

CITY OF PASADENA
City Council Minutes
June 11, 2018– 5:30 P.M.
City Hall Council Chamber

REGULAR MEETING

Teleconference Location:
The New York EDITION
Business Center
5 Madison Avenue,
New York, NY 10010

OPENING:

Mayor Tornek called the regular meeting to order at 5:32 p.m.
(Absent: Councilmember McAustin)

On the order of the Mayor, the regular meeting recessed at 5:32 p.m. to discuss the following closed session:

Councilmember Madison
joined the meeting
telephonically at 5:30 p.m.

**CITY COUNCIL CONFERENCE WITH LABOR NEGOTIATORS
pursuant to Government Code Section 54957.6
Agency Designated Representatives: Jennifer Curtis and
Steve Mermell
Employee Organization: Pasadena Management
Association (PMA)**

The above closed session items were discussed, with no reportable action at this time.

On order of the Mayor, the regular meeting reconvened at 6:30 p.m. The pledge of allegiance was led by Councilmember Wilson.

ROLL CALL:

Councilmembers:

Mayor Terry Tornek
Vice Mayor John J. Kennedy
Councilmember Victor Gordo
Councilmember Tyron Hampton
Councilmember Steve Madison (Absent)
Councilmember Gene Masuda
Councilmember Margaret McAustin (Absent)
Councilmember Andy Wilson

Staff:

City Manager Steve Mermell
City Attorney/City Prosecutor Michele Beal Bagneris
City Clerk Mark Jomsky

CEREMONIAL MATTERS

The City Clerk administered the oath of office to Susan Falcon,
Environmental Advisory Commissioner.

**PUBLIC COMMENT ON
MATTERS NOT ON THE
AGENDA**

Cathy Morfopoulos, Glendale resident, spoke on the need to close illegal marijuana shops in the City, and inquired on the City's strategy and timeline to expedite the closures.

The following individuals advocated for permanent supportive housing for seniors, and urged the City to move forward with construction of the Heritage Square South Housing project:

Jill Shook, Greater Pasadena Affordable Housing Group (GPAHG),
Anthony Manousos, GPAHG,
Adrienne N. Spices, GPAHG
Pastor John Stewart
Jeffrey H. Utter, Pasadena resident
Peter C. Hartgens, GPAHG
Cynthia Kirby, GPAHG

Councilmember Gordo, Chair of the Economic Development Technology Committee (EDTECH), reported that the Committee will discuss the Heritage Square South Housing project at the next EDTECH meeting, scheduled for Tuesday, June 19, 2018.

Gerda Govine Ituarte, Pasadena Rose City Poets, recited poetry.

CONSENT CALENDAR

AUTHORIZATION TO ENTER INTO A MEMORANDUM OF AGREEMENT BETWEEN CITY OF PASADENA, SAN GABRIEL VALLEY COUNCIL OF GOVERNMENTS AND 18 OTHER PUBLIC AGENCIES REGARDING ADMINISTRATION AND COST SHARING FOR IMPLEMENTATION OF (1) THE ENHANCED WATERSHED MANAGEMENT PLAN ASSOCIATED TASKS; AND (2) COORDINATED INTEGRATED MONITORING PROGRAM FOR UPPER LOS ANGELES RIVER WATERSHED MANAGEMENT AREA

Recommendation:

- (1) Find the Memorandum of Agreement (MOA) proposed in the agenda report to be exempt under the California Environmental Quality Act (CEQA) in accordance with Title 14, Chapter 3, Article 19, Section 15308, Class 8, actions taken by regulatory agencies to assure the maintenance, restoration, enhancement, or protection of the environment; and
- (2) Authorize the City Manager to execute a Memorandum of Agreement between City of Pasadena, San Gabriel Valley Council of Governments (SGVCOG) and 18 other public agencies regarding the administration and cost sharing for implementation of (1) the Enhanced Watershed Management Plan (EWMP) associated tasks; and (2) the Coordinated Integrated Monitoring Program (CIMP) for the Upper Los Angeles River (ULAR) Watershed Management Area. (Contract No. 31227)

AUTHORIZATION TO ENTER INTO A MEMORANDUM OF AGREEMENT BETWEEN CITY OF PASADENA, SAN GABRIEL VALLEY COUNCIL OF GOVERNMENTS AND EIGHT PUBLIC AGENCIES REGARDING THE ADMINISTRATION AND COST SHARING FOR BACTERIA LOAD REDUCTION STRATEGY FOR RIO HONDO WATERSHED

Recommendation: It is recommended that the City Council

- (1) Find the Memorandum of Agreement (MOA) proposed in the agenda report to be exempt under the California Environmental Quality Act (CEQA) in accordance with Title 14, Chapter 3, Article 19, Section 15308, Class 8, actions taken by regulatory agencies to assure the maintenance, restoration, enhancement, or protection of the environment; and
- (2) Authorize the City Manager to execute a Memorandum of Agreement (MOA) between City of Pasadena, San Gabriel Valley Council of Governments (SGVCOG) and eight public agencies regarding the administration and cost sharing for the preparation of design plans and environmental documents for three bacteria load reduction strategies (LRS) for the Rio Hondo River and tributaries. (Contract No. 31226)

APPROVAL OF FINAL TRACT MAP NO. 074800 FOR CREATION OF 21 AIR PARCELS FOR RESIDENTIAL CONDOMINIUM PURPOSES AT 218 SOUTH OAKLAND AVENUE

Recommendation:

- (1) Adopt a resolution to approve final Tract Map No. 074800 for the creation of 21 air parcels for residential condominium purposes; and
- (2) Authorize the City Clerk to execute the Certificate on the Map showing the City's approval of said map. (Resolution No. 9654)

Recommendation of the Hearing Officer: The tentative map was approved on December 20, 2017 by the Subdivision Hearing Officer, to be recorded within three years.

CONTRACT AWARD TO SOUTHWESTERN CLEAN FUELS CORPORATION DBA: CLEAN FUELS INC., FOR FUEL ISLAND MAINTENANCE AND REPAIR SERVICES FOR AN AMOUNT NOT-TO-EXCEED \$166,776

Recommendation:

- (1) Find that this action is exempt under the California Environmental Quality Act (CEQA) in accordance with Section 15061(b)(3), the General Rule that CEQA only applies to projects that may have a significant effect on the environment; and

(2) Accept the bid dated April 10, 2018, submitted by Southwestern Clean Fuels Corporation dba: Clean Fuels, Inc., (Clean Fuels) in response to the specifications to furnish labor and materials for fuel island maintenance and repairs, reject all other bids received, and authorize the City Manager to enter into such contract for an amount not-to-exceed \$166,776 for a three-year period, inclusive of Consumer Price Index increases, and two one-year options in an amount not-to-exceed \$55,592 annually, subject to the approval of the City Manager, for a maximum contract length of five years and a total contract amount of \$277,960. (Contract No. 31221)

CONTRACT AWARD TO UNITED STORM WATER, INC., FOR CATCH BASIN INSERTS – PHASE 3 FOR AN AMOUNT NOT-TO-EXCEED \$244,000

Recommendation:

(1) Find the project proposed in the agenda report to be categorically exempt under the California Environmental Quality Act (CEQA) Guidelines in accordance with Title 14, Chapter 3, Class 1, Section 15301, minor alterations of existing public facilities involving negligible or no expansion of use beyond that previously existing at the time of the lead agency's determination and that there are no features that distinguish this project from others in the exempt class, and therefore, there are no unusual circumstances; and

(2) Accept the bid dated May 9, 2018, submitted by United Storm Water, Inc., in response to the project plans and specifications for Catch Basin Inserts – Phase 3; reject all other bids; and authorize the City Manager to enter into a contract for an amount not-to-exceed \$244,000, which includes the base contract amount of \$180,076 and a contingency of \$63,924 to provide for any necessary change orders. (Contract No. 31223)

AUTHORIZATION TO ENTER INTO A CONTRACT WITH IMS INFRASTRUCTURE MANAGEMENT SERVICES, LLC FOR PAVEMENT INVENTORY AND ON-CALL ASSET MANAGEMENT SERVICES IN AN AMOUNT NOT-TO-EXCEED \$600,000

Recommendation:

(1) Find the proposed action is exempt from the California Environmental Quality Act (CEQA) in accordance with Section 15061(b)(3), the General Rule that CEQA only applies to projects that may have an effect on the environment and that there are no features that distinguish this project from others in the exempt class, and therefore, there are no unusual circumstances; and

(2) Authorize the City Manager to enter into a contract, as the result of a competitive selection process, as specified by Section

4.08.047 of the Pasadena Municipal Code, with IMS Infrastructure Management Services, LLC, for pavement inventory and on-call asset management services for an amount not-to-exceed \$600,000 over a three-year term with two one-year extension options to be exercised at the City Manager's discretion. Competitive price bidding is not required pursuant to City Charter Section 1002(F). (Contract No. 31222)

AUTHORIZATION TO ENTER INTO A FIBER LICENSE AGREEMENT WITH ACCO ENGINEERED SYSTEMS

Recommendation:

- (1) Find that the following proposed action is exempt from the California Environmental Quality Act ("CEQA") pursuant to State CEQA Guidelines Section 15301(c) (Existing Facilities); and
- (2) Authorize the City Manager to enter into a license agreement with ACCO Engineered Systems for use of City fiber, resulting in up to \$203,780 in revenue to the City over the three year term of the agreement. (Contract No. 22,958)

Item discussed separately

AUTHORIZATION TO ENTER INTO A CONTRACT WITH G&W ELECTRIC COMPANY TO FURNISH AND DELIVER MEDIUM VOLTAGE DISTRIBUTION SWITCHES FOR THREE YEARS WITH TWO OPTIONAL ONE-YEAR EXTENSIONS FOR A TOTAL NOT-TO-EXCEED AMOUNT OF \$24,406,850 IF THE EXTENSION OPTIONS ARE EXERCISED

AUTHORIZATION TO ENTER INTO A PURCHASE ORDER WITH AVO MULTI-AMP CORPORATION DBA: MEGGER TO FURNISH MATERIALS AND SUPPLIES FOR TRANSFORMER CAPACITANCE AND POWER FACTOR / TAN-DELTA TEST SET IN AN AMOUNT NOT-TO-EXCEED \$82,268 WHICH INCLUDES A 5% CONTINGENCY OF \$3,918

Recommendation:

- (1) Find that the proposed action is not a project subject to the California Environmental Quality Act ("CEQA") pursuant to Section 21065 of CEQA and Sections 15060(c)(2), 15060(c)(3), and 15378 of the State CEQA guidelines and, as such, no environmental document pursuant to CEQA is required for the project; and
- (2) Accept the bid dated February 7, 2018, submitted by Avo Multi-Amp Corporation DBA: Megger ("Megger") in response to Specifications LD-17-12 to furnish materials and supplies for capacitance and power factor / tan-delta test set for the Water and Power Department; reject all other bids, and authorize the City Manager to enter into a purchase order in an amount not-to-exceed \$82,268 which includes a 5% contingency of \$3,918.

Item discussed separately

AUTHORIZATION TO ENTER INTO A CONTRACT WITH CDW GOVERNMENT, INC., FOR THE PURCHASE OF INFORMATION TECHNOLOGY PRODUCTS, SOLUTIONS, AND SERVICES

FINANCE COMMITTEE: JOINT ACTION: AUTHORIZATION TO ENTER INTO CONTRACT FOR BANKING SERVICES

Recommendation: It is recommended that the City Council and the Successor Agency to the Pasadena Community Development Commission:

(1) Find that the proposed action is not a project subject to the California Environmental Quality Act (CEQA) as defined in Section 21065 of CEQA and Section 15378 of the State CEQA Guidelines and, as such, no environmental document pursuant to CEQA is required for the project;

(2) Authorize the City Manager to enter into contract, as the result of a competitive selection bid process, as specified by Section 4.08.047 of the Pasadena Municipal Code, with Bank of America for banking services in an amount not-to-exceed \$659,260 which includes \$470,900 for a five-year term; and two one-year extensions, \$94,180 each subject to approval by City Manager; and

(3) Authorize the City Manager or Director of Finance to execute all related bank documents and necessary agreements. (Contract No. 31228)

FINANCE COMMITTEE: JOINT ACTION: 2018-2019 INVESTMENT POLICY AND INVESTMENT STRATEGY

Recommendation: It is recommended that the City Council and the Successor Agency to the Pasadena Community Development Commission:

(1) Find that the proposed action is not a project subject to the California Environmental Quality Act (CEQA) as defined in Section 21065 of CEQA and Section 15378 of the State CEQA Guidelines and, as such, no environmental document pursuant to CEQA is required for the project; and

(2) Adopt the City Treasurer's recommended Investment Policy and Investment Strategy for Fiscal Year 2018-2019.

FINANCE COMMITTEE: AUTHORIZE THE CITY MANAGER TO EXECUTE ALL AGREEMENTS WITH THE LOS ANGELES COUNTY METROPOLITAN TRANSPORTATION AUTHORITY ASSOCIATED WITH THE RECEIPT OF GRANT FUNDING FOR THE IMPLEMENTATION OF PASADENA TRANSIT SUNDAY SERVICE AND REPLACEMENT OF AGING VEHICLES TO RELIEVE SIGNIFICANT OVERCROWDING

Recommendation:

(1) Find that the following proposed actions are exempt from review pursuant to the California Environmental Quality Act ("CEQA") Guidelines in accordance with Title 14, Chapter 3, Section 15301 (Existing Facilities); and

(2) Authorize the City Manager to execute all agreements with the Los Angeles County Metropolitan Transportation Authority (Metro) associated with the receipt of \$1,635,337 in grant funding for the implementation of Pasadena Transit Sunday service and replacement of aging vehicles to relieve significant overcrowding. Neither Competitive Bidding nor Competitive Selection are required pursuant to City Charter Section 1002(H) and Pasadena Municipal Code Section 4.08.049(A)(3), contracts with other governmental agencies.

APPOINTMENT OF PATRICK CABRAL TO THE CODE ENFORCEMENT COMMISSION EFFECTIVE JULY 1, 2018 (District 1 Nomination)

APPOINTMENT OF TREASURE SHEPPARD TO THE RECREATION AND PARKS COMMISSION EFFECTIVE JULY 1, 2018 (District 3 Nomination)

REAPPOINTMENT OF WILLIAM R. FRANCIS TO THE CODE ENFORCEMENT COMMISSION EFFECTIVE JULY 1, 2018 (District 6 Nomination)

REAPPOINTMENT OF DR. SONIA SINGLA TO THE HUMAN RELATIONS COMMISSION EFFECTIVE JULY 1, 2018 (District 6 Nomination)

REAPPOINTMENT OF ALI BARAR TO THE PLANNING COMMISSION EFFECTIVE JULY 1, 2018 (District 6 Nomination)

AUTHORIZATION TO ENTER INTO A CONTRACT WITH MATRIX IMAGING PRODUCTS, INC., TO PROVIDE CITYWIDE SCANNING SERVICES FOR CITY DOCUMENTS IN AN AMOUNT NOT-TO-EXCEED \$438,000, FOR A THREE-YEAR PERIOD, WITH TWO OPTIONAL ONE-YEAR EXTENSIONS IN THE AMOUNT OF \$71,000 FOR EACH YEAR, FOR A TOTAL CONTRACT NOT-TO-EXCEED AMOUNT OF \$580,000

Recommendation:

(1) Find that the proposed contract is exempt from the California Environmental Quality Act (CEQA) pursuant to State CEQA Guidelines Section 15061(b)(3), the General Rule that

CEQA only applies to projects that may have an effect on the environment; and

(2) Authorize the City Manager to enter into a contract, as the result of a competitive selection process as specified by Pasadena Municipal Code, Section 4.08.047, with Matrix Imaging Inc., to provide citywide document scanning services in an amount not-to-exceed \$438,000 for a period of three years or until the funds have been expended, with two one-year optional extensions of \$71,000 each year, for a total contract not-to-exceed amount of \$580,000. (Contract No. 31230)

CLAIMS RECEIVED

Claim No. 13,106	Hui Hua Li	\$	10,000.00+
Claim No. 13,107	21 st Century Insurance Company as subrogee for David Buchanan		794.87
Claim No. 13,108	Lelma F. Ramirez		Not stated
Claim No. 13,109	Mercury Insurance as subrogee for Jane Fischer		1,635.98
Claim No. 13,110	Geico as subrogee for Anna Isagulyan		2,151.53

It was moved by Councilmember Gordo, seconded by Councilmember Masuda, to approve all items on the Consent Calendar, with the exception of Item 8 (Authorization to Enter Into A Contract With G&W Electric Company), and Item 10 (Authorization to Enter Into A Contract With CDW Government, Inc.), which were discussed separately. (Motion unanimously carried), (Absent: Councilmembers Madison, McAustin)

**CONSENT ITEM
DISCUSSED SEPARATELY**

AUTHORIZATION TO ENTER INTO A CONTRACT WITH G&W ELECTRIC COMPANY TO FURNISH AND DELIVER MEDIUM VOLTAGE DISTRIBUTION SWITCHES FOR THREE YEARS WITH TWO OPTIONAL ONE-YEAR EXTENSIONS FOR A TOTAL NOT-TO-EXCEED AMOUNT OF \$24,406,850 IF THE EXTENSION OPTIONS ARE EXERCISED

Recommendation:

(1) Find that the proposed action is not a project subject to the California Environmental Quality Act ("CEQA") pursuant to Section 21065 of CEQA and Sections 15060(c)(2), 15060(c)(3), and 15378 of the State CEQA Guidelines and, as such, no environmental document pursuant to CEQA is required for the project; and

(2) Accept the bid dated February 7, 2018, submitted by G&W Electric Company in response to the Specifications LD-17-11 to furnish and deliver medium voltage distribution switches for the Water and Power Department; reject all other bids, and authorize the City Manager to enter into a contract for a period of three

years or until \$14,644,110 has been expended, whichever occurs first, with two optional one-year extensions not-to-exceed \$4,881,370 each. (Contract No. 31291)

Gurcharan Bawa, General Manager Water and Power Department, provided introductory comments, and Varoojan, Avedian, Engineering Manager, provided a PowerPoint presentation on the item, and responded to questions.

Vice Mayor Kennedy asked staff to provide additional information on the failure rates of the City's voltage distribution switches.

Following discussion, it was moved by Vice Mayor Kennedy, seconded by Councilmember Gordo, to approve the staff recommendation. (Motion unanimously carried) (Absent: Councilmembers Madison, McAustin)

AUTHORIZATION TO ENTER INTO A CONTRACT WITH CDW GOVERNMENT, INC., FOR THE PURCHASE OF INFORMATION TECHNOLOGY PRODUCTS, SOLUTIONS, AND SERVICES

Recommendation:

- (1) Find that the proposed contract is exempt from the California Environmental Quality Act (CEQA) pursuant to State CEQA Guidelines Section 15061(b)(3) (General Rule);
- (2) Authorize the City Manager to enter into a contract with CDW Government, Inc., for the purchase of information technology products, solutions, and services as described in the agenda report in an amount not-to-exceed \$6,750,000 through February 28, 2023. Competitive bidding is not required pursuant to City Charter Section 1002(H) contracts with other governmental entities or their contractors; and
- (3) Grant the proposed contract an exemption from the Competitive Selection process pursuant to Pasadena Municipal Code Section 4.08.049(B) contracts for which the City's best interests are served. (Contract No. 31224)

Phillip Leclair, Chief Information Officer, and City Manager Mermell responded to questions related to City's current contracts with CDW Government, Inc., the vendor selection process, and Lifecycle Equipment Replacement program.

Following discussion, it was moved by Vice Mayor Kennedy, seconded by Councilmember Gordo, to approve the staff recommendation. (Motion unanimously carried) (Absent: Councilmembers Madison, McAustin)

PUBLIC HEARING

**CONTINUED PUBLIC HEARING: FISCAL YEAR 2019
RECOMMENDED OPERATING BUDGET**

The Mayor provided a brief overview on the earlier discussion that took place at the Special Joint Finance Committee and City Council meeting.

Bill Huang, Director of Housing and Career Services, provided a PowerPoint presentation related to Housing and Career Services Department's Fiscal Year 2019 Operating Budget, and responded to questions.

Councilmember Hampton suggested that the City's Maintenance Assistance and Services to Homeowners (MASH) program be moved to the Economic Development Department and/or combined with the Foothill Workforce Development Board; and asked staff to reach out to the private sector for additional full-time employment opportunities for MASH employees.

Michelle White, Pasadena resident, conveyed the community's appreciation to the City's Housing Department and staff for their work; and expressed concerns with combining the City's Section 8 services with other municipalities.

Jill Shook, Greater Pasadena Affordable Housing Group (GPAHG), expressed gratitude to the Housing Department for their assistance with addressing homelessness in the City.

This item briefly recessed and continued on page 13.

**PUBLIC HEARING: APPROVAL OF THE TERMS OF
AGREEMENTS TO TRANSFER HOUSING SUCCESSOR
FUNDS IN A TOTAL SUM NOT-TO-EXCEED \$472,399 TO THE
HOUSING AUTHORITY OF THE COUNTY OF LOS ANGELES
TO ASSIST PERMANENT SUPPORTIVE HOUSING**

Recommendation: It is recommended that upon the close of the public hearing, the City Council, in its capacity as the board of the housing successor ("City Housing Successor"), take the following actions:

- (1) Determine that the activity described in the agenda report is not a "project" for purposes of the California Environmental Quality Act (CEQA), because the activity is administrative and will not result in a direct or indirect physical change in the environment, per Section 15378(b)(5) of the State CEQA Guidelines;

(2) Approve a budget amendment reducing the balance of the City Housing Successor's Low and Moderate Income Housing Asset Fund (the "City Housing Successor Fund") by an amount not-to-exceed \$472,399, which sum of funds is proposed to be transferred to the Housing Authority of the County of Los Angeles, in its capacity as housing successor to the former Redevelopment Agency of the County of Los Angeles (the "County Housing Successor"), and for the benefit of a permanent supportive housing project, the Miramonte Apartments in an unincorporated area of Los Angeles County;

(3) Find that the proposed transfer of City Housing Successor Funds will not cause or exacerbate racial, ethnic, or economic segregation in Pasadena;

(4) Approve the key terms of Transfer Agreements between the City Housing Successor and the County Housing Successor as described in the agenda report; and

(5) Authorize the City Manager to execute, and the City Clerk to attest to such execution, the Transfer Agreements and any other documents required to effectuate the proposed transfer of City Housing Successor Funds.

The City Clerk opened the public hearing; and reported that the public hearing notice was published in the Pasadena Journal and the Pasadena Weekly on May 31, 2018; and that the City Clerk's Office received 1 letter in opposition to the staff recommendation, which was distributed to the City Council and made part of the public hearing record.

Bill Huang, Director of Housing and Career Services, provided a summary of the staff recommendation, and responded to questions.

City Manager Mermell spoke on the dissolution of redevelopment agencies, and the challenges of finding a project to utilize the City's excess surplus.

Councilmember Gordo suggested that the City utilize the state's language when considering planning policies for locating affordable housing, so that future projects, "will not cause or exacerbate racial, ethnic, or economic segregation in Pasadena" when constructing affordable housing in the City, and asked that such a policy statement or goal be agendaized for discussion at a future City Council meeting.

The following individuals spoke in opposition, expressed concerns and/or provided comments related to the staff recommendation:

Dorothy Keane, League of Women Voters, Pasadena
Edward Washatka, Pasadena resident
Michelle White, Affordable Housing Services
Jill Shook, GPAHG
Anthony Manousos, GPAHG

Following discussion, it was moved by Councilmember Masuda, seconded by Councilmember Hampton, to close the public hearing. (Motion unanimously carried) (Absent: Councilmembers Madison, McAustin)

Councilmember Hampton expressed frustration with the City having to forfeit housing funds as excess surplus due to the lack of a viable project; and spoke on the need for additional public process prior to ensure that such funds are utilized in the City whenever possible, including using the Request for Proposals (RFP) process.

Following discussion, it was moved by Councilmember Gordo, seconded by Councilmember Masuda, to approve the staff recommendation:

AYES: Councilmembers Gordo, Masuda, Wilson, Mayor Tornek
NOES: Councilmembers Hampton, Vice Mayor Kennedy
ABSENT: Councilmembers Madison, McAustin
ABSTAIN: None
(MOTION FAILED)

In response to Councilmember Hampton's concerns and the need for a transparent process, City Manager Mermell stated that he would work with the Housing Department to ensure staff provides advanced notice to the City Council regarding any potential loss of future housing dollars, to allow for additional direction to City staff on how best to proceed.

Vice Mayor Kennedy stated the he would support the staff recommendation with the following requirements:

1. Additional outreach and transparency to provide clarity as to the complete process involved in opportunities to utilized housing funds, for all interested individuals; and
2. Incorporate an RFP process to effectively expose development opportunities to a wider audience.

Councilmember Gordo requested staff to provide information on the number of projects that were proposed to the City related to the use of the excess surplus funds.

Following further discussion, it was moved by Vice Mayor Kennedy, seconded by Councilmember Hampton to approve the staff recommendation, incorporating the direction to staff above, to ensure that funding opportunities are available to outside organizations/developers to utilize City funds for the purpose of supporting affordable housing projects, include additional outreach in order to increase awareness of such opportunities, and with staff to provide advanced notification to the City Council when such funds are classified as excess surplus, which could potentially lead to remittance of funds to the State or use of such funds outside the City. (Motion unanimously carried) (Absent: Councilmembers Madison, McAustin)

CONTINUED PUBLIC HEARING: FISCAL YEAR 2019 RECOMMENDED OPERATING BUDGET

Recommendation: It is recommended that the City Council receive public comment and continue the public hearing to each subsequent regular meeting of the City Council at 7:00 p.m. until June 18, 2018 or such other date as the City Council may determine, and at which time the City Council will be asked to close the public hearing and adopt the Fiscal Year 2019 Recommended Operating Budget.

Alex Hernandez, Management Analysis IV, and David Reyes, Director of Planning and Community Development, jointly provided a PowerPoint presentation related to Planning and Community Department's Fiscal Year 2019 Operating Budget, and responded to questions.

The City Council congratulated Mr. Reyes and the Planning and Community Department staff on their hard work on complex issues related to the short-term rental issue, Climate Action Plan, Accessory Dwelling Units, and legalized cannabis land-use policy.

The Mayor cited the still pending issue of mansionization, the need for strategic planning for large public art placements (e.g. Glenn Arm Public Art Project), future planning to ensure that the development agreement on the Fuller campus site is addressed, and the Soft Story Project is completed.

Sarkis Nazerian, Building Official, responded to questions related to the Building and Safety Division's plans to provide online services by the spring of next year.

Councilmember Wilson stated the need for benchmark data and metrics related to the total number and value of permits issued during the fiscal year in the budget reports, including landmark districts metrics (i.e. how many districts, how many homes protected).

In response, City Manager Mermell stated that the future department's fiscal budget reports will be amended to provide additional benchmark information.

Following discussion, by consensus of the City Council, and on order of the Mayor, the public hearing will be continued to June 18, 2018 at 7:00 p.m. at the City Council meeting.

**RECOMMENDATIONS FROM
OFFICERS AND
DEPARTMENTS**

**CONSIDERATION OF AN INTERIM ORDINANCE TO REDUCE
ALLOWABLE BUILDING CAPACITY**

Recommendation:

(1) Find that the proposed action is not a project subject to the California Environmental Quality Act (CEQA) pursuant to Section 21065 of CEQA and Sections 15060(c)(2), 15060(c)(3), 15378, and 15305 of the State CEQA Guidelines and, as such, no environmental document pursuant to CEQA is required for the action; and

(2) Direct the City Attorney to return to the City Council at the earliest practical date with an ordinance implementing Option 1 to reduce maximum allowable height as described in the agenda report.

David Reyes, Director of Planning and Community Development, provided introductory comments, and Andre Sahakian, Associate Planner, provided a PowerPoint presentation on the item, and responded to questions.

City Manager Mermell provided information on the State's mandates related to inclusionary housing requirements; and informed the City Council that staff will return in August with a recommendation to increase the City's in-lieu fees.

Councilmember Gordo asked staff to provide an analysis on abolishing the City's inclusionary housing in-lieu fee.

The following individuals spoke on various aspects of the proposed recommendation, and provided comments and/or suggestions:

Tim Walker, Pasadena resident
Jim Anderson, Trammel Crow Company
Tim Piasky, Building Industry Association
Phil Hosp, Madison Heights Neighborhood Association
David Whitehead, Pasadena resident
Ed Washatka, Pasadena resident
Michele White, Affordable Housing Services
Ken McCormick, Pasadena resident
Brian Wallace, Playhouse District Association
Burke Farrar, Pasadena resident
Gloria Mushonga-Roberts, Greater Pasadena Affordable Housing Group (GPAHG)
Richard A. McDonald, Pasadena resident
Robert Montano, Pasadena resident
Anthony Manousos, GPAHG
Jill Shook, GPAHG
Lorinda Hawkins Smith, GPAHG
Joel Bryant, Pasadena resident
Greg McLemore, Pasadena resident

Vice Mayor Kennedy suggested that discussion on this item be tabled, and requested that staff provide additional information on inclusionary housing components for developments at Westgate (Pasadena Avenue and Del Mar Avenue) and the Holly Street (bounded by Marengo Avenue, Walnut Street, and Holly Street). He stated his preference to maintain the current process in place, utilizing the existing General Plan and community participation process in developing the City's Specific Plans.

Michele Beal Bagneris, City Attorney/City Prosecutor, responded to questions related to the City's risks and liabilities, and the assistance provided by City Attorney staff in reviewing the staff recommendation.

City Manager Mermell responded to questions related to the City's investment report, yield curve, and financial indicators and economics.

Councilmember Wilson asked staff to provide information on projects that may be "grandfathered" or currently in process, as well as examine the issue of height averages in areas with high capacity (i.e. Lincoln Specific Plan) to allow for responsible development and avoid stifling opportunities.

Councilmember Gordo spoke on the City Council's direction to staff to recommend policy to counteract and guard against the State actions/exceptions; and disagreed with suggestions that staff is being asked to change the rules, or that any actions taken by the City will alter vested rights of property owners, noting that the City is allowed to amend the General Plan per State law. He asked staff to return to the City Council with information on the definition of "deemed complete", issues related to the timing of projects (what happens to projects in the development process and how the City handles projects at various stages), height averages in different parts of the City, exemptions that may be considered and under what circumstances, additional information and explanation on the impacts and unintended consequences related to the staff recommendations, and suggested that there be a workshop style meeting to allow the City Council to spend additional time to discuss the complexity of the issue.

Councilmember Hampton spoke on his preference that staff return to the City Council in a timely manner with recommendations that will address the current residents' concerns; and asked staff to provide information on the number of low-income housing units that are provided to Pasadena residents.

The Mayor spoke on the State density issues and the City's planning process, the complaints from the public on the encroachment of development on single-family residential areas and the "canyon" affect that will likely occur in various parts of the City as a result of changes to state law; stated the need to be open to responsible development but at the same time guarding against development that could overwhelm the City, and requested additional information on projects in the pipeline and potential exemptions.

Following discussion, by consensus of the City Council, and on order of the Mayor, staff was directed to provide additional information as detailed above and return to the City Council with recommendations on how to proceed.

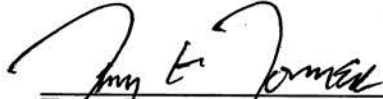
COUNCIL COMMENTS

Councilmember Gordo reiterated his request to agendize a discussion on the overconcentration of affordable housing in any one part of the City, with staff to develop a policy statement that utilizes the language of the state finding as a basis, "...will not cause or exacerbate racial, ethnic, or economic segregation in Pasadena."

The Mayor reported on the well-attended Pasadena Playhouse 100th anniversary celebration, Playhouse Block Party; and the San Gabriel Valley Habitat for Humanity's Home Dedication and Open House for the "Desiderio Homes," both events were held on Saturday, June 9, 2018.

ADJOURNMENT

On order of the Mayor, the regular meeting of the City Council adjourned at 11:17 p.m.



Terry Tornek, Mayor
City of Pasadena

ATTEST



City Clerk