



ACTION MINUTES
CAPITOLA CITY COUNCIL
REGULAR MEETING
Thursday, October 11, 2007

6:00 P.M. – CLOSED SESSION – CITY MANAGER’S OFFICE
CAPITOLA REDEVELOPMENT AGENCY & CITY COUNCIL

At 6:00 p.m. in the City Hall Council Chambers, an announcement was made by Mayor Termini regarding the items to be discussed in Closed Session. No one addressed the Council at this time.

CONFERENCE WITH LEGAL COUNSEL-EXISTING LITIGATION (Govt. Code §54956.9(a))

Two Cases: Cabrillo Mobilehome Estates v. City of Capitola
Surf and Sand, LLC v. City of Capitola

LIABILITY CLAIM (Pursuant to Govt. Code §54956.95)

Claimant: Birgit Kienhoefer

CONFERENCE WITH LEGAL COUNSEL-ANTICIPATED LITIGATION

Initiation of Litigation Pursuant to Subdivision (b) of Govt. Code §54956.9
Number of Potential Cases: One

6:45 P.M. REDEVELOPMENT AGENCY - (See Redevelopment Agency Action Minutes)

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REGULAR MEETING OF THE CITY COUNCIL

Mayor Termini called the Regular Meeting of the City Council to order at 6:58 p.m. in the City Hall Council Chambers, 420 Capitola Avenue, Capitola, California.

ROLL CALL AND PLEDGE OF ALLEGIANCE

PRESENT: Council Members Bob Begun, Kirby Nicol, Ron Graves, Sam Storey, and Mayor Michael Termini; City Treasurer Tony Gualtieri

ABSENT: None

STAFF: City Manager Rich Hill, City Attorney John Barisone, Finance Director Lauren Lai, Community Development Director Juliana Rebagliati, Public Works Director Steve Jesberg, Building Official Daniel Kostelec, Chief of Police Rick Ehle, Assistant to the City Manager Lisa Murphy, and City Clerk Pamela Greeninger

* * * **PRESENTATION** * * *

Santa Cruz County Regional Transportation Commission
Bicycle Committee Update by City’s Representative, Daniel Kostelec [770-05]

Building Official Daniel Kostelec, one of the City’s Representatives on the SCCRTC Bicycle Committee, reported on the committee’s activities during the past year. He and Andy Ward serve on the committee on behalf of the city, and they are also working on a legislative committee. He said the committee generally meets once a month. He announced that the Bicycle Committee would be meeting in Capitola next Monday night, and the public was invited to attend.

PRESENTATIONS (Continued)

Building Official Kostelec said the committee is looking at the installation of an additional bike lane on the park side of Monterey Avenue from New Brighton Middle School to Bay Avenue. He also said the SCCRTC Bike committee has a program for providing bike-secured facilities to public businesses. Businesses can obtain 3 bike racks for their businesses or partial underwriting for bike storage lockers by submitting an application for the Bike Secure Program. Applications are available on the RTC website or by contacting him. Building Official Kostelec commented on Bike to Work Day which occurred last Thursday. He said many administrative employees participated in the event by using alternate transportation to work, including walking, biking, carpooling, etc. A luncheon was held at city hall and participants viewed bicycle facilities in European countries. He said the city's goal is to get 20% of the employees to use alternate transportation.

Building Official Kostelec then responded to questions of council members pertaining to classes of bike lanes, bike lanes on the curbside of parking spaces, two-way bike lanes like those near the Boardwalk in Santa Cruz, and riding groups that do not stop at stop signs.

1. REPORT ON CLOSED SESSION [520-25]

City Attorney John Barisone said the Council convened into closed session after determining there were no comments from the public regarding items to be discussed in closed session. The items discussed in closed session were those listed on the posted agenda. He reported on the following matters:

- The council received information from the City Attorney pertaining to a new lawsuit Surf & Sand, LLC, filed with the City since the council's last meeting from. He said the matter was referred to the firm of Endeman, Lincoln, Turek & Heater, LLP, which provides legal services related to the City's Mobile Home Park Rent Control. City Treasurer Gualtieri asked if most of the work on this case would be done in San Diego, and whether the City Attorney anticipates additional costs. He expressed concern about potential costs and not having been budgeted for this litigation.
- The City Attorney also provided the Council with a brief status report regarding the Vieira Enterprises vs. City of Capitola lawsuit, wherein Vieira is challenging the council's service reduction award made earlier this year in favor of tenants. He said the lawsuit was filed in August, but has yet to be served.
- The Council discussed one item of potential litigation and took no reportable action on that matter.

2. ORAL COMMUNICATIONS

A. Additions and Deletions to Agenda – None

B. Public Comments

1) Ron Skelton addressed the City Council regarding issues pertaining to Capitola sidewalks. He commented on a report prepared by John Crowder in 2001 and said very little progress has been done to rectify the obstacles facing pedestrians identified in his report. Mr. Skelton noted that copies of a PowerPoint presentation had been submitted to the council prior to the meeting, including photographs of common obstructions and hazards that exist on city sidewalks. He proposed the council consider a definite plan of action for a 30-month period, and he recommended that the first thing staff do is to identify exactly which obstructions can be dealt with at no cost, such as vegetation encroachments. Secondly, the new standards on public rights-of-way access published in July 2007 should be reviewed by staff and, at the very minimum, calibrate just how well the city complies with those standards. He said that would set an essential benchmark to decide future actions. In closing, Mr. Skelton thanked the council for their time and said he would like to see funds included in next capital improvement budget for sidewalk issues.

2. B. ORAL COMMUNICATIONS (Continued)

2) Harry Rowe, property owner at Bay Avenue and Pilgrim Drive, commented on the proposed sidewalk project for Bay Avenue, as it relates to a flyer he received concerning a possible change to make Pilgrim a one-way street going south. Mayor Termini responded to his concerns and said there has been no discussion about changing the streets in that neighborhood to one-way. Council Member Graves said he received a number of phone calls about the information in the flyer. Mayor Termini said he would be happy to meet with the neighbors to address their concerns. Council Member Storey said the city has hired a traffic engineer who should be meeting with the neighbors about their work. Council Member Graves expressed concern about people providing false information to residents. Public Works Director Jesberg said the City sent a response to that flyer to the neighbors.

3) David Burns, representing Kids on Broadway, said their group would like to hang a banner across Capitola Avenue announcing their play. He was told he needed to come to the council meeting to get approval. City Manager Hill suggested he come to City Hall and meet with him to discuss the procedure for banner approval.

C. Staff Comments

Police Captain Todd Mayer briefly discussed the following two items:

- He distributed the Domestic Violence Report to council members, and he said we are making headway with domestic violence in our community.
- Captain Mayer also made a public service announcement about an event being presented by the Elder Care Task Force on “Older Drivers Driving Safer & Longer” to be held on Monday, October 15, from 1 to 3 pm in the City Hall Council Chambers. The first 40 seniors will receive an emergency kit free.

D. City Council/Treasurer Comments

1) City Treasurer Gualtieri said the Finance Advisory Committee meeting would be held on Tuesday, October 23, rather than on October 16. The topic for discussion is whether to consider taking a measure to the voters for the ¼% sales tax. The current tax would need to be renewed, as there is a five-year sunset clause (ending in 2010). The Finance Advisory Committee will consider this matter and take its recommendation to the council.

2) Council Member Storey said he would like to ask staff to review the presentation provided by Ron Skelton regarding the city’s sidewalks, and he would like to take some action. Council Member Begun said the council should not have to wait until a citizen comes to the council to take action on such matters. He also commented on areas along Capitola Avenue that do not have sidewalks. City Manager Hill said the city couldn’t require the property owners to install sidewalks. **[940-60]**

3) Mayor Termini asked if it was the desire of the council to consider amending the city’s regulations pertaining to visible location of garbage cans in front of homes in order to strengthen the city’s current regulations. Council Member Storey wondered if that matter should go to the Commission on the Environment.

ACTION: After discussion, it was the consensus of the City Council to direct staff to bring forth that section of the Municipal Code for council consideration at a future meeting. **[930-20]**

4) Mayor Termini said he attended Women’s Crisis Support luncheon last week to present the city’s proclamation commending them for 30 years of service to the community. He also announced that he has made the following Mayor’s Proclamations:

- This Saturday, October 13, 2007, is National Martial Arts Day **[120-40]**
- On Monday, October 16, he would be attending the Second Harvest Food Bank’s 2nd Annual Agency Nutrition Summit, where he would be presenting the Mayor’s Proclamation Honoring SunRidge Farms as the 2007 Food Industry Donor of the Year.

2. D. ORAL COMMUNICATIONS (Continued)

5) Council Member Nicol provided an update pertaining to the city's proposal to get Caltrans to add a right turn lane on the 41st Avenue Bridge. He said that on October 4 he met with Supervisors Beautz and Pirie, our Public Works Director, the County Public Works Director and a Caltrans representative. He said Home Depot has funded the money for the project; however, the project has been stalled on technicalities. They are still working on this and hope it will come to fruition.

6) Council Member Begun provided an update on the trestle project. He said there are reports from the State for 2003 and 2005, and he was told the State inspected the trestle again in 2007, but the City does not have a copy of the report. Council Member Begun said he has drafted an interim report that he has given to Public Works for review, and there doesn't seem to be any immediate problem.

E. Committee Reports/Appointments

1) Council Member Graves informed the council that in order for him to vote at the AMBAG Board meeting in December on the Regional Housing Needs Allocation (RHNA), the matter needs to be brought to the council for approval. The Board authorized distribution of the draft RHNA on October 10. The 60-day review period ends December 8, 2007. Council Member Graves commented on the City's allocation.

ACTION: It was the consensus of the City Council directing staff to agendaize the Regional Housing Needs Allocation on a future Council Agenda prior to December 8, 2007.

F. Approval of Check Register Report [300-10]

Mayor Termini asked if there were any questions regarding the Check Register Report. Seeing none, the following action was taken:

ACTION: Council Member Nicol moved, seconded by Council Member Begun, to approve the Check Register Reports dated September 21, September 28, and October 5, 2007, including checks numbered 53114 through 53191 in the amount of \$102,993.90, and checks numbered 53192 through 53375 in the amount of \$125,886.59, and checks numbered 53376 through 53454 in the amount of \$137,398.73, and payroll disbursements for the September 22, 2007, payroll in the amount of \$168,400.33, respectively, for a Grand Total of \$534,679.55, as submitted. The motion carried on the following vote: AYES: Council Members Begun, Nicol, Graves, Storey, and Mayor Termini. NOES: None. ABSENT: None. ABSTAIN: None.

3. **CONSENT CALENDAR**

Mayor Termini asked if there were any items members of the council or public wished to pull for separate discussion.

Council Member Begun commented on 3.B., Minutes to the meeting of September 27, 2007. (Comments were made prior to taking action on the Consent Calendar. See comments under that item.)

Council Member Begun also advised he wished to pull for separate discussion Item 3.F. pertaining to carpeting for the library.

Mayor Termini advised Item 3.F. would be discussed at the end of the meeting following Other Business Item 5.F. (*See discussion and action on Page 9.*)

CONSENT CALENDAR ACTION: Council Member Nicol moved, seconded by Council Member Storey, to approve the Consent Calendar as recommended. The motion carried on the following vote: AYES: Council Members Begun, Nicol, Graves, Storey, and Mayor Termini. NOES: None. ABSENT: None. ABSTAIN: None.

3. CONSENT CALENDAR (Continued)

A. Waive Reading of all Ordinances and Resolutions on the Agenda.

ACTION: The City Council unanimously approved the reading by title of all Ordinances and Resolutions and declared that said titles which appear on the public agenda shall be determined to have been read by title and further reading waived.

B. Approve Minutes of Regular Meetings of September 13 and 27, 2007.

Council Member Begun commented on 3.B., Minutes to the meeting of September 27, 2007. He said he submitted corrections to several items, and the City Clerk reviewed the recording and prepared a copy showing his recommended corrections for Council review and approval.

Council Member Graves said he expressed concern about this process of corrections to the minutes when it was discussed for the City Council Member Handbook. City Clerk Greeninger explained the process for corrections to the minutes. Council Member Graves said he would like to listen to the recording for those items being corrected at City Hall. Council Member Graves also noted that the section of the Handbook pertaining to who can put items on the agenda has not been updated to reflect the amendment made to the municipal code in that regard.

ACTION: Council Member Nicol moved, seconded by Council Member Storey, to approve Minutes of the Regular Meeting of September 13, 2007, as submitted, and the Minutes of the Regular Meeting of September 27, 2007, as corrected. The motion carried on the following vote: AYES: Council Members Begun, Nicol, Graves, Storey, and Mayor Termini. NOES: None. ABSENT: None. ABSTAIN: None.

C. Receive Planning Commission Action Minutes for the Regular Meeting of October 4, 2007. [740-50]

ACTION: The City Council unanimously received the Planning Commission Action Minutes for the Regular Meeting of October 4, 2007, as submitted.

D. Approve Professional Services Agreement with Teaman, Ramirez and Smith, Inc., for City Auditing Services for Fiscal Years 2007-08 and 2008-09 for \$24,300 and \$25,100, respectively. [310-20/500-10 A/C: Teaman, Ramirez & Smith, Inc.]

ACTION: Council Member Nicol moved, seconded by Council Member Storey, to approve the Professional Services Agreement with Teaman, Ramirez & Smith for Auditing Services for fiscal years 2007-08 and 2008-09 for \$24,300 and \$25,100, respectively. The motion carried on the following vote: AYES: Council Members Begun, Nicol, Graves, Storey, and Mayor Termini. NOES: None. ABSENT: None. ABSTAIN: None.

E. Approve Administrative Policy regarding Environmentally Preferable Product Purchasing and Practices. [100-10/Administrative Policy Binder]

ACTION: Council Member Nicol moved, seconded by Council Member Storey, to approve the proposed Administrative Policy: Environmentally Preferable Product Purchasing and Practices. The motion carried on the following vote: AYES: Council Members Begun, Nicol, Graves, Storey, and Mayor Termini. NOES: None. ABSENT: None. ABSTAIN: None.

F. Award Contract to Interior Vision in the amount of \$20,027.72 for Installation of New Carpeting in the Capitola Branch Library.

This item was pulled for separate discussion. (See Page 9 for action.)

G. Claim of Birgit Kienhoefer in the Amount of \$851.74. Staff recommendation: deny claim and forward to the City's Liability Insurance. [Claims Binder]

ACTION: The City Council unanimously denied the claim of Birgit Kienhoefer in the amount of \$851.74 and directed staff to forward the claim to the City's liability insurance carrier.

3. CONSENT CALENDAR (Continued)

H. Accept the Fiscal Year 2006-2007 “Annual Street Report” to the State Controller’s Office. [380-20]

ACTION: Council Member Nicol moved, seconded by Council Member Storey, to accept the “Annual Street Report” to the State Controller’s Office, as submitted. The motion carried on the following vote: AYES: Council Members Begun, Nicol, Graves, Storey, and Mayor Termini. NOES: None. ABSENT: None. ABSTAIN: None.

4. PUBLIC HEARINGS - None

5. OTHER BUSINESS

A. Report on Development Potential of City-Owned McGregor Drive Property. Staff recommendation: receive report and provide direction. [250-10]

Community Development Director Rebagliati summarized the supplemental written agenda report and responded to questions of council members. She said it would be staff’s recommendation defer any action on this property until after the General Plan Update, or at least until after the completion of the Land Use Plan Element of the General Plan.

Council Member Storey moved, seconded by Council Member Graves, to accept the report on Developmental Potential of City-Owned McGregor Drive Property and to defer any action on this property until after the Land Use Plan Element of the General Plan update has been completed.

After discussion of the motion and input from members of the public, the motion failed on the following vote: AYES: Council Members Graves and Storey. NOES: Council Members Begun, Nicol, and Mayor Termini. ABSENT: None. ABSTAIN: None.

ACTION: Council Member Nicol then moved to receive the report and to provide direction to staff to explore the interest of those people who have expressed interest in building a motel or hotel on the property. Council Member Begun seconded the motion.

Under discussion, Council Member Graves said he would hope that the motion would not be limited to a hotel/motel, but would include the best use of land, including open space and a possible skate park. Council Member Graves asked to receive information on the TOT tax revenues generated by Best Western on 41st Avenue.

The motion carried on the following vote: AYES: Council Members Begun, Nicol, and Mayor Termini. NOES: Council Members Graves and Storey. ABSENT: None. ABSTAIN: None.

B. Adoption of Model Building Codes. Staff recommendation: adopt Ordinance Amending Sections 15.04.010 and 15.04.050 Pertaining to Adoption of Model Codes and Modifications to the California Building Code, and Repealing Chapter 15.32 of the Municipal Code Pertaining to Electrical Nonmetallic Tubing, to become effective January 1, 2008. (1st Reading) [570-10]

ACTION: Council Member Graves moved, seconded by Council Member Begun, to pass the proposed Ordinance Amending Municipal Code Sections 15.04.010 and 15.04.050 pertaining to Adoption of Model Codes and Modifications to the California Building Code, and Repealing Chapter 15.32 of the Municipal Code pertaining to Electrical Nonmetallic Tubing, to a second reading. The motion carried on the following vote: AYES: Council Members Begun, Nicol, Graves, Storey, and Mayor Termini. NOES: None. ABSENT: None. ABSTAIN: None.

5. OTHER BUSINESS (Continued)

C. Update on Disposition of 504 Beulah Drive. Staff recommendation: direct staff to continue with process to demolish house located at 504 Beulah Drive. [260-10]

Building Official Kostelec provided the council with an update on the disposition of the structure located on the city's property at 504 Beulah Drive as contained in the written agenda report. He said staff is seeking council direction to continue with the process to demolish the structure.

Mark and Kathleen Sullivan, owners of the property at 502 Beulah Drive, addressed the council with their interest in purchasing the house at 504 Beulah Drive. Mr. Sullivan said last year when there was discussion about the Beulah house property they offered to buy the property at fair market value. He said their plan was to use the property for their children and grandchildren. Mr. Sullivan said they have offered to pay for a contractor to get an outside assessment of repairs. Mrs. Sullivan discussed the advantages of selling the property as a single family residential property. She also said the neighbors are concerned about the proposed temporary structure.

Maureen O'Malley-Moore and an unidentified man who live in the Beulah/Burlingame neighborhood expressed concerns about the effect a modular structure would have on the neighborhood and voiced their support of the Sullivan's proposal.

Considerable Council deliberation was followed by this action:

ACTION: Council Member Nicol started to make a motion, when Council Member Begun said he had previously made a motion. Mayor Termini said a motion had not been acknowledged, nor a second made.

Council Member Begun then moved to direct staff to proceed along the lines that the owner of 502 Beulah has asked the council to be allowed to make an offer on the purchase of the property. Mayor Termini expressed concern about the motion to offer a property to a sole buyer. City Attorney Barisone responded that the city would be dealing in its proprietary capacity and could sell to an individual buyer. The motion was seconded by Council Member Graves.

Council Member Nicol offered a substitute motion directing staff to continue with the process to demolish the structure located on the city's property at 504 Beulah Drive as recommended. Mayor Termini seconded the motion. The motion failed on the following vote: AYES: Council Members Nicol and Mayor Termini. NOES: Council Members Begun, Graves, and Storey. ABSENT: None. ABSTAIN: None.

Since the substitute motion failed, Mayor Termini called for the vote on Council Member Begun's motion, which was for staff to return to the council with a report on how and if the city would be able to sell the property to Mr. and Mrs. Sullivan. The motion carried on the following vote: AYES: Council Members Begun, Graves, Storey and Mayor Termini. NOES: Council Member Nicol. ABSENT: None. ABSTAIN: None.

D. General Plan Update Process. Staff recommendation: approve process and adopt resolution to amend the 2007-08 FY budget. [740-40/330-10]

Community Development Director Rebagliati summarized the written agenda report and responded to questions of council members. She discussed items 1 through 9 under discussion on page 2 of the agenda report and noted the amount to be inserted under Item 9 should be \$85,000.

5. D. OTHER BUSINESS (Continued)

Mayor Termini opened this matter to the public for discussion. No one spoke.

Considerable Council discussion was followed by this action:

ACTION: Council Member Storey moved, seconded by Council Member Begun, to take the recommended action as follows:

1. Approved the General Plan Update Process; and
2. Adopted **Resolution No. 3663, Resolution Amending the FY 2007/08 General Plan Maintenance Fund Budget to Increase Expenditure by \$85,000 for Temporary Staffing in Connection with the General Plan Update.**

Prior to the vote on this item, Council Member Graves strongly recommended that the Advisory Committee include a couple Council Members rather than all Planning Commissioners.

The motion carried on the following vote: AYES: Council Members Begun, Nicol, Graves, Storey, and Mayor Termini. NOES: None. ABSENT: None. ABSTAIN: None.

E. Parking Meter Replacement Program. Staff recommendation: approve the proposed Parking Meter Replacement Program, including a sole source contract with POM, Incorporated, for the purchase of 260 parking meters in the amount of \$50,661, the purchase of a coin machine for Capitola Village in the amount of \$6,165, and additional coin pick-up services in the amount of \$2,556 annually; and adopt resolution to amend the 2007-08 FY budget. [470-30/330-10]

Captain Todd Mayer prefaced his report by thanking all of the staff members who assisted in the preparation of this agenda report. It was definitely a team effort and he thanked everyone who assisted him with the report. He then summarized the written agenda report and recommended actions, and he responded to questions of council members.

Carin Hanna, member of the BIA and owner of the Craft Gallery, said she was here to remind everyone that the current meters have a 10-minute grace period and that the grace period is very important in the Village. She also said if there was contemplation of changing the meter rate, that the Capitola Village and Wharf Business Improvement Area be notified.

ACTION: Council Member Begun moved, seconded by Council Member Storey, to take the recommended action as follows:

1. Approved the proposed Parking Meter Replacement Program, including a sole source contract with POM, Incorporated, for the purchase of 260 parking meters in the amount of \$50,661, the purchase of a coin machine for Capitola Village in the amount of \$6,165, an additional \$2,556 per year in contract services to pay for change delivery and pick up to the new coin machine, and related materials and supplies; and
2. Adopted **Resolution No. 3664, Resolution Amending the 2007-08 Budget to Transfer \$60,000 from the Contingency Reserve Fund to the General Fund Police Parking Enforcement Department and to Increase Capital Asset Expenditure Budget by \$60,000 for the Purchase of Parking Meters and New Coin Machine.**

The motion carried on the following vote: AYES: Council Members Begun, Nicol, Graves, Storey, and Mayor Termini. NOES: None. ABSENT: None. ABSTAIN: None.

5. OTHER BUSINESS (Continued)

F. Ordinance No. 913 Pertaining to Environmentally Acceptable Packaging Materials (Municipal Code Chapter 8.36). Staff recommendation: Council discretion. [930-30]

Mayor Termini introduced this item stating that Council Member Begun would like to see if there were a consensus among the council members to bring Ordinance No. 913 back for reconsideration.

Council Member Begun then made a motion to reconsider Ordinance No. 913 (which Enacted Chapter 8.36 of the Capitola Municipal Code Prohibiting Polystyrene Foam Disposable Food Service Ware and Requiring the Use of Biodegradable or Compostable Disposable Food Service Ware by Food Vendors and City Facilities that was adopted December 14, 2006). The motion failed for lack of a second.

Council Member Begun then stated it was his understanding that he could ask for a reconsideration of the policy that was adopted at the last meeting implementing the provisions of the polystyrene ordinance.

After considerable discussion regarding the process for council reconsideration, Council Member Begun moved to reconsider the Policy (*Polystyrene Foam, Disposable Food Service Ware, and Biodegradable or compostable Disposable Food Service Ware Policy* approved on September 27, 2007). Council Member Begun said he would not have voted yes on the policy if he had gotten the correct information at the meeting, and that he just wants an opportunity to change his vote from “yes” to “no” on the Administrative Policy. The motion failed for lack of a second.

ACTION: No action was taken on this item.

AT THIS POINT, ITEMS REMOVED FROM CONSENT CALENDAR WILL BE CONSIDERED

3. CONSENT CALENDAR (*Items pulled for separate discussion.*)**F. Award Contract to Interior Vision in the amount of \$20,027.72 for Installation of New Carpeting in the Capitola Branch Library. [230-50/500-10 A/C: Interior Vision]**

Council Member Begun said he would like to know the answer to several questions pertaining to the library. Public Works Director Jesberg responded to his questions, stating that the city owns the land and the building and maintains the building and grounds. The city has an agreement with the County to operate the library, and the County pays utility costs.

Council discussion was followed by this action:

ACTION: Council Member Begun moved, seconded by Council Member Nicol, to award a contract to Interior Vision in the amount of \$20,027.72 for the installation of new carpeting in the Capitola Branch Library. The motion carried on the following vote: AYES: Council Members Begun, Nicol, Graves, Storey, and Mayor Termini. NOES: None. ABSENT: None. ABSTAIN: None.

6. ORAL COMMUNICATIONS - None

7. ADJOURNMENT

The City Council adjourned at 10:30 p.m. to its next Regular Meeting to be held on Thursday, October 25, 2007, in the City Hall Council Chambers, 420 Capitola Avenue, Capitola, California.