



MINUTES

Meeting of the Scotts Valley City Council

Date: February 6, 2019

Time: 6:00 pm

CONTACT INFORMATION	MEETING LOCATION	POSTING
City of Scotts Valley 1 Civic Center Drive Scotts Valley, CA 95066 (831) 440-5600	City Council Chambers 1 Civic Center Drive Scotts Valley, CA 95066	The agenda was posted 2-1-19 at City Hall, SV Senior Center, SV Library and on the Internet at www.scottsvally.org .

CALL TO ORDER 6:00 PM

The City Council meeting was called to order at 6:00 pm.

PLEDGE OF ALLEGIANCE and MOMENT OF SILENCE

ROLL CALL

ELECTED OFFICIALS PRESENT:

Jack Dilles, Mayor
Randy Johnson, Vice Mayor
Donna Lind, Council Member
Jim Reed, Council Member (Arrived 6:40 pm)
Derek Timm, Council Member

CITY STAFF MEMBERS PRESENT:

Jenny Haruyama, City Manager
Kirsten Powell, City Attorney
Steve Walpole, Chief of Police
Taylor Bateman, Community Development Director
Tony McFarlane, Administrative Services Director
Daryl Jordan, Public Works Director
Tracy Ferrara, City Clerk

Mayor Dilles announced that CM Reed would be late to the meeting.

COMMITTEE REPORTS

CM Lind reported that the Santa Cruz Metropolitan Transit District Board met and discussed their 10 year strategic budget plan, employee negotiations, and new board members were sworn-in.

CM Lind reported that she attended the LAFCO Board meeting where they approved the annexation of a property from the County of Santa Cruz to the City of Scotts Valley on Cumbre Lane.

CM Timm reported that he attended the Housing Solutions Forum put on by Silicon Valley Leadership Group, which focused on upcoming changes from the State on housing. Heads of transportation and CASA were also in attendance, along with Senator Wiener and Assembly Member Chu regarding the impacts of housing bill SB50.

Mayor Dilles reported that he attended a Santa Margarita Groundwater Agency Joint Powers Authority meeting. He announced that there are some informational workshops coming up at the Felton Community Hall on February 9 (Water Budgets: How Do We Balance All Our Needs) and on March 9 (Managing Groundwater: How Do We Prepare for an Uncertain Future).

Mayor Dilles reported that he attended the Silicon Valley Leadership Group Housing Solutions Forum presentation on housing where Senator Wiener and Assembly Member Chu spoke regarding housing bill SB50.

Mayor Dilles reported that he attended the City Select Committee meeting and appointments to the Monterey Bay Community Power Policy and Operations Boards were approved.

Mayor Dilles reported that he attended the Monterey Bay Community Power Policy Board meeting where they provided feedback to the negotiating team regarding the CEO.

CITY MANAGER REPORT

Town Center Community Meeting: The Town Center developers will be holding two community meetings tomorrow, Thursday, February 7, 2019; one at 1:30 pm and the other at 8:00 pm. Both meetings will be held at the Community Center.

Police, Sheriff and Security Job Fair: The City of Scotts Valley Police Department, along with other area law enforcement will be participating in a job expo this Saturday, February 9, 2019 from Noon – 5 pm at the Kaiser Permanente Arena in Santa Cruz. Applicants will have an opportunity to learn about the interview process, required background investigations, academy experience, and field training program. There will also be live non-lethal force and canine demonstrations.

Scotts Valley Middle School Ribbon Cutting Ceremony and Lynn Beebe Memorial Gymnasium Dedication: The SV Middle School ribbon cutting ceremony and gym dedication is scheduled for this Sunday, February 10, 2019 at 3:15 pm. An Open House will be held between 3:00 pm – 4:30 pm.

GPAC Meeting: The next General Plan Advisory Committee (GPAC) meeting will be held on Monday, February 11, 2019 from 6 pm to 8 pm at the Scotts Valley City Hall Council Chambers. The agenda includes a discussion regarding mobility issues and opportunities in Scotts Valley.

PUBLIC COMMENT TIME

Radia Barkins, expressed concerns about 5G cellular technology and its potential health impacts www.ehtrust.org.

Joanne Wolfeld, expressed concerns about 5G cellular technology and its potential health impacts.

CM Lind announced that the Annual Fallen Officer Foundation is being held Saturday, February 9, 2019 at the Cocoanut Grove.

ALTERATIONS TO CONSENT AGENDA

M/S: Lind/Johnson

To approve the Consent Agenda.

Carried 4/0/1 (AYES: Dilles, Johnson, Lind, Timm; ABSENT: Reed)

CONSENT AGENDA

- A. Approve City Council meeting minutes 1-23-2019
- B. Approve check register – 1-18-19, 1-24-19, 2-1-19
- C. Approve second amendment to agreement between the City of Scotts Valley and Jenny Haruyama for employment as City Manager

ALTERATIONS TO REGULAR AGENDA

M/S: Johnson/Lind

To approve the Regular Agenda.

Carried 4/0/1 (AYES: Dilles, Johnson, Lind, Timm; ABSENT: Reed)

REGULAR AGENDA

1. **Economic Development presentation from Hinderliter, de Llamas & Associates (HdL)**

CM Haruyama introduced Ken Nordhoff, HdL representative. Mr. Nordhoff gave a PowerPoint presentation titled "Sales Tax: The Rapidly Evolving Retail Environment" and responded to questions from Council.

Joanne Wolfeld, stated that she feels Santa Cruz County residents prefer to shop at local businesses recommended increasing sales tax as long as it stays local.

2. **Consider approval of Resolution No. 1959, establishing a Temporary Project Specific Council Budget Subcommittee and Resolution No. 1959.1 establishing a Temporary Project Specific Council Library Facilities Upgrade Subcommittee**

CM Haruyama presented the written staff report and responded to questions from Council.

M/S: Reed/Timm

To approve Resolution No. 1959 Establishing a Temporary Project Specific Council Budget Subcommittee.

Carried 5/0 (AYES: Dilles, Johnson, Lind, Reed, Timm)

M/S: Reed/Timm

To approve Resolution No. 1959.1 Establishing a Temporary Project Specific Council Library Facilities Upgrade Subcommittee.

Carried 5/0 (AYES: Dilles, Johnson, Lind, Reed, Timm)

PUBLIC HEARING(S) (To be heard after 6:30 p.m.)
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3. **Consider amendment to the Planned Development Permit for the Hangar project for a Planned Sign Program for two new commercial buildings located at 260 Mt. Hermon Road, APN's 022-231-27 and 022-231-28**

CDD Bateman presented the written staff report and responded to questions from Council.

Corbett Wright, Hangar developer, spoke regarding the planned sign program and responded to questions from Council. He stated that he would like Council to give staff the authority to work with the developer on flexibility for the tenant signs.

PUBLIC HEARING OPENED – 7:44 PM

No one came forward.

PUBLIC HEARING CLOSED – 7:44 PM

Council expressed concerns regarding restricted size of the tenant identification signs on the free standing monument sign and the timing of the addition of the Scotts Valley Town Center identification on the monument sign.

CA Powell recommended the following changes to Conditions of Approval 4 and 7 to address Council concerns:

Condition No. 4: The materials, size, location, and design of the improvements shall match the approved plans, however, the tenant identification signs can be modified on the freestanding sign with the approval of the Community Development Director, provided the same square footage and design is utilized. Modifications to the approved project may require approval by the Planning Commission at the discretion of the Community Development Director.

Condition No. 7: A portion of the freestanding sign shall be used to identify the Scotts Valley Town Center to meet the TCSP goal of creating a sense of place and to ensure integration of this project into the SVTC at the appropriate time as determined by the Community Development Director.

M/S: Johnson/Lind

To approve Resolution No. 1958 approving a Planned Sign Program for The Hangar Development at 260 Mt. Hermon Road, APN's 022-231-27 and 022-231-28 with amendments to Conditions 4 and 7 as noted above.

Carried 5/0 (AYES: Dilles, Johnson, Lind, Reed, Timm)

REGULAR AGENDA (resumed)

4. Consider adoption of Fiscal Year 2019/20 Council Goals

CM Haruyama presented the written staff report and responded to questions from Council.

Council agreed with CM Haruyama's recommendation that the following two goals not be included in the 2019/20 goals and addressed in a future goals work plan when adequate resources and funding are available:

1. *Affordable Housing*
2. *Review Building Development Standards (Parking)*

M/S: Johnson/Timm

To approve the FY 2019/20 goals and direct the City Manager to work with state representatives to prepare a legislative adjustment of the state sales tax cap to consider a possible fiscal sustainability option.

Carried 5/0 (AYES: Dilles, Johnson, Lind, Reed, Timm)

5. Mid-Year Financial Review for FY 2018/19 and Direction for Preparation of the 2019/20 Annual Budget

ASD McFarlane presented the written staff report and responded to questions from Council.

M/S: Timm/Lind

To pay off the CalPERS full unfunded liability at the beginning of each year.

Carried 5/0 (AYES: Dilles, Johnson, Lind, Reed, Timm)

M/S: Lind/Timm

To use the savings identified from refunding Certificates of Participation (COP's) and deposit those dollars into a reserve fund to cover an upcoming balloon payment.

Carried 5/0 (AYES: Dilles, Johnson, Lind, Reed, Timm)

M/S: Timm/Lind

To accept the reports and information regarding the FY 2018/19 Mid-Year Financial Report through December 31, 2018 and to approve Resolution No. 630.38.3 amending the FY 2018/19 Annual Budget.

Carried 5/0 (AYES: Dilles, Johnson, Lind, Reed, Timm)

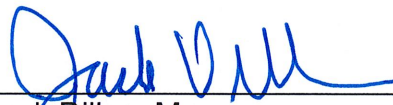
6. Future Council agenda items

None.

ADJOURNMENT

The meeting adjourned at 8:40 p.m.

Approved: _____


Jack Dilles, Mayor

Attest: _____


Tracy A. Ferrara, City Clerk