

# AGENDA CITY OF WATSONVILLE CITY COUNCIL MEETING

*Motto: "Opportunity Through Diversity; Unity Through Cooperation."*



Mission Statement: "The City of Watsonville is dedicated to improving the economic vitality, safety & living environment for the culturally rich Watsonville community, by providing leadership for the achievement of community goals & high quality, responsive public services."

***Mayor Lowell Hurst, District 3***  
***Mayor Pro Tempore Karina Cervantez, District 2***

***Felipe Hernandez, Council Member, District 1***  
***Eduardo Montesino, Council Member, District 4***  
***Daniel Dodge, Council Member, District 5***  
***Trina Coffman-Gomez, Council Member, District 6***  
***Dr. Nancy A. Bilicich, Council Member, District 7***

***Carlos J. Palacios, City Manager***  
***Alan J. Smith, City Attorney***  
***Beatriz Vázquez Flores, City Clerk***

**CIVIC PLAZA COUNCIL CHAMBERS**  
**275 MAIN STREET, 4<sup>th</sup> FLOOR, 6<sup>th</sup> LEVEL PARKING**  
**WATSONVILLE, CALIFORNIA**

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**INTERPRETATION SERVICES**  
***Spanish language interpretation is available***

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**Americans with Disabilities Act**



**The Council Chambers is an accessible facility. If you wish to attend a meeting and you will require assistance in order to attend and/or participate, please call the City Clerk's Office at least five (5) days in advance of the meeting to make arrangements. The City of Watsonville TDD number is (831) 763-4075.**

**Meetings are televised live on Charter Cable Communications Channel 70 and AT&T Channel 99.**

**For information regarding this agenda or interpretation services, please call the City Clerk's Office at (831) 768-3040.**

**AGENDA  
CITY OF WATSONVILLE  
REGULAR CITY COUNCIL MEETING**

June 11, 2013

City Council Chambers  
275 Main Street, 4th Floor

**5:00 P.M.**

**10.0 CLOSED SESSION**

**(City Council Conference Room, 275 Main Street, 4th Floor)**

- (a) Public Comments regarding the Closed Session agenda will only be accepted by the City Council at this time.
- (b) Closed Session Announcement  
The City Council will now recess to discuss those items listed on the Closed Session Statement attached to the Agenda.

**6:30 P.M.**

**1.0 ROLL CALL**

**2.0 PLEDGE OF ALLEGIANCE**

**3.0 PRESENTATIONS & ORAL COMMUNICATIONS**

**3.1 ORAL COMMUNICATIONS FROM THE PUBLIC & CITY COUNCIL**

(This time is set aside for members of the general public to address the Council on any item not on the Council Agenda, which is within the subject matter jurisdiction of the City Council. No action or discussion shall be taken on any item presented except that any Council Member may respond to statements made or questions asked, or may ask questions for clarification. All matters of an administrative nature will be referred to staff. All matters relating to Council will be noted in the minutes and may be scheduled for discussion at a future meeting or referred to staff for clarification and report. Any Council Member may place matters brought up under Oral Communications on a future agenda. ALL SPEAKERS ARE ASKED TO FILL OUT A BLUE CARD & LEAVE IT AT THE TABLE DESIGNATED NEAR THE PODIUM, GO TO THE PODIUM AND ANNOUNCE THEIR NAME AND ADDRESS IN ORDER TO OBTAIN AN ACCURATE RECORD FOR THE MINUTES OF THE MEETING.)

**3.2 REPORT OUT OF CLOSED SESSION**

**3.3 PRESENTATION OF MAYOR'S PROCLAMATION DECLARING MAY AS CLEAN AIR MONTH TO MONTEREY BAY UNIFIED AIR POLLUTION CONTROL DISTRICT**

**4.0 CONSENT AGENDA**

All items appearing on the Consent Agenda are recommended actions which are considered to be routine and will be acted upon as one consensus motion. Any items removed will be considered immediately after the consensus motion. The Mayor will allow public input prior to the approval of the Consent Agenda.

**Public Input on any Consent Agenda Item**

**4.1 MOTION APPROVING REPORT OF DISBURSEMENTS**

- 4.2 MOTION APPROVING MINUTES OF MAY 28, 2013
- 4.3 RESOLUTION REJECTING CLAIM OF LISA RIVERA ON BEHALF OF ERIN N. MAZZUCA FOR DAMAGES (Date of Occurrence: 5/15/13)
- 4.4 RESOLUTION APPROVING PLANS & SPECIFICATIONS & CALLING FOR BIDS FOR RECONSTRUCTION OF TAXIWAY C & GENERAL AVIATION APRON PHASE 1, PROJECT NO. AP-12-01 (ESTIMATED COST OF \$910,000: 90% (\$819,000) WILL BE PAID FROM FAA FUNDING, 4.75% (\$43,000) FROM STATE TRANSPORTATION FUNDS, & 5.25% (\$48,000) FROM AIRPORT ENTERPRISE FUND) (Recommended by Interim Public Works & Utilities Director Palmisano)
  - Report
  - Resolution
- 4.5 RESOLUTION APPROVING PROPOSED FY 2013-2014 SANTA CRUZ COUNTY FLOOD CONTROL & WATER CONSERVATION DISTRICT ZONE 7 BUDGET AS APPROVED BY THE ZONE 7 BOARD OF DIRECTORS (Recommended by Interim Public Works & Utilities Director Palmisano)
  - Report
  - Resolution

**5.0 ITEMS REMOVED FROM CONSENT AGENDA**

**JOINT CITY COUNCIL, SUCCESSOR AGENCY,  
& SUCCESSOR HOUSING AGENCY  
FOR THE FORMER REDEVELOPMENT AGENCY**

**4.0 CONSENT AGENDA (Continued)**

All items appearing on the Consent Agenda are recommended actions which are considered to be routine and will be acted upon as one consensus motion. Any items removed will be considered immediately after the consensus motion. The Mayor will allow public input prior to the approval of the Consent Agenda.

- 4.6 MOTION APPROVING SUCCESSOR AGENCY MINUTES OF MAY 21 & 28, 2013

**6.0 PUBLIC HEARINGS, ORDINANCES, & APPEALS**

- 6.1 FINAL BUDGET FOR FISCAL YEARS 2013-2015 (Recommended by Administrative Services Director Vega)
  - (a) Staff Report
  - (b) City Council/Agency Questions
  - (c) Public Hearing
  - (d) City Council/Agency Discussion
  - (e) Joint Resolution City Council & City Council in its Capacity as Successor to the Housing Assets & Functions of the City Of Watsonville, & Successor Agency of the Former Redevelopment Agency Adopting Final Budget for Fiscal Year 2013-2014, Accepting Proposed Budget For Fiscal Year 2014-2015, Providing for Certain Transfers of Funds, & Approving Five Year (2013-2018) Capital Improvement Program (CIP)
  - (f) Ordinance Instructing County of Santa Cruz to Levy & Collect Property Tax on Taxable Property in City of Watsonville for Fiscal Year Beginning 7/1/13, Fixing Rate of 0.077% Thereof & Allocating it to Retirement Fund

- (g) Resolution Establishing Total Annual Appropriations Pursuant to California State Constitution Article XIII-B for Fiscal Year 2013-2014 (Proposition 4 Gann Spending Limit)
- (h) Joint Resolution of City Council, of City of Watsonville in its Own Right & in its Capacity as Housing Successor Agency to Former Redevelopment Agency of City of Watsonville, Finding that the Use of Former Agency's Funds & Other Assets Generated from the Watsonville 2000 Redevelopment Project Area for the Purpose of Improving, Increasing, & Preserving the Community's Supply of Low & Moderate Income Housing Outside the Project Area Will Benefit the Project Area
- (i) Resolution of City Council in its Capacity as Successor to the Housing Assets & Functions of Former Redevelopment Agency of City of Watsonville Finding that Use of Funds from Low & Moderate Income Housing Asset Fund for Planning & General Administrative Costs is Necessary for Purpose of Producing, Improving, & Preserving the Community's Supply Of Low & Moderate-Income Housing
- (j) Resolution Approving Award of Community & Social Service Grants in Amount of \$212,516 to Designated Community & Social Service Agencies; & Authorizing & Directing Payment of Same for Fiscal Year 2013-2014
- (k) Resolution Continuing Voluntary Time-Off Program Through 2013-2014

## **8.0 NEW BUSINESS**

### **8.1 EMERGENCY ITEMS ADDED TO AGENDA**

## **10.1 INFORMATION ITEMS—Written Report(s) Only**

## **11.0 ADJOURNMENT**

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*Pursuant to Section 54954.2(a)(1) of the Government Code of the State of California, this agenda was posted at least 72 hours in advance of the scheduled meeting at a public place freely accessible to the public 24 hours a day and on the City of Watsonville website at [www.cityofwatsonville.org](http://www.cityofwatsonville.org).*

*Materials related to an item on this Agenda submitted to the Council after distribution of the agenda packet are available for public inspection in the City Clerk's Office (275 Main Street, 4<sup>th</sup> Floor) during normal business hours. Such documents are also available on the City of Watsonville website at [www.cityofwatsonville.org](http://www.cityofwatsonville.org) subject to staff's ability to post the document before the meeting.*

**CITY COUNCIL  
CITY OF WATSONVILLE  
CLOSED SESSION AGENDA  
AND STATEMENT FOR MAYOR PRIOR TO CLOSED SESSION**  
(Government Code §§ 54954.2 and 54957.7)



5:00 P.M.

City Council Chambers  
275 Main Street, 4<sup>th</sup> Floor

Regular     Adjourned     Special Meeting of June 11, 2013  
[Date]

The City Council of the City of Watsonville will recess to Closed Session to discuss the matters that follow:

**A. CONFERENCE WITH REAL PROPERTY NEGOTIATOR**

(Government Code § 54956.8)

1. Properties:                    190 Main Street (APN: 017-183-04) – City  
   Portion of 215 Main Street (APN: 017-183-21) - City  
   222 Main Street (APN: 017-183-19) - Mito  
   Property Owner: Ronald S. Mito and Millicent K. Mito, individually and  
   as Trustees under Declaration of Trust dated June 22, 1985 and as co-  
   Trustees of the Mito Living Trust dated August 8, 1996 (Mito)  
   Negotiating Parties: Jan Davison and Kurt Overmeyer (City)  
   Elizabeth Brady (Seven Hills Properties and Mito)  
   Patrick Orosco (Orosco Group)

Under Negotiation: Price and terms of payment

**B. CONFERENCE WITH LEGAL COUNSEL—LITIGATION**

(Government Code Section 54956.9)

1. Pending litigation pursuant to subdivision (d)(1):
  - a) Name of case: Watsonville Pilots Association, Friends of Buena Vista  
v. City of Watsonville et al — Santa Cruz County Superior Court  
(Case No. CV176416)
  - b) Name of case: Watsonville Pilots Association, Friends of Buena Vista  
v. City of Watsonville — Santa Cruz County Superior Court  
(Case Nos. CV154571 & CV154572)  
- 6<sup>th</sup> District Court of Appeal (Case Nos. HO33097, HO34164)
  - c) Name of case: City of Watsonville v. County of Santa Cruz et al.  
— Santa Cruz County Superior Court (Case No. CV175869)

**CITY COUNCIL  
CITY OF WATSONVILLE  
CLOSED SESSION AGENDA  
AND STATEMENT FOR MAYOR PRIOR TO CLOSED SESSION**  
(Government Code §§ 54954.2 and 54957.7)



**C. CONFERENCE WITH LABOR NEGOTIATOR**  
(Government Code Section 54957.6)

1. Agency negotiator: Mario Maldonado, Manny Solano and Lowell Hurst, Mayor
- Employee organizations: Clerical Technical, Confidential Unit, Fire, Management Unit  
Mid-Management Unit, Operating Engineers Local Union No. 3  
for employees in the Public Works Unit, Police Officers  
Association, Public Safety Mid-Management Unit
- Unrepresented employee: City Attorney  
Unrepresented employee: City Clerk

Dated: Thursday, June 06, 2013

Prepared by: \_\_\_\_\_  
Alan J. Smith, City Attorney

CITY OF WATSONVILLE  
 FINANCE DEPARTMENT  
 SUMMARY OF DISBURSEMENTS  
 WARRANT REGISTER DATED 6/11/2013

FUND NO.	FUND NAME	AMOUNT
120	TRUST FUND	620.00
130	EMPLOYEE CASH DEDUCTIONS FUND	511,534.25
150	GENERAL FUND	199,884.28
202	REDEVELOPMENT OBLIG RETIREMENT	200.09
210	CAL HOME GRANT FUNDS	425.00
221	INCLUSIONARY HOUSING	41.96
250	LIBRARY FUND	2,668.18
260	SPECIAL GRANTS	38.96
305	GAS TAX	2,205.00
309	PARKING GARAGE FUND	6,673.16
340	CITY-WIDE TRAFFIC IMPACT	6,259.23
344	EAST HIGHWAY 1 AREA	4,086.40
349	PUBLIC FACILITIES IMPACT FEES	3,450.00
353	IMPERVIOUS AREA IMPACT FEE FUND	26,813.32
354	SPECIAL DISTRICT FUNDS	784.36
710	SEWER SERVICE FUND	232,159.20
720	WATER OPERATING FUND	54,545.37
730	AIRPORT ENTERPRISE FUND	31,700.66
740	WASTE DISPOSAL FUND	31,066.63
780	WORKERS COMP/LIABILITY FUND	117,733.14
785	HEALTH INSURANCE FUND	188,721.51
825	NARCOTICS FORFEITURE AWARD	571.56
<b>TOTAL</b>		<b>1,422,182.26</b>

THIS IS TO CERTIFY THAT THE ABOVE CLAIMS  
 ARE BUDGETED AND APPROPRIATED FOR:

APPROVED FOR PAYMENT:

*Ezequiel R. Vega* 06/10/2013  
 EZEQUIEL R. VEGA  
 ADMINISTRATIVE SERVICES DIRECTOR

CARLOS J. PALACIOS  
 CITY MANAGER

TOTAL ACCOUNTS PAYABLE 5/29/2013-6/11/2013	910,648.01
PAYROLL INVOICES	511,534.25
TOTAL OF ALL INVOICES	<b>1,422,182.26</b>

CITY OF WATSONVILLE  
CHECK REGISTER  
DATE RANGE: 05/29/13 - 06/11/13

BANK WO #	CHECK #	CHECK AMT AMOUNT	CHECK DATE G/L ACCT #	VENDOR #	ADDRS #	VENDOR NAME DESCRIPTION	INVOICE #	INV VEND	CHECK STATUS
1	202201	\$119.47 134.71- 153.27 100.91	06/11/13 720-598-7559-00000 720-598-7559-00000 720-598-7559-00000	00304		0 A L LEASE COMPANY, INC CREDIT MEMO STATEMENT 6/1/13 STATEMENT 6/1/13			OUTSTANDING
1	202285	\$110.00 110.00	06/11/13 720-598-7559-00000	50873		0 A TOOL SHED RENTALS, INC. RENTAL			OUTSTANDING
1	202377	\$7891.00 1112.00 1668.00 2162.00 1049.00 1900.00	06/11/13 720-597-7361-00000 150-220-7361-00000 150-220-7361-00000 150-220-7361-00000 710-530-7324-00000	63262		0 ACCO ENGINEERED SYSTEMS EXHAUST FAN AIR COMP PD PUMP REPAIR REPLACE TIME CLOCK HVAC CONTRACT SERV			OUTSTANDING
1	202169	\$4838.69 4838.69	05/31/13 130-000-2050-00000	56602		0 AFLAC H7935 INSURANCE			OUTSTANDING
1	202409	\$81.28 81.28	06/11/13 150-692-7510-00163	65539		0 AMATEUR SOFTBALL ASSOCIATION BAT STICKERS			OUTSTANDING
1	202343	\$722.91 386.61 336.30	06/11/13 150-523-7505-00000 150-523-7505-00000	58325		0 ARATA EQUIPMENT COMPANY GRIPPER PADS BEARINGS			OUTSTANDING
1	202398	\$2610.00 2610.00	06/11/13 710-530-7303-00031	65004		0 ARCINA RISK GROUP INC. HEIM V COW			OUTSTANDING
1	202226	\$1875.00 468.75 468.75 468.75 468.75	06/11/13 150-280-7361-00000 710-530-7361-00000 740-570-7361-00000 720-596-7361-00000	06120		0 ARRIAGA, JOHN FEES FEES FEES FEES			OUTSTANDING
1	202333	\$1975.79 1975.79	06/11/13 720-598-7559-00000	56456		0 ASPHALT ZIPPER INC. HEAVY DUTY BIT W/ WASHER			OUTSTANDING
1	202381	\$360.45 360.45	06/11/13 150-409-7222-00000	63800		0 AT&T CLETS LINE			OUTSTANDING
1	202378	\$3235.95 3235.95	06/11/13 150-250-7222-00000	63649		0 AT&T - at&t CALNET 2 DS3 ACCOUNT			OUTSTANDING
1	202379	\$1725.06 1725.06	06/11/13 150-250-7222-00000	63649		0 AT&T - at&t CALNET 2 PRI ACCOUNT			OUTSTANDING
1	202380	\$5441.41 20.78 239.25 184.77	06/11/13 150-120-7222-00000 150-220-7222-00000 150-221-7222-00000	63649		0 AT&T - at&t CALNET 2 C60 SUMMARY C60 SUMMARY C60 SUMMARY			OUTSTANDING

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BANK WO #	CHECK #	CHECK AMT AMOUNT	CHECK DATE G/L ACCT #	VENDOR #	ADDRS #	VENDOR NAME DESCRIPTION	INVOICE #	INV VEND	CHECK STATUS
		57.77	150-230-7222-00000			C60 SUMMARY			
		578.15	150-250-7222-00000			C60 SUMMARY			
		22.42	150-315-7222-00000			C60 SUMMARY			
		41.96	221-347-7222-00000			C60 SUMMARY			
		2325.64	150-409-7222-00000			C60 SUMMARY			
		44.17	150-417-7222-00000			C60 SUMMARY			
		11.31	150-450-7222-00000			C60 SUMMARY			
		278.79	309-521-7222-00000			C60 SUMMARY			
		279.16	150-523-7222-00000			C60 SUMMARY			
		31.62	710-530-7222-00000			C60 SUMMARY			
		84.72	710-540-7222-00000			C60 SUMMARY			
		223.85	730-560-7222-00000			C60 SUMMARY			
		34.25	730-561-7361-00000			C60 SUMMARY			
		233.94	720-596-7222-00000			C60 SUMMARY			
		46.84	150-622-7222-00000			C60 SUMMARY			
		546.28	150-690-7222-00000			C60 SUMMARY			
		155.74	710-532-7361-00000			C60 SUMMARY			
1	202403	\$12580.00 12580.00	06/11/13 730-560-7307-00000	65324		0 ATGEO SYSTEMS DBA/VOLBRECHT SURVEYS INC. AERIAL MAPPING			OUTSTANDING
1	202202	\$948.25 247.00 701.25	06/11/13 150-523-7505-00000 150-523-7505-00000	01215		0 AUTO CARE TOWING TOW TOW TRUCK TO SAN JOSE			OUTSTANDING
1	202310	\$1445.00 1445.00	06/11/13 150-410-7361-00000	54010		0 BAY CITY TOW TOWING& STG CHARGES			OUTSTANDING
1	202365	\$1025.00 1025.00	06/11/13 710-541-7315-07021	61843		0 BC LABORATORIES, INC. BIO-SOLIDS ANALY			OUTSTANDING
1	202203	\$995.00 845.00 150.00	06/11/13 150-620-7322-00000 150-450-7361-00000	01287		0 BCS CONSTRUCTION, INC. VIDEO CABINET DOOR REPAIR			OUTSTANDING
1	202307	\$155.07 155.07	06/11/13 150-691-7533-00161	53899		0 BIG 5 SPORTING GOODS SUPPLIES			OUTSTANDING
1	202204	\$459.56 232.08 105.58 59.12 62.78	06/11/13 720-598-7559-00000 150-680-7541-00000 710-531-7559-00000 150-680-7533-00000	01450		0 BIG CREEK LUMBER COMPANY LUMBER LUMBER LUMBER LUMBER			OUTSTANDING
1	202328	\$6468.00 6468.00	06/11/13 730-910-7307-85202	56005		0 BRANDLEY, REINARD W. SUPPLEMENTAL SERVICES AGREEMEN			OUTSTANDING
1	202205	\$644.51 313.38 121.42	06/11/13 250-935-7857-12052 250-935-7857-12052	01550		0 BRODART CO. BOOKS BOOKS			OUTSTANDING

CITY OF WATSONVILLE  
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 DATE RANGE: 05/29/13 - 06/11/13

BANK WO #	CHECK #	CHECK AMT AMOUNT	CHECK DATE G/L ACCT #	VENDOR #	ADDRS #	VENDOR NAME DESCRIPTION	INVOICE #	INV VEND	CHECK STATUS
		209.71	250-935-7857-12052			BOOKS			
1	202283	\$1295.30	06/11/13	50708		0 BURTON'S FIRE APPARATUS, INC.			OUTSTANDING
		1200.58	150-523-7505-00000			REPAIRS			
		94.72	150-450-7324-00000			LENS			
1	201542	\$17199.76	05/30/13	62393		0 BUSINESS CARD			OUTSTANDING
		41.83-	150-680-7501-00000			CR RETURNED ITEM PARKS DEPT			
		170.00	150-620-7359-00000			LIBRARY TRAINING			
		132.75	150-110-7501-00000			CERTIFICATE PAPER			
		55.50	730-560-7221-00000			AIRPORT SIGN			
		30.00	150-680-7359-00000			TRAINING PLANT SERVICES			
		15.00	354-959-7359-00000			TRAINING PLANT SERVICES			
		668.00	710-531-7559-00000			PC CARDS			
		25.00	150-120-7361-00000			CITY FACEBOOK			
		650.00	710-530-7232-00000			ENVIROTECH TRAINING			
		108.06	150-120-7559-00000			CLICK RAIL TRACK			
		99.95	150-250-7351-00000			ANNUAL RENEWAL			
		137.75	740-572-7559-00000			PHONE CLIP			
		205.99	150-110-7232-00000			LODGING FOR TRAINING			
		205.99	150-120-7232-00000			LODGING FOR TRAINING			
		35.88	740-572-7559-00000			PHONE CHARGER			
		606.85	730-560-7501-00000			BLACK TONER			
		36.32	720-596-7361-00000			TAP WATER CAMPAIGN FACEBOOK			
		78.11	150-230-7559-00000			CRUCIAL HARD DRIVE STORE			
		650.00	720-598-7359-00000			TRAINING NCCO SALT LAKE			
		52.27	250-935-7857-12051			LIBRARY VIDEO			
		51.45	250-935-7857-12051			LIBRARY BOOKS			
		451.10	720-598-7359-00000			SOUTHWEST - CARILLO			
		299.59	150-620-7559-00000			RAFFLE PRIZES LIBRARY PROGRAM			
		56.19	150-620-7559-00000			RAFFLE PRIZES LIBRARY PROGRAM			
		130.99	150-450-7542-00000			CODE BOOK FOR FIRE			
		40.00	740-572-7361-00000			TAP WATER CAMPAIGN FACEBOOK			
		108.64	250-935-7857-12051			LIBRARY BOOKS			
		114.50	150-230-7559-00000			NOVELTY			
		173.00	150-230-7559-00000			RESIDENCE INN LODGING			
		46.67	250-935-7857-12052			LIBRAY BOOKS			
		227.43	150-620-7559-00000			LIBRARY BOOKS			
		192.74	150-691-7501-00159			DIGITAL CAMERA			
		79.91	730-560-7221-00000			AIRPORT SIGN			
		30.00	150-120-7501-00000			HEROES BREAKFAST			
		468.76	710-531-7559-00000			AIR PUMPS			
		103.00	150-620-7501-00000			BOOK MARKS			
		35.00	150-230-7559-00000			CSU SACRAMENTO			
		130.00	730-560-7562-00000			BOE TAX AIRPORT			
		2.90	720-596-7361-00000			TAP WATER CAMPAIGN			
		2996.61	730-560-7221-00000			BALSA WOOD AIRCRAFT REPLACE			
		40.99	710-530-7361-00000			DIRECT TV MONTHLY FEE			
		496.66	730-560-7559-00000			HOSE REEL			
		66.20	710-530-7222-00000			PAGER SERVICE			

CITY OF WATSONVILLE  
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		69.96	150-250-7361-00000			GODADDY COW WEBSITE FEE			
		2143.00	150-417-7533-00000			PAL PROGRAM			
		95.00	710-530-7359-00000			GET GRANTS TRAINING ONLINE			
		29.55	150-230-7559-00000			MAYO CLINIC HEALTH			
		107.35	740-570-7222-00000			PHONE CLIP			
		41.99	150-110-7232-00102			NEXT EVENT GOOGLE			
		100.00	150-110-7232-00107			DEW LUNCHEON			
		176.49	150-620-7501-00000			LIBRARY BOOKS			
		698.00	309-525-7361-00000			MONEY MACHINE			
		475.00	710-540-7359-00000			CONFERENCE GFOA			
		446.50	720-596-7232-00000			HYATT HOTEL TRAINING			
		1672.80	740-570-7324-00000			REPAIR SWEEPER TRUCK			
		41.22	710-530-7559-00000			COMPUTER MEMORY UPGRADE			
		40.75	150-417-7533-00000			PAL PIZZ MY HEART			
		252.39	150-417-7533-00000			PAL ACTIVITY PETROGLYTH			
		179.15	150-230-7232-00000			HILTON HOTEL SF			
		299.00	740-570-7559-00000			SUBS SAFETY COMPLIANCE			
		64.70	150-230-7559-00000			WHOLESALES SUPPLIES			
		2.99	730-560-7562-00000			SALES TAX OPC TAX			
1	202290	\$1530.46	06/11/13	51791		0 C & N TRACTOR			OUTSTANDING
		46.67	730-560-7323-00000			PARTS AND REPAIRS			
		336.67	150-523-7505-00000			PARTS AND REPAIRS			
		939.04	720-598-7559-00000			PARTS AND REPAIRS			
		85.95	150-510-7324-00000			PARTS AND REPAIRS			
		108.25	740-575-7559-00000			PARTS AND REPAIRS			
		13.88	150-680-7533-00000			PARTS AND REPAIRS			
1	202411	\$78.97	06/11/13	65763		0 C&K ENTERPRISE			OUTSTANDING
		78.97	150-523-7505-00000			ELEC CONNECTORS			
1	11112285	\$1533.42	05/31/13	62407		0 CA STATE DISBURSEMENT UNIT			OUTSTANDING
		1533.42	130-000-2050-00000			PAYROLL FOR - 053113			
1	202312	\$100.00	06/11/13	54323		0 CABALLERO, ELMA			OUTSTANDING
		100.00	720-596-7772-00000			REISSUE CK 196985 LOST			
1	202349	\$175.00	06/11/13	59751		0 CAL-WEST LIGHTING & SIGNAL MAINTENANCE INC.			OUTSTANDING
		175.00	150-691-7361-00159			CAMP WOW BANNER			
1	202206	\$8340.25	06/11/13	01935		0 CALCON SYSTEMS, INC			OUTSTANDING
		3562.20	710-530-7324-00000			WATER PUMP CONTROLS			
		2374.80	710-532-7324-00000			WATER PUMP CONTROLS			
		2403.25	720-596-7361-00000			SERVICE CALLS			
1	202341	\$177.98	06/11/13	58112		0 CALTRONICS BUSINESS SYSTEMS			OUTSTANDING
		88.99	150-691-7361-00158			COPIER CHARGES			
		88.99	150-692-7510-00163			COPIER CHARGES			
1	202207	\$421.12	06/11/13	02260		0 CARMEL MARINA CORP.			OUTSTANDING

CITY OF WATSONVILLE  
 CHECK REGISTER  
 DATE RANGE: 05/29/13 - 06/11/13

BANK WO #	CHECK #	CHECK AMT AMOUNT	CHECK DATE G/L ACCT #	VENDOR #	ADDRS #	VENDOR NAME DESCRIPTION	INVOICE #	CHECK STATUS INV VEND
		215.05	730-560-7361-00000			TOILET RENTAL		
		206.07	730-561-7361-00000			TOILET RENTAL		
1	202394	\$5000.00 5000.00	06/11/13	64892		0 CARMEN GROUP, INC. CONSULTANT SERVICES		OUTSTANDING
1	202282	\$312.09 91.95 83.48 99.71 36.95	06/11/13	50641		0 CASSIDY'S PIZZA PAL ROLLER SKATING TRIP PAL BASKETBALL PROGRAM LUNCH STAFF TRAINING PAL ART PROGRAM		OUTSTANDING
1	202325	\$1028.17 200.22 352.63 370.35 104.97	06/11/13	55520		0 CDW GOVERNMENT, INC BATTERY FAX MACHINE&HARD DRIVES FAX MACHINE&HARD DRIVES WIRELESS MOUSE		OUTSTANDING
1	202344	\$41.94 41.94	06/11/13	58367		0 CENTER POINT LARGE PRINT BOOKS		OUTSTANDING
1	202399	\$156.51 156.51	06/11/13	65102		0 CHIEF LAW ENFORCEMENT SUPPLY SANITIZER		OUTSTANDING
1	202404	\$282.33 51.31 147.61 27.80 27.81 27.80	06/11/13	65372		0 CINTAS DOCUMENT MANAGEMENT MONTHLY SERVICE MONTHLY SERVICE MONTHLY SERVICE MONTHLY SERVICE MONTHLY SERVICE		OUTSTANDING
1	202408	\$539.72 539.72	06/11/13	65533		0 CIT COPIER LEASE		OUTSTANDING
1	202294	\$45.00 25.00 20.00	06/11/13	52769		0 CITY OF MOUNTAIN VIEW MEMBERSHIP MEMBERSHIP		OUTSTANDING
1	201540	\$84600.04 61944.15 22655.89	05/29/13	02650		0 CITY OF WATSONVILLE HEALTH CLAIMS DEPOSIT HEALTH CLAIMS DEPOSIT		OUTSTANDING
1	202174	\$32595.52 30921.53 1673.99	06/04/13	02650		0 CITY OF WATSONVILLE HEALTH DEPOSIT HEALTH DEPOSIT		OUTSTANDING
1	202176	\$883.13 36.00 3.00 122.44	06/05/13	02610		0 CITY OF WATSONVILLE-CASH REPLENISH PETTY CASH REPLENISH PETTY CASH REPLENISH PETTY CASH		OUTSTANDING

CITY OF WATSONVILLE  
 CHECK REGISTER  
 DATE RANGE: 05/29/13 - 06/11/13

BANK WO #	CHECK #	CHECK AMT AMOUNT	CHECK DATE G/L ACCT #	VENDOR #	ADDRS #	VENDOR NAME DESCRIPTION	INVOICE #	INV VEND	CHECK STATUS
		15.00	250-935-7857-12051			REPLENISH PETTY CASH			
		25.00	250-935-7857-12052			REPLENISH PETTY CASH			
		20.00	710-530-7359-00000			REPLENISH PETTY CASH			
		37.38	710-531-7559-00000			REPLENISH PETTY CASH			
		35.00	710-540-7232-00000			REPLENISH PETTY CASH			
		11.91	710-540-7559-00000			REPLENISH PETTY CASH			
		23.87	710-540-7559-00420			REPLENISH PETTY CASH			
		55.50	710-540-7559-00000			REPLENISH PETTY CASH			
		21.69	710-540-7559-00420			REPLENISH PETTY CASH			
		20.00	710-541-7359-00000			REPLENISH PETTY CASH			
		99.75	720-596-7232-00000			REPLENISH PETTY CASH			
		84.44	740-570-7232-00000			REPLENISH PETTY CASH			
		36.00	150-160-7359-00000			REPLENISH PETTY CASH			
		29.65	150-160-7212-00000			REPLENISH PETTY CASH			
		101.08	150-162-7232-00000			REPLENISH PETTY CASH			
		32.85	150-409-7212-00000			REPLENISH PETTY CASH			
		50.00	150-410-7559-00000			REPLENISH PETTY CASH			
		22.57	150-410-7212-00000			REPLENISH PETTY CASH			
1	202402	\$10426.00	06/11/13	65258		0 CLEAN BUILDING MAINTENANCE COMPANY			OUTSTANDING
		1570.00	720-597-7361-00000			JANITORIAL SERVICE			
		1671.00	309-521-7361-00000			JANITORIAL SERVICE			
		115.00	720-913-7855-27287			JANITORIAL SERVICE			
		110.00	720-594-7559-41202			JANITORIAL SERVICE			
		220.00	740-575-7361-00000			JANITORIAL SERVICE			
		251.00	150-450-7361-00000			JANITORIAL SERVICE			
		375.00	740-572-7361-00000			JANITORIAL SERVICE			
		6114.00	150-690-7361-00000			JANITORIAL SERVICES			
1	202374	\$372.42	06/11/13	62949		0 CLEARBLU ENVIRONMENTAL			OUTSTANDING
		372.42	740-570-7324-00000			SERVICE			
1	202158	\$405.55	05/31/13	02861		0 COLONIAL LIFE & ACCIDENT INS			OUTSTANDING
		405.55	130-000-2050-00000			PAYROLL FOR - 053113			
1	202159	\$1365.89	05/31/13	03017		0 COUNTY OF SANTA CRUZ			OUTSTANDING
		989.91	130-000-2050-00000			R.CASTEEL			
		375.98	130-000-2050-00000			O.LOPEZ			
1	202208	\$21110.80	06/11/13	03020		0 COUNTY OF SANTA CRUZ			OUTSTANDING
		5616.00	150-410-7765-00402			PARKING TICKET SURCHARGE			
		861.90	150-410-7765-00402			PARKING TICKET SURCHARGE			
		6156.50	150-410-7765-00402			PARKING TICKET SURCHARGE JAN13			
		580.10	150-410-7765-00402			PARKING TICKET SURCHARGE JAN13			
		7275.50	150-410-7765-00402			PARKING TICKET SURCHARGE			
		620.80	150-410-7765-00402			PARKING TICKET SURCHARGE			
1	202383	\$806.80	06/11/13	63913		0 CROP PRODUCTION SERVICES, INC.			OUTSTANDING
		806.80	150-680-7541-00000			SUPPLIES			

CITY OF WATSONVILLE  
 CHECK REGISTER  
 DATE RANGE: 05/29/13 - 06/11/13

BANK WO #	CHECK #	CHECK AMT AMOUNT	CHECK DATE G/L ACCT #	VENDOR #	ADDRS #	VENDOR NAME DESCRIPTION	INVOICE #	CHECK STATUS INV VEND
1	202396	\$734.00 734.00	06/11/13	64974		0 CUZICK, MATT MOTORCYCLE REPAIR		OUTSTANDING
1	202354	\$217.00 217.00	06/11/13	60155		0 CWEA-TCP MEMBERSHIP-MCGRATH		OUTSTANDING
1	202355	\$82.00 82.00	06/11/13	60155		0 CWEA-TCP MEMBERSHIP RENEWAL		OUTSTANDING
1	202356	\$82.00 82.00	06/11/13	60155		0 CWEA-TCP RENEWAL		OUTSTANDING
1	202389	\$4117.70 4117.70	06/11/13	64433		0 D & M TRAFFIC SERVICES, INC. TRAFFIC SAFETY SUPPLIES		OUTSTANDING
1	202209	\$274.55 86.80 187.75	06/11/13	03118		0 D&G SANITATION PORT TOILET TOILET RENTAL		OUTSTANDING
1	202317	\$77.40 77.40	06/11/13	54824		0 D' LA COLMENA STORY WORKSHOP		OUTSTANDING
1	202293	\$328.94 328.94	06/11/13	52442		0 DATA SUPPORT CO. INC. FIBER FILTERS		OUTSTANDING
1	202210	\$2955.54 56.38 36.40 2707.08 141.30 14.38	06/11/13	03220		0 DAVIS AUTO PARTS STATEMENT 5/25/13 STATEMENT 5/25/13 STATEMENT 5/25/13 STATEMENT 5/25/13 STATEMENT 5/25/13		OUTSTANDING
1	202334	\$2538.01 2538.01	06/11/13	56864		0 DC FROST ASSOCIATES INC UV SYSTEM PARTS		OUTSTANDING
1	202211	\$70.75 70.75	06/11/13	03355		0 DEMCO INC PROCESSING SUPPLIES		OUTSTANDING
1	202392	\$957.73 957.73	06/11/13	64625		0 DEPARTMENT OF RESOURCES RECYCLING & RECOVERY 3RD QTR SERVICE		OUTSTANDING
1	202376	\$23553.18 23553.18	06/11/13	63057		0 DEVCON CONSTRUCTION, INC RESOLUTION NO. 18-12 (CM)		OUTSTANDING
1	202160	\$286.15 286.15	05/31/13	03017	55719	DEVIN DERHAM-BURK E.SANTANA		OUTSTANDING
1	202345	\$115.60 115.60	06/11/13	58592		0 DIONEX CORPORATION FILTER CAPS		OUTSTANDING

CITY OF WATSONVILLE  
CHECK REGISTER  
DATE RANGE: 05/29/13 - 06/11/13

BANK WO #	CHECK #	CHECK AMT AMOUNT	CHECK DATE G/L ACCT #	VENDOR #	ADDRS #	VENDOR NAME DESCRIPTION	INVOICE #	CHECK STATUS INV VEND
1	202291	\$6547.11 6547.11	06/11/13 150-523-7505-00000	52046		0 DIXON & SONS TIRES INC. TIRES AND REPAIRS		OUTSTANDING
1	202304	\$108.45 108.45	06/11/13 150-510-7091-00000	53344		0 DOW, ROSEMARIE SAFETY BOOTS		OUTSTANDING
1	201541	\$4728.31 4728.31	05/29/13 340-940-7837-82216	65053		0 ECONOLITE TRAFFIC ENGINEERING AND MAINT. REISSUE CK201878		OUTSTANDING
1	202212	\$2090.00 140.00 390.00 700.00 125.00 190.00 350.00 195.00	06/11/13 150-220-7361-00000 309-521-7361-00000 309-525-7361-00000 150-220-7361-00000 150-620-7361-00000 150-220-7361-00000 730-560-7361-00000	03958		0 ELEVATOR SERVICE COMPANY, INC. SERVICE SERVICE SERVICE SERVICE SERVICE SERVICE SERVICE		OUTSTANDING
1	202305	\$571.56 571.56	06/11/13 825-426-7361-00000	53739		0 EMERGENCY MEDICAL PRODUCTS INC. GLOVES		OUTSTANDING
1	202213	\$145.51 145.51	06/11/13 710-541-7506-00000	04020		0 ENVIRONMENTAL RESOURCE ASSOCIATES HARDNESS STANDARD		OUTSTANDING
1	202407	\$1650.00 450.00 1200.00	06/11/13 710-541-7315-07024 710-541-7315-07024	65447		0 EUROFINS EATON ANALYTICAL, INC. TESTING TESTING		OUTSTANDING
1	202214	\$10753.00 10753.00	06/11/13 740-572-7361-00023	04064		0 EVERGREEN OIL INC LABPACK		OUTSTANDING
1	202215	\$312.22 312.22	06/11/13 150-680-7533-00000	04081		0 EWING IRRIGATION PRODUCTS, INC. IRRIGATION SUPPLIES		OUTSTANDING
1	202295	\$1269.44 76.69 145.70 26.90 5.87 5.51 187.38 47.76 241.01 76.54 5.20 101.27 37.44 154.08 6.76 100.50	06/11/13 150-680-7504-00000 150-680-7533-00000 150-523-7505-00000 720-598-7557-00000 150-523-7505-00000 150-523-7505-00000 150-523-7505-00000 150-680-7504-00000 150-680-7533-00000 150-680-7533-00000 150-680-7504-00000 150-523-7505-00000 150-523-7505-00000 150-523-7505-00000 150-523-7505-00000 150-523-7505-00000	52833		0 FASTENAL COMPANY SUPPLIES SUPPLIES SUPPLIES PARTS SUPPLIES SUPPLIES SUPPLIES SUPPLIES SUPPLIES PART SUPPLIES SUPPLIES PARTS LOOP CLAMPS CABLE TIES		OUTSTANDING

CITY OF WATSONVILLE  
 CHECK REGISTER  
 DATE RANGE: 05/29/13 - 06/11/13

BANK WO #	CHECK #	CHECK AMT AMOUNT	CHECK DATE G/L ACCT #	VENDOR #	ADDRS #	VENDOR NAME DESCRIPTION	INVOICE #	CHECK STATUS INV VEND
		50.83	150-523-7505-00000			PARTS		
1	202296		06/11/13	52833		0 UNISSUED		UNISSUED
1	202216	\$309.46 50.59 219.86 39.01	06/11/13	04170		0 FEDEX FRT SHIPPING FRT		OUTSTANDING
1	202217	\$347.94 146.73 201.21	06/11/13	04186		0 FERGUSON ENTERPRISES, INC. STATEMENT 6/1/13 STATEMENT 6/1/13		OUTSTANDING
1	202384	\$1540.64 1340.64 200.00	06/11/13	63960		0 FIRST ALARM SECURITY & PATROL, INC. JUNE PATROL SERVICES PATROL DRIV RANGE		OUTSTANDING
1	202218	\$167.82 167.82	06/11/13	04282		0 FIRST ALARM, INC. 320 HARVEST DRIVE		OUTSTANDING
1	202219	\$205.71 92.87 112.84	06/11/13	04302		0 FISHER SCIENTIFIC AMMONIA-LAB ALUM PAN		OUTSTANDING
1	202359	\$100.00 100.00	06/11/13	60406		0 FLORES, SILVIA WASHER REBATE		OUTSTANDING
1	202414	\$219.70 219.70	06/11/13	65772		0 FRANCA, CLAUDIO INSTRUCTOR PAYMENT		OUTSTANDING
1	201543	\$3307.72 3307.72	05/30/13	50548		0 FRANCHISE TAX BOARD FTB TAXES FOR CIVIC		OUTSTANDING
1	202173	\$595.37 595.37	06/04/13	50548		0 FRANCHISE TAX BOARD ROBINSON		OUTSTANDING
1	202297	\$82.00 41.00 41.00	06/11/13	52852		0 FREEDOM TUNE-UP SMOG INSPECTION SMOG CHECK		OUTSTANDING
1	202329	\$256.00 256.00	06/11/13	56117		0 FREON FREE APPLIA RECYCL		OUTSTANDING
1	202220	\$31.18 31.18	06/11/13	04640		0 FUJITAS GARDEN, INC BLADES		OUTSTANDING
1	202361	\$366.49 366.49	06/11/13	60479		0 G3 GRAPHICS, INC. FLASH KEYTAG		OUTSTANDING
1	202221	\$176.25	06/11/13	04707		0 GALE		OUTSTANDING

CITY OF WATSONVILLE  
 CHECK REGISTER  
 DATE RANGE: 05/29/13 - 06/11/13

BANK WO #	CHECK #	CHECK AMT AMOUNT	CHECK DATE G/L ACCT #	VENDOR #	ADDRS #	VENDOR NAME DESCRIPTION	INVOICE #	CHECK STATUS INV VEND
		176.25	250-935-7857-12052			BOOKS		
1	202308	\$120.00 120.00	06/11/13 720-598-7359-00000	53948		0 GARCIA, JESUS WATER DIST OP GRADE D1		OUTSTANDING
1	202222	\$2055.83 2055.83	06/11/13 150-620-7322-00000	04771		0 GAYLORD BROS INC SUPPLIES		OUTSTANDING
1	202331	\$11204.12 5568.97 5635.15	06/11/13 710-532-7551-00000 710-532-7551-00000	56259		0 GENERAL CHEMICAL PERFORMANCE PRODUCTS, LLC ALUMINUM SULFATE ALUM SULFATE		OUTSTANDING
1	202362	\$3354.18 3354.18	06/11/13 720-913-7813-33189	61030		0 GOLDEN STATE FLOW MEASUREMENT INC. METERS		OUTSTANDING
1	202300	\$385.00 385.00	06/11/13 710-530-7361-00000	53271		0 GREEN TOUCH LANDSCAPE MAINTENANCE		OUTSTANDING
1	202397	\$196.44 1.39 36.31 32.22 126.52	06/11/13 150-691-7533-00166 150-691-7533-00166 710-540-7559-00421 150-691-7533-00166	65001		0 GROCERY OUTLET SUPPLIES SNACKS CONTIGO PROGRAM RESTORATION EVENT AFTER SCHOOL SUPPLIES		OUTSTANDING
1	202223	\$56.35 56.35	06/11/13 710-541-7506-00000	05209		0 HACH COMPANY DIGEST VIAL		OUTSTANDING
1	201546	\$216.00 216.00	05/30/13 150-691-7770-00161	65769		0 HANSEN, DEBORAH REFUND CANCELLED CLASS		OUTSTANDING
1	202393	\$1530.92 1530.92	06/11/13 340-940-7837-82216	64640		0 HATCH MOTT MACDONALD, LLC. SIGNAL TIMING ANALYSIS (FOR TL		OUTSTANDING
1	202327	\$231.25 231.25	06/11/13 150-130-7303-00035	55998		0 HERR, DWIGHT L. COW V VIEIRA		OUTSTANDING
1	202400	\$3450.00 3450.00	06/11/13 349-949-7855-82231	65103		0 HMC ARCHITECTS INC. CONSULTANT SERVICES FOR		OUTSTANDING
1	202175	\$1266.46 1225.30 41.16	06/05/13 720-598-7559-00000 150-450-7325-00000	51675		0 HOME DEPOT CREDIT SERVICES SUPPLIES SUPPLIES		OUTSTANDING
1	202369	\$6151.04 4421.06 1729.98	06/11/13 740-570-7361-00000 740-570-7361-00000	62391		0 HOPE SERVICES INC. RESOLUTION NO. 42-13 (CM) RESOLUTION NO. 42-13 (CM)		OUTSTANDING
1	202412	\$260.00 260.00	06/11/13 120-279-5895-00161	65768		0 HUANTE, NIEVES REFUND DEPOSIT CALLAGHAN PRK		OUTSTANDING

CITY OF WATSONVILLE  
 CHECK REGISTER  
 DATE RANGE: 05/29/13 - 06/11/13

BANK WO #	CHECK #	CHECK AMT AMOUNT	CHECK DATE G/L ACCT #	VENDOR #	ADDRS #	VENDOR NAME DESCRIPTION	INVOICE #	CHECK STATUS INV VEND
1	202162	\$4330.00 4330.00	05/31/13 130-000-2050-00000	05813		0 ICMA RETIREMENT TRUST 457 303800		OUTSTANDING
1	202163	\$3232.33 3232.33	05/31/13 130-000-2050-00000	05813		0 ICMA RETIREMENT TRUST 457 303884 PTS		OUTSTANDING
1	202225	\$1998.56 141.28 1857.28	06/11/13 710-541-7506-00000 710-541-7506-00000	05818		0 IDEXX LABORATORIES INC. SUPPLIES SUPPLIES		OUTSTANDING
1	202315	\$650.00 650.00	06/11/13 150-620-7359-00000	54757		0 INNOVATIVE INTERFACES, INC. CLASS		OUTSTANDING
1	202366	\$110.42 110.42	06/11/13 780-294-7303-00036	61846		0 JARVIS, FAY & DOPORTO, LLP LEGAL SERVICES		OUTSTANDING
1	202227	\$1050.00 650.00 400.00	06/11/13 740-572-7359-00000 740-572-7359-00000	06337		0 K LIFT SERVICE COMPANY, INC FORKLIFT TRAINING CLASS FORKLIFT TRAINING CLASS		OUTSTANDING
1	202228	\$263.05 170.12 41.94 50.99	06/11/13 150-691-7533-00161 150-691-7533-00166 150-691-7533-00161	06355		0 K-MART CORP SUPPLIES SUMMER DROP IN PRGM CLEANING SUPPLIES CONTIGO PRGM OPEN HOUSE SUPPLIES		OUTSTANDING
1	202367	\$100.00 100.00	06/11/13 720-596-7772-00000	61965		0 KARAMBELA, THOMAS WASHER REBATE		OUTSTANDING
1	202288	\$7397.49 7397.49	06/11/13 710-530-7551-00000	51608		0 KEMIRA WATER SOLUTIONS, INC. FERRIC CHLORIDE		OUTSTANDING
1	202284	\$4086.40 4086.40	06/11/13 344-944-7837-92220	50864		0 KIMLEY-HORN AND ASSOCIATES, INC. RESOLUTION NO. 114-12 (CM)		OUTSTANDING
1	202416	\$177.66 177.66	06/11/13 250-935-7857-12052	65775		0 KINO LORBER INC. BOOKS		OUTSTANDING
1	202306	\$150.00 150.00	06/11/13 740-572-7559-07831	53868		0 LA GANGA ESPECIAL USED MOTOR OIL AD		OUTSTANDING
1	202413	\$389.58 389.58	06/11/13 740-575-7324-00000	65771		0 LAMAR BROS. TIRE SERVICE SERVICE LANDFILL		OUTSTANDING
1	202229	\$1410.50 1410.50	06/11/13 710-531-7361-00000	06604		0 LARGE'S METAL FABRICATION, INC CK VALVE BASKETS		OUTSTANDING
1	202230	\$14869.89 705.00 14164.89 3275.00-	06/11/13 150-210-7307-00000 780-294-7303-00038 150-210-7307-00000	06753		0 LIEBERT CASSIDY WHITMORE LEGAL SERVICES LEGAL SERVICES LEGAL SERVICES		OUTSTANDING

CITY OF WATSONVILLE  
 CHECK REGISTER  
 DATE RANGE: 05/29/13 - 06/11/13

BANK WO #	CHECK #	CHECK AMT AMOUNT	CHECK DATE G/L ACCT #	VENDOR #	ADDRS #	VENDOR NAME DESCRIPTION	INVOICE #	CHECK STATUS INV VEND
		3275.00	780-294-7303-00038			LEGAL SERVICES		
1	202360	\$100.00 100.00	06/11/13 720-596-7772-00000	60435		0 LOZOYA, MARIA WASHER REBATE		OUTSTANDING
1	202281	\$85.54 85.54	06/11/13 150-691-7511-00161	50106		0 M & M PARTY RENTALS, INC. PARTY SUPPLIES		OUTSTANDING
1	202353	\$2075.00 2075.00	06/11/13 730-560-7307-00000	60089		0 M3 ENVIRONMENT CONSULTING LLC INSPECT NAT GUARD ARMORY		OUTSTANDING
1	202406	\$607.60 151.90 151.90 151.90 151.90	06/11/13 250-935-7803-01600 710-911-7803-01600 720-913-7803-01600 740-912-7803-01600	65393		0 MAINLINE INFORMATION SYSTEMS INC. HARDWARE HARDWARE HARDWARE HARDWARE		OUTSTANDING
1	202232	\$163.95 163.95	06/11/13 150-523-7505-00000	06975		0 MARTY FRANICH CHRYSLER DODGE JEEP REPAIRS		OUTSTANDING
1	202231	\$437.42 46.95 390.47	06/11/13 150-523-7505-00000 150-523-7505-00000	06970		0 MARTY FRANICH FORD-LINCOLN-MERCURY LABOR PARTS		OUTSTANDING
1	202177	\$60.00 60.00	06/05/13 150-315-7351-00000	65774		0 MBCICC JUNE 7 REG ICC 2013 MGT		OUTSTANDING
1	202340	\$150.00 150.00	06/11/13 710-530-7091-00000	58060		0 MC CLAIN, ERSKINE SAFETY BOOTS		OUTSTANDING
1	202233	\$186.30 186.30	06/11/13 710-530-7324-00000	07063		0 MCMaster CARR PARTS		OUTSTANDING
1	202319	\$400.00 200.00 200.00	06/11/13 150-280-7357-00000 720-596-7357-00000	55184		0 MCQUADE, PATRICIA NEWSLETTER WATER QUALITY REPORT		OUTSTANDING
1	202410	\$750.00 750.00	06/11/13 710-530-7359-00000	65715		0 MELANIE STERN, LCSW STAFF TRAINING		OUTSTANDING
1	202167	\$692.31 692.31	05/31/13 130-000-2050-00000	51096	62103	MICHELLE RYAN FL023939 R.RYAN		OUTSTANDING
1	202316	\$958.00 639.00 194.00 100.00 25.00	06/11/13 710-541-7315-07022 710-532-7315-00000 710-534-7361-00000 710-541-7315-07021	54802		0 MONTEREY BAY ANALYTICAL SERVICES INC. SERVICES SERVICES SERVICES SERVICES		OUTSTANDING
1	202405	\$300.00	06/11/13	65391		0 MOTA, RUTH ANN		OUTSTANDING

CITY OF WATSONVILLE  
 CHECK REGISTER  
 DATE RANGE: 05/29/13 - 06/11/13

BANK WO #	CHECK #	CHECK AMT AMOUNT	CHECK DATE G/L ACCT #	VENDOR #	ADDRS #	VENDOR NAME DESCRIPTION	INVOICE #	CHECK STATUS INV VEND
		300.00	150-626-7307-00000			TUTOR TRAINING		
1	202234	\$2482.94 2203.60 279.34	06/11/13	07620		0 MUNI SERVICES CONTRACT SERVICE CONTRACT SERVICE		OUTSTANDING
1	202287	\$100.00 100.00	06/11/13	51061		0 MYERS, MARIA WASHER REBATE		OUTSTANDING
1	202161	\$20159.19 20159.19	05/31/13	05078		0 NATIONWIDE RETIREMENT SOLUTIONS PAYROLL FOR - 053113		OUTSTANDING
1	202347	\$100.00 100.00	06/11/13	59576		0 NAVARRETE, ARMANDO WASHER REBATE		OUTSTANDING
1	202371	\$243.93 40.66 40.63 40.66 40.66 40.66 40.66	06/11/13	62579		0 NEOPOST, INC. MAIL MACHINE MAINTENANCE MAIL MACHINE MAINTENANCE MAIL MACHINE MAINTENANCE MAIL MACHINE MAINTENANCE MAIL MACHINE MAINTENANCE MAIL MACHINE MAINTENANCE		OUTSTANDING
1	202314	\$2275.45 378.95 382.28 139.90 1279.41 94.91	06/11/13	54553		0 NEXTEL COMMUNICATIONS CELL SERVICE CELL SERVICE CELL SERVICE CELL SERVICE CELL SERVICE		OUTSTANDING
1	202302	\$17045.00 4000.00 4000.00 522.50 3642.50 4880.00	06/11/13	53317		0 NORTHERN DESIGN INC FILTER PLANT CEILING CORRALITOS FILTER PLANT CEILIN CORRALITOS FILTER CIELING CORRALITOS FILTER CIELING CORRALITOS PLANT CEILING		OUTSTANDING
1	202337	\$21813.32 21813.32	06/11/13	57318		0 NORTHWEST HYDRAULIC CONSULTANTS, INC. RESOLUTION NO.40-13(CM)		OUTSTANDING
1	202357	\$2670.55 2590.55 80.00	06/11/13	60342		0 NPM INC. REPAIR PUMP MONTHLY INSPECTION		OUTSTANDING
1	202235	\$809.46 209.24 96.31 18.51 50.91 65.03	06/11/13	08108		0 ORCHARD SUPPLY HARDWARE SUPPLIES SUPPLIES SUPPLIES SUPPLIES SUPPLIES		OUTSTANDING

CITY OF WATSONVILLE  
 CHECK REGISTER  
 DATE RANGE: 05/29/13 - 06/11/13

BANK WO #	CHECK #	CHECK AMT AMOUNT	CHECK DATE G/L ACCT #	VENDOR #	ADDRS #	VENDOR NAME DESCRIPTION	INVOICE #	INV VEND	CHECK STATUS
		73.80	150-692-7510-00162			SUPPLIES			
		295.66	740-570-7324-00000			SUPPLIES			
1	202368	\$502.84	06/11/13	62007		0 OSUNA AUTO ELECTRIC & SMALL ENGINE REPAIR			OUTSTANDING
		70.19	150-523-7559-00000			PARTS			
		12.16	150-523-7505-00000			PARTS			
		53.95	150-523-7505-00000			PARTS			
		250.39	150-523-7505-00000			PARTS			
		8.67	150-523-7505-00000			PARTS			
		107.48	150-523-7505-00000			PARTS			
1	202401	\$425.00	06/11/13	65145		0 PACIFIC APPRAISERS			OUTSTANDING
		425.00	210-610-8414-02041			APPRAISAL			
1	202236	\$97.04	06/11/13	08230		0 PACIFIC GAS & ELECTRIC			OUTSTANDING
		97.04	150-410-7211-00000			1052 E LAKE			
1	202237	\$175.62	06/11/13	08230		0 PACIFIC GAS & ELECTRIC			OUTSTANDING
		175.62	150-450-7211-00000			370 AIRPORT			
1	202238	\$24754.75	06/11/13	08230		0 PACIFIC GAS & ELECTRIC			OUTSTANDING
		24754.75	150-221-7211-00000			275 MAIN ST			
1	202239	\$7.43	06/11/13	08230		0 PACIFIC GAS & ELECTRIC			OUTSTANDING
		7.43	710-531-7211-00000			52 ARISTA LN			
1	202240	\$4.54	06/11/13	08230		0 PACIFIC GAS & ELECTRIC			OUTSTANDING
		4.54	354-959-7211-00000			1500 BRIDGE ST			
1	202241	\$37.32	06/11/13	08230		0 PACIFIC GAS & ELECTRIC			OUTSTANDING
		37.32	150-510-7211-00000			PAJARO LN & GREEN VALLEY RD			
1	202242	\$3150.11	06/11/13	08230		0 PACIFIC GAS & ELECTRIC			OUTSTANDING
		3150.11	150-510-7211-00000			43 COMPTON/LOAN OBF STREET LTS			
1	202243	\$6786.62	06/11/13	08230		0 PACIFIC GAS & ELECTRIC			OUTSTANDING
		6786.62	150-510-7211-00000			43 COMPTON			
1	202244	\$50.38	06/11/13	08230		0 PACIFIC GAS & ELECTRIC			OUTSTANDING
		50.38	710-530-7211-00000			W BEACH & LEE			
1	202245	\$2524.85	06/11/13	08230		0 PACIFIC GAS & ELECTRIC			OUTSTANDING
		2524.85	150-510-7211-00000			LOAN OBF 0909726970-9 5/13			
1	202246	\$116.62	06/11/13	08230		0 PACIFIC GAS & ELECTRIC			OUTSTANDING
		116.62	730-561-7211-00000			HWY 129			
1	202247	\$1490.24	06/11/13	08230		0 PACIFIC GAS & ELECTRIC			OUTSTANDING
		1490.24	740-572-7211-00000			500 2ND ST			

CITY OF WATSONVILLE  
CHECK REGISTER  
DATE RANGE: 05/29/13 - 06/11/13

BANK WO #	CHECK #	CHECK AMT AMOUNT	CHECK DATE G/L ACCT #	VENDOR #	ADDRS #	VENDOR NAME DESCRIPTION	INVOICE #	CHECK STATUS INV VEND
1	202248	\$4.54 4.54	06/11/13	08230		0 PACIFIC GAS & ELECTRIC 1300 BRIDGE		OUTSTANDING
1	202249	\$32861.89 32861.89	06/11/13	08230		0 PACIFIC GAS & ELECTRIC 401 PANABAKER		OUTSTANDING
1	202250	\$2935.37 2935.37	06/11/13	08230		0 PACIFIC GAS & ELECTRIC 260 RODRIGUEZ ST		OUTSTANDING
1	202251	\$19.86 19.86	06/11/13	08230		0 PACIFIC GAS & ELECTRIC 201 PACIFICA		OUTSTANDING
1	202252	\$171.39 171.39	06/11/13	08230		0 PACIFIC GAS & ELECTRIC 26 W FRONT		OUTSTANDING
1	202253	\$10.05 10.05	06/11/13	08230		0 PACIFIC GAS & ELECTRIC 75 HOPE DR		OUTSTANDING
1	202254	\$53.11 53.11	06/11/13	08230		0 PACIFIC GAS & ELECTRIC HARKIN SLOUGH		OUTSTANDING
1	202255	\$382.08 382.08	06/11/13	08230		0 PACIFIC GAS & ELECTRIC W BEACH & MAIN		OUTSTANDING
1	202256	\$4061.89 4061.89	06/11/13	08230		0 PACIFIC GAS & ELECTRIC PUFFIN LN		OUTSTANDING
1	202257	\$230.96 230.96	06/11/13	08230		0 PACIFIC GAS & ELECTRIC CENTRAL AVE		OUTSTANDING
1	202258	\$20494.49 20494.49	06/11/13	08230		0 PACIFIC GAS & ELECTRIC 401 PANABAKER		OUTSTANDING
1	202259	\$144.70 144.70	06/11/13	08230		0 PACIFIC GAS & ELECTRIC W 5TH AND LEE		OUTSTANDING
1	202260	\$93.75 93.75	06/11/13	08230		0 PACIFIC GAS & ELECTRIC 130 RODRIGUEZ		OUTSTANDING
1	202261	\$9.20 9.20	06/11/13	08230		0 PACIFIC GAS & ELECTRIC 127 RIVERSIDE		OUTSTANDING
1	202262	\$252.66 252.66	06/11/13	08230		0 PACIFIC GAS & ELECTRIC 1487 HIGHWAY1		OUTSTANDING
1	202263	\$75.57 75.57	06/11/13	08230		0 PACIFIC GAS & ELECTRIC 37 DAVIS AVE		OUTSTANDING
1	202264	\$2524.85 2524.85	06/11/13	08230		0 PACIFIC GAS & ELECTRIC LOAN OBF REF100109 0909726970		OUTSTANDING

CITY OF WATSONVILLE  
CHECK REGISTER  
DATE RANGE: 05/29/13 - 06/11/13

BANK WO #	CHECK #	CHECK AMT AMOUNT	CHECK DATE G/L ACCT #	VENDOR #	ADDRS #	VENDOR NAME DESCRIPTION	INVOICE #	CHECK STATUS INV VEND
1	202265	\$225.00 225.00	06/11/13 150-690-7221-00000	08322		0 PAJARO VALLEY CHAMBER OF COMMERCE BUS EXPO EXHIBIT		OUTSTANDING
1	202324	\$716.32 160.00 25.63 508.22 22.47	06/11/13 150-692-7510-00210 150-523-7505-00000 740-570-7324-00000 150-523-7505-00000	55375		0 PAJARO VALLEY FABRICATION INC. REPAIRS REPAIRS DUMPSTER REPAIR ROUND SOLID		OUTSTANDING
1	202266	\$1674.72 81.94 1592.78	06/11/13 710-540-7357-00000 150-280-7357-00000	08343		0 PAJARO VALLEY PRINTING PW POSTCARDS OUR TOWN NEWSLETTER		OUTSTANDING
1	202267	\$5608.61 5608.61	06/11/13 710-540-7361-00420	08350		0 PAJARO VALLEY UNIFIED SCHOOL DISTRICT BUS FIELD TRIPS		OUTSTANDING
1	202171	\$54.00 54.00	05/31/13 130-000-2050-00000	59033		0 PAL POLICE ACTIVITIES LEAGUE PAYROLL FOR - 053113		OUTSTANDING
1	202330	\$252.24 252.24	06/11/13 150-523-7505-00000	56193		0 PASO ROBLES TRUCK CENTER TRUCK REPAIRS		OUTSTANDING
1	202298	\$108150.30 108150.30	06/11/13 710-911-7835-93203	53060		0 PAVEX CONSTRUCTION SS-13-01QB 2013 MAIN ST & FREE		OUTSTANDING
1	202309	\$75.00 75.00	06/11/13 150-620-7359-00000	53976		0 PENINSULA LIBRARY SYSTEM ONLINE CLASS		OUTSTANDING
1	202322	\$2934.00 2934.00	06/11/13 710-530-7361-00000	55276		0 PENINSULA PEST MANAGEMENT INC. PEST MANAGEMENT		OUTSTANDING
1	202321	\$71525.95 305.24 71220.71	06/11/13 785-290-7307-00000 785-290-7307-00000	55275		0 PINNACLE CLAIMS MANAGEMENT, INC ADMIN FEES ADMIN FEES		OUTSTANDING
1	202332	\$842.35 842.35	06/11/13 150-251-7322-00000	56371		0 PLOTTER PROS PAPER GIS		OUTSTANDING
1	202320	\$9107.14 2495.50 6611.64	06/11/13 710-532-7551-00000 710-530-7551-00000	55259		0 POLYDYNE, INC CLARIFLOC CLARIFLOC		OUTSTANDING
1	202415	\$950.00 950.00	06/11/13 710-530-7324-00000	65773		0 POWERNET GLOBAL SERVICES, INC. ELEC TESTING		OUTSTANDING
1	202348	\$182.42 28.85 134.58 18.99	06/11/13 710-541-7506-00000 710-530-7324-00000 730-560-7702-00000	59675		0 PRAXAIR DISTRIBUTION, INC SUPPLIES WELDING SUPPLIES SUPPLIES		OUTSTANDING

CITY OF WATSONVILLE  
 CHECK REGISTER  
 DATE RANGE: 05/29/13 - 06/11/13

BANK WO #	CHECK #	CHECK AMT AMOUNT	CHECK DATE G/L ACCT #	VENDOR #	ADDRS #	VENDOR NAME DESCRIPTION	INVOICE #	INV VEND	CHECK STATUS
1	202417	\$150.00 150.00	06/11/13 720-598-7091-00000	65776		0 PRECIADO, JAMIE SAFETY BOOTS			OUTSTANDING
1	202172	\$876.40 876.40	05/31/13 130-000-2050-00000	65110		0 PRUDENTIAL (LTD) PAYROLL FOR - 053113			OUTSTANDING
1	11112282	\$231812.57 231812.57	05/31/13 130-000-2050-00000	08840		0 PUBLIC EMP RETIREMENT SYSTEM PAYROLL FOR - 053113			OUTSTANDING
1	202311	\$126.85 126.85	06/11/13 730-560-7562-00000	54215		0 QT TECHNOLOGIES DUPLICATE CARDS FOR FUEL ISLAN			OUTSTANDING
1	202386	\$260.00 260.00	06/11/13 120-279-5895-00159	64330		0 QUINTERO, ROSIE REFUND DEPOSIT RAMSAY PARK			OUTSTANDING
1	202335	\$150.00 150.00	06/11/13 740-570-7091-00000	56954		0 RACKLEY, REX SAFETY BOOTS			OUTSTANDING
1	202323	\$458.77 238.66 7.95 54.92 10.78 59.66 86.80	06/11/13 250-935-7857-12052 250-935-7857-02152 250-935-7857-02152 250-935-7857-02152 250-935-7857-12052 250-935-7857-12052	55365		0 RECORDED BOOKS, LLC BOOKS BOOKS BOOKS BOOKS BOOKS BOOKS			OUTSTANDING
1	202268	\$19.95 19.95	06/11/13 710-541-7361-06769	09100		0 REDSHIFT INTERNET SERVICES WEB HOST CCLEAN			OUTSTANDING
1	202382	\$12428.34 12428.34	06/11/13 150-210-7307-00000	63855		0 RENNE SLOAN HOLTZMAN SAKAI LLP PROF SERVICES			OUTSTANDING
1	202364	\$4868.75 4868.75	06/11/13 720-596-7361-00000	61665		0 RESOURCE CONSERVATION DISTRICT GRANT ADMINISTRATION			OUTSTANDING
1	202299	\$2157.90 147.22 38.68 87.03 153.06 418.47 48.35 164.45 19.92 142.23 64.76 162.73 79.81 79.81	06/11/13 150-230-7361-00000 150-691-7322-00160 150-691-7357-00161 150-315-7322-00000 710-530-7322-00000 150-688-7361-00000 720-596-7357-00000 150-620-7357-00000 710-540-7361-00000 150-230-7357-00000 202-361-7322-00000 150-120-7322-00000 150-160-7322-00000	53134		0 RICOH USA, INC. MAINTENANCE MONTHLY MAINTENANCE MONTHLY MAINTENANCE			OUTSTANDING

CITY OF WATSONVILLE  
 CHECK REGISTER  
 DATE RANGE: 05/29/13 - 06/11/13

BANK WO #	CHECK #	CHECK AMT AMOUNT	CHECK DATE G/L ACCT #	VENDOR #	ADDRS #	VENDOR NAME DESCRIPTION	INVOICE #	CHECK STATUS INV VEND
		53.21	150-210-7322-00000			MONTHLY MAINTENANCE		
		53.21	150-130-7501-00000			MONTHLY MAINTENANCE		
		288.44	150-690-7322-00000			MONTHLY MAINTENANCE		
		156.52	150-250-7322-00000			MONTHLY MAINTENANCE		
1	202269	\$50.00	06/11/13	09315		0 ROBERT'S FLOOR COVERINGS		OUTSTANDING
		50.00	720-597-7361-00000			REPAIR CARPET		
1	201549	\$1786.13	06/04/13	63073		0 ROBINSON, MITCH DO NOT PAY		OUTSTANDING
		1786.13	730-560-7221-00000			BANNER		
1	202318	\$140.38	06/11/13	54953		0 ROMERO, EDWARD		OUTSTANDING
		140.38	740-570-7091-00000			BOOT REIMBURSEMENT		
1	201548	\$298.46	06/03/13	63029		0 SAFEWAY, INC.		OUTSTANDING
		113.82	150-626-7307-00000			SUPPLIES		
		126.03	150-688-7344-00000			SUPPLIES		
		34.71	710-540-7559-00000			SUPPLIES		
		23.90	710-540-7359-00000			SUPPLIES		
1	202180	\$147.00	06/05/13	59557		0 SALAS, CORESTA		OUTSTANDING
		147.00	150-417-7533-03229			REIMB PAL TRIP ROLLER SKATING		
1	202270	\$170.12	06/11/13	09839		0 SCOTTS VALLEY SPRINKLER & PIPE		OUTSTANDING
		104.49	150-680-7533-00000			SUPPLIES		
		2.35	354-959-7821-00189			SUPPLIES		
		63.28	720-596-7324-00000			SUPPLIES		
1	202336	\$197.00	06/11/13	57216		0 SCP SCIENCE		OUTSTANDING
		197.00	710-541-7506-00000			DIGITUBES		
1	202289	\$97.18	06/11/13	51642		0 SCROGGINS, JACK		OUTSTANDING
		97.18	740-572-7091-00000			SAFETY BOOTS		
1	202271	\$126.94	06/11/13	09873		0 SECOND HARVEST FOOD BANK		OUTSTANDING
		38.96	260-339-7559-04001			FOOD		
		87.98	150-691-7533-00166			SNACKS		
1	201545	\$35.00	05/30/13	51030		0 SECRETARY OF STATE		OUTSTANDING
		35.00	150-221-7369-00000			FILING FEES		
1	202164	\$1226.94	05/31/13	09882		0 SEIU LOCAL 521		OUTSTANDING
		1226.94	130-000-2050-00000			PAYROLL FOR - 053113		
1	202168	\$2.00	05/31/13	55327		0 SEIU LOCAL 521 COPE		OUTSTANDING
		2.00	130-000-2050-00000			PAYROLL FOR - 053113		
1	202338	\$113.83	06/11/13	57344		0 SHOWCASES		OUTSTANDING
		113.83	150-620-7559-00000			VINYL ALBUM		

CITY OF WATSONVILLE  
 CHECK REGISTER  
 DATE RANGE: 05/29/13 - 06/11/13

BANK WO #	CHECK #	CHECK AMT AMOUNT	CHECK DATE G/L ACCT #	VENDOR #	ADDRS #	VENDOR NAME DESCRIPTION	INVOICE #	INV VEND	CHECK STATUS
1	202395	\$2205.00 2205.00	06/11/13 305-923-7333-00000	64964		0 SIEMENS INDUSTRY, INC. MAINTENANCE			OUTSTANDING
1	202292	\$760.60 760.60	06/11/13 720-596-7551-00000	52348		0 SIERRA CHEMICAL CO CHLORINE			OUTSTANDING
1	202346	\$50.00 50.00	06/11/13 150-523-7505-00000	58677		0 SILVA'S MOBILE GLASS WINDSHIELD REPAIR			OUTSTANDING
1	201537	\$750.00 750.00	05/29/13 150-210-7359-00000	65075		0 SMITH, DONNAE DIVERSITY TRAINING 5/23/13			OUTSTANDING
1	202272	\$100.00 100.00	06/11/13 710-541-7315-07022	10120		0 SOIL CONTROL LAB, INC. ORGANIC CARBON TEST			OUTSTANDING
1	202273	\$247.50 247.50	06/11/13 150-523-7505-00000	10175		0 SPEED OF LIGHT TOWING, INC. TRUCK TOW			OUTSTANDING
1	202303	\$349.24 349.24	06/11/13 354-959-7821-00189	53322		0 SPRING VALLEY WHOLESALE NURSERY TREES-VISTA MONTANA			OUTSTANDING
1	202165	\$138.50 138.50	05/31/13 130-000-2050-00000	10338		0 ST OF CA FRANCHISE TAX BOARD C.PLASCENCIA			OUTSTANDING
1	202373	\$4161.50 4161.50	06/11/13 740-572-7361-00023	62855		0 ST VINCENT DE PAUL RECYL SERVICE			OUTSTANDING
1	202358	\$979.85 19.51 82.44 10.30 111.20 101.13 112.72 59.07 289.73 175.31 18.44	06/11/13 150-690-7501-00000 150-622-7501-00000 150-620-7501-00000 150-620-7501-00000 150-620-7501-00000 150-230-7559-00000 150-409-7501-00000 150-620-7501-00000 150-240-7559-00000 150-230-7559-00000	60391		0 STAPLES ADVANTAGE AWARD HOLDER OFFICE SUPPLIES OFFICE SUPPLIES OFFICE SUPPLIES OFFICE SUPPLIES FINANCE OFFICE SUPPLIES POLICE DEPT OFFICE SUPPLIES LIBRARY OFFICE SUPPLIES FINANCE/PURCHASING SUPPLIES FINANCE/PURCHASING SUPPLIES			OUTSTANDING
1	202274	\$703.19 9.75 245.19 28.20 26.43 47.23 44.54 244.37 59.65 12.47 31.45-	06/11/13 740-570-7559-00024 150-692-7510-00210 150-409-7501-00000 150-409-7501-00000 150-692-7510-00162 150-691-7533-00159 150-691-7501-00161 150-409-7501-00000 720-597-7559-00000 150-409-7501-00000	10280		0 STAPLES CREDIT PLAN STATEMENT 5/28/13 STATEMENT 5/28/13 STATEMENT 5/28/13 STATEMENT 5/28/13 STATEMENT 5/28/13 STATEMENT 5/28/13 STATEMENT 5/28/13 STATEMENT 5/28/13 STATEMENT 5/28/13 STATEMENT 5/28/13 CREDIT MEMO			OUTSTANDING

CITY OF WATSONVILLE  
 CHECK REGISTER  
 DATE RANGE: 05/29/13 - 06/11/13

BANK WO #	CHECK #	CHECK AMT AMOUNT	CHECK DATE G/L ACCT #	VENDOR #	ADDRS #	VENDOR NAME DESCRIPTION	INVOICE #	CHECK STATUS INV VEND
		16.81	730-560-7501-00000			STATEMENT 5/28/13		
1	202339	\$129.11 129.11	06/11/13 710-530-7091-00000	58006		0 STOKE, BRAD SAFETY BOOTS		OUTSTANDING
1	201544	\$1359.00 1359.00	05/30/13 720-597-7559-00000	60714		0 SWRCB ANL STORMWATER PERIT FEE		OUTSTANDING
1	202342	\$1697.67 1288.98 408.69	06/11/13 150-510-7533-00000 354-959-7551-00000	58129		0 TARGET SPECIALTY PRODUCTS WEED CONTROL INSECTICIDE		OUTSTANDING
1	202275	\$2360.82 17.34 1744.68 52.95 121.48 21.00 16.48 40.09 107.59 29.98 28.92 180.31	06/11/13 720-596-7559-00000 150-240-7559-00000 710-540-7559-00000 710-530-7324-00000 150-110-7501-00000 720-597-7559-00000 150-690-7501-00000 730-560-7501-00000 150-315-7559-00000 740-572-7559-00000 150-626-7501-00000	10680		0 TAYLOR'S OFFICE CITY OFFICE SUPPLIES OFFICE SUPPLIES		OUTSTANDING
1	202224	\$480.14 480.14	06/11/13 150-523-7505-00000	05675		0 THE HOSE SHOP INC. REPAIR PARTS		OUTSTANDING
1	202276	\$525.53 367.20 158.33	06/11/13 150-690-7361-00000 150-220-7361-00000	10771		0 TINO'S PLUMBING, INC REPAIR TOILET SINK PD		OUTSTANDING
1	202286	\$362.00 362.00	06/11/13 150-620-7351-00000	50909		0 TOUCAN VALLEY PUBLICATIONS, INC. SUBSCRIPTION RENEWAL		OUTSTANDING
1	202277	\$4551.98 23.93 12.31 20.29 218.79 4276.66	06/11/13 150-510-7559-00000 720-598-7559-00000 710-531-7559-00000 720-596-7559-00000 150-523-7505-00000	10840		0 TOWNSEND AUTO PARTS PARTS PARTS PARTS PARTS PARTS		OUTSTANDING
1	202313	\$176.58 176.58	06/11/13 150-620-7501-00000	54433		0 ULINE ENVELOPES		OUTSTANDING
1	202391	\$295.35 295.35	06/11/13 250-935-7857-02152	64529		0 UNIQUE MANAGEMENT SERVICES, INC. PLACEMENTS		OUTSTANDING
1	202352	\$1935.59 1935.59	06/11/13 150-523-7505-00000	60026		0 UNITED ROTARY BRUSH CORPORATION LOT CUTTER BROOMS		OUTSTANDING

CITY OF WATSONVILLE  
CHECK REGISTER  
DATE RANGE: 05/29/13 - 06/11/13

BANK WO #	CHECK #	CHECK AMT AMOUNT	CHECK DATE G/L ACCT #	VENDOR #	ADDRS #	VENDOR NAME DESCRIPTION	INVOICE #	CHECK STATUS INV VEND
1	202166	\$284.00 284.00	05/31/13 130-000-2050-00000	11070		0 UNITED WAY OF SANTA CRUZ CO PAYROLL FOR - 053113		OUTSTANDING
1	202363	\$100.00 100.00	06/11/13 720-596-7772-00000	61256		0 VARGAS, ROBERT WASHER REBATE		OUTSTANDING
1	202350	\$100.00 100.00	06/11/13 720-596-7772-00000	59774		0 VASQUEZ, JORGE WASHER REBATE		OUTSTANDING
1	202301	\$308.00 308.00	06/11/13 150-691-7343-00159	53312		0 VELASQUEZ, NATALIA CORDOBA ZUMBA CLASS		OUTSTANDING
1	202326	\$413.30 40.36 38.01 37.36 297.57	06/11/13 150-315-7222-00000 150-450-7222-00000 202-367-7222-00000 720-596-7222-00000	55799		0 VERIZON WIRELESS CELL CHARGES CELL CHARGES CELL CHARGES CELL CHARGES		OUTSTANDING
1	202390	\$150.00 150.00	06/11/13 720-598-7091-00000	64459		0 VILLEGAS, ANDRES SAFETY BOOTS		OUTSTANDING
1	202178	\$17726.75 17726.75	06/05/13 150-410-7533-03117	65394		0 VISION COMMUNICATIONS CO. MOBILE RADIO EQUIPMENT		OUTSTANDING
1	202278	\$147.89 31.20 116.69	06/11/13 710-541-7506-00000 710-541-7506-00000	11143		0 VWR INTERNATIONAL INC. LAB SUPPLIES SUPPLIES		OUTSTANDING
1	202170	\$3242.53 3242.53	05/31/13 130-000-2050-00000	58532		0 WAGeworks INC AF06989		OUTSTANDING
1	201538	\$20.00 20.00	05/29/13 150-110-7232-00107	58838		0 WATSONVILLE ELKS LODGE #1300 100TH ANNIVERSARY ELKS LODGE		OUTSTANDING
1	202375	\$75.00 75.00	06/11/13 150-690-7351-00000	63024		0 WATSONVILLE LAW CENTER PARKS DEPT		OUTSTANDING
1	202351	\$6697.86 6697.86	06/11/13 720-913-7831-07152	59908		0 WATSONVILLE WETLANDS WATCH AGREEMENT FOR MONITORING, SUPP		OUTSTANDING
1	202388	\$200.00 200.00	06/11/13 720-596-7771-00000	64384		0 WEBBER, KYLE LOW FLOW TOILETS		OUTSTANDING
1	202372	\$1382.14 43.36 422.77 325.21 298.11 16.26	06/11/13 150-901-7803-22301 250-935-7803-22301 710-911-7803-22301 720-913-7803-22301 730-910-7803-22301	62670		0 WEST COAST SECURITY INC. SEC CAMERA LICENSING SEC CAMERA LICENSING SEC CAMERA LICENSING SEC CAMERA LICENSING SEC CAMERA LICENSING		OUTSTANDING

CITY OF WATSONVILLE  
 CHECK REGISTER  
 DATE RANGE: 05/29/13 - 06/11/13

BANK WO #	CHECK #	CHECK AMT AMOUNT	CHECK DATE G/L ACCT #	VENDOR #	ADDRS #	VENDOR NAME DESCRIPTION	INVOICE #	CHECK STATUS INV VEND
		276.43	740-912-7803-22301			SEC CAMERA LICENSING		
1	202279	\$32.12 27.13 4.99	06/11/13	11866		0 WILD ROSE FRAMING AND ART SUPPLY VAC MOUNT POSTER PICTURE WIRE/TAC		OUTSTANDING
1	11112284	\$201131.43 99139.49 72128.50 29863.44	05/31/13	11700		0 WIRE TRANSFER-IRS FEDERAL SOCIAL SECURITY MEDICARE		OUTSTANDING
1	11112283	\$35922.35 1941.58 33980.77	05/31/13	10334		0 WIRE TRANSFER-STATE OF CALIFORNIA SDI 77651115 PIT 80038870		OUTSTANDING
1	202280	\$500.00 500.00	06/11/13	11915		0 WITMER-TYSON IMPORTS, INC K-9 TRAINING		OUTSTANDING
1	201539	\$64625.28 64625.28	05/29/13	64245		0 YORK INSURANCE SERVICES GROUP, INC. TRUST DEPOSIT		OUTSTANDING
1	202385	\$35557.55 35557.55	06/11/13	64245		0 YORK INSURANCE SERVICES GROUP, INC. TRUST DEPOSIT		OUTSTANDING
1	202370	\$100.00 100.00	06/11/13	62449		0 ZAPATA, CAROL REFUND		OUTSTANDING
1	202387	\$535.20 535.20	06/11/13	64379		0 ZOOM IMAGING SOLUTIONS COPIER CHARGES		OUTSTANDING
TOTAL # OF ISSUED CHECKS:			254	TOTAL AMOUNT:		1422182.26		
TOTAL # OF VOIDED/REISSUED CHECKS:			0	TOTAL AMOUNT:		0.00		
TOTAL # OF ACH CHECKS:			0	TOTAL AMOUNT:		0.00		
TOTAL # OF UNISSUED CHECKS:			1					

FUND TOTALS

FUND	FUND NAME	ISSUED TOTAL	VOIDED/REISSUED TOTAL
120	TRUST FUND	620.00	0.00
130	EMPLOYEE CASH DEDUCTIONS FUND	511,534.25	0.00
150	GENERAL FUND	199,884.28	0.00
202	REDEVELOPMENT OBLIG RETIREMENT	200.09	0.00
210	CAL HOME GRANT FUNDS	425.00	0.00
221	INCLUSIONARY HOUSING	41.96	0.00
250	LIBRARY FUND	2,668.18	0.00
260	SPECIAL GRANTS	38.96	0.00
305	GAS TAX	2,205.00	0.00
309	PARKING GARAGE FUND	6,673.16	0.00
340	CITY-WIDE TRAFFIC IMPACT	6,259.23	0.00
344	EAST HIGHWAY 1 AREA	4,086.40	0.00
349	PUBLIC FACILITIES IMPACT FEES	3,450.00	0.00
353	IMPERVIOUS AREA IMPACT FEE FUN	26,813.32	0.00
354	SPECIAL DISTRICT FUNDS	784.36	0.00
710	SEWER SERVICE FUND	232,159.20	0.00
720	WATER OPERATING FUND	54,545.37	0.00
730	AIRPORT ENTERPRISE FUND	31,700.66	0.00
740	WASTE DISPOSAL FUND	31,066.63	0.00
780	WORKERS COMP/LIABILITY FUND	117,733.14	0.00
785	HEALTH INSURANCE FUND	188,721.51	0.00
825	NARCOTICS FORFEITURE AWARD	571.56	0.00
TOTAL -		1,422,182.26	0.00

CITY OF WATSONVILLE  
GL Offsetting Entries  
Expenditure Summary

2759

Account #	Account Name	Amount	Accounting Month	Date
130-000-2050-00000	PAYROLL DEDUCTIONS PAYABLE	\$511,534.25	2013/05	05/31/13

## MINUTES REGULAR CITY COUNCIL MEETING

May 28, 2013

City of Watsonville  
Council Chambers  
275 Main Street, 4<sup>th</sup> Floor

**4:10 P.M.**

### 1.0 ROLL CALL

Mayor Hurst, Mayor Pro Tempore Cervantez, and Council Members Bilicich, Coffman-Gomez, Dodge, Hernandez (arrived at 4:38 pm), and Montesino were present.

Staff members present were City Manager Palacios, City Attorney Smith, City Clerk Vázquez Flores, Assistant City Manager/Community Development Director Tavantzis, Deputy City Manager Maldonado, Interim Public Works & Utilities Director Palmisano, Police Chief Solano, Fire Chief Bisbee, Administrative Services Director Vega, Parks & Community Services Director Espinoza, Library Director Heitzig, Redevelopment & Housing Director Davison, Assistant Public Works & Utilities Director Rodriguez, Human Resources Manager Manning, Assistant Parks & Community Services Director Blachly, Deputy Police Chief Knill, Principal Planner Boyle, Administrative Services Manager Reta, Sr. Administrative Analyst Maldonado, Redevelopment Manager Overmeyer, Administrative Analyst Padilla, Deputy City Clerk Ortiz, and Interpreter Vazquez-Quintero.

### 8.0 NEW BUSINESS

#### 8.1 SOCIAL SERVICE & COMMUNITY SERVICE GRANTS FOR FISCAL YEAR 2013-2014

##### (a) City Council Subcommittee Report

The report was given by Deputy City Manager Maldonado and Administrative Analyst Padilla.

##### (b) Human Care Alliance (HCA) Presentation

Laura Segura, Executive Director for Women's Crisis Support, spoke as a representative of the Human Care Alliance. She urged the Council to prevent additional cuts to social service funding. She spoke about the importance of providing social services and stated it was unfair that Council had to choose between purchasing two police officer vehicles and funding social services. She added that social services prevent crimes from happening and give back to the community.

The following people spoke in support of maintaining or increasing funding for their respective agencies:

Kathleen Johnson, Executive Director for Advocacy Inc.  
Amy Rather, Community Bridges Child Care  
Lisa Berkowitz, Program Director for Community Bridges Meals on Wheels  
Carole Mulford, Santa Cruz County Office of Education

Victoria Pozos Bernal, Food What!?  
Deutron Kebebew, Papás  
Bob Campbell, Foster Grandparent Program Coordinator  
Erin Nelson-Serrano, Community Restoration Project  
Doug Keenan, Human Care Alliance

**(c) Social Services Presentation by Non-HCA Members**

The following people spoke in support of maintaining or increasing funding for their respective agencies:

Jenny Sarmiento, Director for Pájaro Valley Prevention and Student Assistance (PVPSA)  
Silvia Diaz, Pájaro Valley Prevention and Student Assistance (PVPSA)  
Margarita Cortez, Pájaro Valley Loaves and Fishes Director  
Vicky Caballero, Pájaro Valley Loaves and Fishes  
Brooke Johnson, Second Harvest Food Bank Chief Operating Officer  
Lori Butterworth, Youth City Council Founder  
Alvaro Zamora, Youth City Council Mayor  
Kimberly Ferm, Pajaro Valley Shelter Services Executive Director

Leticia Mendoza, YWCA Executive Director, spoke about the impacts of reduced funding from the City. She suggested the City implement several measures to balance the budget.

**(d) Community Services Presentation**

Jim Brown, Cultural Council of Santa Cruz County, thanked Council for its support.

**(e) Public Input**

The following people spoke in support of maintaining or increasing funding for their respective agencies:

Enriqueta Rojas, Watsonville Senior Center  
Jose Elias Marquez, Papás  
Maria Genes, Santa Cruz County Immigration Project  
Eric Evans, Santa Cruz Aids Project  
Sheree Storm, Dientes Development Director

Darrell Johnson, Seniors Council Board Member

Clay Kempf suggested Council reduce rent costs for social service providers in City owned buildings in exchange for less funding.

Danny Chism, Si Se Puede Program  
Armando Diaz, Si Se Puede Program  
Deutron Kebebew, CASA  
Chris Benigni, Big Brothers Big Sisters  
Tim Brattan, Grey Bears Director  
David Fuentes, Brown Bag Program Coordinator for Grey Bears  
Mo Curry & Daniel Calderon-Chavez, Grey bears  
Bob Hurley, Grey Bears Board of Directors  
Rachel Glenn, Watsonville Volunteer Center Transportation Program  
Tiffany Bravo, Women Ventures Project

Female, Community Bridges Childcare Programs  
Rosa, Community Bridges Childcare Programs  
Mary Murillo, Community Bridges  
Xochitl Ibarra, Community Bridges Childcare Programs  
Maria, Community Bridges Childcare Programs  
Elizabeth Vazquez, Senior Network Services  
Antonio Rocha, Senior Network Services  
Iva Sabla Senior Network Service

**(f) City Council Questions & Discussion**

Mayor Pro Tempore Cervantez thanked all service providers for addressing the Council and serving the public. She stated that a limited amount of money needed to be distributed between social service providers and purchasing vehicles for Police. She stated no final action would be taken that night and asked staff to revise budget so that service providers would receive less of a financial impact. She suggested purchasing one car per year.

Member Dodge thanked the public for addressing the Council and explained that the City had a limited budget. He emphasized the need for public safety, tax revenue, and spoke in support of Measure T.

Member Coffman-Gomez stated the City would look for alternatives to better suit the needs of the service providers. She encouraged social service organizations to consider alternative funding.

Mayor Hurst thanked speakers for addressing the Council and stated Council would be reviewing the budget carefully.

*Mayor Hurst recessed to Closed Session at 5:31 PM.*

**5:31 P.M. SESSION**

**A. CONFERENCE WITH LEGAL COUNSEL—LITIGATION**

(Government Code Section 54956.9)

1. Pending litigation pursuant to subdivision (d)(1):
  - a) Name of case: Watsonville Pilots Association, Friends of Buena Vista v. City of Watsonville et al — Santa Cruz County Superior Court (Case No. CV176416)
  - b) Name of case: Watsonville Pilots Association, Friends of Buena Vista v. City of Watsonville — Santa Cruz County Superior Court (Case Nos. CV154571 & CV154572) 6<sup>th</sup> District Court of Appeal (Case Nos. HO33097, HO34164)
  - c) Name of case: Francisco Ibarra v. City of Watsonville et al.— Santa Cruz County Superior Court (Case No. CV173577)
  - d) Name of case: Francisco Ibarra v. City of Watsonville et al. — USDC – Northern District of California (Case No. 5:120-CV 02271-EJD)
  - e) Name of case: Maria Sandoval, Mario Sandoval v. City of Watsonville et al. — USDC – Northern District of California (Case No.: C13-1909-EJD)
  - f) Name of case: City of Watsonville v. County of Santa Cruz et al.— Santa Cruz County Superior Court (Case No. CV175869)—**NOT DISCUSSED**

**B. CONFERENCE WITH LABOR NEGOTIATOR**

(Government Code Section 54957.6)

1. Agency negotiator: Mario Maldonado and Manny Solano

Employee organizations: Clerical Technical, Confidential Unit, Fire, Management Unit, Mid-Management Unit, Operating Engineers Local Union No. 3 for employees in the Public Works Unit, Police Officers Association, Public Safety Mid-Management Unit

**6:36 P.M. SESSION**

**1.0 ROLL CALL**

Mayor Hurst, Mayor Pro Tempore Cervantez, and Council Members Bilicich, Coffman-Gomez, Dodge, Hernandez, and Montesino were present.

**3.1 ORAL COMMUNICATIONS**

Jennifer Laskin, former PVUSD teacher, spoke in favor of Measure T. She stated that if the measure passed it guaranteed that all tax revenue on the annexed property would go to Watsonville whether it was from agriculture or development. She stated that the increase in tax revenue would help the City finance services and staffing.

Cesar Lara, Monterey Bay Central Labor Council, stated that each time SEIU Local 521 made an offer to City negotiators, it was rejected. He said the ratio between managers to staff was too high. He suggested Council become more involved in negotiations and lower managers' perks.

Tomas Alejo thanked Council for supporting the White Hawk Indian Council and spoke about the purpose of the organization.

Juan Calderon, District 5, spoke in favor of Measure T. He stated the annexation would increase tax revenue for the City of Watsonville and help end the budget cuts.

Isaac Rodriguez, Parks & Recreation Commissioner, spoke in support of Measure T. He said Measure T would generate jobs.

Patricio Alejo, White Hawk Member, asked Council for financial support for the White Hawk Indian Council.

Member Bilicich clarified that no decision was made during the afternoon session in regards to funding for Social Service Grants. She spoke about the importance of supporting social services, staff, and balancing the budget.

Mayor Pro Tempore Cervantez congratulated the students who graduated from high schools and would be pursuing higher education.

Member Coffman-Gomez congratulated the high school graduates and grant recipients.

Member Dodge congratulated the CEIBA 8<sup>th</sup> grade graduating class and spoke in favor of Measure T.

Member Bilicich invited the public to the Watsonville Aptos Adult Education Graduation on May 30, 2013.

### 3.2 REPORT OUT OF CLOSED SESSION

City Attorney Smith reported that Council received reports on items 1a through 1e and gave direction on items 1a, 1b, and 1e. He added that Council received a report on item B.1. but took no action. Item 1f was not discussed.

### 4.0 CONSENT AGENDA

Member Coffman-Gomez stated she would like to set a deadline for staff to generate a replacement for the Report of Disbursements. City Manager Palacios stated that Administrative Services Director Vega would present a report to Council in August.

Member Bilicich stated she would vote “no” on Item 4.1.

Member Bilicich congratulated Rhea DeHart and Rogelio Ponce on their appointment as non-voting members to the County of Santa Cruz Flood Control and Water Conservation District, Zone 7, Board of Directors.

#### **Public Input on any Consent Agenda Item** (None)

**MOTION:** It was moved by Member Montesino, seconded by Member Dodge and carried by the following vote that Consent Agenda be approved:

AYES: MEMBERS: Bilicich, Cervantez, Coffman-Gomez, Dodge, Hernandez, Montesino, Hurst  
NOES: MEMBERS: Bilicich (**Item 4.1 Only**)  
ABSENT: MEMBERS: None

### 4.1 MOTION APPROVING REPORT OF DISBURSEMENTS

It was reported that the City Manager had recommended favorably on claims for the warrants for various funds dated May 28, 2013, which were referred to Council as follows:

FUND NAME	AMOUNT
TRUST FUND	\$ 1,986.00
EMPLOYEE CASH DEDUCTIONS FUND	527,111.27
GENERAL FUND	188,341.20
REDEVELOPMENT OBLIG RETIREMENT	163.39
HOUSING FUND	5,212.00
COMMUNITY DEVELOPMENT BLOCK GRANT RELOCATION REVOLVING	62.74

FUND	1,977.76
INCLUSIONARY HOUSING	50.00
LIBRARY FUND	56,648.87
SPECIAL GRANTS	12,765.49
PEG-CABLE TV FUND	494.50
GAS TAX	6,633.15
PARKING GARAGE FUND	13,648.49
SPECIAL DISTRICT FUNDS	23.23
SEWER SERVICE FUND	268,553.14
WATER OPERATING FUND	149,479.09
AIRPORT ENTERPRISE FUND	35,708.99
WASTE DISPOSAL FUND	377,064.14
WORKERS COMP/LIABILITY FUND	11,305.16
HEALTH INSURANCE FUND	117,724.79
<b>TOTAL</b>	<b>\$1,774,953.40</b>

**4.2 MOTION APPROVING MINUTES OF MAY 14 & 21, 2013**

**4.3 RESOLUTION NO. 72-13 (CM):  
RESOLUTION REJECTING CLAIM OF MARIA LILIA NAJAR FOR DAMAGES  
(Date of Occurrence: October 19, 2012)**

**4.4 RESOLUTION NO. 73-13 (CM):  
RESOLUTION APPROVING PLANS & SPECIFICATIONS & CALLING FOR  
BIDS FOR THE WATSONVILLE 2013 ROAD REPAIR PROJECT NO. ST-13-03  
(ESTIMATED COST OF \$1,100,000 WILL BE FUNDED FROM STATE GAS  
TAX REVENUES)**

**4.5 RESOLUTION NO. 74-13 (CM):  
RESOLUTION APPROVING PLANS & SPECIFICATIONS AND CALLING FOR  
BIDS FOR AIRPORT BOULEVARD (BETWEEN RANPORT ROAD & NIELSON  
STREET) RECONSTRUCTION PROJECT, NO. ST-13-04 (ESTIMATED COST  
OF \$700,000 WILL BE FUNDED FROM STATE GAS TAX REVENUES)**

**4.6 RESOLUTION NO. 75-13 (CM):  
RESOLUTION APPROVING AGREEMENT WITH PÁJARO VALLEY UNIFIED  
SCHOOL DISTRICT FOR USE OF THE WATSONVILLE HIGH SCHOOL POOL  
FOR CITY'S 2013 SUMMER AQUATICS PROGRAM**

- 4.7 **RESOLUTION NO. 76-13 (CM):  
RESOLUTION ADOPTING CITY OF WATSONVILLE PUBLIC IMPROVEMENT STANDARDS**
- 4.8 **RESOLUTION NO. 77-13 (CM):  
RESOLUTION ESTABLISHING & AUTHORIZING MAYOR TO APPOINT MEMBERS TO TECHNICAL ADVISORY COMMITTEE (TAC) FOR CLIMATE ACTION PLAN & CARBON OFFSET PROGRAM FOR CITY OF WATSONVILLE**
- 4.9 **RESOLUTION NO. 78-13 (CM):  
RESOLUTION DECLARING ITS SUPPORT OF ASSEMBLY BILL 1080 (ALEJO) ENTITLED *COMMUNITY REVITALIZATION & INVESTMENT AUTHORITIES***
- 4.10 **RESOLUTION NO. 4-13 (SHA):  
RESOLUTION OF THE CITY COUNCIL IN ITS CAPACITY AS THE SUCCESSOR TO THE HOUSING ASSETS & FUNCTIONS OF FORMER REDEVELOPMENT AGENCY OF CITY OF WATSONVILLE APPROVING EXCLUSIVE NEGOTIATING AGREEMENT WITH PÁJARO VALLEY SHELTER SERVICES FOR VACANT RESIDENTIALLY ZONED PROPERTY OWNED BY THE HOUSING SUCCESSOR AGENCY LOCATED AT 36 AIRPORT ROAD (APN: 015-391-20)**
- 4.11 **RESOLUTION NO. 79-13 (CM):  
RESOLUTION APPOINTING RHEA DEHART & ROGELIO PONCE, NON-VOTING MEMBERS, TO THE COUNTY OF SANTA CRUZ FLOOD CONTROL AND WATER CONSERVATION DISTRICT, ZONE 7, BOARD OF DIRECTORS**

**6.0 PUBLIC HEARINGS, ORDINANCES, & APPEALS**

**6.1 CONFIRMING DIAGRAMS & ASSESSMENTS & LEVYING ASSESSMENTS FOR FISCAL YEAR 2013-2014 FOR: GONZALES STREET LANDSCAPING & LIGHTING MAINTENANCE ASSESSMENT DISTRICT NO. PK-94-01; BAY BREEZE SUBDIVISION LANDSCAPING & LIGHTING MAINTENANCE ASSESSMENT DISTRICT NO. PK-03-02; & VISTA MONTAÑA SUBDIVISION LANDSCAPING & LIGHTING MAINTENANCE ASSESSMENT DISTRICT NO. PK-03-03**

**(a) Staff Report**

The report was given by Assistant Parks and Community Services Director Blachly

**(b) City Council Questions**

Assistant Parks and Community Services Director Blachly and Assistant City Manager Tavantzis answered questions from Member Coffman-Gomez regarding the transition from homeowner's associations to LLMADS.

In answering Mayor Hurst, Assistant City Manager Tavantzis said members of homeowner's association could dissolve their association and join an LLMAD if they all agreed.

In answering Mayor Pro Tempore Cervantez, Assistant Parks and Community Services Director Blachly said the rates for the LLMADs would be reviewed and possibly be adjusted the following year.

**(c) Public Hearing**

Mayor Hurst opened the Public Hearing.

Assistant Parks and Community Services Director Blachly answered questions for Yaret Hernandez, District 1, regarding costs of maintenance, reserve funds, and reasoning behind cost increases.

Hearing no further comments, Mayor Hurst closed the public hearing.

**(d) City Council Discussion**

Assistant Parks and Community Services Director Blachly explained for Member Bilicich that the report presented to them was an annual report with no changes.

**(e) RESOLUTION NO. 80-13 (CM):  
RESOLUTION CONFIRMING DIAGRAM & ASSESSMENT & LEVYING  
ASSESSMENT FOR FISCAL YEAR 2013-2014 FOR GONZALES STREET  
ALLEYWAY LANDSCAPING & LIGHTING MAINTENANCE ASSESSMENT  
DISTRICT**

**(f) RESOLUTION NO. 81-13 (CM):  
RESOLUTION CONFIRMING DIAGRAM & ASSESSMENT & LEVYING  
ASSESSMENT FOR FISCAL YEAR 2013-2014 FOR BAY BREEZE  
SUBDIVISION LANDSCAPING & LIGHTING MAINTENANCE ASSESSMENT  
DISTRICT**

**(g) RESOLUTION NO. 82-13 (CM):  
RESOLUTION CONFIRMING DIAGRAM & ASSESSMENT & LEVYING  
ASSESSMENT FOR FISCAL YEAR 2013-2014 FOR VISTA MONTAÑA  
LANDSCAPING & LIGHTING MAINTENANCE ASSESSMENT DISTRICT**

**MOTION:** It was moved by Member Coffman-Gomez, seconded by Member Dodge, and carried by the following vote that the above resolutions (e) through (g) be approved:

AYES:	MEMBERS:	Bilicich, Cervantez, Coffman-Gomez, Dodge, Hernandez, Montesino, Hurst
NOES:	MEMBERS:	None
ABSENT:	MEMBERS:	None

**8.0 NEW BUSINESS (Continued)**

**8.2 CONSIDERATION OF PUBLIC & ON-SITE IMPROVEMENT AGREEMENT & FINAL MAP FOR BLANCA TERRACE SUBDIVISION, TRACT NUMBER 1563 LOCATED AT 60 BLANCA LANE (APN: 019-262-04), CONSISTING OF 13 TOWN HOME UNITS ON A 1.3 ACRE PARCEL**

**(a) Staff Report**

The report was given by Senior Engineering Associate Sharp.

**(b) Applicant Presentation**

The applicant presentation was given by Raeid Farhat.

**(c) City Council Questions**

Community Development Director Tavantzis clarified that the building permit for Blanca Terrace was not part of the agenda item, and it would have to be brought back to Council if they decided to consider it.

Community Development Director Tavantzis answered questions from Member Bilicich regarding mistakes made by staff and approval of the Applicant's building permit.

Member Dodge clarified that the item for consideration that night was the approval of the Final Map and On-Site Improvement Agreement for Blanca Terrace and not the building permit.

Community Development Director Tavantzis answered questions from Member Dodge regarding affordable housing units in the subdivision.

Mr. Farhat stated Community Development Director Tavantzis did not allow for the building permit to be discussed in front of Council; therefore he wanted Council to be aware of the situation. He stated developing in Watsonville had become difficult in comparison to other cities. Assistant City Manager Tavantzis stated that building permits were not regularly considered by Council as approvals for building permits were done by staff.

**(d) Public Input**

William Neighbors stated the City needed to simplify the way they allowed business owners to develop. He stated the City should concentrate on helping businesses instead of financing a special election.

**(e) City Council Discussion**

Member Montesino suggested bringing the Blanca Terrace Subdivision back to Council to discuss the building permit.

Members Hernandez and Bilicich stated that Council should help Mr. Farhat complete his project by helping approve the building permit.

City Manager Palacios stated that the City must follow state law and comply with their regulations in order to provide for building safety. He said the item could be placed on a future agenda for Council to consider.

**(f) RESOLUTION NO. 83-13 (CM):**

**RESOLUTION APPROVING PUBLIC & ON-SITE IMPROVEMENT AGREEMENT WITH DEVELOPER WITH 60 BLANCA LANE, LLC, FOR BLANCA TERRACE SUBDIVISION, TRACT NO. 1563, LOCATED AT 60 BLANCA LANE**

(g) **RESOLUTION NO. 84-13 (CM):  
RESOLUTION APPROVING FINAL SUBDIVISION MAP FOR BLANCA  
TERRACE SUBDIVISION, TRACT NO. 1563, LOCATED AT 60 BLANCA  
LANE**

**MOTION:** It was moved by Member Montesino, seconded by Member Hernandez, and carried by the following vote that the above resolutions (f) and (g) be approved:

AYES:	MEMBERS:	Bilicich, Cervantez, Coffman-Gomez, Dodge, Hernandez, Montesino, Hurst
NOES:	MEMBERS:	None
ABSENT:	MEMBERS:	None

**8.3 GRANTING CONSENT TO COUNTY OF SANTA CRUZ TO FORM THE SECOND  
SANTA CRUZ COUNTY TOURISM MARKETING DISTRICT (TMD2)**

(a) **Staff Report**

The report was given by Economic Development Manager Overmeyer.

(b) **City Council Questions**

Maggie Ivy, Santa Cruz County Conference and Visitors Council (CVC), answered questions from Member Hernandez regarding the type of marketing provided by the Tourism Marketing District. She clarified that hotel room charges would be increased 50 cents per night in order to fund the program.

In answering Member Dodge, Ms. Ivy stated Watsonville had approximately 600 rooms available. She added that the entire County had approximately 4,400 rooms. In answering Member Dodge, Ms. Ivy stated that the Second Tourism Marketing District (TMD2) would be governed by the CVC.

In answering Member Montesino, Ms. Ivy stated that if Council did not approve the TMD2, it would adversely affect the CVC, and it would not be able to provide the services it had at the time.

Member Hernandez asked Ms. Ivy for a list of the CVC Board.

In answering Member Hernandez, Ms. Ivy said that the City's current contribution to the CVC was \$7,000. If the new district was approved the City's contribution would be \$95,000.

Ms. Ivy, in answering Mayor Hurst, stated vacation rentals also contributed into the TMD.

Member Hernandez suggested events that could be advertised.

Ms. Ivy answered questions from Mayor Pro Tempore Cervantez regarding funding for the TMD and advertisements on the website and pamphlets. Mayor Pro Tempore Cervantez suggested City events be posted on the website.

Member Coffman-Gomez suggested sport event coordinators contact the CVC in order to help with lodging.

Ms. Ivy answered questions for Member Dodge regarding Transient Occupation Taxes and possible increases.

(c) **Public Input (None)**

(d) **City Council Discussion (None)**

(e) **RESOLUTION NO. 85-13 (CM):  
RESOLUTION GRANTING CONSENT TO COUNTY OF SANTA CRUZ TO  
FORM THE SECOND SANTA CRUZ COUNTY TOURISM MARKETING  
DISTRICT (TMD2)**

**MOTION:** It was moved by Member Dodge, seconded by Member Montesino, and carried by the following vote that the above resolutions (e) be approved:

AYES: MEMBERS: Bilicich, Cervantez, Coffman-Gomez Dodge,  
Hernandez, Montesino, Hurst

NOES: MEMBERS: None

ABSENT: MEMBERS: None

#### 8.4 EMERGENCY ITEMS ADDED TO AGENDA

##### JOINT CITY COUNCIL/SUCCESSOR AGENCY FOR THE FORMER REDEVELOPMENT AGENCY

#### 7.0 OLD BUSINESS

#### 7.1 BUDGET STUDY SESSION FOR FISCAL YEAR 2013-2015

(a) **Staff Report**

--General Fund

--Enterprise Funds

The report was given by Administrative Services Director Vega.

(b) **City Council Questions**

Administrative Services Director Vega, in answering Member Bilicich, stated that the Successor Agency was included in the report because the Council was also acting as the Successor Agency to approved funds remaining from the Redevelopment Agency.

Redevelopment and Housing Director Davison answered questions from Members Dodge and Bilicich regarding the funds remaining from the dissolution of the Redevelopment Agency. She explained that the Successor Agency and Successor Housing Agency funds were used to pay for exiting obligations. She answered questions regarding the responsibilities of the Oversight Board, the Successor Housing, and Successor Agency.

Fire Chief Bisbee answered questions from Member Bilicich regarding the operation of the ladder trucks with one less person.

Administrative Services Director Vega answered questions by Member Coffman-Gomez regarding Impact Fees.

Member Coffman-Gomez asked staff to find alternatives to keep the PAL program.

**(c) Public Input**

Bill Neighbors stated that the Fire and the Police Departments had done a lot for the community and should be preserved and police cars needed to be replaced. He stated the City should consider a tax increase and should have been done instead of Measure T.

Olivia Martinez, SEIU Representative, stated the City had continued to see a bad economy, and the City was misspending money. She stated Management should get cut to fund more staff.

Marged McNeally stated police and firefighters were more important than others employees.

Ilda Estrada, Finance, said she had received a lay off notice. She said there was a need for more accounting clerks not less.

Brett Taylor spoke against cutting police officers and firefighters.

Bob Cornell spoke about the Airport Enterprise Funds. He stated that there was activity at the airport that would compromise FAA funding.

Raeid Farhat asked Council to preserve police officers and firefighters and cut at the top.

Cory Schaeffer, Fire Captain and Union President, said the Request for Proposal was affecting the negotiations process. He stated reducing three-man crews to two would handicap rescues. He said the Fire Department needed to budget accordingly to avoid in a deficit.

Henry Robles spoke about the importance of preserving the Police and Fire Departments.

**(d) City Council Discussion**

Member Bilicich said she would not support the proposed budget, staff needed to find alternatives to fund the PAL Program, and Public Safety needed to be the first priority. She said that the bridge gap between SEIU and Management as mentioned by Olivia Martinez needed to be addressed.

City Manager Palacios stated that if all labor groups agreed to maintain concessions there would be no layoffs.

Member Bilicich suggested hiring more Fire Department staff to reduce overtime.

Mayor Pro Tempore Cervantez stated that a sales tax measure would be a good idea.

Member Coffman-Gomez said that the City must look for grants and other revenue sources.

Mayor Pro Tempore Cervantez said that it was important to plan for immediate, as well as long term action to adequately staff City without any more cuts. She said that the City should explore a tax revenue measure.

**(e) Appropriate Motion(s)--None**

**10.1 INFORMATION ITEMS—Written Report(s) Only**

**11.0 ADJOURNMENT**

10:33 p.m.

---

Lowell Hurst, Mayor

ATTEST:

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Beatriz Vázquez Flores, City Clerk

RESOLUTION NO. \_\_\_\_\_ (CM)

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF WATSONVILLE REJECTING CLAIM OF LISA RIVERA ON BEHALF OF ERIN N. MAZZUCA FOR DAMAGES

(Date of Occurrence: May 15, 2013)

BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF WATSONVILLE, CALIFORNIA, AS FOLLOWS:

That the claim of Lisa Rivera on behalf of Erin N. Mazzuca for damages, which was filed with the City Clerk on May 21, 2013, be and the same is hereby rejected.

\*\*\*\*\*

The foregoing resolution was introduced at a regular meeting of the Council of the City of Watsonville, held on the \_\_\_\_\_ day of \_\_\_\_\_, 2013, by Council Member \_\_\_\_\_, who moved its adoption, which motion being duly seconded by Council Member \_\_\_\_\_, was upon roll call carried and the resolution adopted by the following vote:

AYES: COUNCIL MEMBERS:
NOES: COUNCIL MEMBERS:
ABSENT: COUNCIL MEMBERS:

\_\_\_\_\_  
Lowell Hurst, Mayor

ATTEST:
\_\_\_\_\_  
City Clerk

APPROVED AS TO FORM:
\_\_\_\_\_  
City Attorney



# CITY OF WATSONVILLE

## LIABILITY CLAIM FOR DAMAGES TO PERSON OR PROPERTY

RECEIVED  
CITY CLERK  
WATSONVILLE

2013 MAY 21 PM 4:03

CLAIM NO. 13-21

RETURN TO:

CITY OF WATSONVILLE  
OFFICE OF THE CITY CLERK  
275 MAIN ST., SUITE 400 (4<sup>th</sup> Floor)  
WATSONVILLE CA 95076  
Fax: 831-761-0736

DISTRIBUTION:

- CITY MANAGER
- CITY ATTORNEY
- FINANCE DEPARTMENT (2)
- POLICE DEPARTMENT
- PUBLIC WORKS
- SAFETY & COMPLIANCE OFFICER
- DEPARTMENT: \_\_\_\_\_
- PARSAC

1. Claims for death, injury to person, or to personal property must be filed not later than six (6) months after the occurrence (Gov. Code Sec. 911.2).
2. Claims for damages to real property must be filed not later than one (1) year after the occurrence (Gov. Code Sec. 911.2).
3. READ ENTIRE CLAIM FORM BEFORE FILING.
4. ATTACH SEPARATE SHEETS, IF NECESSARY, TO GIVE FULL DETAILS.

Lisa Rivera on behalf of

Erin N. Mazzuca

NAME OF CLAIMANT

DATE OF BIRTH OF CLAIMANT

HOME ADDRESS OF CLAIMANT

Watsonville, Ca,  
CITY/STATE/ZIP  
95076

HOME TELEPHONE NO.

BUSINESS ADD OF CLAIMANT CITY/STATE/ZIP

BUSINESS TEL.

ADDRESS TO WHICH CLAIMANT DESIRES NOTICES OR COMMUNICATIONS SENT REGARDING THIS CLAIM (If different from home address):

WHEN DID DAMAGE OR INJURY OCCUR?

DATE: 5/15/13 TIME: 1:00  A.M.  P.M.

PLACE OF ACCIDENT (OCCURRENCE) – BE SPECIFIC – Describe fully. Where appropriate, give street names and addresses for landmarks.

Harkins Slough cross street green valley Rd.

HOW DID DAMAGE OR INJURY OCCUR?

Broken metal street sign in sidewalk. Erin tripped on it and fell. The metal bar ripped her left leg boot, she fell and tore her ~~stretcher~~ legging causing a bruised & scraped knee.

WERE POLICE AT SCENE?  YES  NO WERE PARAMEDICS AT SCENE?  YES  NO

WHAT PARTICULAR ACT OR OMISSION DO YOU CLAIM CAUSED THE INJURY OR DAMAGES?  
(Give name of City employee causing the injury or damage, if known.)

GIVE TOTAL AMOUNT OF CLAIM: (Include estimate of amount of any prospective injury or damage?) \$ 190.00

HOW WAS THE AMOUNT OF CLAIM COMPUTED? (Be specific, provide copies of doctor bills, repair estimates, etc.)

PLEASE ATTACH TWO (2) ESTIMATES.

DAMAGES INCURRED TO DATE:

ITEM/DATE	<u>8/20/12</u>	AMOUNT:	\$ <u>180</u>
ITEM/DATE	<u>12/25/12</u>	AMOUNT:	\$ <u>10</u>
TOTAL AMOUNT CLAIMED AS OF PRESENTATION OF THIS CLAIM:			\$ _____

ESTIMATED PROSPECTIVE DAMAGES AS FAR AS KNOWN:

ITEM/DATE	_____	AMOUNT:	\$ _____
ITEM/DATE	_____	AMOUNT:	\$ _____
TOTAL ESTIMATED PROSPECTIVE DAMAGES:			\$ _____

WITNESSES TO DAMAGE OR INJURY: (List all persons known to have information. (Use attachment if necessary.)

NAME: <u>Anna Villalobos</u>	NAME: <u>Leslie Ojeda</u>
ADDRESS: _____	ADDRESS: _____
TELEPHONE: _____	TELEPHONE: _____

IF INJURY, GIVE NAME, ADDRESS, TELEPHONE, DATE & TIME OF DOCTOR(S) OR HOSPITAL(S) VISITED:

DOCTOR: _____	TELEPHONE: _____
ADDRESS: _____	DATE/TIME: _____
HOSPITAL: _____	TELEPHONE: _____
ADDRESS: _____	DATE/TIME: _____

Other Information:

<u>Erin Mazzuca</u>	<u>Erin Mazzuca</u>	<u>5-21-13</u>
SIGNATURE OF CLAIMANT OR AGENT	TYPE OR PRINT NAME	DATE

ACTING ON BEHALF OF CLAIMANT

Mom  
RELATIONSHIP TO CLAIMANT

NOTE: PRESENTATION OF A FALSE CLAIM IS A FELONY (CALIFORNIA PENAL CODE 72)

**City of Watsonville  
Public Works and Utilities**

**M E M O R A N D U M**

APPROVED  
By Carlos J. Palacios at 11:18 am, Jun 03, 2013



APPROVED  
By Steve Palmisano at 3:44 pm, May 29, 2013

**DATE:** May 29, 2013  
**TO:** Carlos J. Palacios, City Manager  
**FROM:** Steve Palmisano, Interim Director of Public Works and Utilities  
Rayvon Williams, Airport Manager  
**SUBJECT:** Approval of Plans and Specifications and Calling for Bids for Taxiway Charlie ("C") and General Aviation Apron Reconstruction

**AGENDA ITEM:** June 11, 2013 **City Council**

---

**RECOMMENDATION:**

It is recommended that the City Council adopt a resolution approving plans and specifications and calling for bids for the Taxiway Charlie ("C") and General Aviation Apron Reconstruction Project. Bids will be opened on Thursday, July 11, 2013.

**DISCUSSION:**

Taxiway Charlie ("C") and the General Aviation Apron parallel the Municipal Airport's crossway wind Runway 9-27 and provide access to this crucial runway. Originally constructed as part of the World War II configuration, the taxiway and apron surfaces have deteriorated over time. Critical habitat designation at the airport has delayed repair and reconstruction projects over the last ten years. Environmental approval has now been obtained, and federal funding has been secured to remove and replace the failed taxiway surface and associated pavement. The total estimated cost for the project is \$910,000. Plans and Specifications are on file in the City Clerk's office.

**STRATEGIC PLAN:**

The project meets the goals and objectives outlined in the City's Strategic Plan and the Municipal Airport Master Plan.

**FINANCIAL IMPACT:**

The total cost for the construction of this project is estimated to be \$910,000. The project is being funded with a Federal Aviation grant (90%, or \$819,000), a Caltrans grant (4.75%, or \$43,000) and Airport Enterprise funding (5.25%, or \$48,000), as listed in the proposed 2013/14 budget. There would be no financial impact to the General Fund.

**ALTERNATIVES:**

Council can choose not to approve the plans and specifications and not to proceed with the project.

**ATTACHMENTS:**

None

cc: City Attorney

RESOLUTION NO. \_\_\_\_\_ (CM)

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF WATSONVILLE APPROVING PLANS AND SPECIFICATIONS AND CALLING FOR BIDS FOR THE RECONSTRUCTION OF TAXIWAY C AND GENERAL AVIATION APRON PHASE 1, PROJECT NO. AP-12-01 (ESTIMATED COST OF \$910,000: 90% (\$819,000) WILL BE PAID FROM FAA FUNDING, 4.75% (\$43,000) FROM STATE TRANSPORTATION FUNDS, AND 5.25% (\$48,000) FROM THE AIRPORT ENTERPRISE FUND)

BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF WATSONVILLE, CALIFORNIA, AS FOLLOWS:

- 1. That the plans and specifications for the reconstruction of Taxiway C and General Aviation Apron Phase 1, Project No. AP-12-01, copies of which are on file in the Office of the City Clerk, are hereby ratified and approved.
- 2. That the Purchasing Officer is hereby authorized and directed to call for public competitive sealed bids for the above named project, and that the bids are to be opened in the City Hall Council Chambers, 250 Main Street, Watsonville, California, on Thursday, July 11, 2013, at 11:00 A.M., and the City Clerk is hereby directed to give notice inviting such sealed bids in the time, form, and manner provided by law.
- 3. That hand-carried bids should be delivered to the City of Watsonville, 250 Main Street, Watsonville, California, c/o Purchasing Officer. Bidders may mail bids at their own risk to the City of Watsonville, c/o Purchasing Officer, 250 Main Street, Watsonville, California 95076.
- 4. That after the bids are opened, they shall be tabulated and analyzed and a report submitted to the City Manager, who shall recommend the awarding, or other action, to the Council at its next regular meeting, or as soon thereafter as possible.

\*\*\*\*\*

**City of Watsonville  
Public Works & Utilities**

**M E M O R A N D U M**

APPROVED  
By Carlos J. Palacios at 11:15 am, Jun 03, 2013



APPROVED  
By Steve Palmisano at 11:49 am, May 28, 2013

**DATE:** May 28, 2013

**TO:** Carlos J. Palacios, City Manager

**FROM:** Steve Palmisano, Interim Director of Public Works & Utilities  
Tom Sharp, Senior Engineering Associate

**SUBJECT:** Resolution Approving the FY 2013/2014 Budget for Santa Cruz County Zone 7 Flood Control and Water Conservation District (Zone 7)

**AGENDA ITEM:** June 11, 2013

**City Council**

**RECOMMENDATION:**

It is recommended that City Council approve the proposed FY 2013/2014 budget for the Santa Cruz County Zone 7 Flood Control and Water Conservation District (Zone 7).

**DISCUSSION:**

The Zone 7 Board of Directors, which includes Council Member Bilicich, is scheduled to consider the proposed FY 2013/2014 Zone 7 budget at their meeting on June 17, 2013. The Zone 7 budget also requires approval by the Santa Cruz County Flood Control and Water Conservation District Board of Directors and the Watsonville City Council before it can be adopted and implemented by Zone 7.

The Zone 7 District was established to provide funding for maintaining the existing Army Corps of Engineers flood control projects and implementing the improvements to the flood control projects on the Pajaro River, Salsipuedes Creek and Corralitos Creek. Zone 7 staff coordinates with the Corps to ensure local needs are addressed, provides assistance to the Corps as necessary in project evaluation, administrative and engineering drainage services, and is responsible for the replacement, upgrading, and maintenance of drainage and flood control facilities in the levee system. The budget presents the projects and programs included in the proposed 2013/2014 Capital Improvement Program.

The Zone 7 FY 2013/2014 budget prepared by Santa Cruz County staff is presented below along with an estimate of FY 2012/2013 expenditures.

**Expenditures**

	<b><u>2012/2013</u></b> <b><u>Estimated</u></b>	<b><u>2013/2014</u></b> <b><u>Proposed</u></b>
Maintenance & Operations on the Levee System	\$484,685	\$450,000
Pajaro River 1601/404 Maintenance Applications	\$30,000	\$30,000
General Engineering & Public Service	\$195,000	\$240,000
Permit and Monitoring Requirements	\$240,000	\$260,000
County Counsel Service	\$25,000	\$25,000
ALERT Monitoring Requirements	\$50,000	\$45,000
Pajaro River Watershed JPA	\$35,000	\$35,000
Operating Transfers Out (Debt Services)	\$10,000	0
Army Corps Flood Control Projects	\$666,637	\$500,000
Contributions to Army Corps	\$350,000	\$350,000
Prop 1E Stormwater Management	\$4,138,000	\$3,319,155
Flood Control Project Advocacy	\$71,000	\$71,000
Bank Stabilization	\$165,069	0
Bench Excavation Project	\$5,550,564	\$5,300,000
Contributions to Other Agencies	0	\$2,100,000
Shell Road Pumps Reconstruction	0	\$5,000
Salsipuedes Creek Levee Restoration Project	0	\$1,100,000
Contingencies	<u>\$61,867</u>	<u>\$206,086</u>
<b>TOTAL</b>	<b>\$12,072,822</b>	<b>\$14,036,241</b>

The recommended financing includes an estimated fund balance of \$3,559,596, assessments of \$1,714,105, grant revenues of \$8,764,040 and interest of \$1,500. The recommended appropriations are \$14,036,241, leaving an estimated \$0 in unappropriated fund balances. Copies of pages 32-44 and 32-45 of the Santa Cruz County Proposed Budget are attached.

**STRATEGIC PLAN:**

Approving Zone 7 budget supports the Strategic Plan goal of improving the City's infrastructure.

**FINANCIAL IMPACT:**

There will be no direct financial impact to the City. Zone 7 budget expenditures will be paid from existing Zone 7 funds, bond proceeds and services charge revenues for FY 2013/2014.

**ALTERNATIVES:**

Alternatives include not approving the Zone 7 budget or approving the budget with conditions.

**ATTACHMENTS:**

1. Excerpts of Proposed 2013/2014 Zone 7 Budget

cc: City Attorney

**SC CO FLOOD CONTROL - ZONE 7**  
**John J. Presleigh, Director of Public Works**  
 Index Number: 622380

Fund: Special District  
 Function: Public Protection

Requirements	Actual 2011-12	Appropriated 2012-13	Estimated 2012-13	Requested 2013-14	Recommended 2013-14	Change From 2012-13
<b>Appropriations</b>						
Services & Supplies	\$1,015,736	\$1,059,685	\$1,053,685	\$1,085,000	\$1,085,000	\$25,315
Other Charges	\$407,339	\$10,000	\$944,707	\$2,100,000	\$2,100,000	\$2,090,000
Fixed Assets	\$832,624	\$10,941,270	\$4,595,350	\$10,645,155	\$10,645,155	(\$296,115)
Approp. for Cont.	\$0	\$61,867	\$0	\$206,086	\$206,086	\$144,219
<b>Total</b>	<b>\$2,255,699</b>	<b>\$12,072,822</b>	<b>\$6,593,742</b>	<b>\$14,036,241</b>	<b>\$14,036,241</b>	<b>\$1,963,419</b>
Increase Reserve	\$0	\$0	\$0	\$0	\$0	\$0
<b>Total Requirements</b>	<b>\$2,255,699</b>	<b>\$12,072,822</b>	<b>\$6,593,742</b>	<b>\$14,036,241</b>	<b>\$14,036,241</b>	<b>\$1,963,419</b>
<b>Available Funds</b>						
Fund Balance Avail.	\$483,760	\$741,907	\$741,907	\$3,559,596	\$3,559,596	\$2,817,689
Cancel Reserve	\$422,654	\$0	\$0	\$0	\$0	\$0
Revenue	\$2,091,192	\$11,330,915	\$9,411,431	\$10,476,645	\$10,476,645	(\$854,270)
<b>Total</b>	<b>\$2,997,606</b>	<b>\$12,072,822</b>	<b>\$10,153,338</b>	<b>\$14,036,241</b>	<b>\$14,036,241</b>	<b>\$1,963,419</b>

This district was established to provide funding for implementing proposed Army Corps of Engineers (Corps) flood control projects on the Pajaro River, Salsipuedes Creek, and Corralitos Creek. Staff coordinates with the Corps to ensure local needs are addressed; provides assistance to the Corps in project evaluation, as necessary, administrative and engineering drainage services; and is responsible for the replacement, upgrade, and maintenance of drainage and flood control facilities in the levee system. In January 2011, Zone 7 was awarded a \$5 million grant through the Integrated Regional Water Management Stormwater Flood Management Program under Proposition 1E. The 2013-14 revenues reflect \$4,169,155 in anticipated reimbursement from the Proposition 1E grant award for planning and environmental activities related to the Pajaro River levee, including implementation of the Pajaro River Integrated Regional Water Management Plan. The district is also the recipient of a new \$2.95 million grant award through the Local Levee Assistance Program under Proposition 84. This grant award will help fund Phase 2 of the Pajaro River Bench Excavation Project, which is expected to be completed in 2013-14. The budget reflects the projects and programs shown in the proposed 2013-14 Capital Improvement Program document. The Zone 7 budget must also be approved by the Watsonville City Council.

The recommended financing includes an estimated June 30, 2013 fund balance of \$3,559,596, assessments of \$1,714,105, grant revenues of \$8,764,040 and interest of \$1,500. The recommended appropriations are \$14,036,241, leaving an estimated \$0 in unappropriated fund balance.

## SC CO FLOOD CONTROL - ZONE 7 - (Continued)

<u>Service</u>	<u>12-13</u> <u>Allow</u>	<u>13-14</u> <u>Recom</u>
Maintenance and Operations on the Levee System	\$ 484,685	\$ 450,000
Pajaro River 1601/404 Maintenance Applications	30,000	30,000
General Engineering & Public Service	195,000	240,000
Permit and Monitoring Requirements	240,000	260,000
County Counsel Services	25,000	25,000
ALERT Monitoring Requirements	50,000	45,000
Pajaro River Watershed JPA	35,000	35,000
Operating Transfers Out (Debt Svcs)	10,000	0
Army Corps Flood Control Projects	666,637	500,000
Contribution to Army Corps	350,000	350,000
Proposition 1E Stormwater Management	4,138,000	3,319,155
Flood Control Project Advocacy	71,000	71,000
Bank Stabilization	165,069	0
Bench Excavation Project	5,550,564	5,300,000
Contributions to Other Agencies	0	2,100,000
Shell Road Pumps Reconstruction	0	5,000
Salsipuedes Creek Levee Restoration Project	0	1,100,000
Contingencies	<u>61,867</u>	<u>206,086</u>
<b>TOTAL</b>	<b>\$ <u>12,072,822</u></b>	<b>\$ <u>14,036,241</u></b>

The table below provides the fixed asset detail recommended for Index No. 622380 for 2013-14.

<u>Index No./</u> <u>Sub Object No.</u>	<u>Quantity</u>	<u>New (N)</u> <u>Replacement (R)</u>	<u>Description</u>	<u>Recommended</u> <u>Amount</u>
622380/6610	1	R	Contribution to Army Corps	\$ 350,000
	1	N	Army Corps Flood Control Projects	500,000
	1	N	Flood Control Project Advocacy	71,000
	1	N	Proposition 1E Stormwater Management	3,319,155
	1	N	Bench Excavation Project	5,300,000
	1	R	Shell Road Pumps Reconstruction	5,000
	1	R	Salsipuedes Creek Levee Rest Proj	1,100,000
<b>Total</b>				<b>\$ <u>10,645,155</u></b>

**RESOLUTION NO. \_\_\_\_\_ (CM)**

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF WATSONVILLE APPROVING THE PROPOSED FY 2013-2014 SANTA CRUZ COUNTY FLOOD CONTROL AND WATER CONSERVATION DISTRICT ZONE 7 BUDGET AS APPROVED BY THE ZONE 7 BOARD OF DIRECTORS**

**WHEREAS**, funding needs to be provided in the FY 2013-2014 Zone 7 Budget to pay for proposed work; and

**WHEREAS**, this action requires the concurrence by the Zone 7 Board of Directors, the City Council of the City of Watsonville, and the Santa Cruz County Flood Control and Water Conservation District Board of Directors.

**NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF WATSONVILLE, CALIFORNIA, AS FOLLOWS:**

1. That the proposed FY 2013-2014 Zone 7 Budget for the Santa Cruz County Flood Control and Water Conservation District, Zone 7 is hereby approved.
2. The proposed FY 2013-2014 Zone 7 Budget consists of the following line items as described in the Santa Cruz County Flood Control and Water Conservation District, Zone 7—2013-2014 Proposed Budget, attached hereto and incorporated herein as Exhibit "A."

\*\*\*\*\*

**FY 2013/2014 Budget for Santa Cruz County  
Flood Control and Water Conservation District-Zone 7**

**2013/2014**

**Expenditures**

Maintenance & Operations on the Levee System	\$450,000
Pajaro River 1601/404 Maintenance Applications	\$30,000
General Engineering & Public Service	\$240,000
Permit and Monitoring Requirements	\$260,000
County Counsel Service	\$25,000
ALERT Monitoring Requirements	\$45,000
Pajaro River Watershed JPA	\$35,000
Operating Transfers Out (Debt Services)	0
Army Corps Flood Control Projects	\$500,000
Contributions to Army Corps	\$350,000
Prop 1E Stormwater Management	\$3,319,155
Flood Control Project Advocacy	\$71,000
Bank Stabilization	0
Bench Excavation Project	\$5,300,000
Contributions to Other Agencies	\$2,100,000
Shell Road Pumps Reconstruction	\$5,000
Salsipuedes Creek Levee Restoration Project	\$1,100,000
Contingencies	<u>\$206,086</u>
<b>TOTAL</b>	<b>\$14,036,241</b>

**MINUTES**  
**SPECIAL JOINT SUCCESSOR AGENCY FOR THE**  
**FORMER REDEVELOPMENT AGENCY/CITY COUNCIL MEETING**

May 21, 2013

City of Watsonville  
Council Chambers  
275 Main Street, 4<sup>th</sup> Floor

**6:35 P.M.**

**1.0 ROLL CALL**

Mayor Pro Tempore Cervantez, and Council Members Bilicich, Coffman-Gomez, Dodge, Hernandez, and Montesino were present. Mayor Hurst was absent.

Staff members present were City Manager Palacios, City Attorney Smith, City Clerk Vázquez Flores, Assistant City Manager/Community Development Director Tavantzis, Deputy City Manager Maldonado, Interim Public Works & Utilities Director Palmisano, Administrative Services Director Vega, Parks & Community Services Director Espinoza, Library Director Heitzig, Redevelopment & Housing Director Davison, Assistant Public Works & Utilities Director Rodriguez, Human Resources Manager Manning, Asst. Parks & Community Services Director Blachly, Deputy Police Chief Knill, Principal Planner Boyle, Airport Manager William, Administrative Services Manager Reta, Sr. Administrative Analyst Maldonado, Deputy City Clerk Ortiz, and Interpreter Landaverry.

**2.0 PLEDGE OF ALLEGIANCE**

**3.0 PRESENTATIONS & ORAL COMMUNICATIONS**

**3.1 ORAL COMMUNICATIONS FROM THE PUBLIC & CITY COUNCIL**

Shelly Crandon, Library Assistant, spoke about the hardships she has faced as a result of the salary cuts. She urged the Council to help end the salary cuts.

Irene Acosta, Senior Accounting Assistant, stated she was given a pink slip requesting cutting her position to halftime. She stated the salary cut would adversely affect her family and her. She added that possible layoffs would mean bigger challenges in offering services to the public.

Gail Browne, Building Inspector, spoke about the important role that front line employees served. She stated living expenses were increasing and salaries continued to be frozen. She asked Council to consider ending the salary cuts.

Elizabeth Ruiz, Code Enforcement Officer, spoke about the hardship of living on a limited wage and the possibility of losing her job. She pleaded that Council find different ways to help balance the budget.

Cynthia Pintor, Code Enforcement Office, spoke about the importance of her job. She stated she was given a pink slip regarding possible loss of her job. She said losing her

job would adversely affect her livelihood and having less code enforcement officers would result in a more blighted City.

Olivia Martínez, SEIU Local 521 Union Representative, stated the economy overall was in a bad situation, and everyone needed to make a living. She pleaded that Council support staff and not allow management to make decisions for them.

William Neighbors stated Council has made bad decisions over the previous years and laying off Police and Fire personnel would be a bad decision. He suggested Council cut the salaries of Management positions and preserve Police, Fire, and the PAL program.

Ron Ince, 175 Main Street, requested that the Alcohol Ordinance be modified. He suggested the City adopt a liquor license tax.

David Perez, District 6, stated public safety layoffs should not be an option in balancing the budget. He stated Council made a bad decision in spending \$80,000 on a special election, which could have been used to hire a police officer.

Bob Cornell, spoke about the importance of revitalizing downtown, protecting agriculture and architecture. He stated that the question on the Measure T ballot was skewed and residents should vote “no” on it.

Julian Posadas stated his support for Measure T. He urged the public to vote “yes” on Measure T, as it would help the City generate tax revenue and solve many financial problems.

Vickie Garcia accused Council of lack of transparency and making poor decisions. She stated her displeasure at the City paying high costs for bandas during the Strawberry Festival when more economic options were available. She said the City had purchased two unusable fire trucks, and the City had paid large amounts of money to get them to work.

Isaac Rodriguez, Parks & Recreation Commissioner, spoke about the importance of providing recreational alternatives to children and spoke in support of PAL. He stated Measure T would allow for new jobs, technology, options for residents, tax revenue, and a more successful economy. He stated annexing ag land would allow for tax revenue to come to Watsonville instead of going to the County.

Member Dodge thanked SEIU local 521 for uniting and addressing the Council. He spoke in support of Measure T and said the people would vote to amend the urban limit line in order to include 95 acres of agricultural land within the City. He said agriculture did not provide tax revenue to the City, and the City was in a dire financial situation that needed tax revenue. He asked the public to participate in local government and not just provide negative feedback. He spoke about downtown buildings not able to hold modern business.

#### **4.0 CONSENT AGENDA**

**MOTION:** It was moved by Member Montesino, seconded by Member Dodge, and carried by the following vote that Consent Agenda be approved:

AYES: MEMBERS: Cervantez, Coffman-Gomez, Dodge, Hernandez,  
Montesino  
NOES: MEMBERS: Bilicich  
ABSENT: MEMBERS: Hurst

**Public Input on any Consent Agenda Item** (None)

Member Bilicich stated she would vote “no” because the minutes dated back to August of 2012. City Clerk Vázquez Flores explained that the minutes had not been approved because there had not been a Successor Agency meeting where they could have been approved.

**4.1 MOTION APPROVING SUCCESSOR AGENCY FOR THE FORMER REDEVELOPMENT AGENCY MINUTES OF AUGUST 28 & DECEMBER 11, 2012, FEBRUARY 12, APRIL 9 & 23, & MAY 14, 2013**

**8.0 NEW BUSINESS**

**8.1 BUDGET STUDY SESSION FOR FISCAL YEARS 2013-2015**

**(a) Staff Report**

**--General Fund**

**--Enterprise Funds**

The report was given by Administrative Services Director Vega.

**(b) City Council/Agency Questions**

Administrative Services Director Vega explained sales tax annual percentage changes as shown on his PowerPoint Presentation. Member Coffman-Gomez suggested using dollar amounts instead of percentages in presenting sales tax changes.

Administrative Services Director Vega answered questions from Member Coffman-Gomez regarding the \$4.6 million loan from the City to the former Redevelopment Agency, which the state was requesting be paid to them, fund balance as compared to comparable cities, layoffs, and CalPERS.

City Manager Palacios stated that despite having concessions 40 positions were eliminated up to 2012. He stated if staff continued concessions the budget would still increase about \$700,000 because retirement costs were increasing.

Fire Chief Bisbee explained that there were no requirements for staffing, but standards were used as baselines and it was up to the Council establish standards.

Member Dodge stated the Council and public needed dollar amounts and not percentages or hours. Fire Chief Bisbee explained that 60-75% of fire departments' responses were for emergency medical services.

Fire Chief Bisbee in answering Member Bilicich's question regarding overtime, said hiring more personnel would pay more in benefits and overtime might be less expensive.

Member Hernandez asked if there was the possibility of taking a City tax measure for public safety.

City Manager Palacios in answering Member Dodge, said a tax measure could be placed on the November 2014 election for public safety instead of a general tax.

**(c) Public Input**

Doug Keegan, Human Care Alliance, stated his concern in the reduction of funds for social service grants. He spoke about the services the Human Care Alliance offered to residents. He requested that the cut to the grants be minimized and asked Council to look for alternatives such as postponing buying the two new Police Department vehicles or buying only one.

Bob Cornell spoke about the Airport Enterprise Fund's debt. Administrative Services Director Vega explained that the deficit would be \$4.6 million as opposed to the \$9 million projected in the previous fiscal year.

Suzanne Megan, Police Activities League (PAL) employee, spoke in support of preserving the PAL Program and listed the reasons it should be kept.

The following speakers spoke about the positive impact PAL has been in their life and urged Council not to eliminate it.

Adriana Lazaro, Pajaro Valley High School Student

Emily Padilla

Ismael Torres

Rosaura Ayala

Andrea Lazaro

George Romero, District 4

Brian

Lizette Diaz

Diana Gomez

Dee Dee Vargas stated public safety was a priority. She stated it was difficult to negotiate with staff but Council must act responsibly.

Dulce Sixtos, Watsonville Youth Council, stated public safety was a priority.

Joan Barbolla, Pajaro Valley Prevention & Student Assistance, expressed her support for the Police Department and PAL.

Chris Seymour, PAL Volunteer, stated he would hate to see jobs lost and expressed his support for the PAL Program.

Cory Schaeffer, Fire Union President, spoke about the challenges the Police Department and the Fire Departments faced as a result of personnel cuts. He stated the Fire Department was short handed and explained the reasons for overtime costs. He said that the national standard is one firefighter per 1000 residents and 4 per vehicle. He stated City negotiators had not proposed current concessions. He stated the City had made many bad decisions and revenue must be generated.

Patricia Mata, Pajaro Valley Prevention & Student Assistance, spoke in support of PAL.

Christopher Lang stated that his non-violence business would help public safety.

Christine Kelsey, senior village on Delta Way, stated public safety was a priority and thanked police officers. She spoke about the Grand Jury Audit Report and suggested cutting City Manager Palacios' salary by 30%. She spoke about the recommendations in the Grand Jury Report.

Rafael Uribe spoke in support of maintaining the current Police Department staffing.

William Hansen spoke in support of public safety. He suggested a .5% sales tax or a parcel tax increase to help with the deficit and increase revenues.

Airport Manager Williams explained the reasons for the \$4.6 million deficit and the measures being taken to eliminate it.

City Manager Palacios explained that under the proposed Alternative A the PAL program would not be eliminated. He explained that layoff notices were not scare tactics, but there was not enough money for raises. He stated that if staff did not accept concessions then there would be layoffs. He encouraged the public to read the response to the Grand Jury Audit Report as it answered many of the concerns raised by the Grand Jury.

**(d) City Council/Agency Discussion**

Airport Manager Williams answered questions from Council Members Dodge and Coffman-Gomez regarding staffing, funding, expenditures, revenues, and the request for proposals for administration of the golf driving range.

Member Bilicich stated she would like to see the perks that management staff received. She stated public safety was a priority and layoffs were not a good option. She said the City could not afford to lose Fire and Police Department personnel.

Member Hernandez stated his support for Measure T. He said the City needed to make a change in order to succeed in the future.

Member Coffman-Gomez encouraged staff and negotiators to work collectively to reach an agreement.

Member Bilicich stated the Human Care Alliance was important.

Member Dodge stated that the Parks Department was also public safety because it prevented crimes from happening. He expressed his concern with losing jobs and said alternatives needed to be found.

Mayor Pro Tempore Cervantez stressed the importance of collaboration between departments. She stated that the current proposed budget only balanced the budget and not allowed for full services. She said that all the comments by the public would be considered.

**10.1 INFORMATION ITEMS—Written Report(s) Only**

**11.0 ADJOURNMENT**

10:11 p.m.

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Karina Cervantez, Mayor Pro Tempore/Vice Chair

ATTEST:

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Beatriz Vázquez Flores, City Clerk

**MINUTES**  
**REGULAR SUCCESSOR AGENCY FOR THE FORMER**  
**REDEVELOPMENT AGENCY/CITY COUNCIL**

May 28, 2013

City of Watsonville  
Council Chambers  
275 Main Street, 4<sup>th</sup> Floor

**6:36 P.M. SESSION**

**1.0 ROLL CALL**

Mayor Hurst, Mayor Pro Tempore Cervantez, and Council Members Bilicich, Coffman-Gomez, Dodge, Hernandez, and Montesino were present.

**7.0 OLD BUSINESS**

**JOINT CITY COUNCIL/SUCCESSOR AGENCY**  
**FOR THE FORMER REDEVELOPMENT AGENCY**

**7.0 OLD BUSINESS**

**7.1 BUDGET STUDY SESSION FOR FISCAL YEAR 2013-2015**

**(a) Staff Report**

--General Fund

--Enterprise Funds

The report was given by Administrative Services Director Vega.

**(b) City Council Questions**

Administrative Services Director Vega, in answering Member Bilicich, stated that the Successor Agency was included in the report because the Council was also acting as the Successor Agency to approved funds remaining from the Redevelopment Agency.

Redevelopment and Housing Director Davison answered questions from Members Dodge and Bilicich regarding the funds remaining from the dissolution of the Redevelopment Agency. She explained that the Successor Agency and Successor Housing Agency funds were used to pay for exiting obligations. She answered questions regarding the responsibilities of the Oversight Board, the Successor Housing, and Successor Agency.

Fire Chief Bisbee answered questions from Member Bilicich regarding the operation of the ladder trucks with one less person.

Administrative Services Director Vega answered questions by Member Coffman-Gomez regarding Impact Fees.

Member Coffman-Gomez asked staff to find alternatives to keep the PAL program.

**(c) Public Input**

Bill Neighbors stated that the Fire and the Police Departments had done a lot for the community and should be preserved and police cars needed to be replaced. He stated the City should consider a tax increase and should have been done instead of Measure T.

Olivia Martinez, SEIU Representative, stated the City had continued to see a bad economy, and the City was misspending money. She stated Management should get cut to fund more staff.

Marged McNeally stated police and firefighters were more important than others employees.

Ilda Estrada, Finance, said she had received a lay off notice. She said there was a need for more accounting clerks not less.

Brett Taylor spoke against cutting police officers and firefighters.

Bob Cornell spoke about the Airport Enterprise Funds. He stated that there was activity at the airport that would compromise FAA funding.

Raeid Farhat asked Council to preserve police officers and firefighters and cut at the top.

Cory Schaeffer, Fire Captain and Union President, said the Request for Proposal was affecting the negotiations process. He stated reducing three-man crews to two would handicap rescues. He said the Fire Department needed to budget accordingly to avoid in a deficit.

Henry Robles spoke about the importance of preserving the Police and Fire Departments.

**(d) City Council Discussion**

Member Bilicich said she would not support the proposed budget, staff needed to find alternatives to fund the PAL Program, and Public Safety needed to be the first priority. She said that the bridge gap between SEIU and Management as mentioned by Olivia Martinez needed to be addressed.

City Manager Palacios stated that if all labor groups agreed to maintain concessions there would be no layoffs.

Member Bilicich suggested hiring more Fire Department staff to reduce overtime.

Mayor Pro Tempore Cervantez stated that a sales tax measure would be a good idea.

Member Coffman-Gomez said that the City must look for grants and other revenue sources.

Mayor Pro Tempore Cervantez said that it was important to plan for immediate, as well as long term action to adequately staff City without any more cuts. She said that the City should explore a tax revenue measure.

**(e) Appropriate Motion(s)--None**

**10.1 INFORMATION ITEMS—Written Report(s) Only**

**11.0 ADJOURNMENT**  
10:33 p.m.

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Lowell Hurst, Mayor/Chair

ATTEST:

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Beatriz Vázquez Flores, City Clerk

**City of Watsonville  
Finance Department**

APPROVED  
By Carlos J. Palacios at 3:27 pm, Jun 05, 2013



**M E M O R A N D U M**

**DATE:** June 5, 2013

**TO:** Carlos J. Palacios, City Manager

**FROM:** Ezequiel Vega, Administrative Services Director

**SUBJECT:** 2013-2014 PROPOSED BUDGET AND 2014-15 PROJECTED BUDGET

**AGENDA ITEM:** June 11, 2013                      **Joint Successor Agency & City Council**

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**RECOMMENDATION:**

That as part of its third public budget study session, the City Council and Successor Agency receive any final changes to the *Proposed* 2013-14 Budget and the 2014-2015 projected budget plan, (2) reviews the City's 5-year Capital Improvement Plan (CIP) and (3) adopts the Proposed 2013-14 Budget with the actions listed below.

**GENERAL & OTHER FUNDS**

1. That the Joint City Council, the City Council in its capacity as the Housing Successor Agency, and the Successor Agency Board shall adopt the following resolutions:
  - 1.1. Adopt the FY 2013-14 Budget & accept the projected FY 2014-15 budget plan, providing certain transfers of funds & approve the Five-Year Capital Improvement Program, as summarized in **Exhibit 1** (at the top of the following page) with significant recommendations as follows:
    - 1.1.1. Reduction of Departmental Budgets from FY 2012-13 to FY 2013-14 by 3%, and
    - 1.1.2. Freezing one vacant police officer position; and
    - 1.1.3. Freezing one vacant Police Service Specialist; and
    - 1.1.4. Implementing 16 day a year furlough for police officers and police mid-management;
    - 1.1.5. Provide funding for the Police Activity League funding for one half of a year; and
    - 1.1.6. In the Fire Department: cap overtime at the current \$250,000 annual budget with down staffing to occur after the monthly overtime budget has been reached and in the event a labor agreement is not reached to continue current compensation concessions then three Fire Captain Positions will be eliminated
    - 1.1.7. Reduce the Social Service and Community Service grants by \$37,500 rather than the originally proposed reduction of \$75,000 by allocating the funding reductions based on the Mayor Ad-Hoc Subcommittee recommendations; and.

**Proposed Operating Budget: Consolidated Fund Summary**

(amounts shown in millions)	General Fund	Special Revenue	Debt Service	Enterprise Funds	Internal Service	Total All Funds
<b>FY 2013-14</b>						
Operating Revenue	\$ 33.1	\$ 16.1	\$ 2.5	\$ 33.0	\$ 8.5	\$ 93.2
Operating Expenses	(33.0)	(6.5)	-	(27.2)	(8.3)	(75.0)
Debt & Transfers Out	(0.5)	(5.2)	(2.6)	(3.9)	-	(12.2)
Capital	(0.1)	(6.3)	-	(5.7)	(0.1)	(12.2)
Net Operations	<b>\$ (0.5)</b>	<b>\$ (1.9)</b>	<b>\$ (0.1)</b>	<b>\$ (3.8)</b>	<b>\$ 0.1</b>	<b>\$ (6.2)</b>
Proj. Beginning Bal.	4.1	10.5	0.2	12.6	0.9	28.3
Proj. Ending Fund Bal.	3.7	8.4	0.1	8.8	1.1	22.1

<b>FY 2014-05</b>						
Operating Revenue	\$ 33.6	\$ 14.6	\$ 2.6	\$ 33.6	\$ 8.6	\$ 93.0
Operating Expenses	(33.6)	(6.6)	-	(28.3)	(8.6)	(77.1)
Debt & Transfers Out	(0.1)	(5.1)	(2.7)	(3.6)	-	(11.5)
Capital	-	(2.8)	-	(1.6)	-	(4.4)
Net Operations	<b>\$ (0.1)</b>	<b>\$ 0.1</b>	<b>\$ (0.1)</b>	<b>\$ 0.1</b>	<b>\$ -</b>	<b>\$ -</b>
Proj. Beginning Bal.	3.7	8.4	0.1	8.8	1.1	22.1
Proj. Ending Fund Bal.	3.5	8.6	-	8.9	1.1	22.1

2. That the City Council shall adopt the following **resolutions**:

2.1. Establish the “Total Annual Appropriations” pursuant to State Constitution Article XIII-B for Fiscal Year 2013-2014 (Proposition 4 GANN spending limit); and

3. That the City Council adopt an ordinance to instruct the Santa Cruz County to levy and collect property tax on taxable property within the City of Watsonville for fiscal year beginning July 1, 2013 to June 30, 2014 at the levy rate of 0.077% and allocating to the Retirement Fund; and

4. Adopt the resolution continuing the Voluntary Time-Off program for Fiscal Year 2013-14 and 2014-15 allowing employees to reduce their work week while maintaining current health benefit levels while prorating other benefits.

City Council in its capacity as the Housing Successor Agency

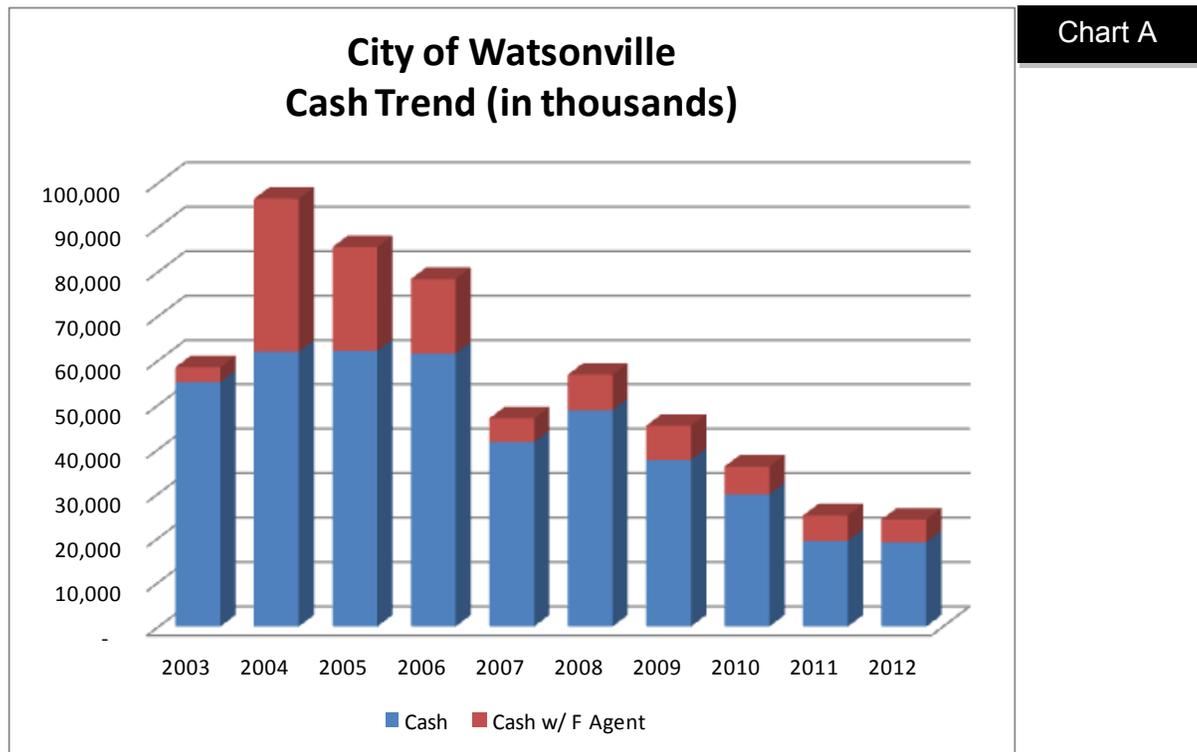
5. That the Housing Successor Agency shall adopt a resolution to authorize the expenditure of low and moderate-income housing funds for planning and general administrative costs for the

purpose of producing, improving, and preserving the community's supply of low and moderate-income housing.

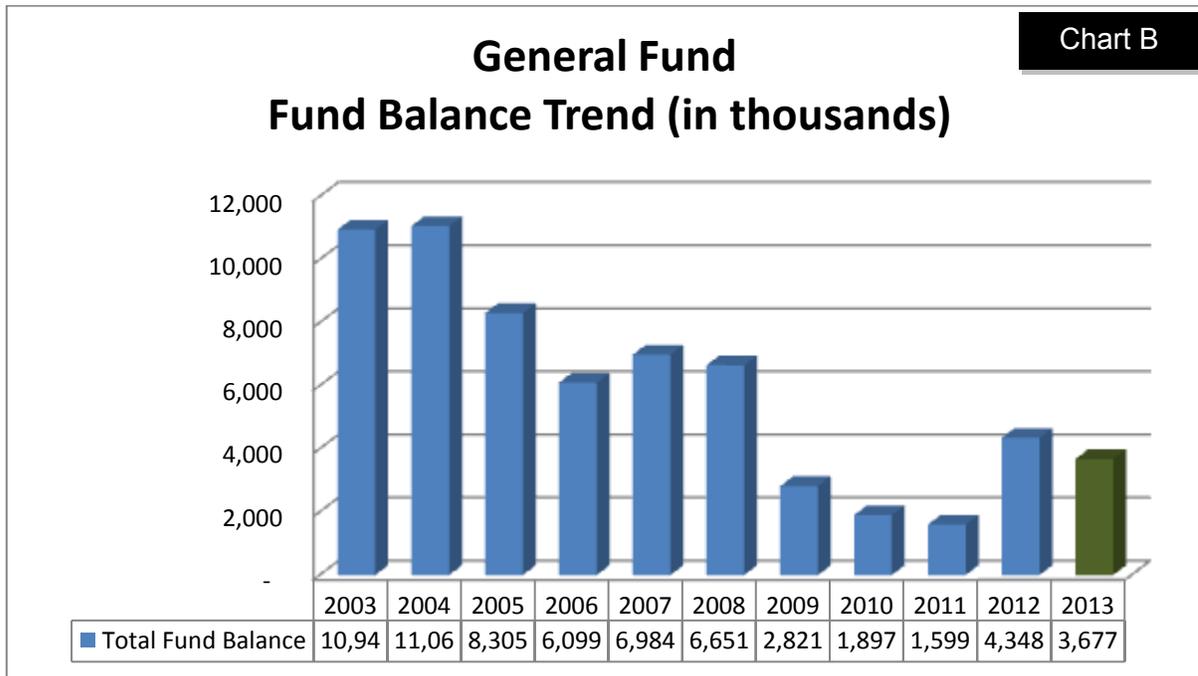
6. Find that the use of taxes allocated from the Watsonville 2000 Redevelopment Project for producing, improving and preserving the supply of low and moderate-income housing outside the project area will be of benefit to the project area

**BACKGROUND:**

As previously indicated during the Audited Financial Statements presentation to the Council during the February 12, 2013 meeting; the City of Watsonville has experienced financial challenges which have resulted in reduction of cash reserves citywide and depletion of General Fund reserves. This decline can be seen in the chart below.



In fact, General Fund reserves are projected to be lower at the end of FY 2013-14. The decline in cash and fund balance could be exacerbated by the recent demand for payment from the State Department of Finance (DOF) in the amount of \$4.6 million (more details about this are found in the redevelopment section below).



Keep in mind, FY 2011-12 audited General Fund City reserves when compared to comparable cities are below the median point as reported in the latest audited financial reports for each comparison City.

#### Watsonville vs. Comparable Cities FY 2011-12

	Salinas	Scotts Valley	Santa Cruz	Gilroy	Monterey Hill	Morgan Hill	Median	Watsonville
GF Revenues and Other Sources	\$ 82,490	\$ 7,703	\$ 77,912	\$ 38,082	\$ 61,050	\$ 23,493	\$ 48,557	\$ 36,658
GF Expenditures	\$ 82,517	\$ 7,833	\$ 95,908	\$ 35,230	\$ 59,125	\$ 25,479	\$ 45,670	\$ 35,809
GF Fund Balance	\$ 7,833	\$ 6,749	\$ 25,531	\$ 25,482	\$ 33,831	\$ 7,282	\$ 18,140	\$ 4,348
		NP	NP					
<b>Fund Balance, % GF Exp</b>	9.50%	86.16%	26.62%	72.30%	57.22%	28.58%	42.90%	12.14%

#### DISCUSSION:

**Recommended Budget.** This report recommends one budget scenario for adoption based on comments received from the City Council during the two previous budget study sessions. The recommendation is the implementation of a modified alternative C presented during the May 28, 2013 City Council meeting. Other alternatives (A & B) previously presented during the May 21 and May 28, 2013 meetings are summarized in the alternative section of this report. Assuming that all labor groups maintain current salary and benefit concessions at the current level, the FY 2013-14 *Recommended Budget* is balanced and proposes the issuance of furloughs to Police, Police Mid-Management and capping of Fire Overtime with down-staffing when the monthly Overtime Budget has been reached.

However, since as of the date of this report resolution to ongoing negotiations with the Fire labor group are still pending, there is a distinct possibility of layoffs if an agreement is reached with the labor group. In the event agreement is not reached with the Fire Labor Group to maintain current concessions, then the result would be the layoff of three Fire Captain positions to maintain a balanced budget. Additionally, if the Police and Police Management groups decide to come to the table and negotiate with the City, police furloughs may also be reduced. Accordingly, the FY 2013-14 *Recommended Budget* presents the following:

- A Balanced Budget
- Ongoing Salary Reductions as shown in Exhibit 2, (with the Exception of Police, Fire)
- Additional 3% reduction to all departments
- Police and Police Mid-Management Reductions:
  - 16 days a year furlough
  - Freezing of one vacant Police Officer and Police Service Specialist positions
  - Reduce PAL funding to six months (to allow for funding alternatives to be obtained)
- Fire Reductions: Capping of the Overtime Budget and down-staffing when the monthly Overtime Budget is reached, and the issuance of layoffs to three Fire Captain positions if agreement to maintain current concessions is not reached.
- Reduce the Social Service and Community Service grants by \$37,500 by allocating the funding reductions in accordance with attachment 4 to this staff report.

**NOTE: If agreement to continue with reductions already in place is reached (see Exhibit 2), no furloughs or layoffs would be necessary.**

**Police.** The proposed sixteen furlough days prevents police officer layoffs, but not without creating some challenges. Currently, the majority of the department's sworn staff, which consists of patrol and investigations, works a four day, ten-hour (4/10) shift schedule based on a two team concept that divides the week in half and provides 24/7 coverage. This format includes one additional day off and one ten-hour training day per month. With the implementation of furloughs, work and training schedules will have to be redesigned to continue meeting the service needs of the community.

In addition to producing the stated policing and training challenges, six months of funding will be provided to the Watsonville Police Activities League (PAL) To avoid complete elimination, the City proposes providing funding for the first six months of the fiscal year and would work with the current PAL coordinator and nonprofit board in considering alternative funding sources, community partnerships, and grant opportunities.

It is important to remember this scenario would not be necessary if existing concessions are continued with the Police and Police Mid-management groups.

**Fire Department.** The Watsonville Fire Department (WFD) has struggled with staffing issues for decades. There are neither mandates nor requirements for staffing levels: each jurisdiction must choose the level of service it desires or feels it can best afford. Modifying the level of service to the community is not an easy decision to make, and must be made through an educated analysis of many factors, including balancing risk and loss tolerance with the benefits of the desired level

of service. The Fire Chief does not recommend lowering the current level of service in the City below nine firefighters per day.

But in order for the WFD to comply with proposed fiscal restraints, staff must modify the daily staffing to meet its projected budgetary goals. Annual OT expenditures for the past ten years have averaged \$597,509, or about 307 hours of OT per shift/month. A proposed annual overtime budget of \$250,000 will allow for 128 OT hours per shift/month.

With staffing levels fluctuating on a daily basis, it is unlikely that the current minimum staffing level of nine firefighters per day can be maintained but for a few days each month. In order to provide a level of service that corresponds to the allocated budget, one unit needs to be down-staffed from three personnel to two. Increases above a minimum of eight firefighters per day would be maintained as temporary firefighters, leaves, vacancies and the overtime budget would allow.

In addition, if an agreement for the continuation of employee concessions is not reached with the fire labor group, it will be necessary to lower the staffing levels. While no plan to reduce staffing comes without drawbacks, in order to comply with fiscal reductions, Fire Department staff suggests that minimum staffing be lowered from nine firefighters per day to eight: five at Station #1, and three at Station #2 to meet budgetary goals. This means the fire captains positions assigned to the truck would be eliminated, triggering bumping provisions through the ranks to implement the reduction of three permanent departmental positions.

Staff will endeavor to remain flexible on which downtown unit (the engine of the ladder truck) is staffed with two, and which unit is staffed with three. Variables such as available staff and their qualifications or the type of incident/assignment will be taken into consideration when making daily down-staffing determinations. Below are some –but not all- anticipated issues that may result with specific down-staffing scenarios.

Scenario A: When the downtown engine is staffed with two firefighters:

- The issue created in this scenario is that cardiac care response would suffer due to local protocols for advanced life support intervention of cardiac arrest patients calls for a standardized “pit crew” response of five personnel (three firefighters and two ambulance personnel).
- The least-staffed unit would respond on the majority of calls in town. (Engines respond to medicals first, and then the ladder truck if the downtown engine isn’t available.)

Scenario B: When the ladder truck is staffed with two firefighters:

- They could get the equipment to the scene and others could help deploy the equipment when firefighters arrived from outside of town.
- This could create a problem when one of the two truck firefighters needed to ride in the back of the ambulance to the hospital. The remaining firefighter would then need to wait at scene until the ambulance brought the firefighter back or could request an engine or its firefighter to drive the tiller because it cannot be driven without a tiller operator steering the rear wheels.

Scenario C: If the utility vehicle is staffed as a small squad:

- This may seem more cost effective until they are called to an emergency they are not equipped to handle. A medical squad arriving at a fire would not have the necessary hose, water or tools to handle it, and may be the only unit available in town. With the current call volume, units are likely to respond from one emergency to the next and need to have all the equipment to handle a multitude of hazards and any emergency at all times.
- Not staffing the truck would mean that rescue from a third story or taller window and vertical ventilation of two-story or taller buildings would not be possible within the first 20-30 minutes of a going fire. Vertical ventilation is currently accomplished simultaneously with fire attack in a coordinated effort.

Scenario D: if the WFD staffed two units with four personnel at both fire stations:

- This is not advisable because response times would be compromised. Outlying agencies will be adversely affected by the City's call volume. With only two staffed units instead of three, outside agencies would subsidize the City's reduction in force and response capabilities, and a reasonable method of compensation would need to be provided to those agencies that would further erode the WFD's ability to maintain its own staffing.

For more details about the impacts on operations and other considerations on this option, please see the memo from the Fire Chief attached to this staff report as attachment 1.

Fire Reduction Plan				Exhibit 2
Position	FTE	Fund	Comments	
Fire Captain	1.00	GF	Demote to Firefighter, Firefighter layoff	
Fire Captain	1.00	GF	Demote to Firefighter, Firefighter layoff	
Fire Captain	1.00	GF	Demote to Firefighter, Firefighter layoff	
<b>Total Savings</b>	<b>3.00</b>	<b>\$</b>		<b>426,900</b>

It is important to remember this scenario would not be necessary if existing concessions are continued with the Fire labor groups.

**Clerical Technical Unit (SEIU 521).** As of the date of this staff report, this bargaining unit has reached a tentative agreement (pending ratification by its members) to continue concessions for the next two fiscal years. Any reduction scenario previously proposed is no longer necessary.

**Social and Community Service Grants.** This budget also proposes the reduction of social service and community service grants by \$37,500 rather than the originally proposed \$75,000 reduction and dedicating those funds for the acquisition of a much needed police vehicle. Funding of the police vehicle is considered critical because the Capital Improvement Program funding has been virtually non-existing over the last four fiscal years. This has left the police vehicle fleet in a difficult position, along with many other General Fund Capital needs. Police vehicles are considered particularly important as the fleet is aging and many vehicles have surpassed their anticipated useful life. Please refer to attachment 4 to this staff report, it shows the funding allocation for each agency.

**Potential New Revenue Source – Ballot Measure.** Given the General Fund financial conditions which were largely created by the economic recession over the last five years; whereby costs have continued to increase while revenues have decreased or remained stagnant, many local

governments have proposed presenting revenue enhancement options to the public. There are several options but the most feasible ones are often the development of a ballot measure for public consideration. In fact, several City of Watsonville Council members discussed this possibility May 21, 2013 during the initial budget session for the FY 2013-14 Budget and again during their May 28, 2013 meeting. It was during this meeting the City Council voted to have the Mayor appoint a public oversight committee for the exploration of a new ballot measure for funding of City Services. Possible new revenue sources include a new Sales Tax Measure, A Parcel Tax for Fire Services, or a Benefit Assessment District for Fire.

Considering such a measure would be a good alternative to improve the City's future outlook for maintaining the same level services in the community. Such a measure in the form of Sales Tax could bring the estimated annual revenue as follows:

- ¼ cent sales tax = \$1.4 million
- ½ cent sales tax = \$2.8 million

The current sales tax in the City of Watsonville is 8.50% of which 1.50% goes to the City, 6.50% goes to the State, and 0.50% goes to the Santa Cruz Metropolitan Transit District.

Such an initiative will likely require a public oversight committee to discuss the type of measure to be placed on the ballot as a general purpose tax or special purpose tax. A general purpose tax would require simple majority approval while the special purpose tax would require a 2/3 vote. Either one of these two options could be presented to voters for election as part of the special election in November of 2013 or it could be placed on the ballot as part of the general election in November of 2014; if the measure is approved, the funds will likely start flowing to the City in April following the November election. Given this information, the City Council, recommended during their May 28, 2013 meeting that the Mayor appoint a committee to discuss this revenue enhancement alternative and determine the potential uses of this revenue. For example, if police furloughs were implemented, this revenue could be used to restore those important services and also allow for the hiring of new public safety personnel.

**Budget Discussion.** The City of Watsonville has faced serious financial challenges over the last five fiscal years. In three of those fiscal years, the City made a policy decision to deficit spend in the General Fund operations in order to preserve valuable services and jobs in the community resulting in depletion of General Fund reserves. With these efforts, services were maintained with minimal labor reduction. This was particularly true in the areas of public safety where no Police or Fire layoffs were implemented during that period of time. Please refer to Exhibit 3 below for a summary of prior year reductions.

**Exhibit 3**

<b>General Fund Reduction Strategy</b>	<b>Timing</b>	<b>Estimated Annualized Savings</b>
Hiring freeze for all non-safety General Fund positions	Winter 2007	\$402k
Reduce Capital projects	Mid-Year 2008	\$133k
Freeze and eliminate various capital projects	June 2008	\$693k
Staffing reductions implemented	June 2008	\$1 million

Increase parking permits & fire false alarm fees; sold excess property	June 2008	\$120k
Reduce General Fund staffing	August 2008	\$75k
Reduce General Fund staffing	October 2008	\$120k
Holiday temporary layoff plan from 12/22/08 through 1/05/09.	December 2008	Net \$440k
Administrative freeze on General Fund travel and training programs	January 2009	\$59k
Freeze additional position	January 2009	\$106k
Reduce General Fund staffing	February 2009	\$131k
Increase Parking Citation rates	March 2009	\$110k
Massive reduction plan for FY 2009-2010: Up to 15% employee comp reduction, Freeze step increases for miscellaneous groups, 3 layoffs & 20 unfunded positions; unfunded all General Fund Capital Projects; 15% reduction in Community/Social grants, 911 Center & Animal Services	June 2009	\$4.5 million
Additional eliminations of General Fund staffed positions & implemented a low-cost Voluntary Retirement program.	Fall 2009	Net \$70K
Additional reductions of General Fund staffing	February 2010	\$379k
Amendments to Vehicle Towing Services Ordinance	March 2010	\$183k
Reduce General Fund staffing, personnel costs and social service grants, continuing reductions from prior budget cycle	June 2010	\$1.5 million
Mid-year reduction plan Eliminated P&CS Superintendent, consolidate programs with P&CS, consolidate customer services between departments, eliminate additional support services, assume maintenance contract for Driving Range, increase lease revenue	Feb 2011	\$301k
Reduce General Fund options with ongoing personnel cost reductions, 5% reduction social service grants, and operating reductions from prior budget cycles: 19 Positions eliminated, unfunded and reduced Reduced retirement benefits for all new hires by implementing 2-tier system for Miscellaneous and Public Safety groups	June 2011	\$1.93 million
Additional reductions of General Fund staffing through attrition and RAHD staffing due to elimination of Redevelopment Agency	Feb 2012	\$400k

**Ongoing Salary and Position Reductions.** The recommended budget is balances as it assumes all miscellaneous employees (including Management and Mid-Management bargaining groups) continue with the same level of concessions in effect if FY 2012-13, (except as mentioned in the recommended budget section above) . Most groups are currently paid for 36 hours per week which results in a 10% salary reduction beginning in FY 2009 with the exception of a few employees in the Solid Waste division. In addition, step increases have been frozen for all Confidential, SEIU, Management and Mid-Management positions and employees have

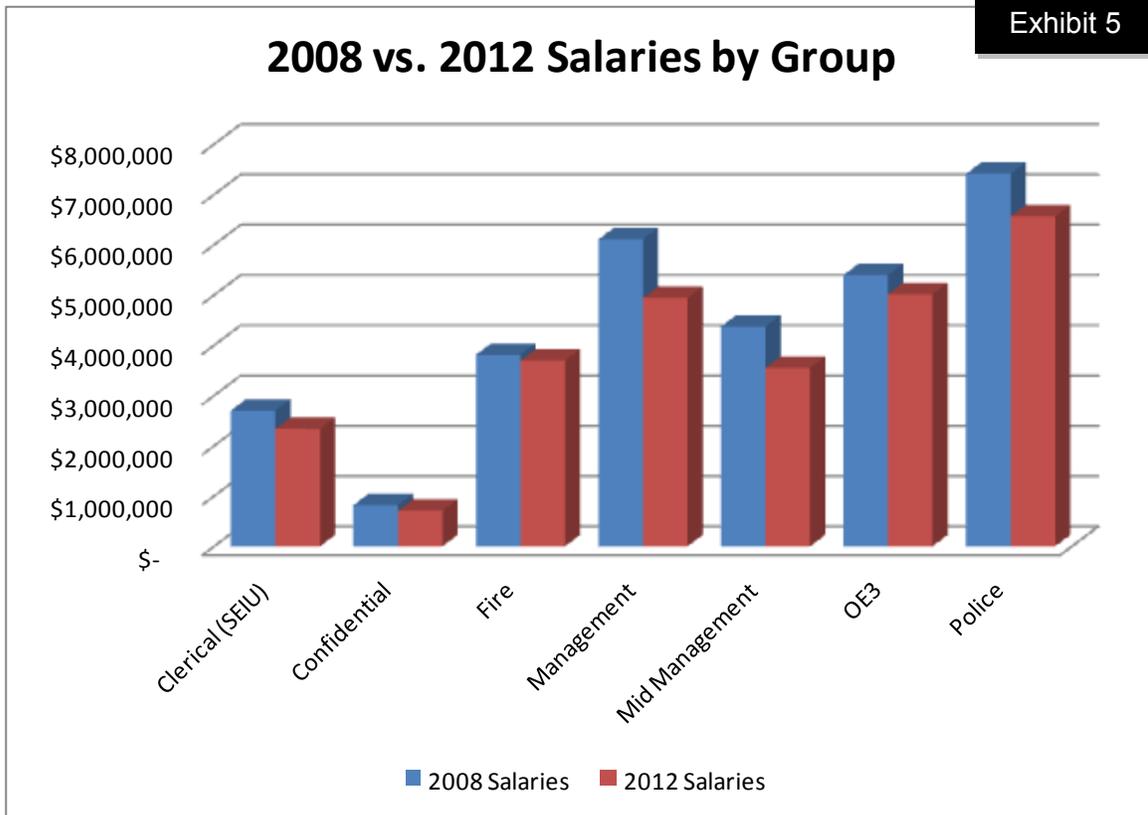
contributed an additional 1% of retirement costs in the last two years. A summary of all reductions by bargaining group can be found in the Exhibit below.

Summary of Concessions by Group (FY 2012-13)		Exhibit 4
Unit	Concessions	
<b>Confidential \$(77,000)</b>	• 10% Salary Reduction,	
	• Steps Frozen,	
	• 1% additional Employee PERS cost paid by Employee	
<b>Management (\$477,000)</b>	• 10% Salary Reduction,	
	• Steps Frozen,	
	• 1% additional Employee PERS cost paid by Employee	
<b>Mid-Management (\$393,000)</b>	• 10% Salary Reduction,	
	• 2% additional Employee PERS cost paid by Employee;	
	• Employees receive 2.5% Step Increase	
<b>OE3 Public Works Unit (\$712,000)</b>	• 10% Salary Reduction,	
	• 2% salary reduction	
	• Employees receive 2.5% Step Increase	
<b>SEIU 521 Clerical /Technical Unit (\$436,000)</b>	• 10% Salary Reduction,	
	• Steps Frozen,	
	• 1% additional Employee PERS cost paid by Employee	
<b>Fire Union (\$384,000)</b>	• 10% Pick up of Employers share of PERS Costs.	
	• Suspend uniform allowance (\$15,000 / year)	
	• Suspend deferred compensation contribution (\$64,000/year)	
<b>Police (\$710,000)</b>	• Deferred 5% salary increase (2.5% in July 2013, 2.5% December 2013)	
	• 8 furlough days (80 hrs / yr.)	
	• Employee receives additional 20 hours vacation (January 2013)	

**Without the concessions mentioned in the introductory section of this report, the total deficit City-wide would be \$3.1 million and would affect an estimated 29.10 full time equivalents (FTE). Of this amount, \$2.1 million correspond to the General Fund.**

It is important to note that while all miscellaneous employees are being paid for 10% fewer hours, there are some employees who have had salary adjustments when comparing salaries from 2008 to 2013. This is true for employees in all bargaining units and not just management positions.

In terms of dollars and cents, these reductions are portrayed in the table below (Exhibit 4). As a whole the City has reduced salary expense by \$3.7 million or 12% between 2008 and 2012. As clearly indicated in the table, the management group has received the largest salary reduction as a result of elimination of positions and the reduction in salaries in that group. This exhibit clarifies misinformation regarding the amount of reduction in salaries endured by the management group. In addition, it is important to note that salary costs for City Department Heads has been reduced by \$345,000 or 20.6% between 2008 and 2012 due to salary reductions, position eliminations and filling positions at lower salary levels.



Group	Percent Change 2008 to 2012
Clerical	-13.47%
Confidential	-13.82%
Department Head	-20.62%
Fire	-3.05%
Management	-18.53%
Mid Management	-18.81%
OE3	-7.07%
Police	-11.48%

**Additional Three Percent Reductions for FY 2013-14.** Preparing the budget for the new two budget cycle (FY 2013-14 & 2014-15) has been challenging. Just as in the previous five fiscal years, even before beginning the budget work, it was readily apparent revenues were not growing at the same pace as expenditures and some level of reduction would be necessary. Accordingly, departments were asked to prepare three different budget scenarios for consideration in addition to the reductions implemented since 2008 shown in Exhibit 5:

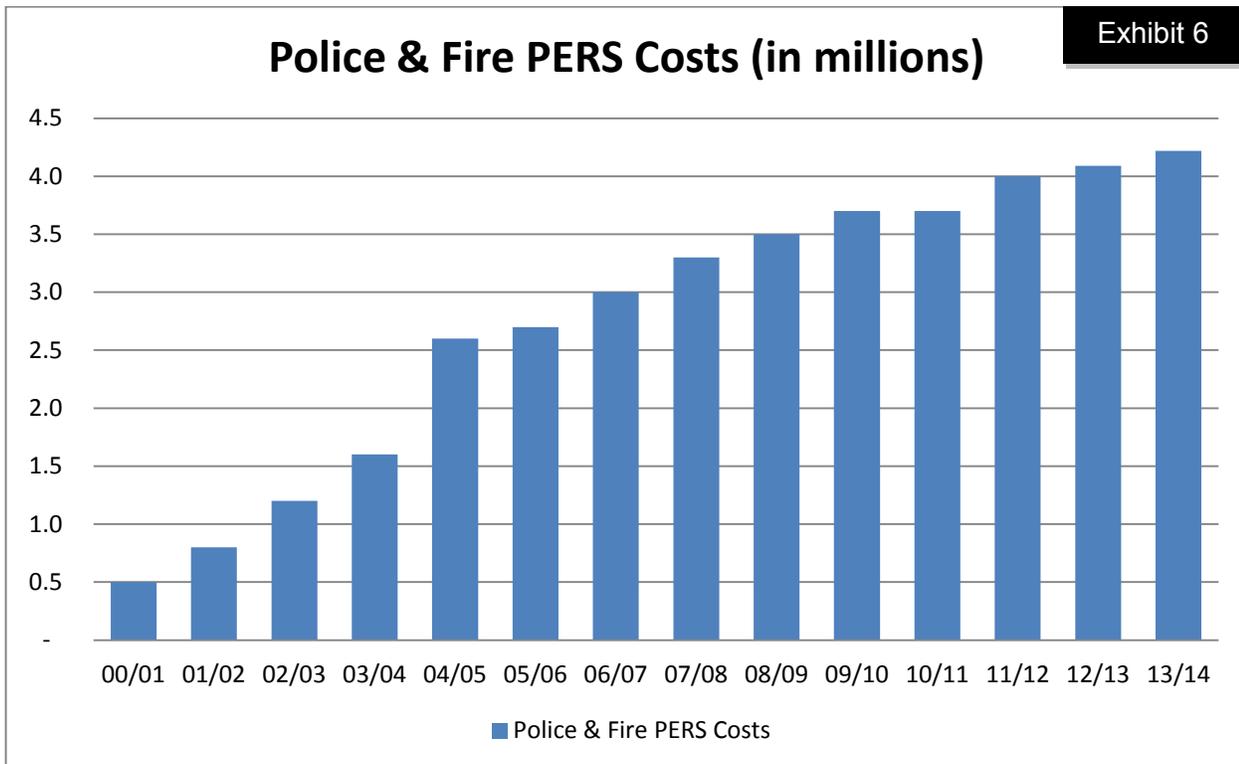
- a) Status quo budget (for all departments, all funds),
- b) One percent reduction budget (General Fund Departments only), and
- c) Three percent reduction budget (General Fund Departments only)

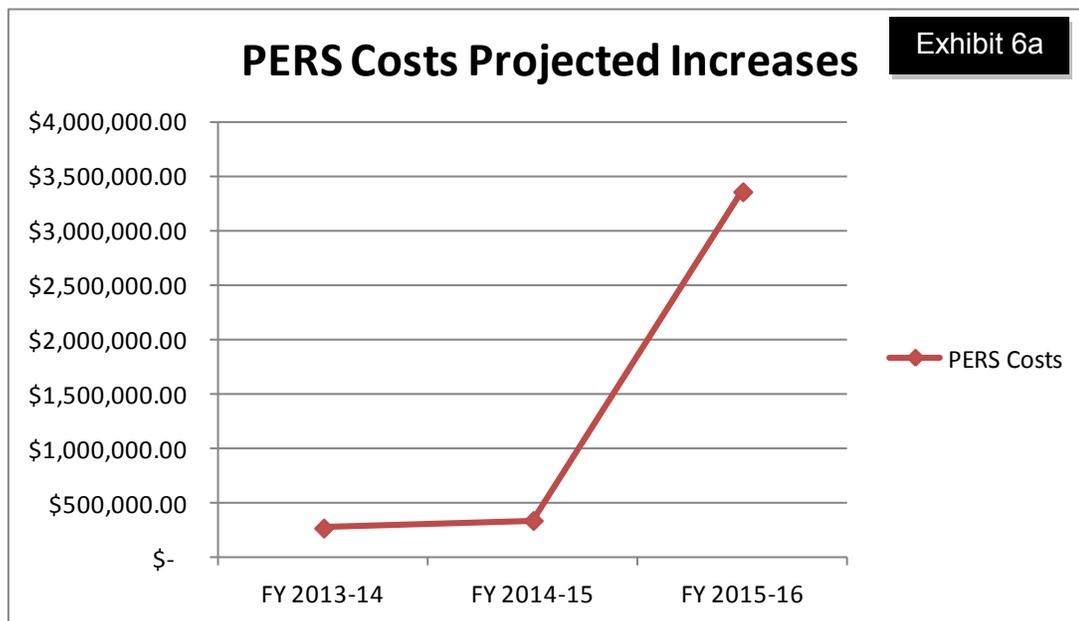
After reviewing the General Fund status quo budget submissions, the City's *Recommended* 2013-14 General Fund Budget was facing an approximate \$700,000 operating deficit. The main reasons (not an all inclusive list) for this deficit were attributed to increases in the following areas:

Summary of Increases	Amount
Police and Fire PERS Increases	\$ 177,000
Miscellaneous PERS Increases	\$ 96,000
Step Increases Police and Fire	\$ 188,000
Health Increases	\$ 92,000
Other	\$ 140,000
Estimated Totals	\$ 693,000

**Exhibit 6**

As reported in previous reports to the City Council, the City's pension rates have increased significantly over the last 14 years. In addition, pension rates are anticipated to increase in the range of 10% to 16% as early as FY 2015-16 (estimated at \$3.3 million dollars). Exhibits 6 and 6b show the historical increases and Exhibit 6a shows the marginal increase these costs may experience in FY 2015-16.





This sharp increase is due mainly to policy changes by CalPERS in the following areas:

- Change in the retirement formula to reduce the smoothing period from a rolling 30 years to a fixed 25 years
- Increase in the longevity of members
- Decrease of the discount rate by 0.25% (The Discount Rate is the annual projected earnings for PERS investments. Previously this rate was 7.75%; it is currently 7.5% and will be reduced to 7.25 %.)

Additionally, balancing of the budget was also facing ongoing concerns with overtime costs in public safety, particularly the Fire Department. The chart below shows the historical overtime levels through FY 2011-12 and estimated 2012-13 figures and the 2013-14 budget. Given all these different challenges, City staff worked with each department and agreed to implement their three percent budget reduction scenario. Upon implementation of this scenario, the budget has been balanced with some important operational impacts at department levels.

As mentioned in the Recommended Budget section of this report, Fire Department, FY 2013-14 operations will continue with a \$250,000 budget for overtime (OT) which will be capped to avoid future budget overruns. This means the Department will only have 128 hours of allowed OT per month, per shift. As this maximum is reached monthly, down-staffing would occur in lieu of expending more OT in order to maintain the ninth firefighter on each shift. Once this limit is reached, the ladder truck located downtown would be staffed with two firefighters, not three. The two fire engines at each station would remain staffed with three firefighters each. Although this will be a significant change in staffing, it is anticipated the number of calls will continue to be appropriately staffed given the nature of the calls the Departments will respond to are mainly medical.

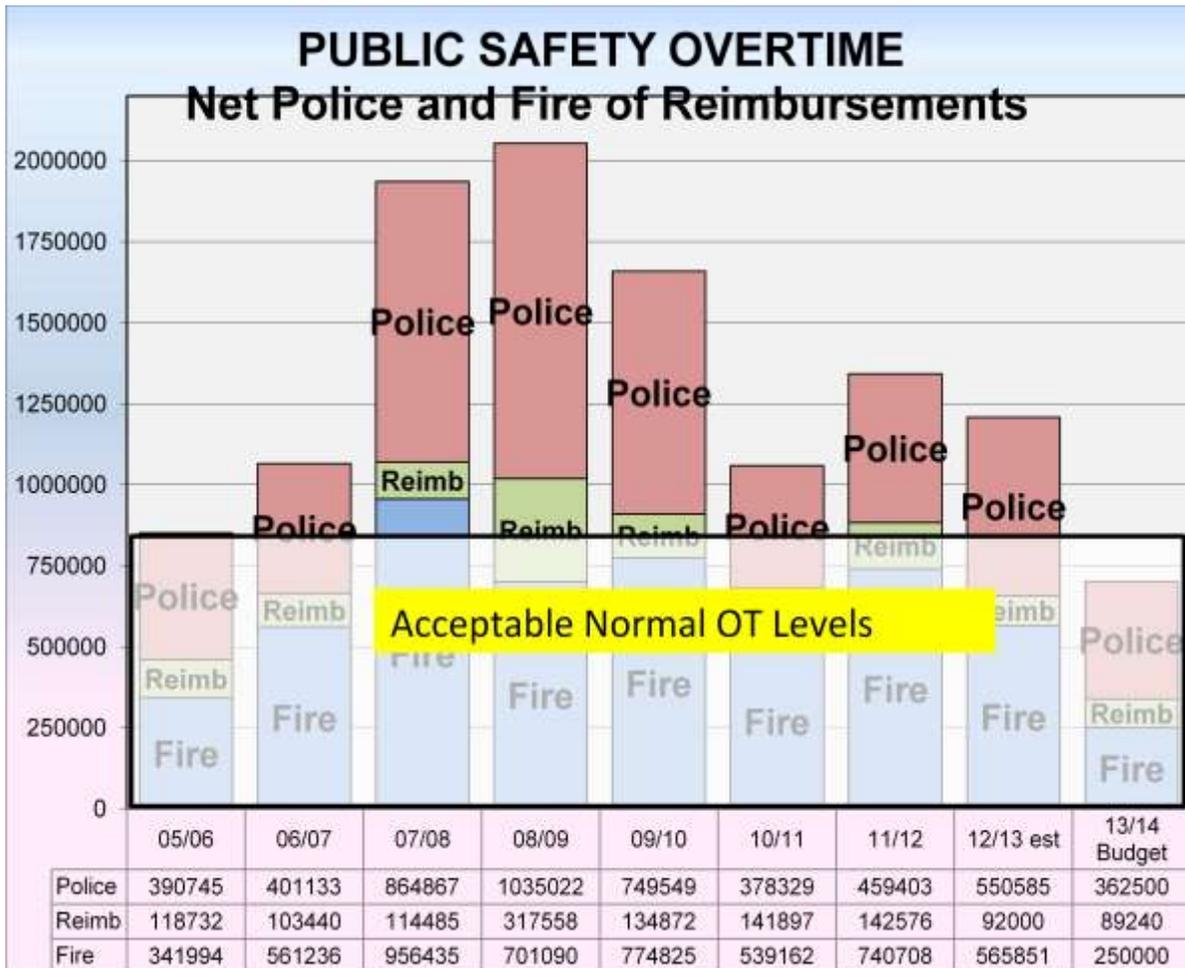
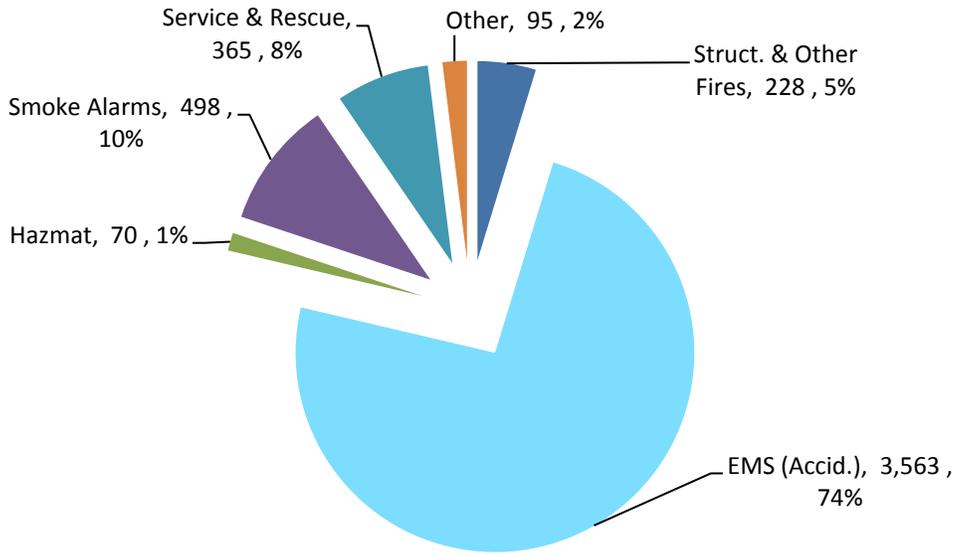


Exhibit 7

### Fire Department, # Calls 2012



Another example of the reductions proposed in this budget includes the reduction of the Parks and Community Services Department programs as follows:

- Reduction of park maintenance temporary labor
- The elimination of the summer drop-in and lunch program at Marinovich Park
- Eliminate the summer lunch program and reduce the summer drop in program by one hour a day at Callaghan Park.
- Elimination of Computer Center Services on Saturdays, reducing the overall service level to 15 hours per week

This budget also proposes the reduction of social service and community service grants by \$37,500 and dedicating those funds for the acquisition one much needed police vehicle. Funding of the police vehicle is considered critical because the Capital Improvement Program funding has been virtually non-existing over the last four fiscal years. This has left the police vehicle fleet in a difficult position, along with many other General Fund Capital needs. Police vehicles are considered particularly important as the fleet is aging and many vehicles have surpassed their anticipated useful life.

A final example is the Police Department. This department met their three percent reduction target by eliminating costs in various divisions including the reduction of the contribution to the Santa Cruz County Anti-Crime Team (SCCACT) in half, obtaining a new grant to pay salaries of an existing staff member in the Police Activities League program, and reducing various departmental expenses in their operational budget. All other departments made similar reductions to their operations budget with similar impacts.

On a positive note, the Library operations revenue has been improving over the last couple of years and projections indicate revenue will continue to be a bright spot for the City. Accordingly,

the main Library proposes to open its doors for four hours on Saturdays. Once the schedule is developed an update will be provided to the City Council.

### **Voluntary Time Off (VTO) Program**

The City Council has approved and offered employees in the past years a voluntary time off program (May 2009, February 2010, April 2010, April 2011, and June 2012). The next sections describe the voluntary time off program that is set to expire July 5, 2013.

Thus far, this program annually saved money to the City in the ranges of \$75,000 for Fiscal Year 2012-13. The voluntary time off program was offered without any additional costs (in FY 2012-13; 9 participants took advantage of this program ). It is recommended that this program be renewed for Fiscal Year 2013-14. All salary savings will be applied towards preserving positions and limit additional reductions. Savings for this program have already been incorporated into the proposed budget figures presented to the City Council.

**VTO Program Overview:** This program allows any permanent/regular City employee to request to voluntarily reduce their work week or take leave without pay under the following specifications:

- Employee will be able to maintain their seniority and medical benefits.
- Employee's accrued benefits (vacation, sick, admin leave) will be prorated in accordance with the reduced schedule
- There will be no cost to this proposal as benefit levels remain at the employee's current level (i.e., no increase).
- City will get dollar for dollar savings from every hour voluntarily given up without pay.
- Opt out provision for those determined to have undue financial hardship due to unforeseen circumstances.

The **voluntary leave program limitations** are as follows:

- Subject to departmental and management approval.
- Certain positions due to workload or service demands may not be allowed to reduce their work schedule or take unpaid time off.
- Program extension will expire July 5, 2014

There is salary savings potential from this program. It is currently estimated this program that is set to expire on July 5, 2013 will provide over \$75,000 in savings for Fiscal Year 2013-14 and could provide the same level of savings for 2014-15. There is no cost to the City to implement the employee voluntary time off program. For more details about this program, please see VTO guidelines provided as an attachment to the resolution.

### **Property Tax Levy Rate**

As provided by the City's Charter, annually the City must set the levy rate and instruct the County of Santa Cruz to levy, collect and remit to the Retirement Fund proceeds to support the General Fund for its employment retirement costs. The Charter states:

There shall be levied and collected...(2) a tax sufficient to meet all obligations of the City to the State Employees' Retirement System, or other system for the retirement of City employees, due and unpaid or to become due during the ensuing fiscal year (Section 1122, b2).

In the November 2006 general election, the voters of the City of Watsonville placed a cap on the annual levy of 0.077% (or \$77 per \$100,000 in assessed valuation) for the fiscal year beginning on July 1, 2007. This was done in tandem with voter approval for a ¼-cent increase in the City's Sales Tax rate in which the intent was to not impact the General Fund's ability to provide critical public services. The annual levy rate cannot exceed the 0.077% cap nor the retirement program costs of the General Fund.

### **Budget Adoption & the City Charter**

Under the Charter of the City of Watsonville, sections 1103-1105 instruct that the City Manager must prepare and present a proposed budget for the ensuing fiscal year at least 30 days prior to the beginning of next fiscal year. Accordingly, the 2013-14 Budget was presented on May 21, 2013.

The Charter requires that "the City Council shall proceed to consider the proposed budget and may increase, decrease or omit any item or insert new items therein." It further requires that a public hearing be held, grants the authority for City Council to make any final modifications and then requires that prior to the beginning of the ensuing fiscal year, "the City Council shall adopt the budget with revisions, if any."

Charter sections 1108-1110 provides the minimum information that this budget message or document must contain and states:

The budget message submitted by the City Manager to the City Council shall be explanatory of the budget, shall contain an outline of the proposed financial policies of the City for the budget year and shall describe in connection therewith the important features of the budget plan. It shall set forth the reasons for salient changes from the previous year in cost and revenue items and shall explain any major changes in financial policy.

On February 26, 2013 the City Council approved the Mid-Year Budget Report and Revised City Budget. On March 1, 2013, the City Council conducted a Study Session on the 2013-2015 Strategic Plan which includes overall policy and strategic goals for the City and provides direction to staff on budget priorities. The Strategic Plan was approved on May 14, 2013. On May 21, the City Council conducted its first study session on the proposed budget for the next two years. On May 28, a second study session on the proposed budget was held and staff received direction from the City Council. It is proposed that the City Council take action on the 2013-2014 Budget and 2014-2015 Projected Budget today, June 11, 2013.

### **Reduced or Eliminated Positions by Department 2009-2012**

Due to the ongoing economic crisis, when a position is vacated due to attrition, retirement, or layoff, the City first determines if there is a critical need to fill the position or if there are other cost-saving mechanisms that can be used to continue providing the service. In many cases throughout the City due to positions being eliminated or consolidated, this has resulted in an

internal promotion, reclassification, or temporary upgrade as required by MOUs and the City's Personnel Rules and Regulations. While this may result in a slightly higher salary for the person promoted, it results in overall savings to the City. Often, the promoted employee is paid less than the predecessor at either a lower classification or lower step and the position they vacate is often then eliminated rather than being filled. Also, some positions are eliminated through consolidation. The list below is a summary of positions which were eliminated or consolidated during this period. This list is not intended to be all inclusive as its intent is to provide a general summary of changes which have occurred.

### **Community Development**

- Community Development Director (duties assumed by Assistant City Manager and Principal Planner)
- Associate Planner (eliminated)
- Assistant Community Development Director (position reduced and filled as Building Official)
- Assistant Engineer (reduction by 50% to utilities)
- Administrative Assistant II (reduction by 50% to utilities)
- Sr. Building Inspector (eliminated)
- Building Inspector (eliminated)
- Sr. Engineering Associate reduction by 100% (transfer to utilities)
- Development Review Technician (eliminated)

### **Library**

- Librarian position reduced from full time to half time
- Library Clerk 50%-(eliminated)
- Library Assistant 50% (eliminated)
- Custodian 50% (eliminated)

### **Finance Department**

- Accounting Technician (eliminated)

### **Fire Department**

- Reclassification of Battalion Chiefs to Division Chiefs to eliminate overtime
- Elimination of one Division Chief position (on-call duties fulfilled by temporary employee)

### **Police Department**

- Deputy Police Chief (position eliminated with reorganization)
- Crime Analyst (eliminated)
- Administrative Services Manager (filled by lower position of Sr. Administrative Analyst)
- Youth Employment Specialist (eliminated)
- Parking Control Officers (eliminated 2 positions)
- Administrative Assistant II (eliminated)
- Executive Assistant (eliminated)

### **Redevelopment and Housing Department**

- Redevelopment and Housing Director (filled with hourly, part-time employee)
- Economic Development Manager (reduced by 25%)

- Administrative Analyst (eliminated)
- Administrative Assistant I (eliminated)
- Construction Manager (reduction by 50% to utilities)

**City Administration**

- Administrative Analyst (eliminated)
- Administrative Assistant I (eliminated)

**Parks and Community Services Department**

- Neighborhood Outreach Coordinator (eliminated after promotion made to Admin Analyst to fill vacated Sr. Admin Analyst position)
- Senior Administrative Analyst-reduced by 25%
- Senior Administrative Analyst (eliminated)
- Recreation Superintendent (eliminated)
- Administrative Assistant I (eliminated)
- Office Assistant II 50% (transferred to grant funded position)

**Public Works and Utilities Department**

- Principal Engineer (filled at lower level of Assistant Engineer)
- Public Works Operations Manager (eliminated, responsibilities absorbed by existing staff)
- Field Services Manager (eliminated, responsibilities absorbed by existing staff)
- Senior Utilities Engineer (eliminated)
- Safety and Regulatory Comp. Officer (filled by lower position of Sr. Administrative Analyst)
- Senior Administrative Analyst (eliminated)
- Assistant Engineer (eliminated)
- Custodian (eliminated)
- Building Maintenance Worker (eliminated, responsibilities absorbed by existing staff)
- Equipment Maintenance Coordinator (eliminated)

**Capital Improvement Plan.** As funding is limited and can barely cover ongoing costs, City staff is not recommending new projects or equipment acquisition (except for funding in the amount of \$75,000 for police vehicles) to be funded in the Capital Improvement Plan for the General Fund. Exhibit 9 in the following page shows all the vehicles the police department currently has in its fleet and their respective mileage.

In the Enterprise Funds, the City has worked on a Capital Improvement Plan that identifies the most pressing needs only, focusing on making sure ongoing revenues can fund both operations and capital needs without tapping into their existing cash reserves. The capital improvement plan presented with this budget meets those requirements. The tables below show a summary for the Enterprise Funds and the funding shortfall to fund all capital needs

**Cash Calculations for 710- Sewer Fund**

13/14	Cash Est 7/1/13	\$ 2,674,191
13/14	Expenditures	(9,283,323)
13/14	Revenue	10,644,119
13/14	CIP	(1,137,302)
14/15	Cash Est 7/1/14	\$ 2,897,685
	<b>Unfunded CIP</b>	<b>\$ 1,264,000</b>

**Cash Calculations for 720-Water Fund**

13/14	Cash Est 7/1/13	\$ 1,492,661
13/14	Expenditures	(9,641,133)
13/14	Revenue	9,915,710
13/14	CIP	(532,500)
14/15	Cash Est 7/1/14	\$ 1,234,738
	<b>Unfunded CIP</b>	<b>\$ 10,073,000</b>

**Cash Calculations for 730 - Airport**

13/14	Cash Est 7/1/13	\$ (4,701,648)
13/14	Expenditures	(2,788,273)
13/14	Revenue	2,873,036
13/14	CIP	(81,375)
14/15	Cash Est 7/1/14	\$ (4,698,260)
	<b>Unfunded CIP</b>	<b>\$ 1,000,000</b>

**Cash Calculations for 740 - Solid Waste**

13/14	Cash Est 7/1/13	\$ 2,692,509
13/14	Expenditures	(8,782,825)
13/14	Revenue	9,404,400
13/14	CIP	(902,000)
14/15	Cash Est 7/1/14	\$ 2,412,084
	<b>Unfunded CIP</b>	<b>\$ 7,174,000</b>

**Police Vehicles Fleet**

Vehicle Number	License Plate	Mileage as of 2/12/2013	Mileage as of 5/23/2013
	1093890	37,340	41,857
19	1345756	5,190	10,892
40	1275497	39,324	49,622
8	1345757	5,400	8,658
14	1195206	24,000	30,152
33	1195221	142,068	145,582
34	1195220	104,203	107,186
37	1195219	115,544	118,654
38	1195222	111,305	113,518
12	1244971	109,884	113,768
21	1244970	119,960	123,271
32	1244973	80,497	83,001
2	1275495	56,529	60,694
4	1275455	64,781	69,968
17	1275489	55,440	58,889
22	1275453	80,930	84,234
23	1275452	85,725	89,269

39	1275454	56,350	56,620
40	1275497	52,629	58,393

**Gann Appropriation Limit**

In 1979 and 1990, California Voters passed Proposition 4 and 111 respectively setting the process for limiting the amount of appropriations a State and Local government agency could expend during any one year. Each year, the City must adopt a resolution setting the subsequent year’s appropriation limit and ensure that the City’s appropriations are below this limit.

The appropriations limit for any fiscal year is equal to the previous year’s limit, adjusted for the annual percentage change in population and the annual percentage change in either of two allowed demographic factors; (1) California per-capita personal income or (2) growth in non-residential property assessed valuation. An agency can alternate between either of these two later factors year to year.

As shown in the Table below, the City continues to be far below the legal limit of appropriations and is in full compliance with this State statute, as demonstrated in the remaining appropriation capacity of \$93.6 million for Fiscal Year 2013-14.

## Exhibit A

### **Proposition 4 Calculation For Fiscal Year 2013-2014**

#### **Spending Limit Calculation**

[a]	2012-2013 Limit	\$ 113,970,900
	<u>Calculation of Growth Factor</u>	
	Change in Population	0.000%
	Non-resident, New Const. Assessment Growth	0.01833
	Change in California Per Capita Person Income	not used
[b]	Growth Factor (1.0000 multiplied by 1.0183)	<u>1.01833000</u>
[c]	2013-2014 Limit ( [a] multiplied by [b] )	<u>\$ 116,059,987</u>

#### **2013-2014 Gann Limit Proposed Spending**

	Proposed General Fund Spending	\$ 33,116,950
	Less Non-tax General Fund Revenues:	
	Transfers In (non-tax)	(198,442)
	Use of Money and Property	(1,830,417)
	Fees	(8,660,675)
	In-lieu Charges	-
	Other non-tax revenue	-
[d]	Spending Subject to the Gann Limit	<u>\$ 22,427,416</u>
	Remaining Capacity ( [d] subtracted from [c] )	<u>\$ 93,632,571</u>

P:\Budget 2013-15\GANN\GANN.xlsx\Exhibit A 2013-15

**State Budget & Redevelopment.** Currently there are no new concrete developments at the State budget level that would impact the City. However, the dissolution of the redevelopment agency has had a significant impact over the last year. The Successor Agency to the City of Watsonville Redevelopment Agency has faced numerous funding take aways from the State; including a major blow requiring it to pay back \$4.6 million for a loan repayment to the General Fund and Impact Fees Funds made in 2011. City staff will continue monitoring the State's budget development and present updates to the City Council through the City's budget process.

**FINANCIAL IMPACT:**

The Recommended 2013-14 Budget balances an initial \$700,000 operating deficit in the General Fund. However, if concessions with all labor groups are not continued at the current level, reductions of up to \$3.1 million City-wide or \$2.1 in the General Fund would have to be implemented.

**ALTERNATIVES:**

- Alternative B: FY 2013-14 Proposed Balanced Budget without Some Concessions and with issuance of layoffs to police, fire, and clerical-technical labor groups.
- Alternative A: A Balanced Budget with no layoffs, or furloughs if ALL concessions currently in place continue.
- Use of fund balance, an estimated to \$2.1 million to cover projected General Fund Balance. This option is **NOT** recommended.

**ATTACHMENTS:**

- 1 Fire Chief Memorandum, Fire Services
- 2 Social and Community Service Grants Reduction Plan

cc: City Attorney

City of Watsonville  
Fire Department

MEMORANDUM



**DATE:** June 6, 2013

**TO:** Carlos J. Palacios, City Manager  
Ezekiel Vega, Administrative Services Director

**FROM:** Mark Bisbee, Fire Chief

**SUBJECT:** Fire Staffing and Level of Service

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**RECOMMENDATION:** While no plan to reduce staffing comes without drawbacks, in order to comply with fiscal reductions, Watsonville Fire Department (WFD) staff suggests that minimum staffing be lowered from nine firefighters per day to eight: five at Station #1, and three at Station #2 to meet budgetary goals.

**DISCUSSION:** The WFD has struggled with staffing issues for decades. There are neither mandates nor requirements for staffing levels: each jurisdiction must choose the level of service it desires or feels it can best afford. Modifying the level of service to the community is not an easy decision to make, and must be made through an educated analysis of many factors, including balancing risk and loss tolerance with the benefits of the desired level of service. The Fire Chief does not recommend lowering the current level of service in the City below nine firefighters per day.

But in order for the WFD to comply with proposed fiscal restraints, staff must modify the daily staffing to meet its projected budgetary goals. Annual overtime (OT) expenditures for the past ten years have averaged \$597,509, or about 307 hours of OT per shift/month. A proposed annual overtime budget of \$250,000 will allow for 128 OT hours per shift/month.

With staffing levels fluctuating on a daily basis, it is unlikely that the current minimum staffing level of nine firefighters per daily can be maintained but for a few days each month. In order to provide a level of service that corresponds to the allocated budget, one unit needs to be down-staffed from three personnel to two. Increases above a minimum of eight firefighters per day would be maintained as temporary firefighters, leaves, vacancies and the overtime budget would allow.

**Deployment Strategy:** In terms of modifying deployment, there is no way to down-staff without detriment or some degree of degradation of service. The philosophy of the WFD is to have a smaller, standardized fleet that can handle a multitude of incidents, rather than field a fleet of highly diverse and specialized units. So WFD staff respond to emergency incidents in three types of vehicles: 1) command/staff units, usually staffed by a chief officer; 2) fire engines which carry attack and supply hose, 500 gallons of water, a 1,250 gallon-per-minute (gpm) pump, basic rescue tools and advanced life support (ALS, or paramedic) medical gear; and 3) ladder trucks, equipped with an aerial ladder, ground ladders, medium-duty rescue gear, ALS equipment, and basic supply and attack hose, 200 gallons of water, and a 1,250 gpm pump.

Staff will endeavor to remain flexible on which downtown unit (the engine of the ladder truck) is staffed with two, and which unit is staffed with three. Variables such as available staff and their qualifications or the type of incident/assignment will be taken into consideration when making daily down-staffing determinations. Below are some –but not all- anticipated issues that may result with specific down-staffing scenarios.

Scenario A: When the downtown engine is staffed with two firefighters:

- The issue created in this scenario is that cardiac care response would suffer due to local protocols for advanced life support intervention of cardiac arrest patients calls for a standardized “pit crew” response of five personnel (three firefighters and two ambulance personnel).
- The least-staffed unit would respond on the majority of calls in town. (Engines respond to medicals first, and then the ladder truck if the downtown engine isn’t available.)

Scenario B: When the ladder truck is staffed with two firefighters:

- They could get the equipment to the scene and others could help deploy the equipment when firefighters arrived from outside of town.
- This could create a problem when one of the two truck firefighters needed to ride in the back of the ambulance to the hospital. The remaining firefighter would then need to wait at scene until the ambulance brought the firefighter back or could request an engine with its firefighter to drive the tiller because it cannot be driven without a tiller operator steering the rear wheels.

Scenario C: If the utility vehicle is staffed as a small squad:

- This may seem more cost effective until they are called to an emergency they are not equipped to handle. A medical squad arriving at a fire would not have the necessary hose, water or tools to handle it, and may be the only unit available in town. With the current call volume, units are likely to respond from one emergency to the next and need to have all the equipment to handle a multitude of hazards and any emergency at all times.
- Not staffing the truck would mean that rescue from a third story or taller window and vertical ventilation of two-story or taller buildings would not be possible within the first 20-30 minutes of a going fire. Vertical ventilation is currently accomplished simultaneously with fire attack in a coordinated effort.

Scenario D: if the WFD staffed two units with four personnel at both fire stations:

- This is not advisable because response times would be compromised. Outlying agencies will be adversely affected by the City’s call volume. With only two staffed units instead of three, outside agencies would subsidize the City’s reduction in force and response capabilities, and a reasonable method of compensation would need to be provided to those agencies that would further erode the WFD’s ability to maintain its own staffing.

**Level of Service:** Any decrease in current staffing levels will adversely affect emergency response services to the residents of Watsonville. The proposed budget translates into a reduction in daily staffing and capability for the WFD and adverse consequences may be experienced by the community.

A recent study by the National Institute of Standards and Technology (NIST)<sup>1</sup> on fire department deployment and staffing articulated several important findings. The study used scientific methodology to comprehensively test fire apparatus staffing levels and arrival time. *It measured 22 identified critical firefighting tasks that need to be performed on a routine, low-hazard residential structure fire, and it identified that at least 15 personnel were needed to conduct these tasks in a timely manner.*

The report states that *“The fire modeling showed clearly that two-person crews cannot complete essential fireground tasks in time to rescue occupants without subjecting them to an increasing toxic*

atmosphere. For a slow-growth rate fire with two person crews, the fractional effective dose (FED) was approaching a level at which sensitive populations, such as children and the elderly are threatened. For a medium-growth rate fire with two-person crews, the FED was far above that threshold and approached the level affecting the general population.” The report further states that “...cutting the number of firehouses, apparatus or firefighters would likely yield an increase in the community fire losses, both human and property.”

**Guidelines for staffing ranges and standards for performance:** The International City Managers Association (ICMA) sites a range of firefighter-to-population staffing ratios for cities with populations over 250,000 or more between 0.5 and 2.7, with a median of 1.0 to 1.5<sup>ii</sup>. Nationally, rates for all-career departments before 2008 were 1.73, and by 2011, it had dropped to 1.53. The rate for the population range of the City of Watsonville is 1.35 nationally, and in the West, where salaries trend higher, it is 0.91.<sup>iii</sup> The WFD ratio of firefighters to population in the City is 0.5, and to total population protected, it is 0.4.

While staffing levels have increased over the years, staffing has not kept up with growth, and firefighter-to-population staffing ratios have declined 50% over the past 40 years while emergency responses have increased by over 700% during the same period:

Staffing History					
Year	1970	1980	1990	2000	2010
City Population	14,569	23,543	31,099	44,265	51,199
Call Volume*	512	1589	1824	3204	4100
WFD Daily Line Staffing	4	6	7	9	9
Firefighters/Population	0.8	0.7	0.6	0.6	0.5

\*Call volumes for 1974, 1984, 1994, 2004 and 2012

In the 2005 General Plan, references are made about the need for a third fire station and a daily staffing level of 14 to meet the needs of the City when the population grows to 51,000<sup>iv</sup>. The 2011 NFPA Fire Department Profile<sup>v</sup> showed that only 4% of similar-sized cities had two stations, and that the vast majority, 80.5%, had four or more fire stations.

Another source for measurement is NFPA 1710: *Organization and Deployment of Fire Suppression Operations, Emergency Medical Operations, and Special Operations to the Public by Career Fire Departments*. This standard is widely accepted and utilized to determine Standards of Response Coverage, fire department accreditation, and is the generally accepted standard for fire departments nation-wide.

In 2006, the WFD conducted a Gap Analysis<sup>vi</sup> to determine its measurement with this standard. This report determined two things: 1) the WFD had a respectable distribution of resources (or speed: *the ability to get a single unit to a call in a timely manner*), but 2) it lacked in concentration, (or weight: *the ability to field enough multiple resources to an emergency that required it*). The Gap Analysis stated that the WFD needed to increase resources by 25% -an additional engine company- in order to field an effective response force. After this report was released, the WFD was initially authorized to hire three additional firefighters as the first phase in building up staffing to bridge this identified gap. The four firefighters were hired, but subsequent vacancies were frozen and the additional staffing was not maintained.

In another attempt to bridge this gap, WFD has increased its reliance on automatic aid. For every confirmed structure fire, half of the responding units come from outside the City, but these units do not arrive in time to field an effective firefighting force as determined by the standard or the Gap Analysis.

The lack of ability to field an effective firefighting force is one of the contributing factors in the number of multiple alarm fires in Watsonville over recent years –more than any other city in the region.

The current fiscal crisis due to a slow economic recovery, revenue reductions, increasing Pension (PERS) costs, loss of Enterprise Zones and the Redevelopment Agency has accentuated the on-going discussion about WFD staffing, overtime costs, and level of service.

**Staffing & Overtime Analysis:** The WFD Operations Division has continued to struggle with staffing and OT issues for quite some time, and the WFD has strived to strike a balance between staffing and OT while maintaining minimum staffing levels and a positive work environment.

The WFD Operations Division operates under a constant staffing model that calls for a minimum of nine firefighters per day: three firefighters per unit on three units. In order to staff these units every day of the year, three different shifts comprised of a minimum of nine personnel each, work on rotating 48-hour shifts which average 56 hours per week.

WFD has carried 3-4 vacancies since 2007 with corresponding high overtime. Two of the three shifts currently have a built-in relief position, but with personnel out on lost time injuries and extended leave, these relief positions have not been available for their intended use to cover routine daily leaves. In addition, the staff training officer position has been vacated and the Fire Captain put back on line to help the OT hemorrhage.

For each line position in the WFD, there is a built-in vacancy rate for average vacation and sick leave used per Full-time employee (FTE) on a five year average. Worker’s compensation (WC) injuries are much harder to predict, and so are not calculated as part of this vacancy formula. The average vacancy rate per person in the WFD is about 10% (126.26 hours per FY in sick leave; and 159.15 average hours in vacation leave per FY). This means that an allocated 1.0 FTE for any position in any given year is actually only 0.9; so for every 9 FTE’s, a .9 FTE relief position is always needed to cover the vacancy rates.

Therefore, in order to maintain nine-a-day minimum staffing, (27.0 FTE’s) 2.7 additional FTE relief positions are needed to cover the 10% vacancy rate. These relief positions also have a vacancy rate of 10%, however, so an additional .27 FTE position must be added to cover the relief vacancy rate as well: for a total of 2.97 FTE relief positions. And these relief positions should be considered a permanent part of maintaining a minimum staffing level of 9 firefighters per day.

This means the WFD utilizes a total 29.97 (30) **active** FTE line positions each year. Active means all personnel that are assigned to active duty: when personnel are out on extended WC, they do not contribute to the staffing formula. Whenever staffing falls below 30 active FTE’s, excessive OT can be forecasted and expected without additional personnel.

When staffing falls below 30 active FTE’s, there are only two ways to maintain minimum staffing levels: 1) call in off duty personnel to fill this vacancy rate, resulting in higher OT rates, or 2) hire more personnel. The best balance is achieved by always maintaining at least 1 FTE relief position per shift- at all times- and then utilizing OT (or non-permanent positions) to cover the rest of the vacancies.

Current Minimum Staffing Requirements						
Staffed Units	3	Vacancy Rate	Needed Relief	Relief Vacancy Rate	Total Relief Positions	Total Active Staff Needed
Unit Staffing	3					
Daily Staffing	9					
Shifts	3					
FTE's	27					
		.10	2.7	.3	3.0	30.0

Right now the WFD has 29 FTE line staff, and two significant long-term and two shorter-term WC injuries, one on military leave –all not included in the vacancy rate- which means that there are actually only 24 active FTE positions, so the WFD was again on track to incur high OT due to the 10% vacancy rate with no built-in relief positions to leverage against. Even with hourly firefighters, we lack the needed relief positions to address the built-in vacancy rate. WC vacancies fluctuate, but with the extended injuries this past year, the stress on the current staffing trended once again towards higher OT because the WFD did not have enough active firefighters.

The WFD has attempted to hire hourly firefighters as a stop-gap measure to cover daily vacancies across all three shifts with only marginal success. This process has been challenged by the temporary nature of the position, the complex requirements needed to fill the vacancy, and opposition by the firefighter's local. We have hired one temporary firefighter, who was hired permanently after a recent retirement. There are currently two local candidates going through the hiring process, but still need to be medically cleared, trained and accredited. Other methods are being considered to increase the success of this option.

In addition, WFD management has imposed leave restrictions on all line personnel to a maximum of eight days per year. The decision is very unpopular and has created dissension within the ranks, and does add to the overall cash liability of the City through increased vacation accruals of personnel estimated at \$181,339.

**Summary:** The cycle of annual cost overruns are the result of attempting to maintain a minimum daily staffing of nine with insufficient personnel coupled with an inadequate overtime budget. If a permanent increase in staffing or overtime budgeting is not possible, then it is necessary to look at a service level reduction that is commensurate with the budget provided. *Staff does not recommend down-staffing below a minimum of nine firefighters per day*, but understands the budget constraints and the need to prioritize limited resources citywide. Each and every down-staffing scenario creates an even thinner line of defense in terms of community protection and emergency service to the residents. *Every scenario listed above has significant challenges, and no scenario is without significant drawbacks.* The bottom line is that the WFD is already a statistical outlier in terms of the resources levied to the population protected and the volume of incidents.

**STRATEGIC PLAN:**

This item is related to the 2011 – 2013 City Strategic Plans' Goal of a Safe and Healthy Community.

**FINANCIAL IMPACT:**

The fiscal impact of a reduction in the level of service would help alleviate the historical cost overruns the fire department has incurred, resulting in an estimated savings to the city in the \$200,000 range.

**ALTERNATIVES:**

- A. Increase WFD staffing or the OT budget to an amount that would maintain nine firefighters per day.
- B. Staff the two stations with four personnel each.

**ATTACHMENTS:**

cc: City Attorney

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<sup>i</sup> NIST Technical Note 1661, Report on Residential Fireground Field Experiments, April 2010 pp. 11, 13.

<sup>ii</sup> ICMA, Managing Fire and Rescue Services, 2002, p.127.

<sup>iii</sup> U.S. Fire Department Profile, NFPA Fire Analysis and Research Division, M. J. Karter, Jr. & Gary P. Stein, October 2012

<sup>iv</sup> City of Watsonville 2005 General Plan, pp. 154-55.

<sup>v</sup> U.S. Fire Department Profile, NFPA Fire Analysis and Research Division, M. J. Karter, Jr. & Gary P. Stein, October 2012

<sup>vi</sup> City of Watsonville, Gap Analysis: Fire Department Deployment, Emergency Services Consulting, January 2007.

**SOCIAL AND COMMUNITY SERVICE GRANTS FY 2013-2014**

Social Service Agencies	Service Area	Program Description	FY 13/14 Allocation
Advocacy	Seniors	Ombudsman	\$ 758
Association of Watsonville Area Seniors	Seniors	Social Services for Seniors	\$ 17,000
Big Brothers Big Sisters	Youth	Mentoring Services	\$ 1,213
Cabrillo Stroke and Disability Center	Seniors	Stroke and Disability Center	\$ 2,666
California Grey Bears, Inc.	Seniors	Operation Brown Bag	\$ 2,700
CASA of Santa Cruz County	Youth	Children Advocacy	\$ 2,300
Central Coast YMCA Watsonville Branch	All	Healthy Lifestyle Program	\$ 1,587
Central Coast for Independent Living	Adults	Independent Living	\$ 1,590
Community Action Board	Youth	Community Restoration Project	\$ 3,000
	All	Santa Cruz County Immigration Project	\$ 3,889
	All	The Shelter Project	\$ 7,199
	Adults	Women Ventures Project	\$ 2,349
	<b>Total Agency Funding</b>		
Community Bridges	Youth	Child Development Division	\$ 3,509
	Seniors	La Manzana Community Resources (LMCR)	\$ 8,955
	All	Lift Line (CTSA)	\$ 1,890
	Seniors	Meals on Wheels - Home Delivered/Congregate	\$ 3,734
	<b>Total Agency Funding</b>		
Dientes Community Dental Care	Youth	Dental Services	\$ 1,700
Family Service Agency	All	Counseling - South County	\$ 12,923
	Seniors	Senior Outreach	\$ 2,424
	All	Suicide Prevention	\$ 587
	All	Survivors Healing Center	\$ 1,120
	<b>Total Agency Funding</b>		
Pajaro Valley Childrens Center	Youth	Pajaro Valley Children's Center	\$ 11,620
Pajaro Valley Loaves & Fishes	All	Hot Lunch	\$ 6,000
Pajaro Valley Shelter Services	All	Emergency Shelter	\$ 4,000
Pajaro Valley Prevention and Student Assistance	Youth	VALOR - Reconnecting Youth to Education	\$ 4,250
Parents Center Santa Cruz	All	Counseling	\$ 2,212
Planned Parenthood	All	Watsonville Services	\$ 2,349
Salud Para La Gente	All	Salud Para La Gente	\$ 2,000
Santa Cruz Community Counseling Center	All	Santa Cruz AIDS Project-Support Services	\$ 910
	Youth	Youth Services/Pajaritos	\$ 7,038
	Adults	Community Recovery Services/Si Se Puede	\$ 5,156
	Youth	Youth Services/Youth and Family	\$ 6,315
	<b>Total Agency Funding</b>		
Santa Cruz Office of Education	All	Childcare Switch Board	\$ 763
Second Harvest Food Bank	All	Food Distribution	\$ 6,630
Senior Citizens Legal Services	Seniors	Legal Assistance	\$ 1,213
Senior Council	Seniors	Project Scout	\$ 2,222
Senior Network Services	Seniors	Senior Services	\$ 4,242
United Way 2-1-1 Program	All	211 Hotline	\$ 1,445
Volunteer Center	All	Watsonville Center	\$ 3,183
Watsonville Law Center	All	Legal Assistance	\$ 4,000
Women's Crisis Support - Defensa de Mujeres	Adults	Domestic Violence - City of Watsonville	\$ 12,923
YWCA	Youth	Childcare	\$ 8,401
		YW Teens	\$ 1,120
<b>Total Agency Funding</b>			<b>\$9,521</b>
<b>Total</b>			<b>\$ 181,086</b>

Community Service Agencies	Service Area	Program Description	FY13/14 Allocation
Cultural Council of Santa Cruz County	All	Advocate for on-going support of the Arts	\$ 6,800
Pajaro Valley Arts Council	All	Art Exhibits	\$ 1,000
Pajaro Valley Historical Association	All	Art Exhibits: Preserve Local History	\$ 5,355
Pajaro Valley Performing Arts Association	All	On-going Support of the Arts	\$ 3,950
Sister City	Youth	Student Exchange Program	\$ 1,190
Watsonville Community Band	All	Local Marching Band	\$ 2,635
White Hawk Indian Children's Council	Youth	Xilonen Event/Children's Dance Classes	\$ 3,000
Youth City Council	Youth	Watsonville Youth City Council	\$ 7,500
<b>Total</b>			<b>\$ 31,430</b>

Summary of Funding	FY13/14 Allocation
Social Service Agencies	\$ 181,086
Community Service Agencies	\$ 31,430
<b>Grand Total</b>	<b>\$ 212,516</b>

RESOLUTION NO. \_\_\_\_\_ (CM)  
RESOLUTION NO. \_\_\_\_\_ (SHA)  
RESOLUTION NO. \_\_\_\_\_ (SA)

**A JOINT RESOLUTION OF THE CITY COUNCIL AND THE CITY COUNCIL IN ITS CAPACITY AS THE SUCCESSOR TO THE HOUSING ASSETS AND FUNCTIONS OF THE CITY OF WATSONVILLE, AND THE SUCCESSOR AGENCY OF THE FORMER REDEVELOPMENT AGENCY ADOPTING THE FINAL BUDGET FOR FISCAL YEAR 2013-2014, ACCEPTING PROPOSED BUDGET FOR FISCAL YEAR 2014-2015, PROVIDING FOR CERTAIN TRANSFERS OF FUNDS, AND APPROVING FIVE YEAR (2013-2018) CAPITAL IMPROVEMENT PROGRAM (CIP)**

**WHEREAS**, pursuant to § 1103 of the Charter of the City of Watsonville a proposed two-year budget for fiscal years 2013-2014 and 2014-2015 has been submitted to the City Council by the City Manager and the City Council has reviewed and made revisions as it deemed advisable; and

**WHEREAS**, pursuant to Section 1104 of the Charter, the Council fixed the time and place for holding the public hearing on the proposed budget; and

**WHEREAS**, copies of the proposed budget have been and are available for inspection by the public at the Office of the City Clerk at least ten (10) days before the hearing to consider final adoption; and

**WHEREAS**, pursuant to Section 1104 of the City Charter, a public hearing was held to consider the adoption of the proposed budget after due notice as provided by law at which time interested persons desiring to be heard were given such opportunity; and

**WHEREAS**, after the conclusion of the public hearing the Council further considered the proposed budget and made any revisions thereto that it deemed advisable; and

**WHEREAS**, the appropriate officers, departments, boards, and commissions of the City identified all public improvements proposed in Watsonville; and

**WHEREAS**, on June 4, 2013, the Planning Commission reviewed said identified public improvements and listed and classified same with a coordinated program of proposed public improvements for the 2013-2018 period according to a logical order or priority; and

**WHEREAS**, the Planning Commission recommended a coordinated program of proposed public improvements for the 2013-2018 period to the City Manager and Council, and

**WHEREAS**, § 1105 of the Charter provides after submission of the proposed budget, but before the beginning of the ensuing fiscal year, the Council shall adopt a final budget with revisions, if any.

**NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF WATSONVILLE, CALIFORNIA, AS FOLLOWS:**

**Section 1. Approval of 2013-2014 and 2014-2015 Budget.** That the City of Watsonville and the City Council in its Capacity as the Housing Successor Agency to the Former Redevelopment Agency of the City of Watsonville proposed two-year budget, 2013-2014 and 2014-2015, presented by the City Manager to the members of the City Council, and filed with the City Clerk, and as thereafter amended by the City Council, a copy of which budget is on file in the Office of the City Clerk, is hereby approved as to form in the amount of \$94,885,261 for the fiscal year ending June 30, 2014, and \$88,769,922 for fiscal year ending June 30, 2015.

**Section 2. Approval of 2013-2014 and 2014-2015 Successor Agency**

**Budget.** That the Successor Agency for the Former Redevelopment Agency of the City of Watsonville proposed two-year budget, 2013-2014 and 2014-2015, presented by the City Manager to the members of the Agency, and filed with the City Clerk, and as thereafter amended by the Agency Members, a copy of which budget is included in the budget and is on file in the Office of the City Clerk, is hereby approved as to form in the amount of \$4,529,454 for the fiscal year ending June 30, 2014, and \$4,571,245 for fiscal year ending June 30, 2015.

**Section 3. Adoption of 2013-2014 Budget.** That the portion of the proposed two year budget applicable to the 2013-2014 fiscal year presented by the City Manager to the members of the City Council, and filed with the City Clerk, and as thereafter amended by the City Council, a copy of which budget is on file in the Office of the City Clerk, is hereby approved as the final budget in the amount of \$99,414,715 for the fiscal year ending June 30, 2014, and the several amounts stated therein as proposed expenditures are hereby appropriated for the objects therein described on Exhibit "A," attached hereto and incorporated herein.

**Section 4. Appropriations.** That from the effective date of the adopted budget, the amounts stated in said budget as proposed expenditures are hereby appropriated to the offices, agencies and departments for the respective objects specified in said adopted budget.

**Section 5. Council Transfers.** That the City Council is authorized pursuant to Section 1107 of the Charter of the City of Watsonville, after adoption of the budget, to amend or supplement the budget as to authorize the transfer of unused balances

appropriated from one purpose to another purpose, or to appropriate available revenue not appropriated in the budget.

**Section 6. Fund Balance.** That the City Council is authorized to amend the final budget to state the exact fund balance on July 1, 2013, in lieu of the estimates contained in the proposed budget.

**Section 7. Lapse of Appropriations.** Pursuant to § 1107 of the Charter, all such appropriations shall lapse at the end of the 2013-2014 fiscal year except to the extent that they shall have been expended or lawfully encumbered.

**Section 8. Manager Transfers.** That the City Manager is authorized to transfer appropriations within fund budgets; provided, however, that the total appropriations are not increased thereby.

**Section 9. Finance Transfers.** That the Administrative Services Director is authorized to transfer appropriations among the items within departmental budgets, excepting there from Salary and Capital accounts.

**Section 10. Capital Improvement Program.** That the Capital Improvement Program for 2013-2018, attached as a part of the 2013-2014 and 2014-2015 budgets, as amended by the City Council, is hereby approved, except for the General Fund CIP Expenditure items. Capital projects carried over from prior periods (reappropriated), as amended by Council are hereby approved.

**Section 11. Excess Expenditures.** Pursuant to § 1107 of the Charter, except to the extent provided in this resolution, no officer, department or agency of the City shall, during any fiscal year, expend or incur any obligation to expend money for any purposes not authorized by or in excess of the amounts appropriated by this budget, as amended, for a given classification or expenditure. For purposes of expending or

incurring such obligation, classification means the same as the term “fund” defined in the Budget.

**Section 12. Public Copy Available.** Pursuant to § 1105 of the Charter, a copy of the adopted budget, certified by the City Clerk shall be placed on file in the office of the City Clerk where it shall be available for public inspection. Certified copies shall be reproduced and copies made available for use by all officers, offices, departments and other agencies of the City and for use by civic organizations

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**CITY OF WATSONVILLE & SUCCESSOR AGENCY OF THE CITY OF WATSONVILLE  
BUDGET APPROPRIATIONS  
BY FUND**

<b>FUNDS:</b>		<b>FISCAL</b>	<b>FISCAL</b>
		<b>YEAR</b>	<b>YEAR</b>
<b>NUMBER</b>	<b>DESCRIPTION</b>	<b>2013-14</b>	<b>2014-15</b>
150	GENERAL	33,569,545	33,699,128
160	RETIREMENT	2,204,296	2,270,425
202	SUCCESSORY AGENCY OF REDEVELOPMENT	3,328,763	3,370,554
204	HOUSING	60,809	61,785
205	CDBG	1,188,115	1,069,136
206	ENTERPRISE ZONE	450	-
207	ECONOMIC DEVELOPMENT	62,045	62,045
209/210	OTHER RAH GRANTS	251,312	248,717
215	RELOCATION	87,014	-
221	INCLUSIONARY HOUSING	244,977	256,897
225	BUSINESS DEVELOPMENT	62,045	62,045
227	BUSINESS LOAN GUARANTEES	281,022	-
245	ABANDONED VEHICLE AUTHORITY	84,112	84,112
246	CIVIC CENTER COMMON ASREA MAINTENANCE	232,805	235,018
250	LIBRARY	3,830,863	3,301,293
265	PEG	37,019	37,019
281	PARKS DEVELOPMENT	175,000	-
305	GAS TAX	4,171,591	2,940,000
309	PARKING GARAGE	142,952	134,380
338/352	IMPACT FEES	1,289,365	124,534
354	LLMAD	187,880	173,295
825	NARCOTICS FORFEITURE	155,000	-
510	DEBT SERVICE	1,423,626	1,423,626
516	SUCCESSOR AGENCYDEBT SERVICE	1,200,691	1,200,691
710	WASTE WATER	10,983,144	10,184,324
720	WATER	11,404,931	10,250,456
730	AIRPORT	4,357,681	3,558,562
740	SOLID WASTE	9,884,979	9,826,344
741	Landfill Closure Fund	150,761	150,761
765	COMPUTER REPLACEMENT	-	-
780/785	INTERNAL SERVICES	8,361,922	8,616,020
<b>TOTAL APPROPRIATIONS</b>		<b>99,414,715</b>	<b>93,341,167</b>
<b>City of Watsonville</b>		<b>94,885,261</b>	<b>88,769,922</b>
<b>Successor Agency of the Redevelopment Agency</b>		<b>4,529,454</b>	<b>4,571,245</b>
<b>Total Appropriations</b>		<b>99,414,715</b>	<b>93,341,167</b>

**ORDINANCE NO. \_\_\_\_\_ (CM)**

**AN UNCODIFIED ORDINANCE OF THE CITY COUNCIL OF THE CITY OF WATSONVILLE INSTRUCTING THE COUNTY OF SANTA CRUZ TO LEVY AND COLLECT A PROPERTY TAX ON TAXABLE PROPERTY IN THE CITY OF WATSONVILLE FOR THE FISCAL YEAR BEGINNING JULY 1, 2013, FIXING THE RATE OF 0.077% THEREOF AND ALLOCATING IT TO THE RETIREMENT FUND**

**WHEREAS**, Proposition 13 [Article XIII of the State Constitution] does not apply to measures approved by the voters prior to the effective date of the Article XIII of the State Constitution; and

**WHEREAS**, participation in the State Employees Retirement System or other system for the retirement of City employees, hereinafter set forth, is a measure approved by the voters of the City of Watsonville prior to the effective date of Article XIII-A; and

**WHEREAS**, pursuant to Ordinance No. 437-78 (CM), as amended by Ordinance No. 670-85 (CM), the County of Santa Cruz is authorized to levy and collect ad valorem taxes on taxable property within the City of Watsonville; and

**WHEREAS**, on November 7, 2006, at a Special Municipal Election, the voters of the City of Watsonville approved Subdivision (3)(b) of Section 1122 of Article XI of the Charter of the City of Watsonville establishing the rate to be collected not to exceed 7.7 cents on each One Hundred and no/100<sup>th</sup> (\$100.00) Dollars of assessed valued.

**NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF WATSONVILLE, CALIFORNIA, DOES HEREBY ORDAIN AS FOLLOWS:**

**SECTION 1. ENACTMENT.** The County of Santa Cruz is hereby instructed to levy upon the taxable property of the City of Watsonville for fiscal year beginning JULY 1, 2013, a property tax which is hereby fixed at the rate of 0.077% (pursuant to Subsection

1122(b)(3) of the Charter of the City of Watsonville), designated and to be allocated and divided among the funds of the City, as described and attached hereto on Exhibit "A."

**SECTION 2. EFFECTIVE DATE.** This ordinance shall take effect immediately upon the adoption in accordance with Section 608(c) of the Charter.

**SECTION 3. PUBLICATION.** The City Clerk is hereby directed to cause this ordinance to be published in one regular issue of the Watsonville Register-Pajaronian and/or Santa Cruz Sentinel in compliance with the provisions of the Charter of the City of Watsonville within fifteen (15) days after its adoption.

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**CITY OF WATSONVILLE**  
**Final Retirement Tax Calculations**  
**with Levy Rate of 0.077%**  
**Fiscal Year 2013-14**

<b><u>General Fund Public Safety Departments</u></b>	<b><u>Retirement System Costs</u></b>
<b>Police Department</b>	
Police PERS	2,273,782
Police Employee PERS Contribution paid by City	56,612
Police Social Security &/or Medicare	172,047
Alternate 457 for Temporary employees	2,518
<b>Fire Department</b>	
Fire PERS	621,401
Fire Employee PERS Contribution paid by City	32,679
Fire Social Security &/or Medicare	58,490
Alternate 457 for Temporary employees	1,558
<b><u>General Fund- Remaining Departments</u></b>	
PERS	623,892
Employee PERS Contribution paid by City	186,961
Social Security	414,748
Alternate 457 for Temporary employees	20,590
Administration Fee Allocation Costs	-
Grand Total Needed	4,465,277
Less: Allowance for Turnover	(150,000)
<b>Estimated General Fund Pension Costs</b>	<b>\$ 4,315,277</b>
Less: Estimated Levy Proceeds (51% of total costs)	2,204,296
<b>Amount supported by General Fund</b>	<b>\$ 2,110,981</b>

**RESOLUTION NO. \_\_\_\_\_ (CM)**

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF WATSONVILLE ESTABLISHING TOTAL ANNUAL APPROPRIATIONS PURSUANT TO CALIFORNIA STATE CONSTITUTION ARTICLE XIII-B FOR FISCAL YEAR 2013-2014**

**[Proposition 4 Gann spending limit]**

**WHEREAS**, the initiative commonly referred to as Proposition 4 Gann spending limit adopted November 6, 1979, by the state electorate provided for Article XIII-B of the State Constitution to establish government spending limitations, and requires the establishment of total annual appropriations subject to certain limitations and adjustments for change.

**NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF WATSONVILLE, CALIFORNIA AS FOLLOWS:**

That the total annual appropriations limit (Proposition 4 Gann spending limit) for the City of Watsonville during the fiscal year 2013-2014 is \$116,059,987; the amended budget subject to the spending limit is \$22,427,416 as set forth in Exhibit "A," a copy of which is attached hereto, and is hereby approved and adopted.

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## Exhibit A

### **Proposition 4 Calculation For Fiscal Year 2013-2014**

#### **Spending Limit Calculation**

[a]	2012-2013 Limit	\$ 113,970,900
	<u>Calculation of Growth Factor</u>	
	Change in Population	0.000%
	Non-resident, New Const. Assessment Growth	0.01833
	Change in California Per Capita Person Income	<i>not used</i>
[b]	Growth Factor (1.0000 multiplied by 1.0183)	<u>1.01833000</u>
[c]	2013-2014 Limit ( [a] multiplied by [b] )	<u><u>\$ 116,059,987</u></u>

#### **2013-2014 Gann Limit Proposed Spending**

	Proposed General Fund Spending	\$ 33,116,950
	Less Non-tax General Fund Revenues:	
	Transfers In (non-tax)	(198,442)
	Use of Money and Property	(1,830,417)
	Fees	(8,660,675)
	In-lieu Charges	-
	Other non-tax revenue	<u>-</u>
[d]	Spending Subject to the Gann Limit	<u><u>\$ 22,427,416</u></u>
	Remaining Capacity ( [d] subtracted from [c] )	<u><u>\$ 93,632,571</u></u>

RESOLUTION NO. \_\_\_\_\_ (CM)  
RESOLUTION NO. \_\_\_\_\_ (SHA)

**A JOINT RESOLUTION OF THE CITY COUNCIL AND CITY COUNCIL IN ITS OWN RIGHT AND IN ITS CAPACITY AS THE SUCCESSOR TO THE HOUSING ASSETS AND FUNCTIONS OF THE FORMER REDEVELOPMENT AGENCY OF THE CITY OF WATSONVILLE FINDING THAT THE USE OF THE FORMER AGENCY’S FUNDS AND OTHER ASSETS GENERATED FROM THE WATSONVILLE 2000 REDEVELOPMENT PROJECT AREA FOR THE PURPOSE OF IMPROVING, INCREASING, AND PRESERVING THE COMMUNITY’S SUPPLY OF LOW AND MODERATE INCOME HOUSING OUTSIDE THE PROJECT AREA WILL BENEFIT THE PROJECT AREA**

**WHEREAS**, in accord with the California Community Redevelopment Law (Health and Safety Code sections 33000, et seq.) (the “CRL”), the City Council of the City of Watsonville (“City”) previously established the Redevelopment Agency of the City of Watsonville (“Agency”); and

**WHEREAS**, in accord with CRL section 33334.2(a), not less than twenty percent (20%) of all tax increment that was allocated to the Agency from the Watsonville 2000 Redevelopment Project Area (“Project Area”) was placed into the Agency’s Low and Moderate Income Housing Fund (“LMIHF”) and used to increase, improve and preserve the community’s supply of low and moderate income housing; and

**WHEREAS**, in accord with Assembly Bill 1X26 (“AB26”) and Assembly Bill 1484 (“AB1484”) (AB26 and AB1484, collectively, the “Dissolution Acts”), the Agency was dissolved and its assets, functions, and obligations were assumed by other public agencies; and

**WHEREAS**, in accord with CRL section 34176, the City of Watsonville (“City”) elected to become the Agency’s housing successor agency (“Housing Successor”) and to assume the Agency’s low and moderate income housing responsibilities, including



those related to the LMIHF and the income attributable to the repayment of loans made from the LMIHF and the sale of assets purchased with LMIHF funds (all of the foregoing, collectively, "Housing Assets"); and

**WHEREAS**, in accord with CRL section 34176(d), the Housing Successor has established in its accounts a separate "Low and Moderate Income Housing Asset Fund" ("LMIHAF") and has placed all Housing Assets which it received from the Agency into the LMIHAF and will likewise place any future Housing Assets it receives into the LMIHAF; and

**WHEREAS**, under the Dissolution Acts, the Housing Successor's use of the LMIHAF is subject to the CRL's housing-related requirements; and

**WHEREAS**, CRL section 33334.2(g) provides that funds in the LMIHF may be used outside the Project Area only if the Agency's governing and legislative bodies determined that the proposed use would benefit the Project Area; and

**WHEREAS**, as the Housing Successor's legislative and governing body, the City Council may make the findings required by CRL section 33334.2(g) with respect to the use of funds in the LMIHAF outside of the Project Area; and

**WHEREAS**, the General Plan of the City of Watsonville (the "Watsonville Vista 2030 General Plan") demonstrates a need for affordable housing throughout the community; and

**WHEREAS**, the Housing Successor proposes to use funds in the LMIHAF outside of the Project Area for various projects designed to increase, improve, and preserve the City's supply of decent, safe, and sanitary affordable housing.

**NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL AND THE CITY COUNCIL IN ITS OWN RIGHT AND IN ITS CAPACITY AS THE SUCCESSOR TO THE HOUSING ASSETS AND FUNCTIONS OF THE FORMER REDEVELOPMENT AGENCY OF THE CITY OF WATSONVILLE :**

**Section 1.** Based on the written and oral information presented to it, the City Council determines as follows:

A. The use of LMIHAF funds for the development of low and moderate income housing outside of the Project Area will benefit the Project Area, since there is the need for additional affordable housing throughout the community, as indicated by the Watsonville Vista 2030 General Plan, and since more land is needed to develop sufficient affordable housing in the community than is available within the Project Area.

B. The use of LMIHAF funds outside the Project Area is authorized. The Housing Successor's use of LMIHAF funds is subject to the same CRL requirements as the Agency's use of LMIHF funds would have been.

**Section 2.** The findings and determinations set forth in this Resolution are final and conclusive.

**Section 3.** The City Clerk will certify the adoption of this Resolution and will cause it to be processed in the manner required by law.

\*\*\*\*\*

## RESOLUTION NO. \_\_\_\_\_ (SHA)

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF WATSONVILLE IN ITS CAPACITY AS THE SUCCESSOR TO THE HOUSING ASSETS AND FUNCTIONS OF THE FORMER REDEVELOPMENT AGENCY OF THE CITY OF WATSONVILLE FINDING THAT THE USE OF FUNDS FROM THE LOW AND MODERATE INCOME HOUSING ASSET FUND FOR PLANNING AND GENERAL ADMINISTRATIVE COSTS IS NECESSARY FOR THE PURPOSE OF PRODUCING, IMPROVING, AND PRESERVING THE COMMUNITY'S SUPPLY OF LOW AND MODERATE-INCOME HOUSING**

**WHEREAS**, in accord with the provisions of the California Community Redevelopment Law (Health and Safety Code Section 33000, et seq. ("**CRL**"), the City Council of the City of Watsonville ("**City**") previously established the Redevelopment Agency of the City of Watsonville, a public body, corporate and politic ("**Agency**") to carry out the purposes of and exercise the powers granted to community redevelopment agencies under the CRL; and

**WHEREAS**, on February 1, 2012, the Agency was dissolved pursuant to Assembly Bill 1X26 (Stats. 2011, 1st Ex. Sess., Ch. 5) ("**AB 26**"), and its rights, powers, duties and obligations were transferred to a "successor agency" (as defined by CRL Section 34171(j) and Section 34173); and

**WHEREAS**, CRL Section 34176 provides that the City, as the former Agency's creating entity, could elect to retain the housing assets and functions of the former Agency and to assume its rights, powers, duties, obligations; and

**WHEREAS**, in accord with Section 34176, the City elected to retain the former Agency's housing assets and functions and to become the successor ("**Housing Successor**") to the former Agency's housing rights and duties; and

**WHEREAS**, as the Housing Successor, the City holds the former Agency's housing funds and assets; and

**WHEREAS**, as required by CRL section 34176(d), the City has created among the City's accounts a "**Low and Moderate Income Housing Asset Fund**" ("**LMIHAF**") and has deposited the former Agency's housing funds (and income from the former Agency's housing assets) into the LMIHAF; and

**WHEREAS**, CRL Section 34176 provides that the funds in the LMIHAF may be used only in accord with the CRL's applicable housing-related provisions; and

**WHEREAS**, the City, as Housing Successor, proposes to expend funds from the LMIHAF for the purposes allowed under the CRL's housing-related provisions, including for planning and administrative expenses directly related to programs and activities authorized by CRL Section 33334.2(e) and Section 33334.3(e); and

**WHEREAS**, in accordance with CRL Section 33334.3(d), the Housing Successor may expend money from the LMIHAF for planning and general administrative activities directly associated with the development, improvement and preservation of affordable housing which is not disproportionate to the amount actually spent for the costs of the production, improvement, or preservation of that housing; and

**WHEREAS**, CRL Section 33334.3(d) requires that the Housing Successor determine annually that the planning and administrative expenses paid for with housing funds are necessary for the production, improvement, or preservation of low- and moderate-income housing.

**NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF WATSONVILLE IN ITS CAPACITY AS THE SUCCESSOR TO THE HOUSING ASSETS AND FUNCTIONS OF THE FORMER REDEVELOPMENT AGENCY OF THE CITY OF WATSONVILLE , CALIFORNIA, AS FOLLOWS:**

**Section 1.** In accord with CRL Section 33334.3(d), the City Council determines that the Housing Successor's use of funds from the LMIHAF to pay for planning and administrative expenses is necessary for the production, improvement, or preservation of low- and moderate-income housing.

**Section 2.** In accord with CRL Section 33334.3(e), the City Council authorizes the Housing Successor's use of funds from the LMIHAF for planning and administrative costs directly related to programs and activities authorized by CRL Section 33334.2(e) and Section 33334.3(e).

**Section 3.** The findings and determinations set forth in this Resolution are final and conclusive.

**Section 4.** The City Clerk will certify the adoption of this Resolution and cause it to be processed in the manner required by law.

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RESOLUTION NO. \_\_\_\_\_(CM)

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF WATSONVILLE APPROVING THE AWARD OF COMMUNITY AND SOCIAL SERVICE GRANTS IN THE AMOUNT OF \$212,516 TO DESIGNATED COMMUNITY AND SOCIAL SERVICE AGENCIES; AND AUTHORIZING AND DIRECTING THE PAYMENT OF SAME FOR FISCAL YEAR 2013-2014

BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF WATSONVILLE, CALIFORNIA, AS FOLLOWS:

1. That the City Council does hereby accept and approve the recommended award of Community Service Grants in the amount of \$31,430 to designated Community Service Agencies for fiscal year 2013-2014 set forth in Exhibit "A," a copy of which is attached hereto and incorporated herein by this reference.

2. That the City Council does hereby accept and approve the recommended award of Social Service Grants in the amount of \$181,086 to various Social Service Agencies for fiscal year 2013-2014 set forth in Exhibit "A," a copy of which is attached hereto and incorporated herein by this reference.

3. That the Administrative Services Director and City Manager are hereby authorized and directed to pay such amounts and execute any needed agreements, respectively, for and on behalf of the City of Watsonville.

\*\*\*\*\*

**SOCIAL AND COMMUNITY SERVICE GRANTS FY 2013-2014**

Social Service Agencies	Service Area	Program Description	FY 13/14 Allocation
Advocacy	Seniors	Ombudsman	\$ 758
Association of Watsonville Area Seniors	Seniors	Social Services for Seniors	\$ 17,000
Big Brothers Big Sisters	Youth	Mentoring Services	\$ 1,213
Cabrillo Stroke and Disability Center	Seniors	Stroke and Disability Center	\$ 2,666
California Grey Bears, Inc.	Seniors	Operation Brown Bag	\$ 2,700
CASA of Santa Cruz County	Youth	Children Advocacy	\$ 2,300
Central Coast YMCA Watsonville Branch	All	Healthy Lifestyle Program	\$ 1,587
Central Coast for Independent Living	Adults	Independent Living	\$ 1,590
Community Action Board	Youth	Community Restoration Project	\$ 3,000
	All	Santa Cruz County Immigration Project	\$ 3,889
	All	The Shelter Project	\$ 7,199
	Adults	Women Ventures Project	\$ 2,349
	Total Agency Funding		
Community Bridges	Youth	Child Development Division	\$ 3,509
	Seniors	La Manzana Community Resources (LMCR)	\$ 8,955
	All	Lift Line (CTSA)	\$ 1,890
	Seniors	Meals on Wheels - Home Delivered/Congregate	\$ 3,734
	Total Agency Funding		
Dientes Community Dental Care	Youth	Dental Services	\$ 1,700
Family Service Agency	All	Counseling - South County	\$ 12,923
	Seniors	Senior Outreach	\$ 2,424
	All	Suicide Prevention	\$ 587
	All	Survivors Healing Center	\$ 1,120
	Total Agency Funding		
Pajaro Valley Childrens Center	Youth	Pajaro Valley Children's Center	\$ 11,620
Pajaro Valley Loaves & Fishes	All	Hot Lunch	\$ 6,000
Pajaro Valley Shelter Services	All	Emergency Shelter	\$ 4,000
Pajaro Valley Prevention and Student Assistance	Youth	VALOR - Reconnecting Youth to Education	\$ 4,250
Parents Center Santa Cruz	All	Counseling	\$ 2,212
Planned Parenthood	All	Watsonville Services	\$ 2,349
Salud Para La Gente	All	Salud Para La Gente	\$ 2,000
Santa Cruz Community Counseling Center	All	Santa Cruz AIDS Project-Support Services	\$ 910
	Youth	Youth Services/Pajaritos	\$ 7,038
	Adults	Community Recovery Services/Si Se Puede	\$ 5,156
	Youth	Youth Services/Youth and Family	\$ 6,315
	Total Agency Funding		
Santa Cruz Office of Education	All	Childcare Switch Board	\$ 763
Second Harvest Food Bank	All	Food Distribution	\$ 6,630
Senior Citizens Legal Services	Seniors	Legal Assistance	\$ 1,213
Senior Council	Seniors	Project Scout	\$ 2,222
Senior Network Services	Seniors	Senior Services	\$ 4,242
United Way 2-1-1 Program	All	211 Hotline	\$ 1,445
Volunteer Center	All	Watsonville Center	\$ 3,183
Watsonville Law Center	All	Legal Assistance	\$ 4,000
Women's Crisis Support - Defensa de Mujeres	Adults	Domestic Violence - City of Watsonville	\$ 12,923
YWCA	Youth	Childcare	\$ 8,401
		YW Teens	\$ 1,120
Total Agency Funding			\$9,521
Total			\$ 181,086

Community Service Agencies	Service Area	Program Description	FY13/14 Allocation
Cultural Council of Santa Cruz County	All	Advocate for on-going support of the Arts	\$ 6,800
Pajaro Valley Arts Council	All	Art Exhibits	\$ 1,000
Pajaro Valley Historical Association	All	Art Exhibits: Preserve Local History	\$ 5,355
Pajaro Valley Performing Arts Association	All	On-going Support of the Arts	\$ 3,950
Sister City	Youth	Student Exchange Program	\$ 1,190
Watsonville Community Band	All	Local Marching Band	\$ 2,635
White Hawk Indian Children's Council	Youth	Xilonen Event/Children's Dance Classes	\$ 3,000
Youth City Council	Youth	Watsonville Youth City Council	\$ 7,500
Total			\$ 31,430

Summary of Funding	FY13/14 Allocation
Social Service Agencies	\$ 181,086
Community Service Agencies	\$ 31,430
<b>Grand Total</b>	<b>\$ 212,516</b>

**RESOLUTION NO. \_\_\_\_\_ (CM)**

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF WATSONVILLE CONTINUING THE VOLUNTARY TIME OFF PROGRAM AVAILABLE TO EMPLOYEES THROUGH 2013-2014**

**WHEREAS**, the City Council approved and offered City employees the Voluntary Time Off Program in May 2009, April 2010, April 2011, and June 2012; and

**WHEREAS**, City staff recommends that the City Council reinstate the Voluntary Time Off Program for Fiscal Year 2013-2014; and

**WHEREAS**, the proposed Voluntary Time Off Program aims to achieve savings, minimize the impact on public services, and help mitigate layoffs and other personnel reductions.

**NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF WATSONVILLE, CALIFORNIA, AS FOLLOWS:**

1. That the Voluntary Time Off (VTO) Program available until July 6, 2014, a copy of which is attached hereto and incorporated herein, is hereby adopted and approved.

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**CITY OF WATSONVILLE  
VOLUNTARY TIME OFF (VTO)  
PROGRAM GUIDELINES  
July 6, 2013-July 6, 2014**



**PURPOSE**

The purpose of the Voluntary Time Off (VTO) program is to provide voluntary, personal leave without pay as a method to reduce City salary costs during a budget crisis. Another objective of the VTO program is to assist in mitigating layoffs and other personnel reductions. Use of this program is strictly an effort to achieve salary savings and shall not be considered or construed as a lack of work. If the VTO does not result in cost savings to the City, creates staffing levels that cannot provide adequate service to the public, or hinders departmental operations, then the VTO leave may be denied.

**PROGRAM**

The City intends to offer this voluntary time off without pay to regular, non-temporary City employees only during periods of economic hardship designated as such by the City Manager. Participation in the VTO program requires approval of the employee's supervisor, department head, and City Manager under the conditions stated above.

VTO will only be allowed for employees who desire to reduce the weekly work schedule by whole hour increments for a defined period of time.

Individual days off without pay will not be approved under the VTO program beginning on July 6, 2013.

All employees approved to participate in the program must sign an agreement committing to the reduced work schedule in a defined time period.

The City shall continue to pay the same level of health benefits (medical, dental, vision, life, etc.) during a period of VTO as the employee qualified for prior to participation in the program. However, effective July 6, 2013, all other accrued benefits (vacation, sick leave, holiday hours, admin leave, etc.) will be pro-rated accordingly with the reduced schedule. For example, if an employee reduces to 75% time, vacation benefits will be accrued at a rate 25% less than if working full time. Qualifications for merit increases shall not be impacted by VTO. Seniority accruals shall not be impacted by VTO.

Employees may reduce their annual hours worked to approximately 1,720 hours and still receive a full year of service credit from the California Public Employees' Retirement System (CalPERS). The amount of worked hours required to earn a full year of service credit is established by CalPERS and subject to change. Employees who are concerned about their service credit accrual should consult with Human Resources before committing to the VTO program. Participation in the VTO program may impact retirement benefits and those considering participation in the VTO program during their last year of employment before retiring should consult with CalPERS about the potential impact on their retirement benefits. Employees are responsible for monitoring the effect of VTO on future retirement benefits.

For certain positions, granting of VTO may result in additional City costs, such as overtime, which offset or exceed savings from VTO or result in unacceptably low staffing levels, hindering the delivery of critical services to the public. In such cases, the purpose of VTO would not be achieved and the VTO request may not be authorized. VTO must result in savings to the City without compromising delivery of critical services to the public or having a material negative impact on departmental operations. The City

**CITY OF WATSONVILLE**  
**VOLUNTARY TIME OFF (VTO)**  
**PROGRAM GUIDELINES**  
**July 6, 2013-July 6, 2014**



Manager may cancel or suspend an employee's approved VTO if operational needs mandate the employee's services. Employees will be noticed about VTO cancellation in accordance with the schedule change provisions of the appropriate Memorandum of Understanding (MOU) or 14 days (whichever is greater).

VTO shall not be available to employees on other leaves without pay nor be used to extend leaves of absence. Employees shall not use accrued paid time in lieu of VTO hours.

VTO used during a pay period shall not count as time worked toward the computation of overtime.

During VTO periods, employees remain responsible for paying the health benefit premium that is normally deducted from every pay check.

**PROCEDURE**

1. Requests to enroll in the VTO program must be submitted in writing to the employee's supervisor or department head using the attached Voluntary Time Off (VTO) Request\Agreement.
2. The employee's supervisor shall review and make a statement regarding the workload impact, anticipated cost savings, and a recommendation regarding the request. The request shall then be forwarded to the department head.
3. The department head will review the employee's request and the supervisor's statement and, upon approval, forward it to the City Manager for final approval. The department head is responsible for ensuring that the VTO is consistent with the conditions and intent of the VTO policy.
4. Upon approval by the City Manager, the VTO form shall be distributed as follows: one copy to the employee, one copy to the initiating department, one copy to the Human Resources, and one copy to Payroll.
5. Once a VTO form is approved by the City Manager, it is binding upon the employee for the entire period at the agreed upon participation level unless it is found that continuation in the program will cause undue hardship to the employee due to unforeseen circumstances.
6. This program is in effect through July 6, 2014.

**CITY OF WATSONVILLE  
VOLUNTARY TIME OFF (VTO)  
PROGRAM GUIDELINES  
July 6, 2013-July 6, 2014**



Employee Name: \_\_\_\_\_ Date: \_\_\_\_\_

Department: \_\_\_\_\_

Job Classification: \_\_\_\_\_ Division: \_\_\_\_\_

I hereby voluntarily request a reduction in my work schedule. I acknowledge there will be a reduction in my salary and my leave accruals will be pro-rated (i.e. vacation, sick leave, administrative leave, personal leave, and holiday hours). However, the City shall continue to pay the same level of benefits for the medical, dental, vision, and life insurance plans as I am entitled to prior to participation in the program. If approved, I agree to the reductions specified below.

Employee Signature: \_\_\_\_\_ Date: \_\_\_\_\_

For proposed workweek reduction, please specify enrollment period:

From: \_\_\_\_\_ To: \_\_\_\_\_

Specify number of proposed weekly hours: \_\_\_\_\_  
*Please detail your proposed weekly schedule:*

**CITY OF WATSONVILLE  
VOLUNTARY TIME OFF (VTO)  
PROGRAM GUIDELINES  
July 6, 2013-July 6, 2014**



Supervisor  
Signature: \_\_\_\_\_ Date: \_\_\_\_\_

I recommend  Do not recommend  this VTO enrollment.

Supervisor statement of workload impact, anticipated cost savings:

**APPROVALS:**

**This request is approved as it meets the goals and intent of the VTO program.**

Department Head Signature:		Date:
City Manager Signature:		Date:

**Comments:**

**DENIALS:**

**This request is denied as it does not meet cost savings goals or it cannot be granted without negatively impacting departmental operations.**

Department Head Signature:		Date:
City Manager Signature:		Date:

**Comments:**

*Distribution:*

*Employee  
Initiating Department  
Human Resources Department  
Employee Personnel File  
Payroll*

**INFORMATION ITEMS**  
**June 6, 2013**

**1.0 APPLICATIONS**

--Application for Alcoholic Beverage License  
Watsonville Petroleum Inc  
June 6, 2013

**2.0 MINUTES**

--Parks & Recreation Commission  
May 2, 2013

**3.0 PROCLAMATIONS**

--Georgeann Cowles Eiskcamp  
Agricultural Woman of the Year  
June 7, 2013

**4.0 CERTIFICATES OF RECOGNITION**

--Alvaro Zamora  
June 3, 2013

--Awardees Recognized for Service in the Drug and Alcohol Rehabilitation  
Field  
Copies on File in the City Clerk's Office

**APPLICATION FOR ALCOHOLIC BEVERAGE LICENSE(S)**

ABC 211 (6/99)

TO: Department of Alcoholic Beverage Control  
 1137 WESTRIDGE PARKWAY  
 SALINAS, CA 93907  
 (831) 755-1990

File Number: **533537**  
 Receipt Number: **2172360**  
 Geographical Code: **4403**  
 Copies Mailed Date: **May 24, 2013**  
 Issued Date:

DISTRICT SERVING LOCATION: SALINAS

First Owner: **WATSONVILLE PETROLEUM INC**  
 Name of Business: **WATSONVILLE PETROLEUM**  
 Location of Business: **1455 FREEDOM BLVD**  
**WATSONVILLE, CA 95076-2742**

County: **SANTA CRUZ**

Is Premise inside city limits? **Yes** Census Tract **1105.02**

Mailing Address: **1346 BLANEY AVE**  
 (If different from premises address) **SAN JOSE, CA 95129**

Type of license(s): **20**

Transferor's license/name: **454505 / CASTELLI, CHRISTINE**  
**CECELIA**

Dropping Partner: Yes  No

<u>License Type</u>	<u>Transaction Type</u>	<u>Fee Type</u>	<u>Master</u>	<u>Dup</u>	<u>Date</u>	<u>Fee</u>
20 - Off-Sale Beer And Win	ANNUAL FEE	NA	Y	0	05/24/13	\$254.00
20 - Off-Sale Beer And Win	PREMISE TO PREMISE TRANSFER	NA	Y	0	05/24/13	\$100.00
20 - Off-Sale Beer And Win	PERSON-TO-PERSON TRANSFER	NA	Y	0	05/24/13	\$50.00
Total						\$404.00

Have you ever been convicted of a felony? **No**

Have you ever violated any provisions of the Alcoholic Beverage Control Act, or regulations of the Department pertaining to the Act? **No**

Explain any "Yes" answer to the above questions on an attachment which shall be deemed part of this application.

Applicant agrees (a) that any manager employed in an on-sale licensed premises will have all the qualifications of a licensee, and (b) that he will not violate or cause or permit to be violated any of the provisions of the Alcoholic Beverage Control Act.

STATE OF CALIFORNIA County of **SANTA CRUZ**

Date: **May 24, 2013**

Under penalty of perjury, each person whose signature appears below, certifies and says: (1) He is an applicant, or one of the applicants, or an executive officer of the applicant corporation, named in the foregoing application, duly authorized to make this application on its behalf; (2) that he has read the foregoing and knows the contents thereof and that each of the above statements therein made are true; (3) that no person other than the applicant or applicants has any direct or indirect interest in the applicant or applicant's business to be conducted under the license(s) for which this application is made; (4) that the transfer application or proposed transfer is not made to satisfy the payment of a loan or to fulfill an agreement entered into more than ninety (90) days preceding the day on which the transfer application is filed with the Department or to gain or establish a preference to or for any creditor or transferor or to defraud or injure any creditor of transferor; (5) that the transfer application may be withdrawn by either the applicant or the licensee with no resulting liability to the Department.

Effective July 1, 2012, Revenue and Taxation Code Section 7057, authorizes the State Board of Equalization and the Franchise Tax Board to share taxpayer information with Department of Alcoholic Beverage Control. The Department may suspend, revoke, and refuse to issue a license if the licensee's name appears in the 500 largest tax delinquencies list. (Business and Professions Code Section 494.5.)

Applicant Name(s)

Applicant Signature(s)

**WATSONVILLE PETROLEUM INC**

**See 211 Signature Page**

**MINUTES  
REGULAR MEETING  
CITY OF WATSONVILLE  
PARKS & RECREATION COMMISSION**

**Old City Council Chambers  
City Hall, 250 Main Street, Watsonville**

**May 2, 2013**

**6:30 P.M.**

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**1.0 ROLL CALL**

Chair García called the meeting to order

**Commissioners:** DeHart, García, Hurtado-Aldana, Orozco, Rodríguez, Sauer

**Commissioners Absent:** Lopez

**Staff:** Parks and Community Services Director Ana Espinoza  
Parks and Community Services Assistant Director Brad Blachly  
Public Works and Utility Environmental Project Manager Nancy Lockwood  
Recreation Coordinator Imelda Negrete  
Administrative Assistant I Marco Diaz

**2.0 COMMUNICATIONS**

- a) **Oral Communications from Commissioners & Members of the Public**  
Commissioner Sauer shared her experience of visiting the recreation centers and discovering the wonderful youth programs in place. Sauer also shared that Gene Hoularis, who the Youth Center is named after, is her father-in-law. Sauer provided insight into the impact Gene Hoularis had in the community. DeHart recalled the naming of the Youth Center. Commissioner Hurtado-Aldana also shared her experience visiting the recreation centers. Hurtado-Aldana is pleased to see established programs providing many resources and options for the community. Commissioner Orozco informed the Commission of the follow-up meeting regarding the COPA event that took place on April 23<sup>rd</sup>. The meeting will be held on May 15<sup>th</sup> at 7:00 p.m. at Assumption Church. Orozco stated the last meeting had a good turn out with different community members present, including representation from the Neighborhood Watch program. Orozco shared that this meeting would be a great opportunity to get involved and invited the Commission to attend. Commissioner Rodríguez requested that the Commission be sent a reminder regarding the COPA event follow-up meeting. Commissioner García informed the Commission of a meeting with Carolyn O'Donnell of the Strawberry Commission. The meeting was attended by Director Espinoza, Commissioner Lopez and Commissioner García. The meeting was held to brainstorm on ideas of a decorated vehicle for the 4<sup>th</sup> of July parade that promotes the Strawberry Festival. O'Donnell offered resources and funds for this project. One idea discussed is including the Watsonville City Youth Council to participate. Commissioner García attended the Youth Council and publicly invited the Youth Council to participate and contacted their advisor and scheduled a meeting for May 6<sup>th</sup>. Commissioners Rodríguez, Orozco, García and Carolyn O'Donnell will attend the next City Youth Council to discuss ideas regarding the decorated vehicle. Garcia also invited the Commission to the Tri-County

Association of Latino Elected Officials summit on May 11<sup>th</sup> at 9:00 a.m. at the Gene Hoularis Waldo Rodríguez Youth Center. The summit will focus on economic development.

**b) Correspondence Addressed/Referred to Commission**

**3.0 CONSENT AGENDA**

**3.1 Motion to Approve Minutes of the Regular Meeting of April 4, 2013**

**Commissioner DeHart moved to Approve the Consent Agenda, Commissioner Orozco seconded the motion**

**Chair Garcia took a vote:**

**Ayes: Dehart, García, Hurtado-Aldana, Orozco, Rodríguez, Sauer**

**Noes: None**

**Abstains: None**

**Absent: Lopez**

**The motion passed.**

**4.0 ITEMS REMOVED FROM CONSENT AGENDA**

**None**

**5.0 PUBLIC HEARINGS**

**None**

**6.0 PRESENTATIONS & REPORTS**

**6.1 Report on Ramsay Park Family Center F.L.Y.E.R.S Program by Recreation Coordinator Imelda Negrete-**

F.L.Y.E.R.S. stands for Fun Loving Youth En Route to Success. The goal of the program is to provide a safe structure after school program for children in kindergarten through 5<sup>th</sup> grade in the Pajaro Valley Unified School District (PVUSD). The program has 19 youths enrolled. Recreation Coordinator Negrete provided an overview of the program to the Commission. Commissioner DeHart commented that she is impressed with the F.L.Y.E.R.S. program. DeHart requested having a breakdown of schools represented by enrollees. Commissioner Sauer commented on the possibility of increasing the limits of enrollments considering the Family Center being able to accommodate more participants. Director Espinoza discussed the challenges of increasing enrollments with limited resources available. Commissioner García recommended staff coordinate with Pajaro Valley Unified School District Director of Afterschool Programming.

**6.2 Report on Poster Design Selection for 2013 Watsonville Strawberry Festival at Monterey Bay-**

Assistant Director Brad Blachly explained the process for selection of the 2013 Strawberry Festival poster. A committee including Commissioner Rodríguez, Mayor Lowell Hurst, and representatives from the Santa Cruz

County Cultural Council, Pajaro Valley Performing Arts Council and the Register-Pajaronian reviewed 23 designs submitted. The top 3 design selections were taken to a City Department Head meeting where they selected the winning poster. Assistant Director Blachly shared the top 3 selections to the Commission.

## **7.0 NEW BUSINESS**

### **7.1 Establishment of a Community Garden on a portion of City property at 37 Davis Avenue.**

- a) Report By Environmental Project Manager Nancy Lockwood-  
A presentation on the proposal of establishing a community garden at 37 Davis Avenue and the details involved, including why the City is involved in community gardens, how the City's community garden program functions and what is the City's involvement in the community gardens.
- b) Commission Questions & Comments-  
Commissioner Rodríguez questioned the frequency of use of the parking available. Director Espinoza stated that without the active services provided the need for the amount parking is unnecessary and most residents live within walking distance. Commissioner DeHart commented that there is plenty of support for this community garden and agrees it is a great location. Commissioner Orozco asked if the community garden is open to everyone or just residents of the neighborhood. Administrative Analyst Adriana Moreno explained that 250 mailing addresses were sent a flier to invite members of the neighborhood to a meeting regarding the community garden. Commissioner García asked for a description of how funds will be collected. Environmental Project Manager Lockwood stated that participants seek donations and resources from neighboring businesses. Administrative Analyst Moreno stated that fundraisers have started and they have plenty of ideas on how to raise the funds needed to cover the costs of materials and water.
- c) Public Input-  
Mari Fernandez-Wong, a resident on Roache Road discussed her concerns. Fernandez-Wong is excited and supports the community gardens.
- d) Appropriate Motion

**MOTION- Commissioner DeHart moved to approve the establishment of a community garden at 37 Davis Avenue and Commissioner Sauer seconded the motion**

**Chair Garcia took a vote:**

**Ayes: DeHart, García, Hurtado-Aldana, Orozco, Rodriguez, Sauer**

**Noes: None**

**Abstains: None**

**Absent: Lopez**

**The motion passed.**

**8.0 UNFINISHED BUSINESS**

**None**

**9.0 REPORTS**

**9.1 Director's Report-**

Director Espinoza introduced Desiree Moya and Marco Diaz as Administrative Assistants that will assist the Commission. Director Espinoza informed the Commission that Administrative Analyst Doug Mattos will focus on three areas of the Festival: procuring strawberries, sponsorships and recruiting non-profit organizations for Strawberry Lane. Recreation Coordinator Israel Tirado will take on tasks as the Event Coordinator. Recreation Coordinator Tony Roman will help with contract negotiations and event logistics. Director Espinoza shared with the Commission that the City will start the budget hearing process on May 21<sup>st</sup> to provide more review time for Council and more time for public input. Director Espinoza provided an update on the Blue-Green Algae issue at Pinto Lake. A joint meeting took place in April between the City and County officials and staff. At the meeting guidelines were set for when to restrict access to Pinto Lake. Director Espinoza provided information on the dangers of Blue-Green Algae to the public. The County and City will continue to research all information available. Public Works and Utilities Senior Engineer Robert Ketley will provide a presentation on Blue-Green Algae to the City Council on May 14<sup>th</sup>. Commissioner DeHart announced to the Commission a Flood Zone meeting scheduled on May 3<sup>rd</sup> at 9:00 a.m. in the Council Chambers.

**10.0 ADJOURNMENT**

The next Commission meeting will be held on June 6, 2013



# *Proclamation*

## *Georgeann Cowles Eiskamp Agricultural Woman of the Year June 7, 2013*

WHEREAS, Georgeann Cowles Eiskamp is a fifth generation raspberry farmer, an outstanding woman, and volunteer; and

WHEREAS, Georgeann sits on the board of the nonprofit Agriculture and is dedicated to educating the public about local farming; and

WHEREAS, she serves on multiple boards which include but are not limited to the Agricultural History Project, Co-chair of the annual Down to Earth Women's Luncheon and the Salvation Army Advisory Board; and

WHEREAS, as President of the Watsonville Rotary Club in 2009-10, she helped organize a concert to raise money for a global polio eradication effort and has led fundraising drives in support of victims of Haiti's earthquake, to buy vans for Renaissance High School and to provide medical care and clean water to a village in Peru; and

WHEREAS, Georgeann is a true leader of the community, not only in her work, but for what she does in the community, she's always giving back;

NOW, THEREFORE, I, Lowell Hurst, Mayor of the City of Watsonville, in the State of California, do hereby commend Georgeann Cowles Eiskamp for her dedication and service to our community and congratulate her on being selected as the *2013 Agricultural Woman of the Year* by Ag Against Hunger.



IN WITNESS WHEREOF, I have hereunto set my hand and caused the Seal of the City of Watsonville to be affixed this 7th day of June, two thousand and thirteen.

*Lowell Hurst*

Lowell Hurst, Mayor

WATSONVILLE, CALIFORNIA

*City of Watsonville Mayor's Office*

# *Certificate of Appreciation*

**Alvaro Zamora**

in recognition and appreciation of your  
dedication and community service,  
providing leadership and guidance  
while serving as the  
Youth City Council Mayor.

Thank you for making Watsonville a  
better place to live and work.



June 3, 2013

A handwritten signature in black ink, appearing to read "Lowell Hurst".

Lowell Hurst  
Mayor

