install upgrades to existing plant equipment on a 3.72 acre site located in M-2 (General Industrial) Zone and adopt Resolution No. 2013-103. Motion carried unanimously.

11. LONG-FORM RENT REVIEW BOARD HEARING FOR SUNDANCE MOBILEHOME PARK (CASE #: 0697-20-9917) - Request Council accept the staff report, hear public testimony and determine the appropriate method and factors to utilize for calculating any resulting rent increase as well as the specific rent increase. **Continued from August 14, 2013.** (File No. 0697-20-9917)

Staff Recommendation: **Accept staff report, hear public testimony and determine appropriate increases (Community Development/Housing: Barbara Redlitz)**

Karen Youel, Housing Department, gave the staff report and presented a series of slides.

Mayor Abed opened the public hearing and asked if anyone would like to speak on this issue in any way.

Mark Alpert, Attorney and Park Owner Representative, stated the owners had kept the rents at a low level and asked Council to grant the long-form rent increase of $771 or $950 per space.

Gary Capata, Park Owner's CPA, stated the long-form rent increase request was fair, just and reasonable.

Don Greene, Resident Representative, indicated the long-form application criteria did not justify the requested increase and urged Council to grant a $10.09 per space increase that Dr. Barr recommends.

Sharon Hill, Escondido, stated some of the residents voluntarily signed a long-term lease.

Linda Titcomb, Park Owner, urged Council to grant the long-form rent increase.

Unknown Speaker, Escondido, stated the park owners were always willing to work with the residents.

Monica Scott, Escondido, indicated the owners should be granted the long-form rent increase.

Bud Livermore, Escondido, read a statement from Jerry Wachter, who asked Council to not grant the long-form rent increase.

Arthur Connors, Escondido, requested that his son, David Connors, read his statement regarding the crawl space retaining walls at his unit. He asked that repairs be made before a rent increase is granted.

Alice Gerst, Escondido stated that many residents were on a fixed income and asked Council not to grant the rent increase.

Georgina Barnes, Escondido, stated that many residents signed long-term leases under duress and that she objected to a rent increase.

Bob Wise, Escondido, stated he objected to any rent increase.

Richard Palmer, Escondido, stated than many residents were on fixed incomes and possibly that was the reason they didn't want to sign a long-term lease.

Gerry Chanko, Escondido, stated he was on a fixed income and was protesting the rent increase.

Bernie Schroer, Escondido, stated the requested rent increase was too high.

Mayor Abed asked if anyone else wanted to speak on this issue in any way. No one asked to be heard. Therefore, he closed the public hearing.

MOTION: Moved by Councilmember Masson and seconded by Councilmember Morasco to grant a $124.37 rent increase plus $25,000 in fees spread over five years. Ayes: Abed, Gallo, Masson and Morasco. Noes: Diaz. Absent: None. Motion carried.

FUTURE AGENDA

12. FUTURE AGENDA - The purpose of this item is to identify issues presently known to staff or which members of the Council wish to place on an upcoming City Council agenda. Council comment on these future agenda items is limited by California Government Code Section 54954.2 to clarifying questions, brief announcements, or requests for factual information in connection with an item when it is discussed.

Staff Recommendation: **None (City Clerk's Office: Diane Halverson)**

ORAL COMMUNICATIONS

None

ADJOURNMENT

Mayor Abed adjourned the meeting at 8:40 p.m.

MAYOR

CITY CLERK

MINUTES CLERK

ESCONDIDO
City of Choice

CITY COUNCIL

For City Clerk's Use:
APPROVED DENIED
Reso No. ______________ File No. ____________
Ord No. ______________

Agenda Item No.: 4
Date: October 2, 2013

TO: Honorable Mayor and Members of the City Council

FROM: Gilbert Rojas, Director of Finance

SUBJECT: Award Bid for Defibrillators

RECOMMENDATION:

It is requested that Council adopt Resolution No. 2013-124 to reject Phillips Healthcare's bid in the amount of $631,843.51 as a nonresponsive bidder; and accept the apparent second low bid from Bound Tree Medical in the amount of $646,119.95 for the purchase of twenty-four defibrillators to include EKG monitors, batteries, battery charging stations, and preventative maintenance services for the Fire Department.

FISCAL ANALYSIS:

Sufficient funds are available in the Assistance to Firefighters Grant (ATFF12), Capital Improvement Project 166302, and Fire Department's operating budget.

BACKGROUND:

Requests for bids were mailed to six vendors on August 19, 2013. Four bids were received and opened on September 16, 2013. The bid results are as follows:

Vendor	Amount
Phillips Healthcare	$ 631,843.51
Bound Tree Medical	646,119.95
Physio Controls Inc.	794,799.39
Zoll Medical Inc.	835,633.30

Staff reviewed all bid responses and the apparent low bidder, Phillips Healthcare, submitted a bid with changes to the City's general provisions which would have shifted certain risks and costs to the City. These conditions and provisions were required as part of the bid package. As a result, Staff recommends Phillips Healthcare's bid be rejected as nonresponsive and that Council award the bid to the second lowest and responsive bidder Bound Tree Medical in the amount of $646,119.95.

Respectfully submitted,

Gilbert Rojas,
Director of Finance

Agenda Item No.: 4
Date: October 2, 2013

RESOLUTION NO. 2013-124

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF ESCONDIDO, CALIFORNIA, AUTHORIZING CITY COUNCIL TO APPROVE THE BID AWARD FOR THE PURCHASE OF TWENTY-FOUR DEFIBRILLATORS TO BOUND TREE MEDICAL

WHEREAS, sufficient funds are located in the Assistance to Firefighters Grant and Fire Department's operating budget; and

WHEREAS, the City of Escondido duly published an invitation for bids for twenty-four defibrillators to include EKG monitors, batteries, battery charging stations, and preventative maintenance services as detailed in the bid specifications; and

WHEREAS, request for bids for the purchase of twenty-four defibrillators were mailed to vendors on August 19, 2013; and

WHEREAS, four bids were opened and evaluated on September 16, 2013; and

WHEREAS, Phillips Healthcare was the apparent low bidder but failed to comply with the bid's general provisions as stated in the preceding staff report; and

WHEREAS, staff recommends awarding the bid to the second lowest and responsive bidder, Bound Tree Medical, in the amount of $646,119.95; and

WHEREAS, this City Council desires at this time and deems it to be in the best public interest to award the bid to Bound Tree Medical.

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Escondido, California, as follows:

1. That the above recitations are true.

2. That City Council accepts the recommendation of staff and finds Bound Tree Medical to be the second lowest and responsive bidder who met the City's bid specifications.

3. That the City Council is authorized to approve on behalf of the City, the bid award to Bound Tree Medical for the purchase of twenty-four defibrillators to include EKG monitors, batteries, battery charging stations, and preventative maintenance for the Fire Department.

ESCONDIDO
City of Choice

CITY COUNCIL

For City Clerk's Use:
☐ APPROVED ☐ DENIED
Reso No. ____________ File No. ____________
Ord No. ____________

Agenda Item No.: 5
Date: October 2, 2013

TO: Honorable Mayor and Members of the City Council

FROM: Craig Carter, Chief of Police

SUBJECT: FY 2011 Urban Area Security Initiative (UASI) Grant and FY 2012-13 State Homeland Security Grant Program Allocation

RECOMMENDATION:

It is requested that Council adopt Resolution 2013-126 authorizing the Escondido Police Department to accept and use a FY 2011 Urban Area Security Initiative (UASI) Grant in the amount of $55,000 and a FY 2012-13 State Homeland Security Grant Program funds in the amount of $25,000 for sole source purchase of 16 Project 25 (P25) compliant radios and accessories from Motorola, Inc., utilizing an existing contract approved by the San Diego County Board of Supervisors.

FISCAL ANALYSIS:

This action will have no impact on the General Fund Budget. Grant funds will be used to pay for replacement equipment.

PREVIOUS ACTION:

On October April 13, 2011, Council accepted a $246,000 Urban Area Security Initiative (UASI) Grant from the Department of Homeland Security to purchase a vehicle for tactical operations. On June 27, 2012, City Council approved an additional $4,166 to purchase a police radio for the vehicle.

On January 16, 2013, City Council accepted FY 2011-12 State Homeland Security Grant Program funds in the amount of $76,487 from the Department of Homeland Security. Grant funds supported Fire Department personnel expenses, Fire Department training costs and Police Department radio purchases.

BACKGROUND:

The Police Department has been awarded FY 2011 UASI funds in the amount of $55,000 from the City of San Diego. The Urban Areas Security Initiative (UASI) Program dedicates funding for equipment to prevent, protect against, respond to, and recover from threats or acts of terrorism. Per grant requirements, this award must be used for replacement police radios.

The Police Department has also been awarded FY 2012-13 State Homeland Security Grant Program funds in the amount of $25,000 from the County of San Diego Office of Emergency Services. This grant program dedicates funding for equipment, planning and training to prevent, protect against, respond to, and recover from threats or acts of terrorism. Per grant requirements, this award must be used for replacement police radios.

The City of Escondido operates within the San Diego County's Regional Communication System (RCS); this system ensures interoperable radio communication with other agencies. RCS contracts directly with Motorola, Inc., and must adhere to specific standards for digital radio communications for use by federal, state, and local public safety agencies in North America.

Recently, RCS upgraded its standards for portable and mobile radio devices to operate on an open-standard base network. To maintain interoperable communication, the Escondido Police Department must also upgrade its portable and mobile radio devices. Currently the Department uses only Motorola radios. The RCS Board of Directors recommends that agencies do not mix radio manufacturers in their fleet due to significant differences between manufacturers and how the radios are operated.

Upgraded radios are specialized equipment purchased directly from Motorola, Inc. While there are two manufacturers of radios who provide equipment operating under the Motorola "SmartNet" and "SmartZone" proprietary trunking protocols, only Motorola can supply radios equipped to operate using the "DES-XL" encryption algorithm currently used by RCS agencies; therefore, sole source procurement is recommended.

According to Escondido Municipal Code Section 10-103(d), the City may dispense with regularly required public bidding procedures when a specialized piece of equipment is required to meet quality and performance criteria.

Staff requests approval to accept and use grant funds, authorize the related budget adjustment and adopt Resolution 2013-126, approving sole source purchasing procedures for 16 portable Motorola radios and accessories.

Respectfully submitted,

Craig Carter
Chief of Police

ESCONDIDO
City of Choice

CITY OF ESCONDIDO

BUDGET ADJUSTMENT REQUEST

Date of Request: October 2, 2013

Department: Police

Division: Administration

Project/Budget Manager: Susan Cervenka (Name) 4402 (Extension)

Council Date (if applicable): October 2, 2013
(attach copy of staff report)

For Finance Use Only

Log # ____

Fiscal Year ____

____ Budget Balances
____ General Fund Accts
____ Revenue
____ Interfund Transfers
____ Fund Balance

Project/Account Description	Account Number	Amount of Increase	Amount of Decrease
Revenue	4128-451-New Project Number	$55,000	
Police Grants	451-New Project Number	$55,000	

Explanation of Request:

A budget adjustment is needed to spend grant funds to purchase 11 police radios and accessories.

APPROVALS

Department Head — Date: 9-24-13

City Manager — Date

Finance — Date: 9/24/13

City Clerk — Date

Distribution (after approval): Original: Finance

FM\105 (Rev.11/06)

ESCONDIDO
City of Choice

CITY OF ESCONDIDO

BUDGET ADJUSTMENT REQUEST

Date of Request: October 2, 2013

Department: Police

Division: Administration

Project/Budget Manager: Susan Cervenka (Name) 4402 (Extension)

Council Date (if applicable): October 2, 2013
(attach copy of staff report)

For Finance Use Only

Log #

Fiscal Year

_____ Budget Balances
_____ General Fund Accts
_____ Revenue
_____ Interfund Transfers
_____ Fund Balance

Project/Account Description	Account Number	Amount of Increase	Amount of Decrease
Revenue	4128-451-New Project Number	$25,000	
Police Grants	451-SHSE11	$25,000	

Explanation of Request:

A budget adjustment is needed to spend grant funds to purchase 5 police radios and accessories.

APPROVALS

Department Head — Date: 9-23-13

Finance — Date: 9/24/13

City Manager — Date

City Clerk — Date

Distribution (after approval): Original: Finance

FM\105 (Rev.11/06)

RESOLUTION NO. 2013-126

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF ESCONDIDO, CALIFORNIA, AUTHORIZING THE POLICE DEPARTMENT TO ACCEPT AND USE URBAN AREA SECURITY INITIATIVE FUNDS AND STATE HOMELAND SECURITY GRANT PROGRAM FUNDS TO PURCHASE SIXTEEN PROJECT 25 ("P25") COMPLIANT RADIOS AND UPGRADED ACCESSORIES FROM MOTOROLA, INC., UTILIZING AN EXISTING CONTRACT APPROVED BY THE SAN DIEGO COUNTY BOARD OF SUPERVISORS

WHEREAS, the Escondido Police Department participates in the San Diego County's Regional Communication System ("RCS") which ensures interoperable radio communication with other agencies; and

WHEREAS, RCS has changed its criteria to operate on an open-standard based network ("P25") used by federal, state/province and local public agencies in North America; and

WHEREAS, the City of Escondido must upgrade portable and mobile radio devices to P25 standards to maintain interoperable communication with allied agencies; and

WHEREAS, Urban Area Security Initiative Grant funds in the amount of $55,000 and State Homeland Security Grant Program funds in the amount of $25,000 have been allocated to purchase sixteen replacement police radios and accessories; and

WHEREAS, Motorola, Inc. can provide radio equipment that meets specialized P25 standards established by the RCS Board of Directors; and

WHEREAS, only Motorola can supply radios equipped to operate using the DES-XL encryption algorithm currently used by RCS agencies; and

WHEREAS, this equipment meets sole source criteria and may be acquired utilizing a cooperative purchasing contract between the County of San Diego and Motorola, Inc.;

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Escondido, California, as follows:

1. That the above recitations are true.

2. That the City Council authorizes the budget adjustment and the acceptance and use of Urban Area Security Initiative Program Funds and State Homeland Security Grant Program Funds to purchase sixteen P25 compliant radios and upgraded accessories from Motorola, Inc., utilizing an existing contract approved by the San Diego County Board of Supervisors.

ESCONDIDO
City of Choice

CITY COUNCIL

For City Clerk's Use:
☐ APPROVED ☐ DENIED
Reso No. ______________ File No. ______________
Ord No. ______________

Agenda Item No.: 6
Date: October 2, 2013

TO: Honorable Mayor and Members of the City Council

FROM: Craig Carter, Chief of Police

SUBJECT: FY 2013-14 San Diego County Law Enforcement Foundation Less Lethal Life Saving Equipment Grant

RECOMMENDATION:

It is requested that Council authorize the Escondido Police Department to accept a FY 2014 San Diego County Law Enforcement Foundation Grant in the amount of $1,753.36; authorize the Chief of Police and Police Department staff to execute contract documents on behalf of the City; and approve budget adjustments needed to spend grant funds.

FISCAL ANALYSIS:

This action will have no impact on the General Fund Budget. Grant funds will be used to pay for equipment expenses.

PREVIOUS ACTION:

Council authorized the acceptance of a FY 2013 San Diego County Law Enforcement Foundation Less Lethal Life Saving Equipment Grant on October 3, 2012.

BACKGROUND:

The San Diego Law Enforcement Foundation awards grants to police departments in San Diego County to support law enforcement activities. This year, the Foundation awarded the Escondido Police Department a $1,753.36 grant to purchase tactical vests.

Respectfully submitted,

Craig Carter
Chief of Police

CITY OF ESCONDIDO

BUDGET ADJUSTMENT REQUEST

Date of Request: October 2, 2013

Department: Police

Division: Administration

Project/Budget Manager: Lisa Rodelo (Name) 4905 (Extension)

Council Date (if applicable): October 2, 2013
(attach copy of staff report)

For Finance Use Only

Log # ______

Fiscal Year ______

_____ Budget Balances
_____ General Fund Accts
_____ Revenue
_____ Interfund Transfers
_____ Fund Balance

Project/Account Description	Account Number	Amount of Increase	Amount of Decrease
Revenue	4370-451-000-New Project Number	$1,753.36	
Police Grants	451-New Project Number	$1,753.36	

Explanation of Request:

Budget adjustments are needed to receive and spend grant funds for the FY 2013-14 San Diego County Law Enforcement Foundation Grant.

APPROVALS

Department Head ______ Date 9-23-13

Finance ______ Date 9/24/13

City Manager ______ Date

City Clerk ______ Date

Distribution (after approval): Original: Finance

FM\105 (Rev.11/06)

ESCONDIDO
City of Choice

CITY COUNCIL

For City Clerk's Use:
☐ APPROVED ☐ DENIED
Reso No. ______________ File No. ______________
Ord No. ______________

Agenda Item No.: 7
Date: October 2, 2013

TO: Honorable Mayor and Members of the City Council

FROM: Christopher W. McKinney, Director of Utilities

SUBJECT: Notice of Completion for the Reservoir Repainting 2013 Project

RECOMMENDATION:

The Utilities Department requests Council approval of Resolution 2013-116 and authorization to file a Notice of Completion for the Reservoir Repainting 2013 Project.

FISCAL ANALYSIS:

Funds for this project were budgeted in the Water Capital Improvement Fund #700329. The project bid price was $71,213; the final contract amount was $64,922.27.

PREVIOUS ACTION:

On April 3, 2013, Council rejected all bids with resolution 2013-38. On May 22, 2013, Council approved resolution 2013-59 authorizing the award of a Public Improvement Agreement with Blastco Incorporated in the amount of $71,213 after the project was re-bid.

BACKGROUND:

During the bid award process, a bid protest was brought forward by the Painters and Allied Trades Compliance Administrative Trust alleging that Blastco had failed to comply with the California Labor Code. As a part of the project completion process, Blastco has provided certified payrolls to the City indicating that they have complied with the California State Code regarding prevailing wages.

Repainting the water distribution steel reservoirs is part of the ongoing maintenance of the water system. Blastco executed the work in full compliance with the Project Specifications.

Respectfully submitted,

Christopher W. McKinney

Christopher W. McKinney
Director of Utilities

Agenda Item No.: 7
Date: October 2, 2013

RESOLUTION NO. 2013-116

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF ESCONDIDO, CALIFORNIA, AUTHORIZING THE DIRECTOR OF UTILITIES TO FILE A NOTICE OF COMPLETION FOR THE RESERVOIR REPAINTING 2013 PROJECT

WHEREAS, the Escondido City Council authorized the award of a Public Improvement Agreement with Blastco Incorporated ("Blastco") on May 22, 2013, in the amount of $71,213; and

WHEREAS, the City of Escondido Staff and the Director of Utilities deem the filing of the Notice of Completion to be valid and recommend approval; and

WHEREAS this City Council desires at this time and deems it to be in the best public interest to approve the filing of the Notice of Completion;

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Escondido, California, as follows:

1. That the above recitations are true.

2. That the City Council accepts the recommendation of the Director of Utilities.

3. That the City Council of the City of Escondido hereby approves the request to file Notice of Completion for the Reservoir Repainting 2013 project.

ESCONDIDO
City of Choice

CITY COUNCIL

For City Clerk's Use:
☐ APPROVED ☐ DENIED
Reso No. ______________ File No. ______________
Ord No. ______________

Agenda Item No.: 8
Date: October 2, 2013

TO: Honorable Mayor and Members of the City Council

FROM: Gilbert Rojas, Director of Finance

SUBJECT: Financial Status Report for Fiscal Year 2012-13

RECOMMENDATION:

It is requested that Council receive and file the financial status report for fiscal year 2012-13 and adopt Resolution No. 2013-113 which recommends transferring surplus funds to General Fund Reserve, transfer funds in fiscal year 2013-14 to cover the Reidy Creek Golf Course operating loss, and fund specific projects in the Building Maintenance Fund.

FISCAL ANALYSIS:

This report provides Council with the financial status of selected funds of the City for Fiscal Year end 2012-13. The report provides unaudited revenues and expenditures for fiscal year 2012-13 compared to Fiscal Year 2011-12 for the General Fund, the Recreation Fund, and the Reidy Creek Municipal Golf Course. It also provides a financial summary of cash inflows and outflows for the Redevelopment Successor Agency through June 30, 2013 and projections through December 31, 2013. The financial highlights for each of these funds are summarized below:

- The General Fund adopted the Fiscal Year 2012-13 operating budget without the use of reserves and for the first time since the recession actually projected a modest surplus of $200,000. Because actual revenues and transfers in came in over original projections and expenditures and transfers out were under amended budgeted amounts, the General Fund ended the year with net income of about $1.3 million.

- The Recreation Fund adopted the Fiscal Year 2012-13 budget anticipating the use of $156,000 in reserves. They ended up using more reserves than anticipated or about $334,000. This was because actual revenues came in under budget by about $404,000, and although expenditures were less than estimated, it was not enough to make up for the shortfall.

- The Reidy Creek Municipal Golf Course ended the year with a net operating loss of $7,937. This was an improvement over the prior year when their loss was $53,863. They were able to reduce their loss by increasing their marketing efforts which led to increased green fees and a cooler, wet winter decreased water and fertilizer expenses. City staff is recommending the transfer of funds from the General Fund in fiscal year 2013-14 to subsidize their fiscal year 2012-13 fund deficit.

- The Redevelopment Successor Agency ended Fiscal Year 2012-13 with cash of $9,467,709. This amount along with cash with fiscal agent of $347,482 will be enough to cover the Agency's projected July through December 2013 obligations of $9,194,301 leaving a projected cash balance of $620,890.

- Staff is also requesting that specific unfunded projects within the Building Maintenance Fund be funded. Staff has attached a list of these projects.

PREVIOUS ACTION:

On February 13, 2013, and May 22, 2013, the City Council received and approved quarterly financial reports.

BACKGROUND:

This year-end financial status report presents a financial update to Council concerning certain funds of the City and their year-end financial information. This report includes budgetary information for selected funds, along with actual revenues and expenditures for the year. In addition, it provides Council a summary of each of these funds' financial plan and whether the plan was achieved during the year. The Council will be receiving the Escondido Comprehensive Annual Financial Report (CAFR) in December which is prepared in accordance with generally accepted accounting principles (GAAP).

Respectfully submitted,

Gilbert Rojas
Director of Finance

10/2/2013 Council Presentation – Building Maintenance Projects

Staff is recommending Council provide $585,000 to address some of our deferred maintenance projects. The deferred maintenance list has been updated from the original assessment completed in 2006. The new list is prioritized and includes some new items that have become an issue since the original assessment. The funds would be used for the following projects in the listed order of priority:

1. Replace the building fire alarm system at City Hall. Cost: $275,000.
   The existing fire alarm system is obsolete. Parts are no longer available.
2. Install a fire suppression system in the main computer room. Cost: $30,000.
   Currently the room has a water sprinkler system. If they activate, equipment damage would occur. The cost to replace the equipment in the room is about $700,000. Additionally, equipment damage would have a major impact to computer service at all City facilities.
3. Replace the house light dimmer controls in the CCAE Center Theater. Cost: $35,000.
   The existing controls are obsolete and no longer repairable. Failure to control the lighting jeopardizes performances.
4. Replace the sound system in the CCAE Center Theater. Cost: $45,000.
   Like the lighting controls, the existing sound system is obsolete and no longer repairable. Failure to have a functioning sound system jeopardizes performances.
5. Install a generator connection for emergencies at the Public Works Yard fueling station. Cost: $10,000.
   Installing this connection will provide immediate hook up to a portable generator that will power the fuel pumps.
6. Resurface the air walls in the CCAE Conference Center. Cost: $35,000.
   The retractable air walls are used to reduce the large open conference room into smaller salons. The coverings are old, torn, and have permanent stains. Resurfacing the air walls would improve their appearance and hopefully increase rental use.
7. Replace other wall coverings in the CCAE Conference Center. Cost: $50,000
   The permanent wall coverings are old and have some permanent stains. Resurfacing these walls would improve their appearance and hopefully increase rental use.
8. Repair/replace the decorative tile and caulking around City Hall. Cost: $40,000.
   This project will improve the exterior building appearance and provide a safer walking surface.
9. Remodel the food prep area at Fire Station #2. Cost: $15,000.
   This project would replace old damaged surfaces and improve the workspace.
10. Roof repair/replace at the DEB Building, located in the Park Avenue Community Center Complex. Cost: $20,000.
    The roof is 22 years old and leaking.
11. Repair the pump room wall at the Jim Stone Pool. Cost: $15,000.
    The stability of the one wall is compromised and it needs to be repaired.
12. Repair/replace the roof at the Washington Park Recreation Building. Cost: $15,000.
    The roof is old and leaking.

Financial Status Report
Fiscal Year Ending June 30, 2013

Prepared by the Finance Department

This report summarizes the City's overall financial position for the period of July 1, 2012 through June 30, 2013. While the focus of this report is the General Fund, the financial status of the Recreation Fund, the Reidy Creek Municipal Golf Course and the Redevelopment Successor Agency fund are included. This report is for internal use only. The figures presented here are unaudited and have not been prepared in accordance with Generally Accepted Accounting principles (GAAP).

General Fund

For FY 2013, The City ended the year with net income of about $1.3 million in the General Fund which was $1.1 million higher than what was originally budgeted. Total sources of funds are $80.1 million which is $1.5 million over what was originally budgeted, however; most of this increase was from one time revenue. The one-time revenue received by the General Fund included a residual payment from the Redevelopment Property Tax Trust Fund of $1 million and $.7 million from the County for a refund of prior year's property tax allocation fee allocated to the City. General Fund total uses of funds are $78.8 million which is $.4 million over the original budgeted amount of $78.4 million. Expenditure increases were approved by Council during the year and covered such costs as additional staffing for a seventh engine company, expenses for the AMGEN tour, critical repairs to streets and sidewalks, and unanticipated building repairs.

The next few pages of the report provide detail of General Fund revenue and expenditures.

GENERAL FUND NET INCOME/(LOSS)
(Amounts expressed in thousands)

	Original Budget	Amended Budget	Actuals	Actual/ Amended Budget
Revenues	$75,862	$77,117	$75,959	98.5%
One Time Revenue		1,242	1,757	141.5%
Transfers In	2,728	2,819	2,399	85.1%
Total Sources of Funds	**78,590**	**81,178**	**80,115**	**98.7%**
Expenditures	76,037	77,855	75,665	97.2%
Transfers Out/Advance Payments	2,353	3,278	3,167	96.6%
Total Uses of Funds	**78,390**	**81,133**	**78,832**	**97.2%**
Net Income (Loss)	**200**	**45**	**1,283**	

General Fund Revenues

5%

TOTAL REVENUES ($77.7 million): General Fund total revenue is up 5% compared to the prior fiscal year or about $3.4 million. The General Fund receives 79% of its revenue from taxes and this revenue has increased by 7% compared to the prior year with the majority of this increase coming from sales tax. Below is a more detailed analysis of the change in revenue.

Sales Tax: Sales tax revenues were $3.1 million higher than the previous year and $.9 million over the original budgeted amount. For sales occurring in the third quarter of fiscal year 2013, the largest gains came from new auto sales at 5.5% and building materials wholesale at 35%. However, growth in sales tax receipts is starting to flatten as seen by the third and fourth quarter fiscal year 2013 growth of only 2.7% and 2.1% respectively compared to the previous year third and fourth quarter growth of 17% and 13%.

Property Taxes: Property tax revenues are up about 2% or $370,000 compared to the prior year. This was due to increases in supplemental property taxes collected on the sale of property that has increased in value. Current secured property taxes have remained relatively flat as the year-over-year change in property assessed values in the City saw growth of only .27% for the 2012/13 assessment year. In June, the County provided the assessed value growth for the 2013/14 assessment year and it is 2.7%.

Other Taxes: All other taxes include franchise fees, transient occupancy tax, property transfer tax, transfer station fee and business licenses. In total these revenues are up about 5% or $.5 million compared to the prior year. Every category saw gains with the largest increases coming from franchise fees that were up due to increased gas usage at the Palomar Energy power plant.

Permits & Fees: Permits and fees total $.9 million and are up $66,000 compared to the prior year. This increase is due to increased permit fees collected for the Contempo condominium project on Orange Street and the new Walmart on East Valley Parkway.

Fines & Forfeitures: Fines and forfeitures are collected by the City for red light photo citations, vehicle code fines, parking ticket fines, other court fines, library fines, code enforcement citations and impound fees. These revenues are down about 10% or $173,000 compared to prior year due to decreases in collections from vehicle code fines and impound fees.

Intergovernmental revenues: Intergovernmental revenues include vehicle license fees collected in prior years, the Rincon fire services agreement, senior nutrition grants, P.O.S.T. reimbursement, and state mandated cost reimbursements. Revenues in this category have decreased over the prior year by about $357,000. This decrease is mainly due to additional one-time revenue received last fiscal year on vehicle license fees for excess fees collected by the State in prior years.

Charges for Services: Charges for Services include paramedic fees, false alarm fees, fingerprinting revenue, abandoned vehicle fees, alarm registration, library fees, senior center fees, planning fees, building plan check fees, engineering fees, fire prevention inspection fees, fire mutual aid and passport processing fees. Revenues collected this year have increased compared to the prior year by about $705,000. The majority of this increase or $600,000 is from recycling fees that prior to this year were recorded in a Special Revenue fund. Per Council direction, these

General Fund Revenues (continued)

revenues are now recorded in the General Fund. In addition, paramedic revenue is up about $328,000 due to increased paramedic transports. This amount is offset by decreases in police charges for services of about $319,000 as the City is no longer billing the school districts for the school resource officer and a delay in payment from the school district for school crossing guards.

Income from Investment and Property: Income from investments and property is down about $.9 million compared to last year at this time. Of this amount $.5 million is due to rental income received on the Quince and Spruce Street properties that were transferred to the Successor Agency in July 2012. Investment income is also down about $.3 million compared to the prior year. This decrease is due to a decreasing cash balance in the General Fund after the reversal of the Successor Agency loan repayment in July 2012 and also the City's declining portfolio investment yield. Last year the General Fund ending cash balance was $32.7 million compared to this years ending balance of $15.3 million. The City's annual portfolio yield has declined from 1.7% in the prior year to 1.3% in the current year.

One-time Revenue: The City received one-time revenue of $1 million from the Redevelopment Property Tax Trust Fund and $.7 million from the County for a refund of prior year overcharges on the City's property tax allocation fee.

GENERAL FUND REVENUE COMPARISON
(Amounts expressed in thousands)

	FY 2012-13 Adopted Budget	Jul 2011 to Jun 2012 Actuals	Jul 2012 to Jun 2013 Actuals	Prior Year to Current Year Change
REVENUES				
Sales Tax and In Lieu Sales Tax	$29,923	$27,754	$30,839	$3,085
Property Tax and In Lieu VLF	20,888	20,334	20,704	370
Other Taxes	9,792	9,354	9,864	510
Permits and Licenses	994	821	887	66
Fines and Forfeitures	1,526	1,641	1,468	(173)
Intergovernmental	2,578	3,013	2,656	(357)
Charges for Services	6,242	5,473	6,178	705
Income from Property and Investments	3,610	3,877	2,974	(903)
Other Revenue	309	462	389	(73)
One-Time Revenue	-	1,590	1,757	167
TOTAL REVENUES	**75,862**	**74,319**	**77,716**	**3,397**

General Fund Expenditures

5%

TOTAL EXPENDITURES ($75.6 million): General Fund total expenditures are up 5% compared to the prior fiscal year or about $3.5 million. The significant reasons for this change include restoring prior year labor concessions, moving Recycling fund expenditures (along with revenue) from a special revenue fund to the General fund, and added staffing for a Fire Department seventh engine company.

GENERAL FUND EXPENDITURE COMPARISON
(Amounts expressed in thousands)

	FY 2012-13 Adopted Budget	FY 2012-13 Amended Budget	Jul 2011 to Jun 2012 Actuals	Jul 2012 to Jun 2013 Actuals	Prior Year to Current Year
EXPENDITURES					
Employee Services	$66,229	$66,862	$63,377	$66,273	$2,896
Maintenance & Operations	11,701	12,759	10,402	11,130	728
Internal Service Charges	9,542	9,542	9,525	9,542	17
Capital Outlay	35	219	162	200	38
Allocations In/(Out)	(11,470)	(11,527)	(11,345)	(11,480)	(135)
TOTAL EXPENDITURES	**76,037**	**77,855**	**72,121**	**75,665**	**3,544**

Recreation Fund

2.3%

OPERATING REVENUES ($4,108,884): Overall Recreation operating revenues are down about $98,000 compared to last year and under budget by $404,000. Key reasons for this outcome are discussed below:

Facility Use Rentals ($252,988): Facility Use Rentals includes monies collected for swimming pool rentals, park/picnic rentals, community service building rentals, Amphitheatre use, and tournaments hosted by outside agencies, concession rentals and ball field light use. Revenues are down 29.7% or about $107,000 compared to the prior year. These decreases are due in large to timing differences related to billing for swimming pool use from the school districts.

Program Revenue ($1,663,896): Program Revenue includes monies collected for various Recreation programs such as Hockey, Soccer, Softball, Learn to Swim, Tiny Tots, Enrichment Classes, Summer Day Camp and Skate Park use. Revenues are up about 1.2% or $19,000 compared to the prior year. However, actual program revenue compared to budgeted program revenue is under budget for the year by about $155,000. These decreases are due to several factors. There are three areas where upgrades and/or repairs are necessary: the soccer fields, the sports fields, and the swimming pools. As a result of the needed upgrades, the adult soccer leagues and the swim teams are seeking other venues for their practices and team events. The Sports Center also experienced a loss in revenue while the skate park was being renovated this winter. In addition, registration for Tiny Tots and Recreation Classes has resulted in lower than anticipated registrations.

Golf Course Rent ($206,844): Golf Course Rent collected from the Vineyard Golf Course is up slightly compared to last fiscal year. The Vineyard Golf Course is owned by the City of Escondido and the City of San Diego and rent from the golf course is shared equally between the City and San Diego. The golf course is managed by a private golf course management company that pays this rent to the City.

Other Rent ($401,478): Other Rent collected during the year is up about $26,000 compared to last year. However, rental revenue is under budget by about $114,000 due to the delay in renting the East Valley Community Center. The Recreation Fund receives rental income from East Valley Community Center rental spaces and cellular antenna site rental.

On Track State Grant ($854,458): On Track State grant revenue collected during the year is about the same as last year. The City receives these grant monies to offer free after-school day care to all students currently enrolled in certain schools in the City.

Interest and Principal on Loans ($728,765): Interest and Principal on Loans collected during the year has decreased slightly compared to last year by about $12,000. The interest and principal loan payments paid to the City from the golf course management company are used to make the debt service payments on the bonds that built the golf course.

Transfers In ($31,142): The transfer in this fiscal year is due to the sports center artificial turf project coming in under budget. In FY 2011/12 a total of $160,000 was budgeted from the recreation fund and the recycling fund to replace the soccer turf at the sports center. The project was completed under budget by $31,142 and the remaining funds were transferred back to the recreation fund.

Recreation Fund (continued)

.5%

OPERATING EXPENDITURES ($3,760,884): Operating expenditures are down .5% or about $18,000 in comparison to the prior year. In addition, operating expenditures are under budget by about $230,000. This decrease is due to a delay in filling positions during staff turnover.

RECREATION FUND	FY 2012/13 Adopted Budget	Jul 2011 to June 2012 Actuals	Jul 2012 to June 2013 Actuals	Prior Year to Current Year Change	%
OPERATING REVENUES					
Facility Use Rentals	$289,340	$359,745	$252,988	($106,757)	-29.7
Program Revenue	1,819,330	1,644,776	1,663,896	19,120	1.2
Golf Course Rent	180,000	179,484	206,844	27,360	15.2
Other Rent	515,245	375,450	401,478	26,028	6.9
On Track-State Grant	900,855	854,461	854,458	(3)	0.0
Principal on Loans	598,000	541,250	602,348	61,098	11.3
Interest on Loans	126,000	199,790	126,417	(73,373)	-36.7
Other Revenue	83,995	51,846	455	(51,391.00)	-
TOTAL OPERATING REVENUE	**4,512,765**	**4,206,802**	**4,108,884**	**(97,918)**	**-2.3**
TRANSFER IN	**31,142**	**-**	**31,142**	**(31,142)**	**-**
OPERATING EXPENDITURES					
Employee Services	2,763,465	2,737,147	2,602,522	(134,625)	-4.9
Maintenance and Operations	770,180	666,225	685,551	19,326	2.9
Internal Service Charges	585,880	493,884	585,880	91,996	18.6
Allocations	(128,620)	(118,404)	(113,069)	5,335	-4.5
TOTAL OPERATING EXPENDITURES	**3,990,905**	**3,778,852**	**3,760,884**	**(17,968)**	**-0.5**
TRANSFER OUT	**677,860**	**882,070**	**713,000**	**(169,070)**	**-19.2**
NET INCOME (LOSS)	**($156,000)**	**($454,120)**	**(333,858)**	**$120,262**	**-26.5**

Reidy Creek Fund

1.2%

OPERATING REVENUES ($603,737): Due to an increased marketing effort and a slight increase in green fees overall revenues are up 1.2% in comparison to last year. The large increase in other revenue is due to breakage on some expired offers, such as Groupon offers from the prior year that were not claimed and a new Fab 5 membership that was put into effect this year.

5.9%

OPERATING EXPENDITURES ($611,674): Overall expenditures were down 5.9% in comparison to last year. With a cooler winter, maintenance supplies were conserved due to the amount of rainfall we had which reduced the amount of water, fertilizers and chemicals needed. There were also some changes in staff over the last year that resulted in large savings in golf operations as well as golf maintenance.

REIDY CREEK GOLF COURSE FUND

	FY 2012-13 Adopted Budget	Jul 2011 to Jun 2012 Actuals	Jul 2012 to Jun 2013 Actuals	Prior Year to Current Year Change	%
REVENUES					
Green Fees	$405,075	$359,318	$375,399	$16,081	4.5
Cart Rentals	195,915	180,469	168,919	(11,550)	-6.4
Golf Merchandise Sales	45,330	43,385	37,455	(5,930)	-13.7
Food and Beverage Rent	9,730	8,347	7,444	(903)	-10.8
Other Golf Revenue	2,175	4,820	14,520	9,700	201.2
TOTAL REVENUES	**658,225**	**596,339**	**603,737**	**7,398**	**1.2**
EXPENDITURES					
Management Fee	70,865	70,032	70,737	705	1.0
Golf Course Operations	174,265	187,093	171,544	(15,549)	-8.3
Golf Course Maintenance	295,750	290,086	260,445	(29,641)	-10.2
Administrative & General	61,150	62,787	76,519	13,732	21.9
Golf Course Merchandise	27,200	29,332	23,370	(5,962)	-20.3
Golf Cart Lease	5,330	5,229	4,748	(481)	-9.2
Insurance	5,215	5,643	4,311	(1,332)	-23.6
TOTAL EXPENDITURES	**639,775**	**650,202**	**611,674**	**(38,528)**	**-5.9**
NET INCOME (LOSS)	**$18,450**	**($53,863)**	**($7,937)**	**$45,926**	**-85.3**

Redevelopment Successor Agency Fund

The Redevelopment Successor Agency Fund was established to account for the dissolution of the redevelopment agency. Fund activity includes distributions received from the County of San Diego Auditor & Controller's Redevelopment Property Tax Trust Fund (RPTTF) used to retire eligible enforceable obligations during the dissolution of the redevelopment agency and also accounts for the administrative costs incurred during the dissolution. The schedules below summarize the Successor Agency's cash inflows and outflows from July 1, 2012 to June 30, 2013 as well as the projected cash balance at December 31, 2013.

FINANCIAL SUMMARY AS OF JUNE 30, 2013		
BEGINNING CASH BALANCE 7/1/2012		**$5,222,525**
CASH INFLOWS		
Payments from Redevelopment Property Tax Trust Fund		
ROPS B Distribution: January 2013 - June 2013	1,925,973	
ROPS A Distribution: July 2013 - December 2013	7,324,604	
Total Payments from RPTTF		9,250,577
Reverse Loan Repayment to General Fund		20,000,000
Transfer from Low and Moderate Income Housing Fund		3,702,248
Transfer from Cash with Fiscal Agent		916
Income from Investments and Property		234,343
TOTAL CASH INFLOWS		**38,410,609**
CASH OUTFLOWS		
July 2012 True-up Payment to County		10,145,052
Debt Service Payments		10,958,618
Loan Repayment to Traffic Impact Fund		100,000
Employee Costs - Admin Fees		292,669
Low and Moderate Income Housing Fund DDR Payment		3,702,248
Other Accounts and Redevelopment Fund DDR Payment		3,744,312
TOTAL CASH OUTFLOWS		**28,942,899**
ENDING CASH BALANCE 6/30/13		**$9,467,709**

FINANCIAL PROJECTION AS OF DECEMBER 31, 2013	
BEGINNING CASH BALANCE 7/1/2013	**$9,467,709**
CASH INFLOWS	
Transfer from Cash with Fiscal Agent	347,482
TOTAL CASH INFLOWS	**9,815,191**
CASH OUTFLOWS	
Debt Service Payments	6,630,973
Debt Expense	9,500
Employee Costs - Admin Fees	148,828
CalHFA Loan Repayment	2,405,000
TOTAL CASH OUTFLOWS	**9,194,301**
PROJECTED CASH BALANCE 12/31/13	**$620,890**

RESOLUTION NO. 2013-113

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF ESCONDIDO, CALIFORNIA, DIRECTING THE USE OF REMAINING FUNDS FROM FISCAL YEAR 2012/13 AND MODIFYING THE CITY'S FUND BALANCE POLICY

Whereas, the close of Fiscal Year 2012/13 has produced a change in Fund Balance and the City Council must determine the use of these remaining funds; and

Whereas, the City Council has committed to cover any operating loss from the Reidy Creek golf course and has determined that it is in the best interest of the City to authorize additional funding to the Building Maintenance fund; and

WHEREAS, the Governmental Accounting Standards Board ("GASB") has issued its Statement No. 54, Fund Balance Reporting and Governmental Fund Type Definitions with the intent of improving financial reporting by providing fund balance categories that will be more easily understood; and

WHEREAS, the City Council of the City of Escondido has previously adopted Resolution No. 2011-146, the Fund Balance Policy; and

WHEREAS, the Fund Balance Policy provides that the City Council may commit funds for specific purposes by taking formal action and these committed amounts cannot be used for any other purpose unless the City Council removes or changes the specific use through the same formal action to establish the commitment; and

WHEREAS, the Director of Finance has recommended to the City Council that the General Fund remaining balance from Fiscal Year 2012/13 be added to the

"Committed" portion of the General Fund balance (i.e. Reserves), and that the City Council designate a transfer from these Reserves to fund the appropriate amount for Reidy Creek and the Building Maintenance Fund;

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Escondido, California, as follows:

1. That the above recitations are true.

2. That the City Council hereby adopts the staff recommendation presented at the Council meeting of October 2, 2013.

ESCONDIDO
City of Choice

CITY COUNCIL

For City Clerk's Use:
☐ APPROVED ☐ DENIED
Reso No. ____________ File No. ____________
Ord No. ____________

Agenda Item No.: 9
Date: October 2, 2013

TO: Honorable Mayor and Members of the City Council

FROM: Edward N. Domingue, Public Works Director/City Engineer
Debra Lundy, Real Property Manager

SUBJECT: Redevelopment Successor Agency Long Range Property Management Plan and Transferring Title to the Successor Agency

RECOMMENDATION:

It is requested that Council adopt Resolution No. 2013-120 approving of the Long Range Property Management Plan for submittal to the Oversight Board on October 8, 2013, and adopt Resolution No. 2013-121 authorizing the Real Property Manager to execute documents transferring title to the Successor Agency.

FISCAL ANALYSIS:

N/A

PREVIOUS ACTION:

Resolution No. 2012-16 authorized the City Council of the City of Escondido to serve as the Successor Agency and Successor Housing Agency to the Escondido Redevelopment Agency.

BACKGROUND:

In accordance with Health & Safety Code Section 34191.5, the City of Escondido, as Successor Agency to the Redevelopment Agency, has prepared a Long Range Property Management Plan ("Plan") setting forth a strategy for disposition and use of the real property assets of the former redevelopment agency.

The Successor Agency owns five (5) real property assets which are the subject of this Plan. Permissible uses of former redevelopment properties are: 1) governmental use; 2) hold for future development; 3) sale of property; and 4) use of the property to fulfill an enforceable obligation. Of the five properties held in trust by the Successor Agency to the Redevelopment Agency of the City of Escondido, three (3) are classified as governmental use; one (1) is designated as hold for future development; and one (1) is classified for use to fulfill an enforceable obligation, with ultimate governmental use as a public facility. The Plan covers all of the required components outlined in the Health & Safety Code for each of the five properties. Upon approval by the Oversight Board and the

Department of Finance, the Successor Agency will implement the Plan according to the policies and procedures set forth in the Plan.

The Code requires this Plan to be approved by the Oversight Board and the Department of Finance no later than six months following the issuance of the findings of completion (May 24, 2013). Staff intends to seek Oversight Board approval at the Board's October meeting, which is scheduled for October 8th.

Further, as dictated by the Health & Safety Code section 34170 et seq., which governs the dissolution of redevelopment agencies in the state of California, the City's former redevelopment agency has been dissolved and all assets have been transferred to the Successor Agency. Resolution 2013-121 authorizes the execution of documents needed to transfer title on the five (5) former redevelopment agency assets to the Successor Agency, upon approval of the Long Range Property Management Plan by the Department of Finance.

Respectfully submitted,

Edward N. Domingue, P.E.
Public Works Director/City Engineer

Debra Lundy
Real Property Manager

Agenda Item No.: 9
Date: October 2, 2013

RESOLUTION NO. 2013-120

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF ESCONDIDO, CALIFORNIA, AS THE SUCCESSOR AGENCY TO THE ESCONDIDO REDEVELOPMENT AGENCY ADOPTING A LONG RANGE PROPERTY MANAGEMENT PLAN PURSUANT TO HEALTH AND SAFETY CODE SECTION 34191.5

WHEREAS, the California Legislature determined to dissolve redevelopment agencies throughout the state, including the Escondido Redevelopment Agency, and adopted legislation providing for a dissolution process and distribution of assets of a former redevelopment agency; and

WHEREAS, a part of the process of dissolving redevelopment agencies, included legislation which provides certain flexibility and local benefits in connection with property disposition for a Successor Agency that has received a Finding of Completion by the State's Department of Finance pursuant to Health and Safety Code Section 34191.3; and

WHEREAS, within six months after receipt of a Finding of Completion, the Successor Agency must prepare and submit a Long Range Property Management Plan to address the retention, sale, or other disposition of any real property of the dissolved redevelopment agency for approval by the Oversight Board and the Department of Finance; and

WHEREAS, the property management plan must include an inventory with specified information about each property, and address the use or disposition of each property; and

WHEREAS, the former Escondido Redevelopment Agency owned a number of properties and has prepared the required inventory; and

WHEREAS, the City of Escondido as the Successor Agency has received the necessary Finding of Completion from the Department of Finance on May 23, 2013; and

WHEREAS, the City of Escondido as the Successor Agency has prepared a proposed Long Term Property Management Plan for approval by the Oversight Board and the Department of Finance; and

WHEREAS, pursuant to authorizing Resolution No. 2012-16, the City Council of the City of Escondido elected to serve as the Successor Agency and Successor Housing Agency to the Escondido Redevelopment Agency; and

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Escondido, California, as follows:

1. That the above recitations are true.

2. That the City Council, as the Successor Agency to the Escondido Redevelopment Agency, hereby approves of the Long Range Property Management Plan, which is attached hereto as Exhibit "A" and incorporated by this reference, for submittal to the Oversight Board and Department of Finance.

REDEVELOPMENT SUCCESSOR AGENCY
LONG RANGE PROPERTY MANAGEMENT PLAN

Prepared By:
The City of Escondido as the Successor Agency
To the Redevelopment Agency

201 N. Broadway
Escondido, CA 92025

Finding of Completion: May 24, 2013

In accordance with California Health & Safety Code Section 34191.5, the City of Escondido as Successor Agency to the Redevelopment Agency of the City of Escondido ("Successor Agency") has prepared this Long Range Property Management Plan ("Plan") to set forth a strategy for disposition and use of the real properties of the former redevelopment agency.

Background

The City of Escondido's former redevelopment agency, which was established by ordinance in 1984, was formally dissolved by State Assembly Bill ABx1 26 (the "Dissolution Act") on February 1, 2012. By adoption of City Resolution 2012-16, the City elected to serve as the Successor Agency to the Redevelopment Agency of the City of Escondido. The Dissolution Act, as supplemented by AB 1484 (the "Trailer Bill"), mandates that the operations of the former redevelopment agency are to be wrapped up under the direction of the Successor Agency's Oversight Board.

The Dissolution Act and the Trailer Bill have now been codified into the Health & Safety Code, which governs the winding down efforts of former redevelopment agencies. The preparation of this Long Range Property Management Plan within six (6) months following the issuance of the successor agency finding of completion (issued on May 24, 2013) is one of the requirements set forth in the Health & Safety Code.

The Successor Agency's review of the former redevelopment agency real property assets and development of this Plan has been undertaken with an underlying objective of carrying out the state's mandates, while at the same time complimenting the City of Escondido's commitment to strategically and comprehensively manage its real property portfolio in a manner that maximally achieves its local goals and policies.

The Successor Agency owns five (5) real property assets which are the subject of this Plan:

Site 1: 480 N. Spruce Street, a 3.79 acre lot improved with a 48,976 sf warehouse, was acquired in 2010 for the AAA Ballpark project and is currently situated within the Business Park redevelopment area. This site is available for interim lease and has been designated "hold for future development" as a means of achieving its highest and best use and maximizing its value.

Sites 2-4: 304, 314 & 316 East Grand, totaling 21,000 sf, were acquired in 2010 for future development with an interim use as a public parking lot for the downtown area. The sites are currently developed as a public park for the use and enjoyment of the public and are designated as "governmental use."

Site 5: 250 E. Valley Parkway, a 3.32 acre site, was acquired in 1992 by the Redevelopment Agency from the City for assemblage with the adjacent parcel for development of the California Center for the Arts. The site is currently improved with the CCAE facility as is part of a larger parcel. This site will be used to pay off an enforceable obligation and will be retained for governmental use thereafter.

Required Components of the Plan

As specified in section 34191.5(c) of the Health & Safety Code, the Plan must include: 1) a detailed inventory of all properties of the former redevelopment agency and; 2) address the use or disposition of each property.

The inventory of all properties shall include the following details:

- Acquisition Date and Value at time of purchase
- Purpose for acquisition
- Parcel data: size, zoning, community planning info
- Estimate of current value of parcel
- Estimate of revenues generated by the property
- Environmental history
- Property's potential for transit-oriented development and the advancement of planning objectives of the successor agency
- History of previous development proposals and activity (including rental/lease of property)

As determined by the state, permissible uses of former redevelopment properties are: 1) governmental use pursuant to Section 34181 (a); 2) hold for future development; 3) sale of property; and 4) use of the property to fulfill enforceable obligation.

The above required components of the Plan are addressed in full for each of the five (5) properties in the attached Property Tracking Worksheet (**Exhibit 'A'**).

Property Profiles

Property profiles (**Exhibit 'B'**) have been developed for each of the five (5) properties to offer a visual aid in support of the Property Tracking Worksheet.

Policy and Procedures for Implementing the Plan

Under the direction of the Successor Agency's Oversight Board and upon approval by the Department of Finance, this Plan shall be implemented according to the policies set forth for each of the categories used in the Property Tracking Worksheet, as described below in further detail.

Governmental Use Pursuant to Section 34181(a)

In accordance with Section 34181(a) of the Health & Safety code, the Oversight Board may direct the Successor Agency to transfer ownership of assets that were constructed and used for a governmental purpose (such as roads, school buildings, parks, police and fire stations, libraries, and local administrative buildings) to the appropriate public jurisdiction pursuant to any existing agreements relating to the construction or use of such as asset.

The City of Escondido Successor Agency possesses **three (3)** parcels that are classified as governmental use: park parcels (**Sites 2, 3, & 4**), which the City is requesting to retain for continued governmental/public purposes.

Hold for Future Development

One (1) of the Successor Agency properties (**Site 1**) has been categorized as “hold for future development” because maximized value could not be achieved by selling this property in the current market, which has declined slightly since the date of acquisition and is situated in an older area of town that is ripe for redevelopment.

The City recently completed a Comprehensive Economic Development Plan, which identifies this area as a “key subarea” with top priority for development of a proposed Business Park, intended to revitalize the area and generate job and fiscal revenue growth. The highest and best use of this site can be realized by assembling this site with other City-owned properties and packaging them for Business Park redevelopment.

In the interim, as a means of contributing to the value, reducing liability and protecting the City’s interests in maintaining its own appearance standards, the Successor Agency will lease this property at the fair market rental value, as determined by a professional real estate broker or an appraisal. After establishing the fair market rent, the Successor Agency will utilize the professional services of a commercial brokerage firm to list and market the property for rent.

All rental revenue received from this property will be utilized to pay for enforceable obligations, including the property management of this and other Successor Agency properties. Any remaining rental revenues will be given to the County for appropriate disbursement.

Sale of Property

All properties which have been proposed and approved for disposition shall be disposed of expeditiously and in a manner aimed at maximizing value. To achieve this, the Successor Agency will have the properties appraised by an MAI appraiser and will utilize the professional services of a brokerage firm to list and market the properties for sale. All offers at or over the appraised value will be considered. Substantial weight will be given to development and uses that are in line with the City’s local policies and objectives.

The City of Escondido Successor Agency does not have any assets that fall into this category.

Use of the Property to Fulfill Enforceable Obligation

Real property assets of the Successor Agency may be used to fulfill enforceable obligations, including bonds, loans, payments required by the federal government or state law, judgments or settlements, legally binding and enforceable agreements and contracts necessary for the administration or operation of the successor agency.

The City of Escondido Successor Agency possesses **one (1)** asset (**Site 5**) that falls into this category. Site 5 is a portion of a larger parcel which comprises the California Center for the Arts facility. This site is overseen by the City and provides security to bond issues, which come up in 2018. This site is tax exempt debt financed. Once the bond issues are paid off, this site will continue to be necessary for ongoing governmental use as a portion of the larger arts complex.

Conclusion

The City of Escondido as the Successor Agency to the Redevelopment Agency has prepared this Long Range Property Management Plan in order to set forth a strategy for disposition and use of the former redevelopment agency real property assets. In addition to meeting the state's criteria, as set forth in the Health & Safety Code, this Plan also serves to compliment the City's overall development objectives and goals. Upon approval by the Oversight Board and Department of Finance, the Successor Agency shall begin implementation of this Plan.

Exhibit A
Property Inventory Data

Exhibit A
Property Tracking Worksheet

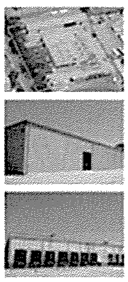
	A	B	C	D	E	F	G	H	I	J	K	L	M	N	O	P	Q	R	S	T	U	V	W
1	Successor Agency: City of Escondido																						
2	County: San Diego																						
3																							
4	LONG RANGE PROPERTY MANAGEMENT PLAN: PROPERTY INVENTORY DATA																						
5																							
6			HSC 34191.5 (c)(2)		HSC 34191.5 (c)(1)(A)					SALE OF PROPERTY		HSC 34191.5 (c)(1)(B)	HSC 34191.5 (c)(1)(C)				HSC 34191.5 (c)(1)(D)	HSC 34191.5 (c)(1)(E)		HSC 34191.5 (c)(1)(F)	HSC 34191.5 (c)(1)(G)		HSC 34191.5 (c)(1)H)
7	No.	Property Type	Permissable Use	Permissable Use Detail	Acquisition Date	Value at Time of Purchase	Estimated Current Value	Value Basis	Date of Estimated Current Value	Proposed Sale Value	Proposed Sale Date	Purpose for which property was acquired	Address	APN #	Lot Size	Current Zoning	Estimate of Current Parcel Value	Estimate of Income/ Revenue	Contractual requirements for use of income/revenue	History of environmental contamination, studies, and/or remediation, and designation as a brownfield site	Description of property's potential for transit oriented development	Advancement of planning objectives of the successor agency	History of previous development proposals and activity
8	1	Commercial	Future Development	Maximal value to be achieved via repositioning w/ Bus Park redevelopment	10/27/2010	5,000,000	4,760,094	Market	4/1/2013	n/a	n/a	AAA Ballpark Project	480 N Spruce	232-091-28	3.79 acres	M1	4,760,094	$27,000/mo	n/a	DEH Case closed Jan 2000.	Near multi-module transit station	Business Park Redevelopment; Job & fiscal revenue growth	This site was intended to be included in the AAA Ballpark redevelopment project.The site is situated in the Business Park redevelopment area. Potential for assembly with City-owned parcels for Business Park Development. Interim Lease to be pursued. Former long term Lessor vacated May 2012. Leased for $14,790/month from 11/1/2012-5/31/2013. Currently on market for .55/psf.
9	2	Park	Governmental Use	Public Park	9/17/2010	609,000	n/a		n/a	n/a	n/a	Redevelop through Development Agreement	314 E Grand	229-432-24	7000 sf	SP	n/a*	-	n/a	DEH Case; well monitoring ongoing	n/a	Retention of this site provides ongoing governmental use of this site as a public facility.	Acquired for redevelopment purposes, with intent to improve as public parking in the interim. Due to lack of funding to improve the lot, these parcels have an interim use as a park for public use and enjoyment.
10	3												304 E Grand	229-432-25	7000 sf								
11	4												316 E Grand	229-432-26	7000 sf								
12	5	Public Building	Governmental Use	Portion of the CA Center for the Arts larger parcel	7/15/1992	2,766,714	n/a		n/a	n/a	n/a	Construction of an arts complex	250 WVP	229-372-20	3.32 acres	SP	n/a**	-	n/a	None known.	n/a	Use of this site for fulfilling enforceable obligations as security on bonds, and ultimately ongoing governmental use of this site as a public arts complex.	As part of its redevelopment plan, this site was acquired for the construction of the California Center for the Arts facility and has been utilized as an arts complex since. The site is managed by the California Center for the Arts Escondido Foundation under an Occupancy License and Management Agreement. This site is part of a larger parcel, comprised of two APNs, and was originally purchased by the City for the expansion of City Hall. The improvements are tax-exempt debt financed and are used to provide security on bond issues. Upon the repayment of the bonds, the parcel will be used for ongoing governmental use as a portion of the larger arts facility.
13	*These parcels are governmental sites and do not have market value.																						
14	**This parcel is part of a larger parcel and does not have stand-alone value; it is also developed as a governmental facility and does not have a market value																						

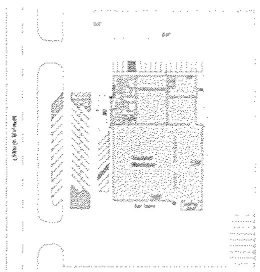
Resolution No. 2013-120
EXHIBIT A
Page 7 of 11

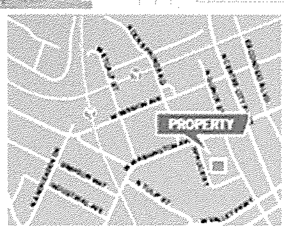
Exhibit B
Property Profiles

ution No. 2013-120
BIT A
9 of 11

Long Range Property Management Plan
Successor Agency to the Redevelopment Agency of the City of Escondido
201 N. Broadway
Escondido, CA 92025







Site No. 1

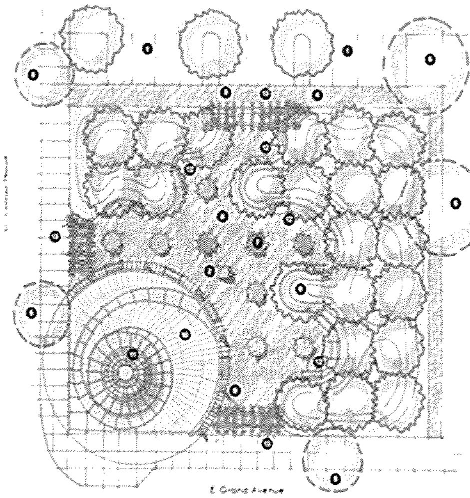
480 N. Spruce Street

Property Features:

- M-1 Zoning
- 3.79 Acres
- APN 232-091-28
- Successor Agency Hold for Future Development

Resolution No. 2013-120
EXHIBIT A
Page 10 of 11

Long Range Property Management Plan
Successor Agency to the Redevelopment Agency of the City of Escondido
201 N. Broadway
Escondido, CA 92025



Site No. 2, 3, & 4

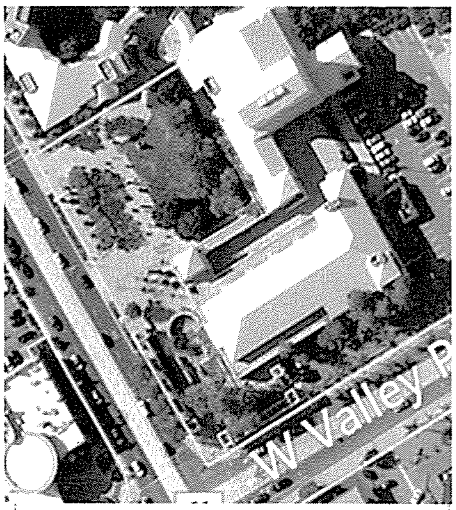
304, 314 & 316 E. Grand

Property Features:

- ❑SP Zoning
- ❑21,000 sf
- ❑APNs: 229-432-24,25 & 26
- ❑Governmental Use: Public Park

Resolution No 2013-120
EXHIBIT A
Page 11 of 11

Long Range Property Management Plan
Successor Agency to the Redevelopment Agency of the City of Escondido
201 N. Broadway
Escondido, CA 92025



Site No. 5
250 W. Valley Parkway

Property Features:

- SP Zoning
- 3.32 Acres
- APN 229-237-20
- Use to Fulfill an Enforceable Obligation/Governmental Use: Portion of California Center for the Arts Facility

Agenda Item No.: 9
Date: October 2, 2013

RESOLUTION NO. 2013-121

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF ESCONDIDO, CALIFORNIA, AUTHORIZING THE REAL PROPERTY MANAGER TO EXECUTE DOCUMENTS TRANSFERRING TITLE TO THE SUCCESSOR AGENCY

(APNs: 232-091-28; 229-432-24, 25 & 26; 229-372-20)

WHEREAS, pursuant to Health and Safety Code Section 34170-34191.5, all assets of the former redevelopment agency are to be transferred to the Successor Agency; and

WHEREAS, it is the desire of the City Council to transfer title of all former Redevelopment Agency properties to the Successor Agency.

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Escondido, California, as follows:

1. That the above recitations are true.

2. That the City Council hereby authorizes the Real Property Manager to execute documents, which are attached hereto as Exhibits "A," "B," and "C," and incorporated by this reference, transferring title to the Successor Agency.

Resolution No. 2013-121
EXHIBIT A
Page 1 of 2

RECORDING REQUESTED BY

And When Recorded Mail To:
City Clerk
City of Escondido
201 North Broadway
Escondido, CA 92025

APN: 232-091-28

No recording fee required; this document exempt from fee pursuant to Section 27383 of the California Government Code.

CITY OF ESCONDIDO
GRANT DEED

ESC. DOCUMENT NO. M-19-13

This deed exempt from tax - Section 11922 of the California Revenue and Taxation Code

THE CITY OF ESCONDIDO, a municipal corporation (Grantor), for a valuable consideration,

DOES HEREBY GRANT to

THE CITY OF ESCONDIDO AS THE SUCESSOR AGENCY TO THE REDEVELOPMENT AGENCY OF THE CITY OF ESCONDIDO (Grantee),

all that real property described as follows:

Parcel 1 of Parcel Map No. 12361, in the City of Escondido, County of San Diego, State of California, filed in the Office of the County Recorder of San Diego County, October 6, 1982 as File No. 82-307983 of Official Records.

IN WITNESS WHEREOF, the City of Escondido has caused this deed to be executed by its Real Property Manager, pursuant to City Council Resolution No. 2013-121, adopted October 2, 2013, authorizing such execution, this__day of October, 2013.

THE CITY OF ESCONDIDO

By:______________________
Debra Lundy,
Real Property Manager

CITY OF ESCONDIDO DOC. NO. M-19-13
TITLE OR TYPE OF DOCUMENT: Grant Deed
GRANTEE: Successor Agency to the Redevelopment Agency

CALIFORNIA ALL-PURPOSE ACKNOWLEDGMENT
STATE OF CALIFORNIA
COUNTY OF SAN DIEGO

On ____________________(date) before me, __________________________ ,

personally appeared

____,
name(s) of signer(s)who proved to me on the basis of satisfactory evidence to be the person(s) whose name(s), is/are subscribed to the within instrument and acknowledged to me that he/she/they executed the same in his/her/their authorized capacity(ies), and that by his/her/their signature(s) on the instrument the person(s), or the entity upon behalf of which the person(s) acted, executed the instrument.
I certify under PENALTY OF PERJURY under the laws of the State of California that the foregoing paragraph is true and correct.

Witness my hand and official seal.

____
Signature of Notary

ACCEPTANCE

THIS IS TO CERTIFY that the interest in real property conveyed by the attached deed or grant, dated as shown hereon and from the persons named (Grantor) to the City of Escondido as the Successor Agency to the Redevelopment Agency of the City of Escondido is hereby accepted pursuant Resolution No. 2013-121, adopted on October 2, 2013, and the Grantee consents to recordation thereof by said Grantee's duly authorized officer.

____
Debra Lundy, Real Property Manager

Resolution No. 2013-121
EXHIBIT B
Page 1 of 3

RECORDING REQUESTED BY

And When Recorded Mail To:
City Clerk
City of Escondido
201 North Broadway
Escondido, CA 92025

APN: 229-432-24, 25 & 26

No recording fee required; this document exempt from fee pursuant to Section 27383 of the California Government Code.

CITY OF ESCONDIDO
GRANT DEED

ESC. DOCUMENT NO. M-20-13

This deed exempt from tax - Section 11922 of the California Revenue and Taxation Code

THE CITY OF ESCONDIDO, a municipal corporation, for a valuable consideration,

DOES HEREBY GRANT to

THE CITY OF ESCONDIDO AS THE SUCESSOR AGENCY TO THE REDEVELOPMENT AGENCY OF THE CITY OF ESCONDIDO

all that real property described on the attached **Exhibit A**

IN WITNESS WHEREOF, the City of Escondido has caused this deed to be executed by its Real Property Manager, pursuant to City Council Resolution No. 2013-121, authorizing such execution, this day of October, 2013.

THE CITY OF ESCONDIDO

By:________________________
Debra Lundy,
Real Property Manager

CITY OF ESCONDIDO DOC. NO. M-20-13
TITLE OR TYPE OF DOCUMENT: Grant Deed
GRANTEE: City of Escondido as the Successor Agency to the Redevelopment Agency

CALIFORNIA ALL-PURPOSE ACKNOWLEDGMENT
STATE OF CALIFORNIA
COUNTY OF SAN DIEGO

On ____________________(date) before me, ___________________________ ,

personally appeared

____,
name(s) of signer(s)who proved to me on the basis of satisfactory evidence to be the person(s) whose name(s), is/are subscribed to the within instrument and acknowledged to me that he/she/they executed the same in his/her/their authorized capacity(ies), and that by his/her/their signature(s) on the instrument the person(s), or the entity upon behalf of which the person(s) acted, executed the instrument.
I certify under PENALTY OF PERJURY under the laws of the State of California that the foregoing paragraph is true and correct.

Witness my hand and official seal.

____
Signature of Notary

ACCEPTANCE

THIS IS TO CERTIFY that the interest in real property conveyed by the attached deed or grant, dated as shown hereon and from the persons named (Grantor) to the City of Escondido as the Successor Agency to the Redevelopment Agency of the City of Escondido is hereby accepted pursuant Resolution No. 2013-121, adopted on October 2, 2013, and the Grantee consents to recordation thereof by said Grantee's duly authorized officer.

____
Debra Lundy, Real Property Manager

EXHIBIT A

Parcel 1: APN 229-432-25

Lots 1 & 2 in Block 65 of Escondido, in the City of Escondido, in the County of San Diego, State of California, according to the Map thereof No. 336, filed in the Office of the County Recorder of San Diego County, July 10, 1886.

Parcel 2: APN 229-432-24 & 26

Lots 3, 4 & 5 and the westerly 18 feet of Lot 6, in Block 65 of Escondido, in the City of Escondido, in the County of San Diego, State of California, according to the Map thereof No. 336, filed in the Office of the County Recorder of San Diego County, July 10, 1886.

Resolution No. 2013-121
EXHIBIT C
Page 1 of 3

RECORDING REQUESTED BY

And When Recorded Mail To:
City Clerk
City of Escondido
201 North Broadway
Escondido, CA 92025

APN: 229-372-20

No recording fee required; this document exempt from fee pursuant to Section 27383 of the California Government Code.

CITY OF ESCONDIDO
GRANT DEED

ESC. DOCUMENT NO. M-21-13

This deed exempt from tax - Section 11922 of the California Revenue and Taxation Code

THE COMMUNITY DEVELOPMENT COMMISSION OF THE CITY OF ESCONDIDO

DOES HEREBY GRANT to

THE CITY OF ESCONDIDO AS THE SUCESSOR AGENCY TO THE REDEVELOPMENT AGENCY OF THE CITY OF ESCONDIDO

all that real property described as follows:

LEGAL DESCRIPTION ATTACHED AS **EXHIBIT A**

IN WITNESS WHEREOF, the City of Escondido has caused this deed to be executed by its Real Property Manager, pursuant to City Council Resolution No. 2013-121,adopted October 2, 2013, authorizing such execution, this__day of October, 2013.

THE CITY OF ESCONDIDO

By:________________________
Debra Lundy,
Real Property Manager

Resolution No. 2013-121
EXHIBIT C
Page 2 of 3

CITY OF ESCONDIDO DOC. NO. M-21-13
TITLE OR TYPE OF DOCUMENT: Grant Deed
GRANTEE: City of Escondido as the Successor Agency to the Redevelopment Agency

CALIFORNIA ALL-PURPOSE ACKNOWLEDGMENT
STATE OF CALIFORNIA
COUNTY OF SAN DIEGO

On ____________________(date) before me, ___________________________ ,

personally appeared

____,
name(s) of signer(s)who proved to me on the basis of satisfactory evidence to be the person(s) whose name(s), is/are subscribed to the within instrument and acknowledged to me that he/she/they executed the same in his/her/their authorized capacity(ies), and that by his/her/their signature(s) on the instrument the person(s), or the entity upon behalf of which the person(s) acted, executed the instrument.
I certify under PENALTY OF PERJURY under the laws of the State of California that the foregoing paragraph is true and correct.

Witness my hand and official seal.

____
Signature of Notary

ACCEPTANCE

THIS IS TO CERTIFY that the interest in real property conveyed by the attached deed or grant, dated as shown hereon and from the persons named (Grantor) to the City of Escondido as the Successor Agency to the Redevelopment Agency of the City of Escondido is hereby accepted pursuant Resolution No. 2013-121, adopted on October 2, 2013, and the Grantee consents to recordation thereof by said Grantee's duly authorized officer.

____
Debra Lundy, Real Property Manager

Resolution No. 2013-121
EXHIBIT C
Page 3 of 3

EXHIBIT A
DESCRIPTION OF SITE

All that certain real property situated in the City of Escondido, County of San Diego, State of California, described as follows:

Lots 1 through 24 in Block 13 of ESCONDIDO, in the City of Escondido, County of San Diego, State of California, according to Map thereof No. 336, filed in the Office of the County Recorder of said San Diego County, July 10, 1886.

TOGETHER WITH those portions of the Alley and Southwesterly Half of Maple Street which would revert by law to said Block 13, in that certain resolution filed in the Office of the County Recorder of said San Diego County, August 21, 1985 as File No. 85-303042 of Official Records.

ALSO together with the Southeasterly Half of Pennsylvania Avenue which would revert by law to said Block 13, in that certain Resolution No. 4762, filed in the Office of the County Recorder of said San Diego County, October 16, 1970 as File No. 190113 of Official Records.

Agenda Item No.: 10
Date: October 2, 2013

FUTURE CITY COUNCIL AGENDA ITEMS
September 26, 2013

AGENDA ITEMS AND COUNCIL MEETING DATES ARE SUBJECT TO CHANGE. CHECK WITH THE CITY CLERK'S OFFICE AT 839-4617

OCTOBER 9, 2013
Town Hall Meeting 4:30 p.m.

OCTOBER 16, 2013
4:30 p.m.

	PROCLAMATION
	The General Federation of Women's Clubs
	CONSENT CALENDAR
	Notice of Completion: 2011 Miscellaneous Water Main Replacement Project Phase 1 (C. McKinney) *This waterline project replaced old and failing pipelines in the areas of Avocado Ave., Sheridan, Tibidabo Dr., N. Rose Street, Stanley Way, Cleo Court, Thomas Way, East Lincoln Ave., and Via Lomita. The project also reconfigured water pressure zones in the area of Thomas Way and N. Rose Street.*
	PUBLIC HEARINGS
	Modification of the Master Development Plan for the Centre at Lexus Escondido, CASE NO.: PHG 12-0001 (B. Redlitz) *The original Master & Precise Development Plan (PHG 2006-10-PD) for the Lexus Escondido automobile dealership and Centre was approved to allow auto sales & service, a restaurant, retail shops and a conference center. The Centre wants to expand event locations to the two existing outdoor rooftop decks and expand the types of events to include dancing and amplified music on these decks. In March 2012, a Temporary Use Permit was issued for a series of four outdoor concerts held on the westerly roof deck. This was a pilot program to gather information to use in evaluating potential impacts that the large outdoor concerts on the roof decks might create.*
	Zoning Code Amendment to allow State-mandated Cottage Food Operations in Residential Units, Home Occupation Permits for Existing Nonconforming Residential Units and General Cleanup of the Nonconforming Code (Case: AZ 13-0004) **Continued from the Meeting on September 11, 2013** (B. Redlitz) *Amendments to Escondido Zoning Code to allow (1) State-mandated Cottage Food Operations in residential zones, (2) Home occupation permits for existing non-conforming residential units in non-conforming residential zones; and (3) general cleanup of the Non-Conforming code.*
	Bid Award For The Grape Street Improvement Project (E. Domingue) *The Grape Street Improvement Project will be completed using CDBG funds and will consist of full street improvements including paving, street lights, curbs and gutters, sidewalks and retaining walls.*

OCTOBER 16, 2013
Continued

	PUBLIC HEARINGS Continued
	Rent Review Board Hearing for Recovery of Legal Fees for Sundance Mobilehome Park (Case #: 0697-20-9917) (K. Youel) *The Rent Review Board approved a $124.37 per space per month rent increase on August 28, 2013. The owner is requesting that the Rent Review Board consider whether $25,000 in legal and professional expenses should be spread over 29 spaces subject to the increase or over all 88 spaces in the Park.*
	CURRENT BUSINESS
	Library Conceptual Design (L. McKinney) ***Need Green Sheet***
	WORKSHOP
	Disaster Preparedness Presentation (Councilmember Masson and Mayor Abed) *Presentation on Disaster Preparedness and Collaborating with Red Cross.*
	Fiscal Management Element of 2013-2014 City Council Action Plan (J. Masterson) *The City Council Action Plan represents the City Council's collective vision for Escondido's future and the key activities that will be used to achieve that vision.*
	Future Agenda Items (D. Halverson)