

**SPECIAL JOINT MEETING
CAPITOLA CITY COUNCIL/SUCCESSOR AGENCY
TO THE FORMER REDEVELOPMENT AGENCY
JOINT BUDGET STUDY SESSION MINUTES
WEDNESDAY, JUNE 4, 2014 - 6:00 PM**

CALL TO ORDER

Mayor Storey called the meeting to order at 6:00 PM.

1. ROLL CALL AND PLEDGE OF ALLEGIANCE

Council Members Stephanie Harlan, Dennis Norton, Ed Bottorff, Michael Termini and Mayor Sam Storey

City Treasurer Christine McBroom

2. ADDITIONAL MATERIAL

Mayor Storey reported on the additional material provided after the posting of the agenda.

3. PUBLIC COMMENT

Laurie Hill and Teresa Green, Capitola Begonia Festival representatives, stated that the 2014 Capitola Begonia Festival will be held on August 29th through September 1st; June 25th community workshop; and August 3rd Begonia Festival fundraiser at Shadowbrook Restaurant.

4. CITY COUNCIL / CITY TREASURER / STAFF COMMENTS

City Treasurer McBroom stated concerns regarding deficits in the City's Emergency and Technology Funds.

Council Member Termini stated that the Capitola Rod & Custom Classic Car Event will be held on June 7th and June 8th in the Village.

Council Member Bottorff stated that he attended the June 3, 2014, Soquel Creek Water District Meeting where a Stage 3 Water Shortage Emergency was declared.

Police Chief Escalante stated that there were two recent accidents; one involving a police officer and the other involving a pedestrian.

5. GENERAL GOVERNMENT / PUBLIC HEARINGS

- A. Continued Budget Study Session on the proposed 2014/2015 Fiscal Year Budget for the City of Capitola General Fund, the Capitola Successor Agency, and the Capital Improvement Program. [330-05/780-30]

12511 CAPITOLA CITY COUNCIL SPECIAL MEETING MINUTES – June 4, 2014

ACTION Motion made by Council Member Termini, seconded by Council Member Harlan, regarding the following:

- Acceptance of the Community Group Subcommittee's recommendation to fund the Community Based Health and Human Service Providers (Providers) in the City's proposed Fiscal Year 2014/2015 Budget (Dientes Community Dental Clinic, Save Our Shores, and the Community Acton Board voted separately due to Council Member conflicts of interest);
- Approval of increasing funding to the Central Coast Center for Independent Living (Provider) by \$5,000;
- Approval of funding Companion for Life (Provider) in the amount of \$5,000;
- Direction to staff to prepare two-year contracts to fund the Providers;
- Approval of including a 2.2% Cost of Living Adjustment (COLA) for the Providers in Fiscal Year 2014/2015, and a COLA with the same percentage as City employees in Fiscal Year 2015/2016;
- Approval of the formation of a new Community Group Subcommittee to analyze future funding formula options for the Providers, and report to the City Council next year; members of new subcommittee to include Council Member Termini, Mayor Storey, Council Member Bottorff as an alternate, City Treasurer McBroom, and one representative from the Human Care Alliance;
- Agree that no new Provider applications will be accepted in Fiscal Year 2015/2016.

The motion carried with the following vote: **AYES:** Council Members Harlan, Termini, and Mayor Storey. **NOES:** Council Members Norton and Bottorff. **ABSENT:** None. **ABSTAIN:** None.

Council Member Termini stated that, due to a conflict of interest, he will recuse himself from participating on voting for the approval of the Community Group Subcommittee's recommendation to fund the Dientes Community Dental Clinic (Dientes) because his electrical firm recently provided work for Dientes.

ACTION Motion made by Council Member Norton, seconded by Council Member Harlan, to fund Dientes Community Dental Clinic (Provider). The motion carried with the following vote: **AYES:** Council Members Harlan, Norton, Bottorff, and Mayor Storey. **NOES:** None. **ABSENT:** None. **ABSTAIN:** Council Member Termini.

Council Member Norton stated that, due to a conflict of interest, he will recuse himself from participating on voting for the approval of the Community Group Subcommittee's recommendation to fund the Save ur Shores.

ACTION Motion made by Council Member Harlan, seconded by Council Member Bottorff, to fund Save Our Shores (Providers). The motion carried with the following vote: **AYES:** Council Members Termini, Harlan, Bottorff, and Mayor Storey. **NOES:** None. **ABSENT:** None. **ABSTAIN:** Council Member Norton.

Mayor Storey stated that, due to a conflict of interest, he will recuse himself from participating on voting for the approval of the Community Group Subcommittee's recommendation to fund the Community Acton Board (CAB) because his wife works for CAB.


ACTION Motion made by Council Member Norton, seconded by Council Member Harlan, to fund the Community Action Board (Providers). The motion carried with the following vote: **AYES:** Council Members Harlan, Termini, Norton and Bottorff. **NOES:** None. **ABSENT:** None. **ABSTAIN:** Mayor Storey.

ACTION Motion made by Council Member Termini, seconded by Council Member Norton, to cancel the remaining scheduled Special Budget Study Sessions (June 12, 2014; June 19, 2014; and June 26, 2014). The motion was passed unanimously.

ACTION Motion made by Council Member Termini, seconded by Council Member Bottorff, to accept the City's Finance Advisory Committee's recommendation to allocate \$25,000 from the prior year's Facilities Fund into the City's Reserves. The motion was passed unanimously.

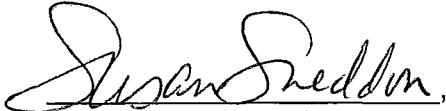
6. ADJOURNMENT

Mayor Storey adjourned the meeting at 8:05 p.m. to the next Regular Meeting of the City Council on Thursday, June 12, 2014 at 8:05 PM, in the City Hall Council Chambers, 420 Capitola Avenue, Capitola, California.



Sam Storey, Mayor

ATTEST:



Susan Sneddon, CMC
Susan Sneddon, City Clerk

MINUTES WERE UNANIMOUSLY APPROVED ON JUNE 26, 2014