

CITY OF DALY CITY

Regular Meeting - CITY COUNCIL

AGENDA

Monday, May 12, 2014 - 7:00 PM

For those wishing to address the City Council on any Item on the Agenda or under Public Appearances/Oral Communications, please complete a Speaker Card located at the entrance to the Council Chambers and submit to a Staff Member as early in the meeting as possible.

Persons with disabilities who require auxiliary aids or services in attending or participating in this meeting should call the office of the City Clerk at 991-8078 as soon as possible.

CALL TO ORDER:

Minutes:

The meeting was called to order by Mayor Canepa at 7:00 P.M.

6:59 PM

PLEDGE TO THE FLAG:

ROLL CALL:

PRESENTATIONS:

Proclaiming May 18-24, 2014 as Hepatitis B Awareness Week (Bianca Lau, Interchapter Chair of the International Team HBV High School Advisory Board)

Minutes:

Mayor Canepa presented a proclamation proclaiming the week of May 18-24, 2014, as Hepatitis B Awareness Week to Bianca Lau, Interchapter Chair of the International Team HBV High School Advisory Board. Ms. Bianca Lau thanked the Council.

6:59 PM

San Mateo County Harbor Commission

Minutes:

AVAILABILITY OF PUBLIC RECORDS:

All public record to an open session item on this agenda, which are not exempt from disclosure pursuant to the California Public Records Act, that are distributed to a majority of the legislative body will be available for public inspection at the City Clerk's Office, City Hall located at 333 90th Street, Daly City, CA during normal business hours, at the same time that the public records are distributed or made available to the legislative body.

San Mateo County Harbor Commissioner Robert Bernardo reported on the County's two public harbors: Pillar Point near Half Moon Bay and Oyster Point Marina in South San Francisco and the commission's responsibilities for the district.

Commissioner James Tucker reported the district received the Clean Marina Award from the State for both Pillar Point and Oyster Point Marina for their environmental efforts. The district also received an award from the Port Captain Association for over 1,000 hours of search and rescue by our patrols. He also reported when he was first elected to the district, they were over \$19,000,000 in debt. After renegotiating the loan and put together a business plan, we began paying the debt down. This year, we will owe \$5,000,000.

6:59 PM

Minutes:

Vice Mayor Klatt announced the Women Leading Government presented City Manager Patricia Martel with the 2014 Career Excellence Award, at the MMANC 2014 Women's Leadership Summit Luncheon & Awards Ceremony in San Jose.

6:59 PM

APPROVAL OF AGENDA:

It was moved by Councilmember Torres, seconded by Councilmember Buenaventura to approve the agenda.

Passed For: Raymond A. Buenaventura, David J Canepa, Michael Guingona, Carol Klatt, Sal Torres; Against: (None); Abstain: (None); Absent: (None)

CONSENT AGENDA

All items listed on the Consent Agenda are considered to be routine and may be approved by one roll call vote of the City Council. There shall be no separate discussion of the matters on the Consent Agenda unless requested by a member of the City Council. If discussion is required, that item will be removed from the Consent Agenda and will be considered separately at the end of the Agenda.

Resolutions:

1. **Authorizing Replacement of Body Armor Vests Using Federal Asset Forfeiture Funds**

It was moved by Councilmember Torres, seconded by Vice Mayor Klatt to approve and adopt Resolution No. 14-67, Authorizing Use of Asset Forfeiture Funds to Purchase Replacement Body Armor Vests

Passed For: Raymond A. Buenaventura, David J Canepa, Michael Guingona, Carol Klatt, Sal Torres; Against: (None); Abstain: (None); Absent: (None)

2. Requesting Use of State Asset Forfeiture Funds for Support of the Library and Recreation Services Basketball Showcase League

It was moved by Councilmember Torres, seconded by Vice Mayor Klatt to approve and adopt Resolution No. 14-68, Authorizing Use of Asset Forfeiture Funds to Support the Library and Recreation Services Basketball Showcase League made by Sal Torres and seconded by Carol Klatt

Passed For: Raymond A. Buenaventura, David J Canepa, Michael Guingona, Carol Klatt, Sal Torres; Against: (None); Abstain: (None); Absent: (None)

3. Accepting and Appropriating a North County Prevention Partnership Grant to Provide Police Services in Order to Conduct Two Compliance Check Operations with Various Businesses within Daly City

It was moved by Councilmember Torres, seconded by Vice Mayor Klatt to approve and adopt Resolution No. 14-69, Approving and Appropriating Receipt of North County Prevention Partnership (NCPP) Grant for Compliance Check Operations

Passed For: Raymond A. Buenaventura, David J Canepa, Michael Guingona, Carol Klatt, Sal Torres; Against: (None); Abstain: (None); Absent: (None)

4. Amending Traffic Regulations to Provide Passenger Loading/Unloading (White) Zone (TSR 14/30); Installation of Red Zone (TSR 14/32); Converting One-hour Parking Spaces to 15-Minute (TSR 14/34); and Providing Disabled Parking (Blue) Zone (TSR 14/28)

It was moved by Councilmember Torres, seconded by Vice Mayor Klatt to approve and adopt Resolution No. 14-70, Establishing Traffic Regulations

Passed For: Raymond A. Buenaventura, David J Canepa, Michael Guingona, Carol Klatt, Sal Torres; Against: (None); Abstain: (None); Absent: (None)

5. Adopting Revised Title VI Plan to Continue Operating a Shuttle Service in the Bayshore Neighborhood

It was moved by Councilmember Torres, seconded by Vice Mayor Klatt to approve and adopt Resolution No. 14-71, Adopting Revised Title VI

Passed For: Raymond A. Buenaventura, David J Canepa, Michael Guingona, Carol Klatt, Sal Torres; Against: (None); Abstain: (None); Absent: (None)

6. Setting Time and Place of Public Hearing - Proposed Ordinance Amending Chapter 2.44,

Temporary Disability

It was moved by Councilmember Torres, seconded by Vice Mayor Klatt to approve and adopt Resolution No. 14-72, Setting Time and Place of Public Hearing for Proposed Ordinance to Amend Chapter 2.44 of the Daly City Municipal Code Re: Temporary Disability (Hearing Date: May 27, 2014, Time: 7:00 P.M.)

Passed For: Raymond A. Buenaventura, David J Canepa, Michael Guingona, Carol Klatt, Sal Torres; Against: (None); Abstain: (None); Absent: (None)

7. Setting Time and Place of Public Hearing - Proposed New Fee Schedule for the Police Department

It was moved by Councilmember Torres, seconded by Vice Mayor Klatt to approve and adopt Resolution No. 14-73, Setting Time and Place of Hearing Re: Proposed Fees for the Police Department (Hearing Date: May 27, 2014, Time: 7:00 P.M.)

Passed For: Raymond A. Buenaventura, David J Canepa, Michael Guingona, Carol Klatt, Sal Torres; Against: (None); Abstain: (None); Absent: (None)

8. Setting Time and Place of Public Hearing - Proposed Ordinance Amending Chapter 8.35 Regarding Regulation of Smoking

It was moved by Councilmember Torres, seconded by Vice Mayor Klatt to approve and adopt Resolution No. 14-74, Setting Time and Place of Public Hearing for Proposed Ordinance to Amend Chapter 8.36 of the Daly City Municipal Code Re: Regulation of Smoking (Hearing Date: May 27, 2014, Time: 7:00 P.M.)

Passed For: Raymond A. Buenaventura, David J Canepa, Michael Guingona, Carol Klatt, Sal Torres; Against: (None); Abstain: (None); Absent: (None)

9. Setting Time and Place of Public Hearing - Urgency Ordinance Regarding Proposed Amendment to a Development Agreement for 2665 Geneva Avenue

It was moved by Councilmember Torres, seconded by Vice Mayor Klatt to approve and adopt Resolution No 14-75, Setting Time and Place of Public Hearing for Proposed Urgency to Approve a Proposed First Amendment to the Development Agreement Between the City of Daly City and Al Baldini and Ottorino Pasian (Hearing Date: May 27, 2014, Time: 7:00 P.M.)

Passed For: Raymond A. Buenaventura, David J Canepa, Michael Guingona, Carol Klatt, Sal Torres; Against: (None); Abstain: (None); Absent: (None)

10. Providing Local Support for Combatting Human Trafficking

It was moved by Councilmember Torres, seconded by Vice Mayor Klatt to approve and adopt Resolution No. 14-76, In Support of Combatting Human Trafficking, Staff Training,

Passed For: Raymond A. Buenaventura, David J Canepa, Michael Guingona, Carol Klatt, Sal Torres; Against: (None); Abstain: (None); Absent: (None)

END OF CONSENT AGENDA

PUBLIC HEARINGS:

11. Public Hearing - National Pollutant Discharge Elimination System Local Stormwater Program Regulatory Fee

Staff:

Sweetland

Recommended Action:

Open/Close Hearing

Adopt Resolution

Roll Call

Minutes:

Director of Water and Wastewater Resources Patrick Sweetland requested that the Council adopt a resolution maintaining the National Pollutant Discharge Elimination System regulatory fees necessary to fund Daly City's local specific program required under the municipal regional stormwater permit.

As part of the budget presentation, presented by the Department of Public Works, the issues set forth for the stormwater management mostly deals with the salaries and benefits associated with the trash collection as well as material and supplies in the annual work done to maintain the stormwater regulatory requirements.

7:10 PM

It was moved by Councilmember Torres, seconded by Councilmember Buenaventura to open the public hearing.

Passed For: Raymond A. Buenaventura, David J Canepa, Michael Guingona, Carol Klatt, Sal Torres; Against: (None); Abstain: (None); Absent: (None)

It was moved by Councilmember Buenaventura, seconded by Councilmember Torres to close the public hearing.

Passed For: Raymond A. Buenaventura, David J Canepa, Michael Guingona, Carol Klatt, Sal Torres; Against: (None); Abstain: (None); Absent: (None)

It was moved by Councilmember Buenaventura, seconded by Councilmember Guingona

to adopt Resolution No. 14-77, Maintaining Regulatory Fees Necessary to Fund the City's Local Specific Stormwater Management Plan Program Activities as to the National Pollutant Discharge Elimination System (NPDES) and Authorizing their Collection on the Property Tax Roll

Passed For: Raymond A. Buenaventura, David J Canepa, Michael Guingona, Carol Klatt, Sal Torres; Against: (None); Abstain: (None); Absent: (None)

12. General Plan Housing Element Implementation (2014), General Plan Amendment GPA 3-14-8719 and Zone Change ZC-3-14-8710

Staff:

Van Lonkhuysen

Recommended Action:

Open/Close Hearing

Adopt Resolution

Roll Call

Motion for City Attorney to Read by Title Only

Councilmember Introduce Ordinance

Minutes:

Interim Planning Manager Michael Van Lonkhuysen gave a PowerPoint presentation on the Housing Element Implementation 2014. He stated the City adopted its general plan and the Housing Element for the 2009-2014 Regional Housing Need Allocation cycle in 2013. A new housing element is required to be adopted by January 2015. The state has made minor modifications on how they will review the new housing element. If the City wants to participate in the State's streamlined review, there are some prerequisites relating to implementing the 2013 Housing Element.

We are required to rezone the parcels identified in the Housing Element to meet the adequate sites inventory for the streamlined review. We need to amend the Sullivan Corridor Specific Plan, to identify the allowed emergency homeless shelters without the requirement of a use permit in the C-R/O zone; add a chapter in the zoning ordinance related to a density bonus to provide procedures that specify density and construction incentives for developments containing housing units low to moderate-income households and senior housing; and add Chapter 17.51 Reasonable Accommodation, providing procedures and permit requirements for administrative relief for people with disabilities to seek relief from the City's zoning regulations.

We are requesting to amend the zoning map as follows: 1) Rezone 1670 and 1698 Bryant Street from Commercial Retail Residential designation to C-R/O and changing some language to allow a certain amount of density at this location; 2) Rezone 169 First Avenue from Interim District to R-3, allowing residential development at this location; 3) Rezone 1050 St. Francis Boulevard from PD 46 to PD 46A, eliminating the 36 dwelling unit maximum; and 4) Rezoning 7367 and 7395 Mission Street, amends the BART Station Area Specific Plan from Neighborhood Commercial Specific Plan to Neighborhood Commercial

Residential Above.

In combination, all these sites must have four qualities: 1) development is by-right; 2) each site must be large enough to accommodate 16 dwelling units; 3) the minimum allowed density for each of these rezoned sites is 20 dwelling units per acre and 4) at least half of them be zoned exclusively for residential development.

Discussion ensued with staff responding to Council's questions regarding mixed use being design review only, changing senior housing to condominium and allowing mixed use in residential areas in the Sullivan Corridor Specific Plan.

7:13 PM

It was moved by Councilmember Torres, seconded by Councilmember Buenaventura to open the public hearing.

Passed For: Raymond A. Buenaventura, David J Canepa, Michael Guingona, Carol Klatt, Sal Torres; Against: (None); Abstain: (None); Absent: (None)

It was moved by Councilmember Buenaventura, seconded by Councilmember Guingona to close the public hearing.

Passed For: Raymond A. Buenaventura, David J Canepa, Michael Guingona, Carol Klatt, Sal Torres; Against: (None); Abstain: (None); Absent: (None)

It was moved by Councilmember Torres, seconded by Councilmember Guingona to affirm the findings of the Planning Commission as contained in their communication on file in the Office of the City Clerk.

Passed For: Raymond A. Buenaventura, David J Canepa, Michael Guingona, Carol Klatt, Sal Torres; Against: (None); Abstain: (None); Absent: (None)

It was moved by Councilmember Torres, seconded by Councilmember Guingona to adopt Resolution No. 14-78, Adopting Findings of Fact Following Planning Commission Recommendations Re: General Plan Amendment GPA 3-14-8719 and Zone Change ZC-3-14-8710, Amending the Daly City Municipal Code – Title 17 (Zoning), the Sullivan Corridor Specific Plan, and the BART Station Area Specific Plan

Passed For: Raymond A. Buenaventura, David J Canepa, Michael Guingona, Carol Klatt, Sal Torres; Against: (None); Abstain: (None); Absent: (None)

It was moved by Councilmember Torres, seconded by Councilmember Klatt that Ordinance No. 1378 be read by title only by the City Attorney.

Councilmember Guingona introduced the following ordinance:

Ordinance No. 1378, Amending Title 17 of the Municipal Code Re: Zoning Ordinance

Passed For: Raymond A. Buenaventura, David J Canepa, Michael Guingona, Carol Klatt, Sal Torres; Against: (None); Abstain: (None); Absent: (None)

13. Planned Development PD 12-13-8312, Major Subdivision SUB-12-13-8315, Use Permit UP 12-14-8694, Design Review DR-12-8319, and Environmental Review CEQA-12-13-8313 — 54-Unit Residential Development at End of Peoria/Lausanne (KB Homes)

- A. EA (Mitigated Negative Declaration)
- B. Findings
- C. PD 12-13-8312, SUB-12-13-8315, DR-12-8319

Staff:

Flint

Recommended Action:

Open/Close Hearing

Motion on A

Adopt Resolutions B & C

Roll Call

Minutes:

City Attorney Rose Zimmerman stated that Councilmember Guingona has recused himself because he lives within 300' of the project area, and he left the chambers at 7:33 p.m.

Contract Senior Planner Steve Flint gave a PowerPoint presentation on the project site and reviewed the applicant's request for approval of a planned development to allow the construction of 54 residential dwelling units at the western end of Peoria Street and Wellington Avenue, the northern end of Lausanne Avenue and the southern end of Chelsea Court.

Due to the Council's concerns in 2013, the applicant has reduced the overall number of dwelling units from 66 to 54, and reduced the number of buildings containing townhouses from eleven to four. He has replaced eight buildings containing townhouses with 31 single family homes. He proposes that the rear elevations of homes situated adjacent to the existing neighborhood to the west be two stories instead of three story townhouses, and increased guest parking from 21 spaces to 23 spaces.

The Planning Commission recommends that the City Council approve the Environmental Review CEQA-12-13-8313, and adopt the Mitigated Negative Declaration, subject to the Findings and Conditions of Approval recommended by staff.

Bill Nack, representing the Building and Construction Trades Council of San Mateo County, was in support of this project. He stated we believe KB Homes has a project that is

appropriately placed and a project size that fits the neighborhood.

Fleur Reynolds, Daly City resident, was concerned about the increase in traffic on Peoria Street. She asked if there are any plans to put a four way arterial stop at Peoria and Crocker and if the 31 single-family homes were condominiums or townhouses.

Ray Panek of KB Homes was present to answer Councilmember Torres' and Vice Mayor Klatt's questions regarding the type and height of trees being planted. Mr. Panek also answered Councilmember Buenaventura's question regarding the project's completion time.

7:33 PM

It was moved by Councilmember Torres, seconded by Councilmember Klatt to open the public hearing.

Passed For: Raymond A. Buenaventura, David J Canepa, Carol Klatt, Sal Torres; Against: (None); Abstain: (None); Absent: Michael Guingona

It was moved by Councilmember Torres, seconded by Councilmember Buenaventura to close the public hearing.

Passed For: Raymond A. Buenaventura, David J Canepa, Carol Klatt, Sal Torres; Against: (None); Abstain: (None); Absent: Michael Guingona

It was moved by Councilmember Torres, seconded by Vice Mayor Klatt that this project will not have a significant effect on the environment and instructed that a Mitigated Negative Declaration be filed.

Passed For: Raymond A. Buenaventura, David J Canepa, Carol Klatt, Sal Torres; Against: (None); Abstain: (None); Absent: Michael Guingona

It was moved by Councilmember Torres, seconded by Vice Mayor Klatt to affirm the findings of the Planning Commission as contained in their communication on file in the Office of the City Clerk.

Passed For: Raymond A. Buenaventura, David J Canepa, Carol Klatt, Sal Torres; Against: (None); Abstain: (None); Absent: Michael Guingona

It was moved by Councilmember Torres, seconded by Vice Mayor Klatt to adopt Resolution No. 14-79, Adopting Mitigated Negative Declaration and Adopting Findings of Fact Following Planning Commission Recommendation Re: for Planned Development PD-12-13-8312, Major Subdivision SUB-12-13-8315, Use Permit UP-12-14-8694, Design Review DR-12-8319 and Environmental Review CEQA-12-13-8313 (End of Peoria/Lausanne - KB Homes)

Passed For: Raymond A. Buenaventura, David J Canepa, Carol Klatt, Sal Torres; Against:

(None); Abstain: (None); Absent: Michael Guingona

Minutes:

Councilmember Guingona returned to the meeting at 7:50 p.m.

7:49 PM

JOINT SESSION WITH HOUSING DEVELOPMENT FINANCE AGENCY

14. PUBLIC HEARING:

- A** Disposition and Development Agreement for 6824-6834 Mission Street and 331-325 Miriam Street, Preliminary Commitment of HOME Funds and CHDO Predevelopment Loan

Staff:

ZoBell

Recommended Action:

Open/Close Hearing

Adopt Resolution

Roll Call

Minutes:

Mayor Canepa called to order the Joint Session of the City Council of the City of Daly City and the Commissioners of the Daly City Housing Development Finance Agency, and upon roll call, Commissioners Buenaventura, Guingona, Klatt, Torres and Canepa were recorded present.

Mayor Canepa opened the joint session. The purpose of this joint session of the City Council and the Housing Development Finance Agency is to consider the proposed Disposition and Development Agreement for 6824-6834 Mission Street and 331-325 Miriam Street with Mid-Peninsula, The Farm, Inc. for the development of a 52 unit affordable housing development on Agency loan property. I, as Mayor, will chair the hearing. We will first hear a presentation by staff and then by individuals wishing to speak on this item.

Housing and Community Development Supervisor Betsy ZoBell stated in 2007 the Daly City Redevelopment Agency acquired a .35 acre site located at 6824 through 6834 Mission Street with the idea of developing the property as affordable housing. In 2012, Mid-Peninsula, The Farm, initiated discussions with the owner of an adjacent parcel located at 6800 Mission Street in order to create a combined site of .77 acres. This size of the site reaches the threshold needed to build a significant number of units with cost effective property management, a wide array of services, and enough units to attract investors.

Before the Council tonight is the Disposition and Development Agreement (DDA) between Mid-Peninsula, The Farm, Inc. and the Daly City Housing Development Finance Agency, which describes the terms and conditions under which the agency would transfer its properties on Mission and Mariam to Mid-Peninsula, The Farm, and assist in funding the project.

With the Agency's formal approval of the DDA, Mid-Peninsula will have met all of the requirements to submit an application to the state for low income housing tax credits, the major source of funding for this project. The developer has closed on the purchase of 6800 Mission Street and successfully secured \$6.8 million in financing from San Mateo County.

On April 28, the City Council approved Mid-Peninsula, The Farm's application for a use permit and design review. In order to insure the project's financial feasibility, the City has conditionally committed a total of almost \$778,000 in HOME funds to the project. In addition to the DDA, staff is recommending that the City approve a preliminary commitment of up to \$380,213 in additional HOME funds. These funds will bring the City's total HOME funds to \$1,157,997 and increase the likelihood of a favorable outcome for the developer in a highly competitive tax allocation process.

The proposed development will provide critically needed housing that is affordable to lower income households. Typical eligible households will have incomes in the range of \$40,000 to \$60,000. The proposed development will replace an underutilized and neglected property at the corner of Mission and Westlake with an attractive development that is consistent with the Grand Boulevard Initiative vision.

Notice of the Joint Agency Board and City Council hearing has been published twice in the examiner and the summary of the proposed DDA and agreement have been available for public inspection. To date, we have not received any requests for the summary of the DDA or for information about the proposed project.

At this time, I will place into the record a summary of the DDA, the agreement and an affidavit of publication of the notice of tonight's hearing.

Mayor Canepa asked if there were any written communications. City Clerk Annette Hipona stated there were none.

Jan Lindenthal, Vice President of Real Estate Development for Mid-Peninsula, The Farm housing, thanked the City for the early financial commitment to this project. The early commitment has helped us leverage about \$4.5 million from the County of San Mateo. With Council approval tonight, we will be in position to submit a competitive tax credit application in the July 1st funding round. If the application is funded, we will start construction as early as March 2015.

Mayor Canepa stated we will now return to the City Council meeting.

It was moved by Vice Mayor Klatt, seconded by Councilmember Torres to close the public hearing.

Passed For: Raymond A. Buenaventura, David J Canepa, Michael Guingona, Carol Klatt, Sal Torres; Against: (None); Abstain: (None); Absent: (None)

It was moved by Councilmember Torres, seconded by Vice Mayor Klatt to adopt Resolution No. 14-80, Approving the Execution of a Disposition and Development Agreement Between the City of Daly City, the Daly City Housing Development Finance Agency and Mid-Peninsula, The Farm, Inc. (6824-6834 Mission Street and 331-325 Miriam Street)

Passed For: Raymond A. Buenaventura, David J Canepa, Michael Guingona, Carol Klatt, Sal Torres; Against: (None); Abstain: (None); Absent: (None)

It was moved by Vice Mayor Klatt, seconded by Councilmember Guingona and carried to adjourn the meeting of the Daly City Housing Development Finance Agency until later this evening.

Passed For: Raymond A. Buenaventura, David J Canepa, Michael Guingona, Carol Klatt, Sal Torres; Against: (None); Abstain: (None); Absent: (None)

Mayor Canepa stated we will now return to the City Council meeting.

END OF JOINT SESSION

Minutes:

City Manager Patricia Martel gave an update to the Council on the parking issue that arose at the meeting of April 28. We have not been able to bring a Council Committee meeting together. However, we have been working very closely with Mid-Peninsula and feel that we have a very good solution to the parking issues.

7:59 PM

AWARD OF BIDS/CONTRACTS:

15. Award of Construction Contract for the Geneva Avenue Utilities Undergrounding District 18 – Phase 1 Street Light Installation Project

Staff:

Chan

Recommended Action:

Roll Call

Adopt Resolution

Minutes:

Traffic Engineer Shirley Chan stated staff is requesting approval of the Geneva Avenue Utilities Undergrounding District 18 – Phase 1 Street Light Installation Project.

The project includes the replacement of the street light system, including new street light poles and light fixtures with light emitting diode lamps, and removing existing street lights mounted on the wooden power poles.

Staff is recommending that the Council accept all bids, and award a construction contract to Mike Brown Electric Co. in the amount of \$87,320 for the subject project Geneva Avenue Utilities Undergrounding District 18 – Phase 1 Street Light Installation Project.

8:01 PM

It was moved by Councilmember Buenaventura, seconded by Councilmember Guingona to adopt Resolution No. 14-81, Authorizing Execution of Contract with Mike Brown Electric Co. (Geneva Avenue Utilities Undergrounding District 18 - Phase 1 Street Light Installation Project)

Passed For: Raymond A. Buenaventura, David J Canepa, Michael Guingona, Carol Klatt, Sal Torres; Against: (None); Abstain: (None); Absent: (None)

PUBLIC APPEARANCES/ORAL COMMUNICATIONS:

NOTE: Speakers are limited to two minutes, unless modified by the Mayor. The Council cannot take action on any matter raised under this item

Minutes:

Tina Acree of AFSCME 829 stated that there were serious concerns about potential layoffs announced a year ago and the current discussion of contracting out of current services that her members provide. Contracting out undermines the principles of government, reduces accountability and transparency to the public, and removes control from the elected officials. It is the responsibility of the Council to direct the City and work in support of the citizens as well as with employees to build stability and provide excellent public service.

Cheryl Brown of AFSCME Council 57 was concerned about contracting out. She stated we would like to work with the city to make sure the best service is being provided. She offered a list of questions designed to facilitate good public policy.

Angela Water stated that the City has invested in Daly City employees by offering the Leadership Academy, Supervisor Academy and the Management Talent Exchange Programs. These programs were offered so that there would be employees trained to take

over future positions with in Daly City. It's disheartening to me to hear that senior services were being considered to be contracted out. I would hope the city consider the relationships that have been built, the creditability of the employees who have been serving for decades, value our services and respect us to not contract out our jobs.

Marian Mann asked why the City would contract out employees' jobs to outside companies.

In response to Ms. Mann's question, City Manager Patricia Martel explained that the City is still suffering from the effects of the recession. Our revenues are not growing as rapidly as our expenditures. We have explored the possibility of contracting out certain services to see if there are any potential savings but no decision has been made. Employees have made a lot of concessions over time and they now want it back. However, we cannot afford it, so in order to provide some light at the end of the tunnel, it may be necessary to lay off employees. If the Council decides to lay off employees, then they have the options of cutting the services completely or contracting out.

Councilmember Guingona stated last month he emailed the entire Council for possible consideration suggested taking a look at a resolution that was passed in the California Assembly, HR 29. He thought it would be good to discuss this prior to making budget decisions. We need to decide where we stand with contracting out. He believes we need to adopt something that is thoughtful, reasonable and takes into account things that were stated today.

After a discussion amongst Councilmember Guingona and Mayor Canepa, the Mayor asked to agendize HR 29 and the Council concurred to agendize HR 29 on the next Council agenda.

8:03 PM

APPOINTMENTS: Board/Commission Membership Committee Appointments

Minutes:

Councilmember Guingona asked about the Arts and Culture Commission and City Manager Patricia Martel stated the City has received four applications for that commission. Vice Mayor Klatt stated we actually received five applications but one is from a Personnel Board member. There were no appointments.

8:24 PM

REPORTS:

16. Council Committee

Minutes:

There were no reports.

8:26 PM

17. City Council

Minutes:

Mayor Canepa reported he joined Vice Mayor Klatt, Councilmember Buenaventura and Councilmember Guingona at the Asian American Cultural Festival.

8:27 PM

18. Staff

Minutes:

There were no reports.

8:27 PM

ADJOURNMENT:

It was moved by Councilmember Torres, seconded by Councilmember Guingona to adjourn the meeting at 8:27 P.M. in memory of Robert Currie, Lady Ysabel Galang Fabian, Dr. Arturo C. Panoringan, Estela Arellano and Holly Rogers.

Passed For: Raymond A. Buenaventura, David J Canepa, Michael Guingona, Carol Klatt, Sal Torres; Against: (None); Abstain: (None); Absent: (None)