

**APPROVED MINUTES
CITY COUNCIL
SPECIAL MEETING
COUNCIL STUDY ISSUES AND BUDGET ISSUES WORKSHOP
FRIDAY, JANUARY 25, 2008**

ORDER OF BUSINESS

8:30 a.m. – Special Council Meeting

CALL TO ORDER

Mayor Spitaleri called the meeting to order at 8:30 a.m.

SALUTE TO THE FLAG

Mayor Spitaleri led the salute to the flag.

ROLL CALL

PRESENT:

Mayor Anthony Spitaleri
Vice Mayor Melinda Hamilton
Councilmember John Howe
Councilmember Otto Lee
Councilmember Ron Swegles
Councilmember Christopher Moylan
Councilmember David Whittum

STAFF PRESENT:

City Manager Amy Chan
Assistant City Manager Robert Walker
City Attorney David Kahn
Director of Community Development Hanson Hom
Director of Parks and Recreation David Lewis
Director of Public Safety Don Johnson
Director of Public Works Marvin Rose
Director of Libraries Deborah Barrow
Director of Human Resources Erwin Young
Director of Finance Mary Bradley
Assistant to the City Manager Coryn Campbell,
Intergovernmental Relations Officer Yvette Agredano
City Clerk Gail Borkowski

PUBLIC COMMENTS

None.

MOTION: Councilmember Howe moved and Councilmember Swegles seconded that the workshop will not go past 5 p.m. Should the workshop not end by 5 p.m., then an additional meeting on either Monday, January 28 or Friday, February 1, 2008 will be necessary in order to conclude this workshop,

Councilmember Howe stated Council can not be effective after eight hours of work and he would like a time certain set for the end of today's workshop.

VOTE: 7-0

Mayor Spitaleri thanked the city manager and staff for their commitment and extra effort in preparing the study materials for this workshop. Mayor Spitaleri announced that Council has 156 combined items to consider today.

Councilmember Whittum stated his personal property is located near three items listed that will be discussed today. Councilmember Whittum stated he will recuse himself from discussing and ranking the study issue items regarding West Hendy, Mathilda, and the train station on the advice of the city attorney.

OVERVIEW OF THE STUDY ISSUES/BUDGET ISSUES WORKSHOP PROCESS

City Manager Amy Chan presented brief introductory remarks about the study issue process.

COUNCIL DISCUSSION/DIRECTION ON THIS YEAR'S PROCESS

City Manager Chan inquired if Council had any process changes.

Councilmember Swegles inquired if the study issue priorities could be set by Council first and then staff could report on only those items ranked instead of going through each item. City Manager Chan confirmed that would be possible. Councilmember Swegles stated his proposal is an effort toward speeding up the ranking process.

Councilmember Moylan inquired if staff is prepared to use his system (in which Council will rank one-third of the items) for the departments that have a large of amount of items to rank. Assistant City Manager Robert Walker stated staff is prepared to accommodate the change in method that Council will use to rank items for large departments. Councilmember Moylan explained that Council will continue to use the traditional method of ranking each item for the smaller departments.

Councilmember Moylan suggested that staff not give their presentations on any of the study issue items because the study issues binder provided enough information. Councilmember Moylan offered an alternative method to the staff presentation for each issue in that after Council completes their drop and defer of study issue items, then at that point, staff can answer questions from Council.

Vice Mayor Hamilton stated she agrees with Councilmember Moylan with the exception that she has questions on some issues and she needs answers from staff in order to make a decision whether to drop or defer some items.

Mayor Spitaleri suggested Council first consider drops identified by staff and Council. Then using the same procedure as with the consent calendar, should a Councilmember not want an item to be included in the motion, they can then pull that item. The vice mayor would then make a motion to accept all dropped and deferred items received from staff and Council (with the exception of any pulled items). Each item not included in the motion will be taken as a separate item. Mayor Spitaleri recommended the same system for deferred items and then for combined items at which time those combined items could be ranked.

Vice Mayor Hamilton stated she agreed with Mayor Spitaleri's suggested study issue process.

Mayor Spitaleri confirmed that Council will use his proposed study issue process this year in an effort to streamline the workshop.

City Manager Chan confirmed with Council that staff will first address questions from Council, then one motion will be made for all items to be dropped and the same process will be used for deferred items. City Manager Chan explained that the remaining items will be ranked either by the traditional manner of ranking each item or, if it is a large group, Council will use Councilmember Moylan's ranking process of ranking one-third of the items.

Vice Mayor Spitaleri clarified that if there is a need for a question to be answered, it would occur after an item had been pulled from the motion.

City Manager Chan stated a public hearing on Study and Budget Issues was previously held. Traditionally, an additional formal public hearing for this workshop is not held; however, it is the mayor's discretion whether he wishes to allow an additional public hearing. Mayor Spitaleri stated due to the fact a public hearing was already held, he will not accept additional public comments during this workshop.

Councilmember Moylan suggested limiting Council comments when lobbying for a study issue to three-minutes. Mayor Spitaleri accepted the suggestion and placed a limit on Council to three-minutes per item.

Mayor Spitaleri requested Council keep their comments and questions brief and to the point.

Mayor Spitaleri stated the three-minute timer will be used.

STUDY ISSUES - REVIEW, DISCUSSION, AND PRIORITY SETTING BY DEPARTMENT

Intergovernmental Relations Officer Yvette Agredano recommended staff take the departments in the order they are found in the Study Issues Binder.

Mayor Spitaleri agreed.

OFFICE OF THE CITY ATTORNEY

Councilmember Howe confirmed with City Attorney David Kahn that the three study issue items for Office of the City Attorney were submitted after the January 8, 2008 Study Issues Public Hearing by Councilmember Whittum and therefore, the items did not receive a public hearing.

Councilmember Whittum explained that these study issues were raised orally and provided in writing to staff in advance of the January 8, 2008 public hearing. Councilmember Whittum identified that the first two items OCA 01 and 02 were raised at the January 8, 2008 public hearing, but the third item (OCA 03) did not receive a public hearing. Councilmember Whittum explained that study issues OCA 01 and OCA 02 were not only mentioned during the January 8, 2008 public hearing but were also widely discussed issues during the November 6, 2007 election. Councilmember Whittum stated OCA 03 was submitted after the January 8, 2008 public hearing, but he would like all three items to be considered by Council.

Vice Mayor Hamilton requested to drop OCA 01, 02, and 03.

Councilmember Whittum requested to pull OCA 01, 02 and 03 off the drop list.

MOTION: Vice Mayor Hamilton moved and Councilmember Swegles seconded to drop OCA 01, 02 and 03.

Councilmember Whittum called for a point of order and explained that the procedure for the consent calendar allows a Councilmember to pull items. Councilmember Whittum explained that he pulled all three items and requested to speak on the items.

Mayor Spitaleri allowed Councilmember Whittum to speak on OCA 01, 02 and 03.

Councilmember Moylan stated he wished to clear up the process and explained that since the consent calendar format is being used, any item that is pulled will require an individual vote.

Restated MOTION: Vice Mayor Hamilton moved and Councilmember Swegles seconded to drop OCA 01.

VOTE: 6-1 (Councilmember Whittum dissented)

MOTION: Vice Mayor Hamilton moved and Councilmember Moylan seconded to drop OCA 03.

City Clerk Gail Borkowski stated previously a hand vote has been used. Should Council want to use the electronic voting machine, there will be a short delay at each vote.

Mayor Spitaleri confirmed hand voting will be used from this point forward.

SHOW OF HANDS VOTE: 6-1 (Councilmember Whittum dissented)

MOTION: Councilmember Howe moved and Councilmember Swegles seconded to drop OCA 02.

SHOW OF HANDS VOTE: 3-4 (Councilmembers Moylan, Lee, Vice Mayor Hamilton and Councilmember Whittum dissented)

MOTION FAILED.

MOTION: Councilmember Swegles moved and Mayor Spitaleri seconded to defer OCA 02.

SHOW OF HANDS VOTE: 5-2 (Councilmembers Moylan and Whittum dissented)

OFFICE OF THE CITY MANAGER

Councilmember Moylan requested to drop OCM 06, 07, 08, 10, 11, 12, 13, and 14.

Councilmember Howe requested to drop OCM 09. Councilmember Howe requested OCM 09 be brought forward on the February 12, 2008 Council agenda for Council to discuss.

Vice Mayor Hamilton requested to drop OCM 02.

Councilmember Swegles requested to drop OCM 04.

Councilmember Whittum requested to pull OCM 06, 10, 11 and 12 off the drop list.

Councilmember Moylan requested to pull OCM 04 off the drop list.

MOTION: Vice Mayor Hamilton moved and Councilmember Moylan seconded to drop OCM 02, 07, 08, 09, 13 and 14.
SHOW OF HANDS VOTE: 7-0

MOTION: Vice Mayor Hamilton moved and Councilmember Swegles seconded to drop OCM 06.
SHOW OF HANDS VOTE: 7-0

MOTION: Councilmember Swegles moved and Councilmember Howe seconded to drop OCM 04.
SHOW OF HANDS VOTE: 3-4 (Councilmembers Moylan, Lee, Vice Mayor Hamilton and Councilmember Whittum dissented)
MOTION FAILED.

MOTION: Vice Mayor Hamilton moved and Councilmember Howe seconded to drop OCM 10.
SHOW OF HANDS VOTE: 7-0

MOTION: Vice Mayor Hamilton moved and Councilmember Howe seconded to drop OCM 11.
SHOW OF HANDS VOTE: 7-0

MOTION: Vice Mayor Hamilton moved and Councilmember Howe seconded to drop OCM 12.
SHOW OF HANDS VOTE: 6-1 (Councilmember Whittum dissented)

MOTION: Councilmember Swegles moved and Vice Mayor Hamilton seconded to defer OCM 04.
SHOW OF HANDS VOTE: 4-3 (Councilmembers Moylan, Lee and Whittum dissented)

OCM 01, 03 and 05 were ranked by Council. Ranking sheets were turned into staff.

Mayor Spitaleri called for a 5 minute recess (time not recorded).

Mayor Spitaleri reconvened the workshop.

COMMUNITY DEVELOPMENT

Councilmember Swegles requested to drop CDD 02.

Vice Mayor Hamilton requested to drop CDD 03.

Vice Mayor Hamilton requested CDD 08 be dropped or deferred.

Councilmember Moylan requested to pull CDD 08 from the drop list.

Councilmember Moylan requested to defer CDD 02.

MOTION: Vice Mayor Hamilton moved and Councilmember Swegles seconded to drop CDD 02 and 03.
SHOW OF HANDS VOTE: 6-1 (Councilmember Moylan dissented)

MOTION: Vice Mayor Hamilton moved and Councilmember Swegles seconded to drop CDD 08.
SHOW OF HANDS VOTE: 4-3 (Councilmembers Moylan, Howe and Lee dissented)

MOTION: Vice Mayor Hamilton moved and Councilmember Swegles seconded to COMBINE CDD 07, 27, 43 and 44.

Councilmember Swegles withdrew his second to the motion as he did not notice CDD 43 was included.

MOTION DIED for lack of a second.

MOTION: Vice Mayor Hamilton moved and Mayor Spitaleri seconded to COMBINE CDD 07, 27, 43 and 44.

SHOW OF HANDS VOTE: 4-3 (Councilmembers Moylan, Howe, and Swegles dissented)

Councilmember Swegles requested to drop CDD 14 and 19.

Councilmember Moylan requested to drop CDD 15, 20, 21 and 23.

Vice Mayor Hamilton requested to drop CDD 12.

Councilmember Moylan pulled CDD 19 from the drop list

MOTION: Vice Mayor Hamilton moved and Councilmember Howe seconded to drop CDD 12, 14, 15, 20, 21 and 23.

SHOW OF HANDS VOTE: 7-0

MOTION: Vice Mayor Hamilton moved and Councilmember Swegles seconded to drop CDD 19.

SHOW OF HANDS VOTE: 5-2 (Councilmembers Moylan and Lee dissented)

Vice Mayor Hamilton requested to defer CDD 13, 16, 22.

Councilmember Moylan requested to defer CDD 10.

Councilmember Swegles pulled CDD 10 off the defer list.

MOTION: Vice Mayor Hamilton moved and Councilmember Howe seconded to defer CDD 13, 16 and 22.

SHOW OF HANDS VOTE: 5-2 (Councilmembers Moylan and Lee dissented)

MOTION: Councilmember Moylan moved to defer CDD 10.

MOTION DIED for lack of a second.

CDD 10 remains on list for ranking.

Vice Mayor Hamilton requested to drop CDD 24 and 32.

Councilmember Moylan requested to drop CDD 31 and 36.

Councilmember Lee pulled CDD 31 off the drop list.

Councilmember Swegles pulled CDD 36 off the drop list.

Councilmember Whittum pulled CDD 24 off the drop list.

MOTION: Vice Mayor Hamilton moved and Councilmember Howe seconded to drop CDD 32.
SHOW OF HANDS VOTE: 7-0

MOTION: Vice Mayor Hamilton moved and Councilmember Swegles seconded to drop CDD 24.
SHOW OF HANDS VOTE: 5-2 (Councilmembers Lee and Whittum dissented)

MOTION: Councilmember Moylan moved and Councilmember Whittum seconded to drop
CDD 31.
SHOW OF HANDS VOTE: 5-2 (Councilmembers Howe and Lee dissented)

MOTION: Councilmember Howe moved and Councilmember Swegles seconded to keep CDD
36 on the list for ranking.
SHOW OF HANDS VOTE: 5-2 (Councilmember Moylan and Vice Mayor Hamilton dissented)

Vice Mayor Hamilton requested to defer CDD 33.

Councilmember Swegles requested to defer CDD 30.

MOTION: Vice Mayor Hamilton moved to defer CDD 33.
MOTION DIED for lack of a second.

MOTION: Councilmember Swegles moved and Councilmember Howe seconded to defer CDD
30.
SHOW OF HANDS VOTE: 2-5 (Councilmembers Moylan, Lee, Mayor Spitaleri, Vice Mayor
Hamilton and Councilmember Whittum dissented)
MOTION FAILED.

Councilmember Moylan requested to drop CDD 40, 42, and 43.

Councilmember Moylan explained although a motion passed previously to merge CDD 43 with
three other items (CDD 07, 27, 43 and 44)., this motion would pull CDD 43 out of the previous
merge and drop it. Should CDD 43 be approved for dropping, the remaining three combined
items will remain combined.

Councilmember Lee pulled CDD 40 out of the request to drop.

Mayor Spitaleri requested to drop CDD 47.

Vice Mayor Hamilton requested to drop CDD 41.

Councilmember Whittum pulled CDD 41 off the drop list.

Councilmember Lee pulled CDD 42 and 47 off the drop list.

MOTION: Councilmember Moylan moved and Councilmember Swegles seconded to drop CDD
43
SHOW OF HANDS VOTE: 4-3 (Councilmember Lee, Mayor Spitaleri, and Vice Mayor Hamilton
dissented)

MOTION: Vice Mayor Hamilton moved and Councilmember Howe seconded to drop CDD 40.

Vice Mayor Hamilton stated she misread her notes and would like to withdraw her motion.

Councilmember Moylan stated once a motion has been made and seconded, the maker of the motion and/or the second may not withdraw their motion or second. Councilmember Moylan explained when an error has been made, the maker can always vote against their own motion.

Mayor Spitaleri stated the motion and second will stand.

SHOW OF HANDS VOTE: 4-3 (Councilmember Lee, Vice Mayor Hamilton, Councilmember Whittum dissented)

MOTION: Vice Mayor Hamilton moved and Councilmember Howe seconded to drop CDD 41.

SHOW OF HANDS VOTE: 2-5 (Councilmembers Moylan, Lee, Mayor Spitaleri, Councilmembers Swegles and Whittum dissented)

MOTION FAILED.

MOTION: Vice Mayor Hamilton and Councilmember Howe seconded to drop CDD 42.

SHOW OF HANDS VOTE: 7-0

MOTION: Vice Mayor Hamilton moved to drop CDD 47.

MOTION DIED for lack of a second.

MOTION: Mayor Spitaleri moved and Vice Mayor Hamilton seconded to drop CDD 47.

SHOW OF HANDS VOTE: 3-4 (Councilmembers Moylan, Howe, Lee, and Swegles dissented)

MOTION FAILED.

Councilmember Swegles requested to drop CDD 49, 53, 54, 55.

Vice Mayor Hamilton requested to drop CDD 52.

Councilmember Moylan pulled CDD 52 from the drop list.

Councilmember Whittum pulled CDD 54, 55 from the drop list.

MOTION: Vice Mayor Hamilton and Councilmember Howe seconded to drop CDD 49 and CDD 53

SHOW OF HANDS VOTE: 7-0

MOTION: Vice Mayor Hamilton moved and Councilmember Howe seconded to drop CDD 52.

SHOW OF HANDS VOTE: 5-2 (Councilmembers Moylan and Whittum dissented)

MOTION: Vice Mayor Hamilton moved and Councilmember Howe seconded to drop CDD 54.

SHOW OF HANDS VOTE: 6-1 (Councilmember Whittum dissented)

MOTION: Vice Mayor Hamilton moved and Councilmember Howe seconded to drop CDD 55

SHOW OF HANDS VOTE: 6-1 (Councilmember Whittum dissented)

MOTION: Councilmember Moylan moved and Councilmember Swegles seconded to defer CDD 50.

SHOW OF HANDS VOTE: 4-3 (Councilmember Lee, Vice Mayor Hamilton, and Councilmember Whittum dissented)

MOTION: Councilmember Swegles moved and Vice Mayor Hamilton seconded to defer CDD 51.

SHOW OF HANDS VOTE: 1-6 (Councilmembers Moylan, Howe, Lee, Mayor Spitaleri, Vice Mayor Hamilton, and Councilmember Whittum dissented)

MOTION FAILED.

Mayor Spitaleri asked staff to list what is left to rank. Intergovernmental Relations Officer Agredano stated there are 28 items left to rank and explained that Council had previously determined to use the alternative ranking system for this department. Intergovernmental Relations Officer Agredano stated the items for ranking include CDD 1, 4, 5, 6, 7, 9, 10, 11, 17, 18, 25, 26, 28, 29, 30, 33, 34, 35, 36, 37, 38, 39, 41, 45, 46, 47, 48, 51.

Councilmember Howe requested Mayor Spitaleri allow a discussion on the items left to rank.

Mayor Spitaleri agreed.

Vice Mayor Hamilton inquired about the alternative process of ranking these items and Intergovernmental Relations Officer Agredano explained that the items are taken in thirds and each Councilmember will select 10 items, but will not rank them at this time.

Intergovernmental Relations Officer Agredano passed out the ranking sheets to Council for CDD.

Mayor Spitaleri declared a lunch recess and reconvened the workshop at 12:30 p.m.

Intergovernmental Relations Officer Agredano stated there were five items that did not receive any votes, which automatically places them below the line. Those items were CDD 33, 35, 37, 38, and 39. Additionally, there were seven items that received one vote and will also be considered below the line automatically. Those items were CDD 05, 07 (contains the combination of CDD 27 and 44 within it), 09, 17, 25, 26, 34.

Mayor Spitaleri proceeded to break the ties and explained that each Councilmember receives one vote.

Mayor Spitaleri stated a tie exists between CDD 29, CDD 11 and CDD 06.

Mayor Spitaleri called for those in support of CDD 06 being in first place.
No support.

Mayor Spitaleri called for those in support of CDD 11 being in first place.
Councilmember Moylan, Mayor Spitaleri, and Vice Mayor Hamilton voted in support of CDD 11 in first place.

Mayor Spitaleri called for those in support of CDD 29 being in first place.
Councilmembers Howe, Lee, Swegles and Whittum voted in support of CDD 29 in first place.

Mayor Spitaleri announced CDD 29 is in first place, CDD 11 is in second place, and CDD 06 is in third place.

Mayor Spitaleri announced that a tie exists between CDD 30, and CDD 45.

Mayor Spitaleri called for those in support of CDD 30 being in fourth place.

Councilmembers Moylan, Lee, Mayor Spitaleri, Vice Mayor Hamilton and Councilmember Swegles voted in support of CDD 30 in fourth place.

Mayor Spitaleri announced CDD 30 will be in fourth place and CDD 45 will be in fifth place.

Mayor Spitaleri called for those in support of CDD 18 being in sixth place.
Councilmember Moylan and Vice Mayor Hamilton voted in support of CDD 18 in sixth place.

Mayor Spitaleri called for those in support of CDD 41 being in sixth place.
No support.

Mayor Spitaleri called for those in support of CDD 47 being in sixth place.
Councilmembers Howe, Lee and Swegles voted in support of CDD 47 in sixth place.

Mayor Spitaleri called for those in support of CDD 48 being in sixth place.
Mayor Spitaleri and Councilmember Whittum voted in support of CDD 48 in sixth place.

Mayor Spitaleri announced that a tie exists between CDD 18 and 48.

Mayor Spitaleri called for those in support of CDD 18 being in seventh place.
Councilmembers Moylan, Howe, Lee, Mayor Spitaleri and Vice Mayor Hamilton voted in support of CDD 18 in seventh place.

Mayor Spitaleri announced CDD 18 will be in seventh place, CDD 48 will be eighth place, and CDD 41 will be in ninth place.

Assistant City Manager Walker explained to the mayor that Intergovernmental Relations Officer Agredano can assist with announcing the items.

Intergovernmental Relations Officer Agredano stated a tie exists between CDD 01, CDD 28, CDD 36, CDD 46, and CDD 51.

Mayor Spitaleri called for those in support of CDD 01 being in 10th place.
Vice Mayor Hamilton and Councilmember Whittum voted in support of CDD 01 in 10th place.

Mayor Spitaleri called for those in support of CDD 28 being in 10th place.
Councilmembers Moylan, Lee and Mayor Spitaleri voted in support of CDD 28 in 10th place.

Mayor Spitaleri called for those in support of CDD 36 being in 10th place.
Councilmember Swegles voted in support of CDD 36 in 10th place

Mayor Spitaleri called for those in support of CDD 46 being in 10th place.
No supporters.

Mayor Spitaleri called for those in support of CDD 51 being in 10th place.
Councilmember Howe voted in support of CDD 51 in 10th place.

Intergovernmental Relations Officer Agredano announced that CDD 28 will be in 10th place and CDD 01 will be in 11th place.

Intergovernmental Relations Officer Agredano announced that a tie exists between CDD 36 and CDD 51 for 12th place.

Intergovernmental Relations Officer Agredano called for those in support of CDD 36 being in 12th place.

Mayor Spitaleri and Councilmember Swegles voted in support of CDD 36 being in 12th place.

Intergovernmental Relations Officer Agredano called for those in support of CDD 51 being in 12th place.

Councilmembers Moylan, Howe, Lee, Vice Mayor Hamilton, and Councilmember Whittum voted in support of CDD 51 in 12th place.

Intergovernmental Relations Officer Agredano announced CDD 51 will be in 12th place, CDD 36 will be in 13th place and CDD 46 will be in 14th place.

Intergovernmental Relations Officer Agredano announced that a tie exists between CDD 04 and CDD 10 for 15th place.

Intergovernmental Relations Officer Agredano called for those in support of CDD 04 being in 15th place.

Councilmember Moylan, Mayor Spitaleri, Vice Mayor Hamilton voted in support of CDD 04 in 15th place.

Intergovernmental Relations Officer Agredano called for those in support of CDD 010 being in 15th place.

Councilmembers Howe, Lee, Swegles and Whittum voted in support of CDD 10 in 15th place.

Intergovernmental Relations Officer Agredano announced CDD 10 will be in 15th place and CDD 04 will be in sixteenth place.

EMPLOYMENT DEVELOPMENT

No proposed Study Issues for 2008

FINANCE

Vice Mayor Hamilton requested to drop FIN 1 and FIN 2.

Councilmember Moylan requested to pull FIN 1 and FIN 2 off the drop list.

MOTION: Vice Mayor Hamilton moved and Councilmember Swegles seconded to drop FIN 02.

SHOW OF HANDS VOTE: 2-5 (Councilmembers Moylan, Lee, Mayor Spitaleri, Councilmembers Swegles and Whittum dissented)

MOTION FAILED.

MOTION: Vice Mayor Hamilton moved and Councilmember Howe seconded to drop FIN 3.

SHOW OF HANDS VOTE: 3-4 (Councilmembers Moylan, Lee, Mayor Spitaleri, and Councilmember Swegles dissented)

MOTION FAILED.

FIN 01, FIN 02 and FIN 03 were ranked by Council. Ranking sheets were turned into staff.

HUMAN RESOURCES

Councilmember Swegles requested to drop HRD 02 and HRD 03.

Councilmember Whittum pulled HRD 02 and HRD 03 off the drop list.

MOTION: Vice Mayor Hamilton moved and Councilmember Howe seconded to drop HRD 02.
SHOW OF HANDS VOTE: 6-1 (Councilmember Whittum dissented).

MOTION: Vice Mayor Hamilton moved and Councilmember Howe seconded to drop HRD 03.
SHOW OF HANDS VOTE: 6-1 (Councilmember Whittum dissented).

HRD 01 was ranked by Council. Ranking sheets were turned into staff.

INFORMATION TECHNOLOGY

No proposed Study Issues for 2007

LIBRARY SERVICES

MOTION: Vice Mayor Hamilton moved and Councilmember Howe seconded to drop LIB 01

Councilmember Moylan offered a friendly amendment to change the title of the study issue LIB 01 "Branch Library in Central/North Sunnyvale" to "Exploration of a Branch Library".

City Manager Chan stated Council needs to be clear as to the scope of the study issue. City Manager Chan explained that exploration of a branch library would not include all the other possible service deliveries. City Manager Chan asked the Director of Libraries Deborah Barrow to explain what alternatives the library is exploring.

Director of Libraries Barrow stated at the April 24, 2007 meeting, Council directed the library to look at alternative service delivery options. Some items being investigated include web based delivery, grant opportunities to take library services to locations, and mail delivery of material to homes. Director of Libraries Barrow stated that additionally, the library is working more closely with the schools in order to connect more to the public library through delivery options and tutoring for students.

Councilmember Moylan stated the amendment stands as "Exploration of a Branch Library" because the alternatives for delivery are already being studied.

Friendly amendment accepted.

Mayor Spitaleri called for a vote on the title amendment to LIB 01.
SHOW OF HANDS VOTE: 6-1 (Councilmember Howe dissented)

Restated MOTION: Vice Mayor Hamilton moved and Councilmember Howe seconded to drop LIB 01 (with amendment).
SHOW OF HANDS VOTE: 2-5 (Councilmembers Moylan, Lee, Mayor Spitaleri, Councilmember Swegles and Whittum dissented)
MOTION FAILED

Mayor Spitaleri called for a brief recess (time not recorded).

PARKS AND RECREATION

Vice Mayor Hamilton requested to drop DPR 02, 04, 05 and 07.

Councilmember Swegles pulled DPR 07 off the drop list.

MOTION: Vice Mayor Hamilton moved and Councilmember Howe seconded to drop DPR 02, 04, and 05.

SHOW OF HANDS VOTE: 7-0

MOTION: Vice Mayor Hamilton moved to drop DPR 07.

MOTION DIED for lack of a second.

MOTION: Vice Mayor Hamilton moved and Councilmember Howe seconded to defer DPR 07.

SHOW OF HANDS VOTE: 2-5 (Councilmembers Howe, Lee, Mayor Spitaleri, Vice Mayor Hamilton, and Councilmember Swegles dissented)

MOTION FAILED.

MOTION: Vice Mayor Hamilton moved and Councilmember Howe seconded to drop DPR 07.

Councilmember Swegles stated the motion was already brought forward and Vice Mayor Hamilton explained that it died due to lack of a second.

Mayor Spitaleri stated once a motion fails, that is it.

City Manager Chan stated since the motion did not receive a second, another Councilmember (other than Vice Mayor Hamilton) could raise the motion again.

Councilmember Howe moved and Vice Mayor Hamilton seconded to reconsider the previous motion regarding dropping DPR 07

SHOW OF HANDS VOTE: 4-3 (Councilmembers Lee, Swegles and Whittum dissented)

Off the record vote was corrected to:

Corrected SHOW OF HANDS VOTE: 5-2 (Councilmembers Lee and Swegles dissented)

MOTION: Councilmember Howe moved and Vice Mayor Hamilton seconded to drop DPR 07

SHOW OF HANDS VOTE: 5-2 (Councilmembers Lee and Swegles dissented)

Councilmember Lee requested to drop DPR 12.

Vice Mayor Hamilton requested to drop DPR 08, 09.

MOTION: Vice Mayor Hamilton moved and Councilmember Howe seconded to drop DPR 08, 09, and 12.

SHOW OF HANDS VOTE: 7-0

Councilmember Moylan requested to drop DPR 06.

Councilmember Swegles pulled DPR 06 from the drop list.

MOTION: Councilmember Moylan moved and Vice Mayor Hamilton seconded to drop DPR 06.

SHOW OF HANDS VOTE: 1-6 (Councilmembers Howe, Lee Mayor Spitaleri, Vice Mayor Hamilton, Councilmembers Swegles and Whittum dissented)
MOTION FAILED

MOTION: Vice Mayor Hamilton moved and Councilmember Howe seconded to defer DPR 13 and DPR 14

SHOW OF HANDS VOTE: 6-1 (Councilmember Whittum dissented)

Vice Mayor Hamilton announced DPR 01, 03, 16, 10 and 11 are left to be ranked by Council. Council ranked these items and passed their ranking sheets to staff.

PUBLIC SAFETY

Councilmember Howe requested to drop DPS 02

Vice Mayor Hamilton requested to drop DPS 03, 05, 06

Councilmember Whittum pulled DPS 05 off the drop list.

Mayor Spitaleri pulled DPS 03 off the drop list.

Councilmember Moylan pulled DPS 02 off the drop list.

MOTION: Vice Mayor Hamilton moved and Councilmember Howe seconded to drop DPS 06.
SHOW OF HANDS VOTE: 7-0

MOTION: Vice Mayor Hamilton moved and Councilmember Howe seconded to drop DPS 02.
SHOW OF HANDS VOTE: 4-3 (Councilmembers Moylan, Lee and Vice Mayor Hamilton dissented)

MOTION: Vice Mayor Hamilton moved and Councilmember Howe seconded to drop DPS 03.
SHOW OF HANDS VOTE: 4-3 (Councilmembers Moylan, Lee and Mayor Spitaleri dissented)

MOTION: Vice Mayor Hamilton moved and Councilmember Howe seconded to drop DPS 05.
SHOW OF HANDS VOTE: 7-0

Vice Mayor Hamilton announced DPS 01 and 04 are left to be ranked by Council. Council ranked these items and passed their ranking sheets to staff.

Intergovernmental Relations Officer Agredano explained to Council that a tie exists with the Department of Parks and Recreation and requested the tie be addressed at this point in the meeting.

Mayor Spitaleri agreed.

Intergovernmental Relations Officer Agredano stated DPR 03 and DPR 11 are tied for third and fourth place.

Intergovernmental Relations Officer Agredano called for those in support of DPR 03 being in third place.

Councilmembers Moylan, Howe, Mayor Spitaleri, Vice Mayor Hamilton and Councilmember Whittum voted for DPR 03 in third place.

Intergovernmental Relations Officer Agredano called for those in support of DPR 11 being in third place.

Councilmembers Swegles and Lee voted for DPR 11 in third place.

Intergovernmental Relations Officer Agredano announced DPR 03 will be in third place and DPR 11 will be in fourth place.

PUBLIC WORKS

Councilmember Swegles requested to drop DPW 09 and 10.

Councilmember Howe requested to drop DPW 07.

MOTION: Vice Mayor Hamilton moved and Councilmember Swegles seconded to drop DPW 09 and 10.

SHOW OF HANDS VOTE: 7-0

MOTION: Councilmember Howe moved and Mayor Spitaleri seconded to drop DPW 07

SHOW OF HANDS VOTE: 5-2 (Vice Mayor Hamilton and Councilmember Whittum dissented)

Councilmember Moylan inquired about merging DPW 06 and 17 and DPW 11 and CDD 36 from last year. Director of Public Works Marvin Rose stated staff views DPW 06 and 17 as significantly different in policies and not appropriate to combine. Director of Public Works Rose stated DPW 11 would look at expanding the vision triangle and last year's CDD 36 was a study issue to lessen the vision triangle. Although these are competing directions, Director of Public Works Rose stated that last year's CDD 36 could be incorporated into the current study issue DPW 11.

MOTION: Councilmember Moylan moved and Councilmember Howe seconded to modify DPW 11 to include CDD 36 from FY06-07.

SHOW OF HANDS VOTE: 7-0

Councilmember Swegles requested to drop DPW 22, 23, 24, 25.

Councilmember Whittum pulled DPW 22, 23, 24, 25 off the drop list.

Vice Mayor Hamilton requested to drop DPW 18.

Councilmember Moylan pulled DPW 18 off the drop list.

MOTION: Vice Mayor Hamilton moved and Councilmember Swegles seconded to drop DPW 18.

SHOW OF HANDS VOTE: 5-2 (Councilmembers Moylan and Whittum dissented)

MOTION: Councilmember Swegles moved and Vice Mayor Hamilton seconded to drop DPW 22.

SHOW OF HANDS VOTE: 7-0

MOTION: Councilmember Swegles moved and Councilmember Howe seconded to drop DPW 23.

SHOW OF HANDS VOTE: 6-1 (Councilmember Whittum dissented)

MOTION: Councilmember Swegles moved and Vice Mayor Hamilton seconded to drop DPW 24

SHOW OF HANDS VOTE: 5-2 (Councilmembers Lee and Whittum dissented)

MOTION: Vice Mayor Hamilton moved and Councilmember Swegles seconded to drop DPW 25.

SHOW OF HANDS VOTE: 5-2 (Councilmembers Lee and Whittum dissented)

Councilmember Swegles requested to defer DPW 13, 14, and 15.

MOTION: Vice Mayor Hamilton moved and Councilmember Swegles seconded to defer DPW 13, 14 and 15.

SHOW OF HANDS VOTE: 7-0

Intergovernmental Relations Officer Agredano announced that DPW 05, 06, 08, 11, 12, 16, 17, 19, 20, 21 are left for Council to rank. Council ranked these items and passed their ranking sheets to staff.

Mayor Spitaleri called for a recess (time not recorded).

Mayor Spitaleri reconvened the meeting at 3:42 p.m.

City Manager Chan gave an overview of the remaining items on the agenda still to be addressed.

MOTION: Councilmember Howe moved to have the remaining portion of this meeting (what is left after 5 p.m. today) continued to Friday, February 1, 2008 at 8:30 a.m.

Mayor Spitaleri inquired if February 1 at 8:30 a.m. will work for Council. Vice Mayor Hamilton requested the meeting begin at 9 a.m.

Councilmember Howe agreed to change his motion to reflect the start time at 9 a.m.

Restated MOTION: Councilmember Howe moved to have the remaining portion of this meeting (what is left after 5 p.m. today) continued to Friday, February 1, 2008 at 9 a.m.

Councilmember Moylan stated he has a work commitment to hold office hours for his students at 10 a.m. on Fridays. Councilmember Moylan stated he made a special exception for today's meeting but he would need to leave by 9:30 a.m. for any subsequent Friday meetings.

Councilmember Moylan suggested Council attempt to finish all of the agenda prior to 5 p.m.

MOTION died for lack of a second and voting did not occur.

Councilmember Lee asked the city manager to give an estimate on how much time would still be needed to complete the agenda. City Manager Chan stated the proposed Council prioritization model would take some time to explain and her guess would be that the next portion of the agenda would require three hours.

City Manager Chan stated the next portion of the agenda will not require ranking by Council.

City Manager Chan stated staff will next discuss the current economic climate and the economic impact on upcoming budget.

Mayor Spitaleri announced a tie exists between DPW 06 and 08 for third and fourth positions.

Intergovernmental Relations Officer Agredano called for those in support of DPW 06 being in third place.

Councilmember Lee, and Mayor Spitaleri voted for DPW 06 to be in third place.

Intergovernmental Relations Officer Agredano announced DPW 08 will be in third place and DPW 06 will be in fourth place.

**CONSIDERATION OF PROPOSED BUDGET ISSUES FOR CITY MANAGER'S
RECOMMENDED FISCAL YEAR (FY) 2007/2008 BUDGET**

Director of Finance Mary Bradley provided an update on the national, state and local economic conditions and the Governor's recommended FY 2008/2009 state budget. Director Bradley stated at the conclusion of her report, the city manager will speak on the budget issues.

Director Bradley gave a presentation on the national economy, the slowing economic growth, and projections for the coming year.

Director Bradley gave a presentation on the Governor's Recommended FY 2008/09 State Budget. Director Bradley stated the Governor has declared a fiscal emergency largely due to the housing slow down and sub-prime lending crisis. Director Bradley spoke about how the Governor's FY 2008/09 budget will negatively impact Sunnyvale. Director Bradley cautioned that actual budget will be quite different than the current Governor's proposal and staff will be monitoring the deliberations closely as there are several areas that could be addressed in negotiations that would significantly affect Sunnyvale.

Councilmember Howe confirmed that staff anticipates inflation will be modest for FY 2008/09. Councilmember Howe inquired what staff is using for an inflation percentage. Director Bradley explained that generally staff waits for the most recent data and then discusses that with the city manager at which time an inflation rate is agreed upon. Director Bradley stated a two percent factor has been used during the past few years and that amount appears to still be on target.

Councilmember Swegles inquired how the gas tax revenue is calculated and Director Bradley stated it is a flat amount per gallon. Director Bradley stated the rise in gas price has affected the City because as people cut back on gas purchases due to the cost of gas, the City receives less income.

Councilmember Lee inquired if staff has considered that the City could receive less property tax revenue as property taxes could be reduced due to the declining home values and possible property tax reassessments. Director Bradley stated staff did take a possible slow down in property tax over the next few years into account in their projections.

City Manager Chan stated there are 19 budget issues for Council's consideration. City Manager Chan requested Council identify if they wish to drop any items. City Manager Chan explained that deferring an item would mean that the item would not be considered in the upcoming 20-year budget.

City Manager Chan reminded Council that the items they forward on to the city manager are for the purpose of the city manager's consideration within the city manager's recommended budget. City Manager Chan explained that when Council forwards an item to the city manager for consideration, that is not the same as later when the city manager does (or does not) recommend an item in the recommended budget.

Councilmember Moylan proposed using the consent calendar process for voting on the budget items.

MOTION: Councilmember Moylan moved and Councilmember Swegles seconded to refer budget issue items A, B, F, G, H, O, Q and S to the city manager for consideration in the recommended budget and defer budget issue item I.

SHOW OF HANDS VOTE: 7-0

Vice Mayor Hamilton inquired as to who would be included in budget issue item O (online posting of Fair Political Practice Commission (FPPC) forms), because in previous discussions the scope was limited to Council. Assistant City Manager Walker stated when this item comes back to Council it will contain options to include Council only or Council and others.

MOTION: Councilmember Lee moved and Councilmember Howe seconded to refer CDD 31 to the city manager for consideration as part of her recommended budget.

VOTE: 6-1 (Councilmember Whittum dissented)

MOTION: Councilmember Howe moved and Councilmember Whittum seconded to approve DUI checkpoints and/or other type of selective enforcement and that Council consider this as a budget issue going forward into the budget process. Staff would also seek grant funding.

City Manager Chan explained that cost for this item could be quite a large sum. City Manager Chan stated it would be helpful if Council would be specific as to what budget staff should consider.

Councilmember Howe explained Council can decide if the enforcement should be year round, event orientated, or concentrated within a school area. Councilmember Howe explained this would be a supplement to the Department of Public Safety.

City Manager Chan requested Council narrow their direction in order that staff will be able to better understand what is being requested.

Vice Mayor Hamilton suggested that Council identify the number of checkpoints they would like to see added and if they should be done on a monthly or quarterly basis. Vice Mayor Hamilton stated she would leave the where and when of the checkpoints to staff unless it is an event known to cause public safety problems.

Councilmember Howe stated he will amend his motion to include that the cost of the additional checkpoints shall not exceed \$100,000 a year. Councilmember Howe stated the motion includes that public safety (in conjunction with the city manager and potentially the city attorney) come forward with various items they feel the community needs to have enforced and carried out during the year. Council approval is not needed for these enforcement projects; rather both parties shall agree for enforcement. Councilmember Howe stated staff does not have to spend the money; but will consider possible uses and proceed with the expense if agreed upon with

the city manager. Councilmember Howe also incorporated into the motion a limit on the total amount of fee incentives for solar permits which shall not exceed \$30,000 during the year.

Vice Mayor Hamilton requested the motion include only the public safety item and that the limit on the solar panel subsidiary be voted on separately.

Councilmember Howe agreed to take that out of his motion. Councilmember Howe explained that his motion would allow public safety to have options such as school enforcement, parking enforcements, DUI checkpoints, and additional neighborhood resource officers

Councilmember Whittum offered a friendly amendment to reduce the amount of funding to \$50,000 and to include at least two sobriety checkpoints.

Councilmember Howe accepted the friendly amendment with an addition that staff shall attempt to obtain grant funding for sobriety checkpoints.

Change was accepted by the Councilmember Whittum (second to the motion).

Restated MOTION: Councilmember Howe moved and Councilmember Whittum seconded to approve DUI checkpoints and/or other type of selective enforcement and that Council considers this as a budget issue going forward into the budget process. Cost of the additional checkpoints shall not exceed \$50,000 a year and will include at least two sobriety checkpoints per year. Public safety (in conjunction with the city manager and potentially the city attorney) to come forward with various items they feel the community needs to have enforced. Once agreement is met with the city manager, staff shall perform the agreed upon enforcement actions during the year. Council approval is not needed for these enforcement projects; rather both parties (city manager and public safety staff) shall agree on enforcement items. Staff is not required to spend the money; but will consider possible uses and proceed with the expense if agreed upon with the city manager.

VOTE: 6-1 (Councilmember Moylan dissented)

MOTION: Councilmember Lee moved to limit the total amount of fee incentives for solar permits and green building shall not exceed \$30,000 annually.

VOTE: 7-0

City Manager Chan informed Councilmember Whittum that now would be the time to raise his budget issue request regarding funding for special events.

Councilmember Whittum requested the budget items that Council just referred to the city manager be identified. Director Bradley confirmed that budget items A, B, F, G, H, L, M, N, O, Q, S, (in addition to the two items just discussed regarding public safety and fee incentives for solar permits and green building) have been referred to the city manager for consideration.

MOTION: Councilmember Whittum moved to refer to the city manager a budget request of \$30,000 for the funding of special events. This funding will not be just for the Sunfest event, but also for other business initiatives in the downtown.

City Manager Chan explained that Councilmember Whittum's motion identifying funding for downtown events would cause Council to create a new policy because the current special event allocation is not limited to downtown, rather it is citywide.

Councilmember Whittum inquired if the funding could come out of the Redevelopment Agency (RDA). City Manager Chan stated RDA does not have any available resources as they are currently in a negative position and owe the general fund a significant amount. City Manager Chan stated all activity downtown is funded from by the general fund.

Councilmember Whittum stated he would remove the restriction to the downtown from his motion.

Restated MOTION: Councilmember Whittum moved and Councilmember Lee seconded to refer to the city manager a budget request of \$30,000 for the funding of community events that help to encourage business in the City.

City Manager Chan explained that the special event policy states it is for citywide events and is not restricted.

Restated MOTION: Councilmember Whittum moved and Councilmember Lee seconded to refer to the city manager a budget request of \$30,000 for the funding of special events citywide.

VOTE: 6-1 (Vice Mayor Hamilton dissented)

City Manager Chan stated there is not enough time to continue on with the agenda due to Council's requested end time of 5 p.m. City Manager recommended that the remaining agenda items move to the continued portion of this meeting scheduled for Friday, February 1, 2008.

City Manager Chan requested at this time she would like to provide Council with the ranking results on the study issues for all of the departments.

City Manager Chan stated she would just announce the items that received a ranking and not the drop or deferred items.

City Manager Chan reported the following:

Office of the City Attorney – No ranking

Office of the City Manager – (ranked in order starting with number one item)

1. OCM 05 – Review study issue process.
2. OCM 03 – Consider transitioning the Child Care Advisory Board to a Staff Advisory Committee.
3. OCM 01 – Explore development of a Human Rights/Relations Board or Commission Advisory to Council.

Community Development

1. CDD 29 – Determine the enforceability of CC&R's for violations to City Code and project approvals.
2. CDD 11 – Preparation of Peery Park Specific Plan.
3. CDD 06 – (merged with CDD 03) – Business identification on ground signs.
4. CDD 30 – General fund support of CDBG funded public services.
5. CDD 45 – A more aggressive approach to code enforcement.
6. CDD 47 – Encouraging solar businesses to locate in Sunnyvale.
7. CDD 18 – Lawrence Station Transit Village.
8. CDD 48 – Parking requirements for medical office buildings.

9. CDD 41 – Determine the feasibility of developing a City supported community multi-service center to serve at-risk youths to prevent crime.
10. CDD 28 – Consider revisions to zoning code for conversions of mobile home parks to other uses.
11. CDD 01 – Increasing minimum dimensions for usable open space.
12. CDD 51 – Limitations on signage for alcohol sales.
13. CDD 36 – Onizuka AFS artifacts.
14. CDD 46 – Requiring dual plumbing for future developments for reclaimed water.
15. CDD 10 – Auto mall on freeway.
16. CDD 04 – Centralized trash enclosure requirement for attached housing.

Employment Development – No study issues

Finance

1. FIN 01 – Expenditure of public funds for bottled water.
2. FIN 02 – RFP review by Council prior to issuance.
3. FIN 03 – Clean air vehicle sales tax rebate study.

Human Resources

1. HRD 01 – Consideration of policy to require all City employees funded by grants to be designated as temporary/contractual.

Information Technology – No study issues

Library Services

1. LIB 01 – Exploration of a branch library.

Parks and Recreation

1. DPR 06 – Consider impacts of providing Sunnyvale Resident discount to City recreation programs for active military and their families.
2. DPR 10 – Explore opportunities to develop a community theatre based in downtown Sunnyvale.
3. DPR 03 – Consider the effectiveness and efficiency of community center theatre use policies and practices.
4. DPR 11 – Consider impacts and costs for City to sponsor an annual Pet Parade.
5. DPR 01 – Update of Arts Sub-Element.

Public Safety

1. DPS 01 – Exemptions for special event parking.
2. DPS 04 – Municipal Code revision – Chapter 5.36 Taxicab.

Public Works

1. DPW 05 – Metering of water service to individual mobile homes in a private mobile home park, apartments in an apartment complex, individual condominium units, and other multi-family applications.
2. DPW 20 – Reconsider allowing left turns out of the Kaiser Hospital facility onto Homestead Road.
3. DPW 08 – Policy supporting connections to regional bike facilities.
4. DPW 06 – Zero waste policy.
5. DPW 12 – School transportation demand management opportunities
6. DPW 17 – Joint Powers Authority (JPA) approach to countywide recycling and waste reduction programs and services.

7. DPW 21 – Reprioritization of underground utility projects.
8. DPW 19 – Heritage Neighborhood north of Caltrain parking management study.
9. DPW 11 – Update/Review of the Corner Vision Triangle Municipal Code Ordinance.
10. DPW 16 – Caltrain community wall benefit assessment district study.

City Manager Chan stated that staff will bring back to Council a list of projects that will be able to be completed in the coming year based on staff resources.

City Manager Chan stated she wished to reconfirm that today's workshop will continue on Friday, February 1, 2008 at 9 a.m. Scheduling conflicts arose with Council.

Vice Mayor Hamilton suggested the meeting continue to either Monday, January 28 or Tuesday, January 29 during the day. Scheduling conflicts arose with Council.

Councilmember Swegles suggested today's workshop continue on Friday February 1, 2008 at 8:30 a.m.

MOTION: Councilmember Howe moved and Councilmember Lee seconded to continue the Study Issues and Budget Issues Workshop to Friday, February 1, 2008 at 8:30 a.m.

VOTE: 7-0

Mayor Spitaleri thanked staff for all their efforts in putting together this workshop. Mayor Spitaleri announced that the number of study issues increased this year by almost 36 percent. Mayor Spitaleri thanked his colleagues for trying the new system for the study issues process that he suggested. Mayor Spitaleri identified that he proposed the system in an effort to save time.

Vice Mayor Hamilton stated she would like to discuss moving two Council meeting dates on the proposed calendar. Vice Mayor Hamilton requested the March 25, 2008 Council meeting be cancelled. Councilmember Howe stated he supports canceling the March 25, 2008 meeting as Council has meetings scheduled for late February and early April.

Vice Mayor Hamilton requested Council move the November 18 meeting to November 4, 2008. Council did not accept the change.

Councilmember Moylan inquired about the June budget meeting dates as they are not listed on the calendar.

Councilmember Moylan stated in the past there has always been at least one meeting that is skipped in June and he requested that meeting be June 17, 2008.

Councilmember Swegles stated there are four meetings in July and he requested the July 1, 2008 meeting be cancelled.

City Manager Chan informed Council that she will consider June 17 and July 1, 2008 as potential Council meetings to be canceled if not needed.

ADJOURNMENT

Mayor Spitaleri adjourned the meeting at 4:50 p.m. to February 1, 2008 at 8:30 a.m.

Gail T. Borkowski
City Clerk

Date