

**Minutes
City Council / Public Financing Authority Regular Meeting;
Successor Agency Special Meeting
City of Huntington Beach**

**Monday, August 18, 2014
4:00 PM – Study Session - Room B-8
6:00 PM – Regular Meeting - Council Chambers
Civic Center 2000 Main Street
Huntington Beach, California 92648**

And an audio recording of the 4:00 PM portion of this meeting,
and a video recording of the 6:00 PM portion of this meeting
is on file in the Office of the City Clerk and is archived at
www.surfcity-hb.org/government/agendas/

4:00 PM - ROOM B-8

CALL TO ORDER – 4:04 PM

Present: Katapodis, Hardy, Shaw, Harper (arrived at 4:09 PM), Boardman, Sullivan (arrived at 4:33 PM), Carchio

ANNOUNCEMENT OF SUPPLEMENTAL COMMUNICATIONS (Received After Agenda Distribution)

Pursuant to the Brown "Open Meetings" Act, City Clerk Joan L. Flynn announced supplemental communications received by her office following distribution of the Council agenda packet:

Study Session

#2 A PowerPoint communication submitted by Lori Ann Farrell, Director of Finance dated August 18, 2014 and entitled *City of Huntington Beach - Long-Term Financial Plan Update*.

PUBLIC COMMENTS PERTAINING TO STUDY SESSION / CLOSED SESSION ITEMS (3 Minute Time Limit)

Jacqueline Ruddy spoke in support of Project Self Sufficiency (PSS). As a single mom with an infant and toddler, she described support received from PSS during her battle with breast cancer, when she returned to school, and to secure housing and pay rent and utilities. She discussed PSS community partnerships, the Christmas presents received by her children from PSS, and her educational accomplishments (00:00:36)

Janet Slinkard spoke in support of PSS and described circumstances related to domestic violence that caused her to leave her home with nothing. She discussed the support PSS provided to help her retain custody of her daughter, acquire housing, education, employment and medical insurance. She concluded by stating that her daughter is flourishing at Marina High School. (00:03:19)

STUDY SESSION

4. ~~ITEM POSTPONED TO OCTOBER 6, 2014 - Stan Hoffman & Associates will present the draft Economic Development Strategy and the core objectives~~

2. Update provided by Lori Ann Farrell, Director of Finance on the Fiscal Year 2014/15 Proposed Budget and Long Term Financial Plan Projections

Lori Ann Farrell, Director of Finance, presented a PowerPoint entitled *City of Huntington Beach - Long-Term Financial Plan Update*, that included the following titled slides: Summary, Benefits of a Five-Year Plan, Five Year Projections, Five-Year Plan Highlights, Expenditure Assumptions, CalPERS Cost Increases, 8-Year CalPERS Employer Rate Increases (All Funds), Five-Year Plan Projections (Base Case), Opportunities for Additional Revenue, Solid Waste Franchise Fees, Five-Year Plan Projections (Base Plus Franchise Fee Increase), Unfunded Liabilities, Plan to Reduce Unfunded Liabilities, Plan to Address PERS Liabilities, PERS Safety Plan Options, CalPERS Safety Plan (Options to Accelerate Unfunded Liability Payment, Scenario #1: Additional Annual Payment of \$1M, Scenario #2: Reduce Amortization Period by 5 Years), Recommendation - Reduce Unfunded Liability (Safety), Five-Year Plan Projections Base Plus Franchise Fee Plus PERS Safety "1 = 5" Plan, Accomplishments, RECAP, and Questions.

Councilmember Boardman and Director Farrell discussed assumptions related to increased revenues (5-year average, 2.75 percent per year).

Councilmember Boardman inquired, and Director Farrell confirmed that anticipated revenues from the Oxy Franchise Agreement were not included in the figures reported.

Councilmember Carchio and Director Farrell discussed volatility in the stock market (inflation, revenue assumptions, economic downturn cycles, lower revenue projects, conservative revenue estimates).

Councilmember Boardman expressed support for the "One Equals Five" plan recommended by staff for an assumed taxpayer savings of \$54 million.

Mayor Pro Shaw discussed the importance of saving the taxpayers money, and expressed support for proactively attacking the PERS liability.

Councilmember Hardy discussed support for a policy change.

Councilmembers Katapodis praised the Finance Department for their work; Mayor Harper and Councilmember Sullivan concurred.

RECESS TO CLOSED SESSION – 4:44 PM

Mayor Harper announced: *Pursuant to Government Code Section 54957.6.a, the City Council takes this opportunity to publicly introduce and identify designated labor negotiator City Manager Fred Wilson, who will be participating today in Closed Session discussions regarding labor negotiations with FMA, PMA, MSMA, SCLEA*

A motion to recess to Council Session Item Nos. 3 and 4 was approved by a consensus of Council.

CLOSED SESSION

3. Pursuant to Government Code § 54956.9(d)(1), the City Council recessed into Closed Session to confer with the City Attorney regarding the following lawsuit: Application of NextG Networks to Install a Telephone System with Mobile Phone Antennas in Huntington Beach, California Public Utilities Commission Application No. 09-03-007, consolidated with City of Huntington Beach v. NextG, CPCU Case No. 08-04-037, which involve NextG's project to locate its wireless telephone antennas in the public right-of-way, and related case, NextG Networks of California v. City of Huntington Beach, Orange County Superior Court Case No. 30-2009-00119646.
4. Pursuant to Government Code § 54957.6, the City Council recessed to Closed Session to meet with its designated labor negotiators and Fred Wilson, City Manager regarding the following: FMA, PMA, MSMA, SCLEA.

6:00 PM – COUNCIL CHAMBERS

RECONVENE CITY COUNCIL/PUBLIC FINANCING AUTHORITY MEETING – 6:05 PM

CALL TO ORDER THE REGULAR MEETING OF THE CITY COUNCIL/PUBLIC FINANCING AUTHORITY AND THE SPECIAL MEETING OF THE SUCCESSOR AGENCY TO THE FORMER REDEVELOPMENT AGENCY OF THE CITY OF HUNTINGTON BEACH

CLOSED SESSION REPORT BY CITY ATTORNEY – None

ROLL CALL

Present: Katapodis, Hardy, Shaw, Harper, Boardman, Sullivan, Carchio

PLEDGE OF ALLEGIANCE – Led by Councilmember Carchio

INVOCATION - Led by Reverend Dr. Peggy Price, Greater Huntington Beach Interfaith Council

In permitting a nonsectarian invocation, the City does not intend to proselytize or advance any faith or belief. Neither the City nor the City Council endorses any particular religious belief or form of invocation.

AWARDS AND PRESENTATIONS

Mayor Harper called on Victoria Alberty and Gisela Campagne to present the Adoptable Pet of the Month.

Gisela Campagne, Chair of Wagon Trails Rescue Foundation, commented on the success of the Adoptable Pet of the Month program and deferred to Valerie of the Orange County Humane Society who presented Darla, a seven (7) year old canine. She added that the shelter has many great animals that are ready for adoption.

Mayor Harper presented a Commendation to the 12U Huntington Beach Girls Softball team who recently placed first in state and second in nation.

Mayor Harper called on the 12U Huntington Beach Girls Softball team noting they recently placed first in the state and second in the nation and presented them with a commendation. A description of the tournament path that advanced the team to national competition was provided, and each player introduced themselves.

Mayor Harper called on members from the Special Olympics Host City Committee who announced that Huntington Beach is participating as a Host City for the World Games in July 2015.

A member of the Special Olympic Host City Committee announced that Huntington Beach will be hosting participants in Los Angeles' Special Olympics World Games in July 2015. One hundred and seventy (170) countries will be participating in the three (3) day event. A short video promoting the upcoming event was presented.

Special Olympics Athlete and Global Messenger Jenny Skinner expressed excitement that the City of Huntington Beach will be a participant/Olympian host-city.

Mayor Harper invited citizens to get involved.

Mayor Harper called on cast members from the Huntington Beach Playhouse who promoted the upcoming show "Once Upon a Mattress" at the theater August 22 - September 13, 2014.

John Francis, Director of the Huntington Beach Playhouse production of "Once Upon a Mattress", provided background of the venue and reported that the play opens on Friday, August 22, 2014, and provided ticket information. He deferred to two (2) of the cast members who sang a musical number from the play.

Mayor Harper called on Director of Public Works Travis Hopkins to present the Mayor's Award to Landscape Maintenance Leadworker Gary Curtis.

Director of Public Works Travis Hopkins introduced Landscape Maintenance Leadworker Gary Curtis and provided a brief history of Mr. Curtis's experience in the City. He presented him with the Mayor's Award in recognition of his contributions and service.

ANNOUNCEMENT OF SUPPLEMENTAL COMMUNICATIONS (Received After Agenda Distribution)

Pursuant to the Brown "Open Meetings" Act, City Clerk Joan L. Flynn announced supplemental communications that were received by her office following distribution of the Council agenda packet:

Consent Calendar

- #1.** Communication submitted by Joan L. Flynn, City Clerk, dated August 18, 2014 making a correction to pages 22 and 23 of the City Council/Public Financing Authority minutes dated July 21, 2014.

Public Hearing

#12 A PowerPoint communication submitted by Lori Ann Farrell, Director of Finance, dated and August 18, 2014 entitled *Huntington Beach Senior Center in Central Park - 2014 Series A Lease Revenue Bonds*.

#14 A communication submitted by Travis Hopkins, Director of Public Works dated August 18, 2014 entitled *Request for Postponement of City-Owned Streetlight and Parking Lot LED Lighting Item to a Later Council Meeting which is to be determined*.

PUBLIC COMMENTS (3 Minute Time Limit)

(The number (hh:mm:ss) following the speakers' comments indicates their approximate starting time in the archived video located at <http://www.surfcity-hb.org/government/agendas/>).

Judy Ann Morris, Huntington Beach Council on Aging, announced the 26th Annual Senior Saturday at Pier Plaza on Saturday, September 6, 2014 between the hours of 9:00 AM to 2:00 PM and invited the public to participate. She thanked the sponsors of the event and noted that the money raised goes back to the City. (00:27:39)

Frank LoGrasso thanked Councilmember Carchio for placing an item on the agenda to revisit the 10 cent fee for paper bags previously adopted by the City Council. He commented on the plastic bag ban and stated that the matter should have been placed on the ballot for voters to decide. He questioned how the matter is good for the City, commented on the 10 cent fee going directly to the grocery stores and opined that it should be rescinded. (00:30:13)

Aaron Pai, Huntington Surf and Sport, thanked Council and City staff for a successful U.S. Open of Surfing event. He commented positively on the event and commended the City for its efforts. (00:33:39)

Don MacAllister commended Council and City staff for the success of the recent U.S. Open of Surfing. He spoke in support of Public Hearing Item Nos. 12 and 13 (Bond Issuance for Huntington Central Park Senior Center). He reported that the Council on Aging is committed to raising funds to go towards the new Senior Center and encouraged City Council to vote in support of Items No. 12 and 13. (00:35:01)

Gerald Chapman spoke regarding the budget process and specifically the infrastructure fund. He reported that he was the Vice Chair of the Infrastructure Advisory Committee and commented on an \$8 million shortfall over the next twenty (20) years noting that was the reason for proposing that a 15% infrastructure fund be established in the budget. He commented on other items included in the fund and noted that this year, there will be approximately \$6 million in the fund that will not be used to improve the City's infrastructure. He noted the importance of updating the infrastructure and believed that debt service should not be included in the 15% infrastructure fund. (00:36:33)

Robert Franklin, Huntington Beach/Seal Beach Surfrider Chapter, spoke in opposition to Item No. 17 (5 cent Paper Fee [Plastic Bag Ban]). He noted that the 10 cent fee is the most common fee for bag ordinances in the State and some are contemplating increasing the fee to 25 cents. He commented on SB270 and reported that it calls for a 10 cent fee on paper bags. He added that studies have demonstrated that littered beaches have a big impact on whether people decide to

visit the beach or not. Additionally, he reported that Orange County residents are very concerned about marine debris. He believed that the ordinance should be left alone and distributed information for Council's review, regarding the benefits of reusable bags and the use of the 10 cent fee by grocery stores. (00:39:36)

Ralph Bauer, former Mayor, thanked staff for bringing the Senior Center project forward. He commented on his experience in the City and on the wonderful accomplishments made for the benefit of residents. He encouraged Council to vote "yes" on Item No. 8. (00:42:13)

Reverend Dr. Peggy Price spoke regarding Huntington Beach as a compassionate City and thanked Council for voting to make Huntington Beach a City of Compassion. She commented on other cities around the world that have become cities of compassion and announced the upcoming Compassion Games beginning on September 11, 2014, and ending September 21, 2014. She presented flyers with information and encouraged residents to participate as well as City Council. (00:44:13)

J.D. Miles, Board Member for the Huntington Beach Council on Aging, spoke in support of Item No. 8. He asked that Council vote in favor of the funding needed to build the center and improve quality of life for seniors. (00:48:03)

Al Hendricker spoke in opposition to Item No. 17 and expressed concerns with Council's actions in terms of regulating the cost of a product in the marketplace. He added that doing so restrains competition and is not good for consumers. He believed that Council's actions were inherently wrong and sets a precedent for regulation of other products in the marketplace. He commented on other options that Council could have taken including banning paper bags or taxing them. He urged Council to change any regulatory impact for paper bags in the City. (00:47:44)

David Carleen spoke regarding street performers being harassed by Police personnel downtown. He commented on his experience in the City including owning a business which was destroyed by the recession. He reported that at his current age, he has found it difficult to find work and commented on being a magician. He stated he has been working as a street performer in the City and referenced a report discussing the current situation of street performers. He voiced concerns about his impression of harassment by a Police Officer who recently cited him, and asked that Police Chief Handy waive the citation and instruct the subject Officer to leave him alone. (00:50:08)

Mayor Harper directed Mr. Carleen to fill out a blue card in order for staff to follow up.

Gil Ortiz spoke in support of Item No. 9 and offered testimony regarding challenges with parking in his neighborhood. He encouraged Council to vote in favor of the matter. (00:53:34)

In response to Councilmember Hardy's inquiry, Mr. Ortiz stated there is no effect from the nearby school and that the problems are mostly due to apartment residents parking in the neighborhood.

Chris Epting thanked Councilmember Carchio for bringing forth an item to address the 10 cent fee for paper bags (plastic bag ban) and opined that the matter should have been placed on the ballot for voters to decide. He commented on AB 1102 failing and reported that the fire pits are once again, at risk. Additionally, he commented on a photo of Councilmembers Shaw and Boardman endorsing Sandra Fluke and believed it to be inappropriate. (00:55:58)

COUNCIL COMMITTEE - APPOINTMENTS - LIAISON REPORTS AND ALL AB 1234 DISCLOSURE REPORTING

Councilmember Boardman reported she is a liaison to the Compassionate City Committee and addressed the upcoming Compassionate Games in September. She announced there now is a website www.compassionatehb.com. Those interested in participating or obtaining information can do so there. She added that those interested do not need to be part of an organization or a group to participate.

CITY MANAGER'S REPORT

City Manager Fred Wilson reported that the Library recently won two (2) awards from readers of *Parenting OC* Magazine, specifically Best Library, and Best Story Telling Time, and congratulated the Director and staff for the accomplishment.

CONSENT CALENDAR

Councilmember Boardman pulled Item No. 1 for separate discussion and consideration.

Mayor Harper asked to be recorded as a "no" vote on Items No. 9 and 10.

Councilmember Hardy asked to be recorded as a "no" vote on Item No. 8.

1. Approved and adopted minutes

Councilmember Boardman commented on the Noise Deviation Permit and Conditional Use Permit for Surf City Nights and the action taken by Council. She noted that it was recorded in the minutes as referencing a five-year plan and that Council was asked to strike the five-year plan reference out of the action. She asked whether striking the five-year plan reverts to a permanent situation. She noted that Council voted on a five-year plan, not a permanent plan.

Assistant City Clerk Robin Estanislau reported being visited by a member of the public calling attention to the five-year plan made in the motion and the language recommended by staff did not include reference to the five-year plan. She reported consulting with Planning staff as she did not believe the Conditional Use Permit had a five-year restriction. Planning staff agreed that what was alluded to was that the Temporary Use Permit was a five-year plan and thought it best to strike reference to same.

Councilmember Boardman noted that Council made an amendment to indicate it was for one (1) year and that staff was to report back to Council on any issues related to the addition of Fifth Street. She stated this was also stricken from the minutes.

Assistant City Clerk Estanislau reported it is not being stricken and that it was noted in the Action Agenda to "report back in one (1) year" rather than calling it a one-year plan. Staff changed the minutes to mirror what was in the Action Agenda.

Councilmember Boardman expressed concerns that the permits are being changed from five (5) years to permanent, by changing the minutes.

Director of Planning and Building Scott Hess reported there was nothing in the report referring to five (5) years. The original Conditional Use Permit for Surf City Nights was for five (5) years but the request did not have any limitation. The CUP was to allow it to continue without restrictions on the years.

Councilmember Boardman indicated she is uncomfortable with the changes made and will not be voting to support them.

City Clerk Flynn stated that staff listened to the tape and the record affirmed that the maker of the motion voiced five (5) years. It was determined to be a misstatement because the documentation did not refer to a five-year plan. The member of the public felt that it had been misrepresented. The maker of the motion mentioned five (5) years, but staff checked to ensure what was correct.

Councilmember Carchio stated he was under the impression that the term was for one (1) year.

Mayor Harper suggested continuing this item until the next City Council meeting.

City Clerk Flynn asked that Council approve all of the minutes except those from July 21, 2014, which will be brought back for Council's consideration at its September 2, 2014 meeting.

A motion was made by Councilmember Boardman, second by Councilmember Carchio to review and approve the City Council/Public Financing Authority regular meeting minutes dated July 7, 2014, the City Council special meeting minutes dated July 14, 2014, the City Council special meeting minutes dated July 28, 2014, and the City Council/Public Financing Authority regular meeting minutes dated August 4, 2014, as written and on file in the office of the City Clerk and **as amended to exclude the minutes from the City Council/Public Financing Authority regular meeting minutes dated July 21, 2014, to be considered and acted upon at the Council meeting of September 2, 2014.**

The motion carried with the following vote:

AYES: Katapodis, Hardy, Shaw, Harper, Boardman, Sullivan, Carchio
NOES: None

2. Received and filed the City of Huntington Beach Strategic Plan Update

A motion was made by Councilmember Carchio, second by Councilmember Boardman to receive and file the Twelve-Month Strategic Objectives.

The motion carried with the following vote:

AYES: Katapodis, Hardy, Shaw, Harper, Boardman, Sullivan, Carchio
NOES: None

3. Approved Appointments to the Children's Needs Task Force

A motion was made by Councilmember Carchio, second by Councilmember Boardman to, as recommended by City Council Liaisons Joe Carchio and Matthew Harper, approve the

appointment of student representatives Michael Eliot and Daryn Nguyen to a one-year term to expire June 2015.

The motion carried with the following vote:

AYES: Katapodis, Hardy, Shaw, Harper, Boardman, Sullivan, Carchio
NOES: None

4. Received and filed the Infrastructure Annual Report for FY 2013-2014

A motion was made by Councilmember Carchio, second by Councilmember Boardman to receive and file the Infrastructure Annual Report for FY 2013-2014.

The motion carried with the following vote:

AYES: Katapodis, Hardy, Shaw, Harper, Boardman, Sullivan, Carchio
NOES: None

5. Accepted the Sewer Service Charge Performance Audit for Fiscal Year 2013-2014 and suspended the annual Consumer Price Index (CPI) adjustment of the Sewer Service Rates for Fiscal Year 2014-15

A motion was made by Councilmember Carchio, second by Councilmember Boardman to accept the Sewer Service Charge Performance Audit for Fiscal Year 2013-14 as presented; and, suspend the Annual Consumer Price Index (CPI) Adjustment of the Sewer Rates for Fiscal Year 2014-15.

The motion carried with the following vote:

AYES: Katapodis, Hardy, Shaw, Harper, Boardman, Sullivan, Carchio
NOES: None

6. Authorized the appropriation of \$839,410 in the Police Department's General Fund budget to purchase fifteen (15) marked police vehicles

A motion was made by Councilmember Carchio, second by Councilmember Boardman to authorize the appropriation of \$839,410 in the Police Department's General Fund budget to purchase fifteen (15) marked police vehicles.

The motion carried with the following vote:

AYES: Katapodis, Hardy, Shaw, Harper, Boardman, Sullivan, Carchio
NOES: None

7. Awarded and authorized execution of a Construction Contract in the amount of \$778,806 to Paulus Engineering, Inc., for the Cast Iron Pipe Replacement Project, CC-1432; and, approved withdrawal of Vido Samarzich Inc.

A motion was made by Councilmember Carchio, second by Councilmember Boardman to

approve withdrawal of the apparent low bid from Vido Samarzich Inc.; accept the lowest responsive and responsible bid submitted by Paulus Engineering Inc., in the amount of \$778,806; and, authorize the Mayor and City Clerk to execute a construction contract in a form approved by the City Attorney.

The motion carried with the following vote:

AYES: Katapodis, Hardy, Shaw, Harper, Boardman, Sullivan, Carchio
NOES: None

8. Authorization to Bid the New Senior Center Project, CC 1473

A motion was made by Councilmember Carchio, second by Councilmember Boardman to authorize the Public Works Department to advertise for construction bids for the New Senior Center Project, CC1473.

The motion carried with the following vote:

AYES: Katapodis, Shaw, Harper, Boardman, Sullivan, Carchio
NOES: Hardy

9. Adopted Resolution No. 2014-58 establishing Residential Parking Permit District "P" affecting residents on Plymouth Lane in Huntington Beach

A motion was made by Councilmember Carchio, second by Councilmember Boardman to adopt Resolution No. 2014-58, "A Resolution of the City Council of the City of Huntington Beach Establishing Permit Parking District "P" Within the City of Huntington Beach."

The motion carried with the following vote:

AYES: Katapodis, Hardy, Shaw, Boardman, Sullivan, Carchio
NOES: Harper

10. Adopted Resolution No. 2014-59 establishing Residential Parking Permit District "Q" affecting residents on Wrenfield Drive, Kristopher Lane, and Dohrn Circle in Huntington Beach

A motion was made by Councilmember Carchio, second by Councilmember Boardman to adopt Resolution No. 2014-59, "A Resolution of the City Council of the City of Huntington Beach Establishing Permit Parking District "Q" Within the City of Huntington Beach."

The motion carried with the following vote:

AYES: Katapodis, Hardy, Shaw, Boardman, Sullivan, Carchio
NOES: Harper

11. Successor Agency approved and authorized execution of Amendment No. 1 to Professional Services Contract with Kane Ballmer & Berkman for Legal Services

A motion was made by Boardmember Carchio, second by Boardmember Boardman to adopt the Successor Agency Recommended Action to approve and authorize the Executive Director to execute "Amendment No. 1 to Professional Services Contract Between the Successor Agency to the Redevelopment Agency and Kane Ballmer & Berkman for Legal Services."

The motion carried with the following vote:

AYES: Katapodis, Hardy, Shaw, Harper, Boardman, Sullivan, Carchio
NOES: None

PUBLIC HEARING

12. Public Hearing Held - Adopted City Council Resolution No. 2014-62 Authorizing the Issuance of Huntington Beach Public Financing Authority 2014 Lease Revenue Bonds 2014-Series A.

City Manager Wilson introduced the item and deferred to staff for a report.

Finance Director Lori Ann Farrell provided a presentation highlighting staff's recommendation regarding the Public Financing Authority 2014 Lease Revenue Bonds 2014 Series A for the financing of the City's Senior Center project. She introduced members of the Financing Team noting that the comprehensive group of professionals worked together in developing the proposal presented at this time. She provided background and addressed the project schedule noting that it has been reviewed by the Public Work's Commission and that the recommendation regarding financing the project is the step that is needed before a construction contract can be awarded. She addressed cost estimates to date, details of the Senior Center Financing Plan, highlights of the bond issue, existing 30-year debt service schedule and recommended actions.

Councilmember Boardman reported that the City recently prevailed in a lawsuit challenging the EIR, the Supplemental EIR and other issues surrounding the Senior Center. She added there is a second lawsuit regarding similar issues and assumed that the City will also prevail on it. In case that the City does not, she asked what the consequences will be as a result of tonight's action.

A member of the Financing Team reported that the team was instructed to set forth a structure and a schedule to enable the City to put a financing plan in place despite whether litigation was still pending. If the project were to be stopped after the financing was in place, the City would have to decide whether to use any proceeds in the project fund that were available to diffuse the financing or to fund another project. The loan will be an existing debt obligation of the City, through the lease financing, and would stay in place.

In response to Councilmember Boardman's inquiry regarding whether, in finding there is no need for the funds, the City could immediately pay them back, it was noted there are a couple of options available to the City. One option would be to include a prepayment option that would be callable at any time with applicable costs added. With respect to litigation prior to selling the bonds, if the City does not prevail, the bonds would not be put out to market. If there were no litigation or the City prevails, the bonds would be put up for sale. Other alternatives exist, but they would add to the costs and would depend on the point at which the City would determine to collapse the bonds.

In response to Councilmember Boardman's question regarding the timeline of the second lawsuit, City Attorney Jennifer McGrath reported that the court day to lift the stay on the second suit was today, and the City will be setting a motion for next month in an effort to getting the case resolved sooner rather than later. It is hoped that everything will be resolved by October.

It was noted that the bonds will be priced in October and closed in November.

In response to Mayor Harper's inquiry, it was noted that the bonds will be issued in one (1) series and that the City would receive approximately \$15 million in November to spend on the project.

Councilmember Carchio commented on the bond market being weak and asked for confirmation.

With respect to the bond market, it was noted that interest rates are very low and have decreased this summer. It is an attractive time to sell debt because of the low interest rate. It is expected that the City would get plenty of demand for the bonds. In terms of the unspent proceeds, it does pose a risk that the City must consider. Additionally, to change the purpose of the funds would require Council action.

A representative from Bank of America/Merrill Lynch reported there has been concern regarding where the bond market is headed and that the factor of supply and demand comes mostly into play. He commented on the issuance of municipal bonds nationally and in California, on existing low interest rates and noted that considering the City's credit rating, it would make the bonds very attractive for those looking for safe investments.

Mayor Harper opened the Public Hearing.

Ralph Bauer spoke in support of the recommended action for this item. He encouraged Council to vote in favor of the item adding that it would be nice to have a unanimous vote. (01:28:53)

Gerald Chapman questioned why debt service is included in the infrastructure fund. He noted that it appears there will be plenty of money for the City without including the debt service into the infrastructure fund and hoped that Council will realize that by putting the debt service into the infrastructure fund, it takes that amount of money away from what is available to repair and maintain the City's existing infrastructure. (01:29:49)

Mayor Harper closed the Public Hearing.

In response to Mayor Harper's question as to whether there is a way to adopt this item without the debt service counting towards infrastructure, City Manager Wilson commented on Measure O which addressed this issue and noted that voters approved using debt service towards new projects and is permitted under the City's Charter.

Councilmember Boardman reported that she did not support Measure O but that the voters disagreed and upheld the use of debt service. She added that the Senior Center is a huge infrastructure project being made possible through bond-funding and that part of that is the debt service. She noted that this applies to both this item and Item No. 13 and commented on the location of the Senior Center being a contentious item in 2006 and on prior plans for the Senior Center. She added that if voters knew, in 2006, of the City's plans to issue bonds, the vote might not have approved the use of Central Park for a Senior Center. The court did not rule that the

vote in 2006 was invalid. While the proposed location of the Senior Center has been contentious, recognition that the Rodgers Senior Center is inadequate is not. She commented on prior discussions regarding the consideration of alternative sites and noted that Council was not willing to explore other options. With the City prevailing on lawsuits, she believed it is clear that the City has complied with what the court has requested and that it is time to move on. She noted the need for a new Senior Center in the City and expressed her commitment to ensure that it will provide the programs and services needed and deserved by the growing senior population and stated her support of the recommended actions at this time.

Mayor Pro Tem Shaw thanked Councilmember Boardman for her comments and concurred with them. He added that the City has discussed a Senior Center for a long time and that it has been held up by a lawsuit. The need for a new Senior Center is well-documented and he stressed that it is time for a Senior Center that matches the quality of services it provides. He stated his support of the recommended actions at this time.

Councilmember Carchio noted this has been an issue for almost eight (8) years and that it is finally coming to an end. He thanked City Attorney Jennifer McGrath and the Legal Department for their hard work. He added that Council owes the City's seniors the respect for making Huntington Beach the great City that it is. He expressed his appreciation to the entire City staff who worked on this matter.

Councilmember Hardy noted that funding the Senior Center is a different question than the location. While she remains opposed to the location, she believes that this item addresses the funding and therefore, will vote in favor of this item.

Councilmember Katapodis stated he is happy to see this matter moving forward. He thanked City Attorney McGrath and her team.

Mayor Harper commented on the future use of the existing Senior Center and in response to his inquiry, City Manager Wilson reported that staff has talked about ideas for the site.

Mayor Harper thanked former Mayors Ralph Bauer and Don MacAllister for their advocacy and stated it is his goal to have a ground-breaking before the end of the year and expressed confidence that legal barriers will be resolved soon.

Councilmember Sullivan noted this is a significant vote that has been a long time coming. He commented on the poor condition of the existing Senior Center and noted that the City has the best senior programs in the county including its transportation program. He commented positively on the work of volunteers and indicated that finally the physical facility will match the services and programs provided to senior citizens.

A motion was made by Mayor Harper, second by Councilmember Carchio to approve Resolution 2014-62, "Resolution of the City Council of the City of Huntington Beach Authorizing the Execution and Delivery by the City of a First Amendment to Site Lease, A First Amendment to Lease Agreement, A First Supplemental Indenture, A Bond Purchase Agreement and a Continuing Disclosure Certificate in Connection with the Issuance of Huntington Beach Public Financing Authority (Orange County, California) Lease Revenue Bonds, 2014 Series A (Senior Center Project), Approving the Issuance of Such Bonds in an Aggregate Principal Amount of Not to Exceed \$16,405,000, Authorizing the Distribution of an Official Statement in Connection

Therewith and Authorizing the Execution of Necessary Documents and Certificates and Related Actions;" and, authorize the City Manager and City Clerk to take all administrative and budgetary actions necessary to perform the bond issuance.

The motion carried with the following vote:

AYES: Katapodis, Hardy, Shaw, Harper, Boardman, Sullivan, Carchio
NOES: None

**13. Public Hearing Held - Adopted Public Financing Authority Resolution No. 22
Authorizing the Issuance of Huntington Beach Public Financing Authority 2014
Lease Revenue Bonds 2014 Series A.**

Mayor Harper opened the Public Hearing.

Ralph Bauer thanked Council, the City Manager and the City Attorney for the efforts expended on this matter on behalf of the City's senior citizens. He thanked the Finance Team for their help. (01:49:43)

Gerald Chapman congratulated Council for its actions and commented on Measure O noting that it stated that debt service could not be prohibited from going into the Infrastructure Fund but it did not indicate that it had to. He added that he will return to advocate for this matter when it comes time for Council to review the budget. He believed that Council is cheating the people out of money that should be going towards fixing the City's infrastructure. (01:51:08)

Mayor Harper closed the Public Hearing.

Councilmember Boardman pointed out that earlier on the agenda, Council approved money to replace cast-iron water mains within the City. She added that Public Works staff is aware of the City's infrastructure needs and is addressing the aging infrastructure.

Mayor Harper agreed and noted that the City is addressing its infrastructure needs.

City Manager Wilson reported that during Study Session, Council discussed the City's five-year plan and that an increasing commitment towards the City's infrastructure is included in the plan.

City Attorney McGrath clarified Measure O noting that it is not a mandate and that if Council does not want to include this debt service in the budget calculation, it is not mandatory.

Mayor Harper added that it is within Council's purview as to whether to have a commitment above that which is mandatory. He thanked the speaker and noted that the matter is part of Council's ongoing discussion.

A motion was made by Councilmember Sullivan, second by Mayor Harper to approve the Public Agency Authority's recommended action to approve Resolution 22, "Resolution of the Board of Directors of the Huntington Beach Public Financing Authority Authorizing the Execution and Delivery by the Authority of a First Amendment to Site Lease, A First Amendment to Lease Agreement, A First Supplemental Indenture, A Bond Purchase Agreement in Connection with the Issuance of Huntington Beach Public Financing Authority (Orange County, California) Lease

Revenue Bonds, 2014 Series A (Senior Center Project), Authorizing the Issuance of Such Bonds in an Aggregate Principal Amount of Not to Exceed \$16,405,000, Authorizing the Distribution of an Official Statement in Connection Therewith and Authorizing the Execution of Necessary Documents and Certificates and Related Actions" and, authorize the Executive Director and Authority Secretary to take all administrative and budgetary actions necessary to perform the bond issuance.

The motion carried with the following vote:

AYES: Katapodis, Hardy, Shaw, Harper, Boardman, Sullivan, Carchio
NOES: None

14. CONTINUED TO A DATE UNCERTAIN the approval and adoption of a Resolution making findings, authorizing financing, appropriating funding and awarding contracts to upgrade City owned streetlight and parking lot LED lighting

Mayor Harper noted this matter will be **continued to a date uncertain**, per Supplemental Communication.

ADMINISTRATIVE ITEMS

15. Public meeting held regarding formation of the Huntington Beach Tourism Business Improvement District (TBID) with an Administrative Public Hearing scheduled for September 15, 2014

City Manager Wilson reported that the proposed district will be managed by Visit Huntington Beach (VHB) which has requested that Council increase the self-assessment from 2% to 3% and form a new district as noted. It will be known as the Huntington Beach Tourism Business Improvement District and he noted that Council previously approved the resolution of intention which initiated the process. This is the next step in the process and a final Public Hearing will be scheduled for September 15, 2014. He added that the Management District Plan that was presented previously is also included in the document. He noted the attendance of VHB representatives to respond to inquiries from Council.

Mayor Harper clarified this helps reorganize the Tourism BID to be able to act upon more current laws.

City Manager Wilson confirmed so, adding that it also increases the self-assessment.

Councilmember Boardman commented on the 1994 law requiring that the Board comply with the Brown Act and the Public Records Act.

Brief discussion followed regarding the requirements of the 1989 law.

Councilmember Boardman referenced the Destination Product Development (DPD) Fund, noted that it is planned to be 12.5% of the budget and listed items it may potentially include. She expressed concerns regarding the City and Board having the authority to adjust budget allocations between categories of no more than 15% of the total budget per year. She asked whether this is something that the Board could do without consideration by the City noting that it

would be possible for the Board to move that money elsewhere. She added that Council is being asked to increase the self-assessment by 1% and noted that all of the money will be going to the VHB rather than to the City's General Fund. She noted the need to ensure that the 12.5% is better-protected than it indicates in the document language. She stated the need for a commitment that the money cannot be moved around to fund something else. She asked for clarification of the matter.

Kelly Miller, President and CEO of Visit Huntington Beach, Paul Devitt, General Manager for the Hyatt and Vice Chair of the Board of Directors for Visit Huntington Beach, reported that any given year, the 15% could go up or down by a maximum of 15%. He added that it would be a mutually agreed to change in budget items, year in and year out.

Councilmember Boardman stated she is comfortable as long as there will need to be mutual agreement on how the money is moved around.

Mr. Miller added that it is imperative to build new destination products within the community to attract more overnight visitors and encourage them to stay longer.

City Manager Wilson stated that staff will review and tighten up the language prior to the next hearing of the matter to ensure a commitment with which Council will be comfortable.

Councilmember Boardman commented on the City and VHB having equal input to make recommendations for final project approval but that VHB will decide how the DPD dollars are spent and stated she would like the City to have more voice in that area as well.

Mr. Miller stated they will work on that language.

A motion was made by Mayor Pro Tem Shaw, second by Councilmember Boardman to schedule an Administrative Public Hearing on this matter for September 15, 2014.

The motion carried with the following vote:

AYES: Katapodis, Hardy, Shaw, Harper, Boardman, Sullivan, Carchio
NOES: None

16. Adopted Resolution 2014-61 declaring Level 1 Water Shortage Supply

Utilities Manager Brian Ragland presented a PowerPoint presentation addressing the reasons for a Level 1 declaration, other local agencies in Level 1, Water Management Plan Permanent Conservation Measures, Level 1 additions to Permanent Conservation Measures, Sprinkler Usage Schedule, Enforcement, Huntington Beach Water Conservation Activities and Rebate Programs to Encourage Water Conservation for Residents and Businesses.

In response to Councilmember Boardman's inquiry, Water Conservation Coordinator Sylvia Franklin explained the application process for the City's turf replacement program. Information and the application can be located at www.huntingtonbeachca.gov/hbwater.

Discussion followed regarding exemptions from the proposed watering schedule for cemeteries. It was noted that staff will work with them to help conserve water.

Councilmember Sullivan commented on the advantages of covering pools during the winter. He commented on the fountains at the Library and suggested turning them off and having the City set an example.

It was noted that all fountains must use recycled water and that the City will follow the ordinances that will be enforced within the City.

In response to Councilmember Carchio's question, Utilities Manager Ragland reported that the amount of rainfall during the upcoming winter season will determine whether or not the City will need to declare a Level 2 water shortage.

Mayor Pro Tem Shaw stated receiving a complaint from a resident noting that it was difficult to navigate through the rebate programs on the City's website. He suggested that access to the site be simplified to avoid confusion.

It was noted that residents are encouraged to apply for rebates, whether they qualify or not.

A motion was made by Councilmember Carchio, second by Councilmember Katapodis to adopt Resolution 2014-61, "A Resolution of the City Council of the City of Huntington Beach Declaring a Level 1 Water Shortage."

The motion carried with the following vote:

AYES: Katapodis, Hardy, Shaw, Harper, Boardman, Sullivan, Carchio
NOES: None

COUNCILMEMBER ITEMS

- 17. Item Submitted by Councilmember Carchio FAILED - Direct City Attorney to prepare an ordinance amending the fee for paper bags to a maximum of 5 cents with the option of not charging for paper bags, including the establishment of a buy-back program for purchased plastic bags**

Councilmember Carchio commented on allowing citizens to vote on this matter but since that initiative failed, he reported doing research on the matter and speaking with many people, including leaders in Sacramento, to develop a possible solution. He addressed the importance of giving careful consideration to ordinances before they are passed and felt that the majority of Council played to the vocal minority. He reported that Surfrider Foundation has declared that most plastic found in birds and fish come from plastic bags and stated that is not true and that it comes from plastic fishing lines. He indicated that the ordinance has cost many jobs in California and that reusable bags harbor bacteria. He asserted that grocery stores keep the money generated from the sale of paper bags and that because of that, the grocery industry agreed. Without that, the ordinance never would have passed.

Councilmember Carchio addressed SB 270 noting that it passed in the Senate and it is being held up in the Assembly. The Governor has gone on record that he will veto it if it passes. He reported that plastic bags are made with natural gas, rather than oil and the reusable bags are made with oil and chemicals in China. He presented an example of a plastic basket used for

shopping and reported that grocery stores have had to repeatedly order them because people are taking them instead of purchasing paper bags. He presented examples of other bags and felt that the ordinance has not accomplished anything but has served to replace one type of bag for another. He added that paper bags only cost approximately 3-to-4 cents to make and proposed a compromise of 5 cents per paper bag. Additionally, he commented on clerks using plastic gloves because they do not want to touch reusable bags and reported that as part of labor negotiations, a provision will be included that they do not have to pack reusable bags if they do not want to.

Councilmember Carchio reiterated that the existing ordinance is wrong and stated he does not want to be charged 10 cents for a paper bag. Stores should have the option of charging for bags and he stated that the 10 cents charge is not fair for the consumer. Additionally, he suggested a buy-back program for purchased plastic bags.

In response to Mayor Harper's inquiry, City Manager Wilson reported that at the end of the year, staff will survey the different stores in the City to determine the impact of the ordinance at each store. It was noted that information was not available when the ordinance was considered, to establish a baseline.

Mayor Pro Tem Shaw stated he is not getting the same information from Sacramento that Councilmember Carchio is getting and that because of the uncertainty of whether the State will ban plastic bags or not, stated that he is reluctant to have City staff pursue something that could be a waste of time.

A motion was made by Mayor Pro Tem Shaw, second by Councilmember Boardman to table this matter, indefinitely.

In response to Councilmember Boardman's inquiry regarding the consequences of tabling this item, City Attorney McGrath reported that tabling the item leaves it out there, without action, until such time as it is brought up again.

Councilmember Boardman reported that SB 270 will be considered for a vote of the full Assembly this week.

Councilmember Sullivan asked if the motion to table passes, whether that will cut off any further discussion of the matter at this time and City Attorney McGrath responded affirmatively.

Councilmember Sullivan took issue with not allowing discussion on this item.

Mayor Pro Tem Shaw restated the motion noting that discussion on this matter has taken place nine (9) times and there is no reason to further discuss it until the State decides the issue.

The motion was amended by the maker Mayor Pro Tem Shaw, and agreed to by the second Councilmember Boardman, to table this matter until the State decides the issue.

The motion failed with the following vote:

AYES: Katapodis, Shaw, Boardman
NOES: Hardy, Harper, Sullivan, Carchio

A motion was made by Councilmember Carchio, second by Councilmember Sullivan to direct City Attorney to prepare an ordinance to amend the current ordinance on plastic bags allowing stores to only charge a maximum of 5 cents with the option of not charging for paper bags, including the establishment of a buy-back program for purchased plastic bags.

Councilmember Boardman stated she voted to table the issue because of the Assembly action that will be taken this week. She noted that Surfrider educates the public about the impact of plastics in the ocean but she has never heard them say that the main form of plastic found in wildlife is from plastic bags. She noted that this is the ninth time in two (2) years that Council has dealt with the issue and that everything that can be said about this issue, has been said. She reported there are 116 local jurisdictions that have adopted similar ordinances and over a third of the State's population now lives in a jurisdiction that has reusable bag ordinances. This is not declining throughout the State, but rather is increasing and is a trend that has been happening at the grassroots.

Councilmember Katapodis thanked Councilmember Carchio for bringing the matter forward but felt the City should wait until the State acts on the issue and then the City could revisit it.

Councilmember Hardy stated she voted against tabling this matter because she does not want to bring it back later. She added that part of the vote was based on the EIR which addressed the 10 cent fee and that to make it a 5 cent fee is not as simple as it sounds. Additionally, the State is about to make a decision on the issue and it would be more appropriate to consider it after it does so.

Mayor Pro Tem Shaw indicated he wanted to table this issue because Council has had this discussion nine (9) times previously. He added there are many good reasons why the City should take as many measures as it can to protect the ocean including the fact that the City makes nearly \$1 million per day in tourism dollars and that tourism supports nearly 500 jobs. He addressed the importance of maintaining pristine beaches noting that is the reason 116 cities have passed similar ordinances and that as much as possible, he will vote to ensure the beaches stay as clean as possible.

Councilmember Sullivan noted that two-thirds of cities in California do not have plastic bag ordinances, opining they are the sensible cities. He added that this is not a grass-roots effort, but rather the effort of four (4) people. He believed that waiting for the State to act is a "cop out" and felt that there is nothing wrong about doing the right thing now and waiting to see what the State does, later. He added that State policies are driving businesses out of it every day and stated he is sick of "Al Gore Science". He noted that he worked in a real research lab and knows what real science is. He thanked Councilmember Carchio for bringing the item forward and stated that the 10 cent charge is a bribe and that without it; the grocery industry would be opposing the ban. He hoped that the motion passes and opined that if it went to a vote of the people, the ban would not pass.

Councilmember Carchio stated that the Surfrider Foundation said that most plastic found in birds and fish come from plastic bags because he heard it recently on KFI. He indicated that the only people that have not discussed the issue are the residents of the City whose ability to vote on it has been taken away. He questioned why four (4) people on Council should make a decision for 200,000 people. In response to his inquiry, City Attorney McGrath reported that if the issue passes in the State, the City would have the capacity to increase the 10 cent charge, but not

decrease it.

Councilmember Carchio added that this is about giving people the opportunity to determine whether they want to charge or pay 10 cents per paper bag.

Mayor Harper stated he is personally disappointed in this policy and that it has no kind of measurement or statistics that were gathered prior to the effectiveness of the ordinance in terms of the number of bags used or the amount of plastic bag litter. There is no way to measure the success or failure of the ordinance implementation. The ordinance simply takes away the freedom and liberty of businesses and individuals within the City and kills jobs in California. He added that the problem with this proposal is that it retains the portions of the law that he objects to. Because the proposal does not repeal the ordinance, he stated he will not support the motion. He added that the people will determine the outcome in the ballot box, in November.

The motion failed with the following vote:

AYES: Katapodis, Sullivan, Carchio
NOES: Hardy, Shaw, Harper, Boardman

18. Item Submitted by Councilmember Carchio Approved as Amended - Direct City Manager to negotiate an agreement with ABC to televise the 4th of July Parade

Councilmember Carchio commented on the success of the recent 4th of July Parade and events as well as on the ABC television coverage. He reported speaking with Dianne Medina of KABC, who expressed interest in moving forward with a five-year deal to continue coverage of the parade. He noted it takes a long time to prepare for the production and stated this would allow the Parade Board as well as KABC, the opportunity to start quicker in getting ready for subsequent events. He hoped that Council colleagues will agree and suggested including a member of the 4th of July Board to sit in on the negotiations.

A motion was made by Councilmember Carchio, second by Councilmember Katapodis to direct the City Manager to negotiate an agreement between the City of Huntington Beach and ABC to televise the 4th of July Parade for a period of five years.

Councilmember Sullivan disagreed adding that it should be determined on a yearly basis noting there are still bugs to work out.

In response to Mayor Pro Tem Shaw's inquiry, City Manager Wilson reported that the City has not begun negotiating with KABC, officially, but that they will be visiting this week to begin talks. He added that it is always wise for Council to provide general parameters for staff to negotiate contracts.

Councilmember Hardy noted that Channel 3 also recorded the parade and City Manager Wilson stated that they will continue to do so.

In response to Councilmember Carchio's inquiry, City Attorney McGrath stated that the City tries to have a thirty-day cancellation clause in most contracts entered into by the City.

Councilmember Carchio commented on the importance of this matter in terms of being able to sell

advertising noting that it is easier to sell advertising when there is a long-term contract. He hoped that Council will support the motion.

Councilmember Katapodis acknowledged challenges but agreed with Councilmember Carchio and stated he will support the item.

Councilmember Sullivan reiterated it should be a one-year plan and opined it would make it more difficult for the Board to raise money and encouraged the use of caution.

Councilmember Boardman stated she would like staff to negotiate the best deal it can, regardless of the length of time. She added she will not tie staff's hands by demanding a certain length of time for the contract and indicated she trusts the negotiators to do what is best for the City, residents and the parade.

Mayor Harper noted that staff has been working on this matter and that there is no magic number in terms of the length of time for the contract and what is most advantageous. He commented on the importance of this issue not being viewed as a rejection by ABC, if the motion fails and that working out the right deal is the most appropriate way to go.

Councilmember Katapodis felt it makes sense to allow staff to negotiate what they deem appropriate.

Councilmember Carchio indicated that ABC wants a five-year contract in order to get advertisers in place.

It was noted there has been no correspondence from ABC, only a verbal intent.

A substitute motion was made by Councilmember Katapodis, second by Councilmember Hardy to direct City Manager to negotiate an agreement between the City of Huntington Beach and ABC to televise the 4th of July Parade for a period of **between one and** five years.

The substitute motion carried with the following vote:

AYES: Katapodis, Hardy, Shaw, Harper, Boardman
NOES: Sullivan, Carchio

COUNCILMEMBER COMMENTS (Not Agendized)

Councilmember Katapodis reported attending the HB Police Officers' Foundation Constable Classic Charity Golf Tournament where the money raised will go towards the HB Police Officers' Foundation 9/11 Memorial Fund. He commented on the success of the event and noted that a check will be presented at the next Council meeting.

Councilmember Hardy reported attending National Night Out and thanked the HB Police Department for working with Target in putting on the event.

Mayor Pro Tem Shaw reported attending National Night Out and thanked the HB Police Department and Target for the success of the event. Additionally, he attended the Municipal Employees Association (MEA) Family Day in the Park and the recent HB Concert in the Park and commented positively on both events.

Councilmember Boardman thanked the HB Police Department and Target for sponsoring the National Night Out and commented positively on the event. In addition, she reported attending the HB Junior Guards 2014 End of Summer Ceremony at Edison High School, commented positively on the program and thanked the City's Marine Safety staff for their work. Additionally, she attended the MEA Family Day in the Park and Father Christian Mondor's celebration of seventy (70) years' service as a Franciscan Friar and thanked him for all of the work he does for the community.

Councilmember Sullivan reported attending the American Legion Post 133 meeting to plan the 9/11 ceremony in the City and invited Council and the public to attend at 6:00 PM on September 11, 2014. He added that the Police, Fire and Marine Safety Departments choose an Officer of the Year to be honored during that ceremony. Additionally, he reported attending the MEA Family Day in the Park and commented on their support of the 3-1 Marines providing back-to-school supplies for their children.

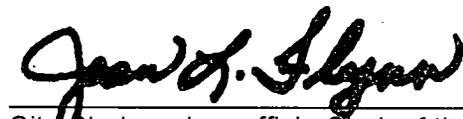
Councilmember Carchio thanked the HB Police Department for the recent National Night Out and reported attending the HB Police Officers' Foundation Constable Classic Charity Golf Tournament. He commented on the 9/11 Memorial and reported that donations are still being accepted for same.

Mayor Harper reported attending the Orange County Business Council (OCBC) Chairman's Leadership Breakfast with Parker Kennedy, National Night Out, the Change of Command Ceremony at the Joint Forces Training Base in Los Alamitos, the Boy Scout Eagle Court of Honor for Brandon Yanasaki, the HB Junior Guards 2014 End of Summer Ceremony, the Ribbon Cutting and Grand Opening for US Taco, the Summer BBQ and tour of the Angus Petroleum site. He acknowledged and complemented Councilmember Carchio for his efforts in trying to resolve some very contentious issues within the City including allowing voters to decide on the issue of fireworks and developing a compromise relative to the issue of rent control. He commented on the matter of plastic bags and stated that Councilmember Carchio's continued efforts will eventually find conclusion. He pointed out his disappointment in the State Senate for not taking action on AB 1102 and commented on the need to continue efforts to maintain fire rings in the City.

ADJOURNMENT OF THE REGULAR MEETING OF THE CITY COUNCIL/PUBLIC FINANCING AUTHORITY AND THE SPECIAL MEETING OF THE SUCCESSOR AGENCY TO THE FORMER REDEVELOPMENT AGENCY OF THE CITY OF HUNTINGTON BEACH

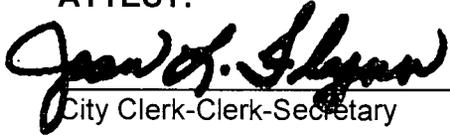
There being no other business to come before City Council, Mayor Harper adjourned the meeting at 9:35 PM.

The next regularly scheduled meeting of the Huntington Beach City Council/Public Financing Authority is Tuesday, September 02, 2014, at 4:00 PM in Room B-8, Civic Center, 2000 Main Street, Huntington Beach, California.

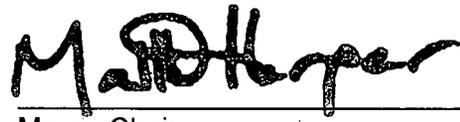

City Clerk and ex-officio Clerk of the City

Council/Successor Agency of the City of
Huntington Beach, Secretary of the
Huntington Beach Public Finance Authority
of the City of Huntington Beach, California

ATTEST:



City Clerk-Clerk-Secretary



Mayor-Chair

Handwritten signature or scribble.