

City Council, Regular Meeting
Civic Center Council Chambers
777 Cypress Avenue
Redding, California
January 2, 2007 7:00 p.m.

The Pledge of Allegiance to the Flag was led by Council Member Jones.

The Invocation was offered by Police Chaplain Betty Mary Langworthy.

The meeting was called to order by Mayor Dickerson with the following Council Members present: Bosetti, Jones, Murray, Stegall, and Dickerson.

Also present were City Manager Starman, Assistant City Manager Bachman, City Attorney Duvernay, Electric Utility Director Feider, Development Services Director Hamilton, Transportation and Engineering Director Tippin, City Clerk Strohmayer, Assistant City Clerk Sherman, and Executive Assistant Stribley.

PUBLIC COMMENT

(E-090)

Richard Oba, Redding resident, related that in an attempt to save energy, he replaced the windows in his home and applied for an energy rebate. However, he was informed that the City's energy-efficiency standards are higher than state and federal standards and he was refused a rebate by Redding Electric Utility (REU). He asked that REU provide readily available energy-efficiency standards and regulations for receiving energy rebates so that customers, vendors, and manufacturers fully understand the criteria before expenses are incurred. He also asked that an appeal process be instituted for complaints on the REU rebate programs.

CONSENT CALENDAR

The following matters were considered inclusively under the Consent Calendar:

Approval of Minutes - Special & Regular Meetings of December 19, 2006

Approval of Payroll and Accounts Payable Registers

(A-050-100-500)

It is recommended that Accounts Payable Register No. 12, check numbers 847186 through 847508 inclusive, in the amount of \$7,128,287.08, for the period of December 18, 2006, through December 29, 2006; and Payroll Register No. 13 electronic deposit transaction numbers 197991 through 198790 and check numbers 534003 through 534234 inclusive, in the amount of \$2,837,397.34, for the period of December 3, 2006, through December 16, 2006, be approved.

TOTAL: \$ 9,965,684.42

Treasurer's Report - November 2006

(A-050-100-600)

Total Treasurer's Accountability - \$158,706,427.59

Total City of Redding Funds, Funds Held in Trust, and Funds of Related Entities - \$257,872,276.22

ACR133 Report and Cash Reconciliation

(F-205-095-650)

It is the recommendation of the Administrative Services Director that the ACR133 Report and the Proof of Cash Reconciliation for November 2006 be accepted.

Ordinance - Rezoning 1350 Buenaventura Boulevard for the Holiday Retirement Planned Development

(L-010-230)

It is the recommendation of the Development Services Director that Ordinance No. 2378 be adopted, an ordinance of the City Council of the City of Redding amending the Redding Municipal Code Zoning Map by approving Rezoning Application RZ-11-05 and Planned Development Application PD-12-05 rezoning Holiday Retirement Planned Development,

by Curry Brandaw Architects located at 1350 Buenaventura Boulevard from “RS-2” Residential Single Family District to “RM-6-PD” Residential Multiple Family District with the “PD” Planned Development Overlay District.

Ordinance - Amending the City of Redding Zoning Map various areas
(L-010-230)

It is the recommendation of the Development Services Director that Ordinance No. 2379 be adopted, an ordinance of the City Council of the City of Redding adopting the Addendum to the Mitigated Negative Declaration prepared for the Redding Zoning Map and amending Redding Municipal Code Chapter 18.01.050 - Zoning Map of the City of Redding, approving Rezoning Application RZ-14-06 rezoning properties as set forth in the Report to City Council dated December 19, 2006, Item Nos. 1 through 5 to provide consistency with General Plan classifications.

Ordinance - Adopting amending Redding Municipal Code Chapter 16.12, Clearing, Grading, Fills, and Excavation
(A-070-055)

It is the recommendation of the Development Services Director that Ordinance No. 2380 be adopted, an ordinance of the City Council of the City of Redding amending Redding Municipal Code Chapter 16.12-Clearing, Grading, Fills, and Excavation for compliance with the National Pollutant Discharge Elimination System (NPDES).

Agreement - County of Shasta for partial funding for the Sexual Assault Response Team
(P-150-150 & S-010)

It is the recommendation of the City Manager that the City Council authorize the City Manager to execute an Agreement with the County of Shasta for partial funding in the amount of \$50,000 for the Sexual Assault Response Team (SART) on a one-time basis.

Monthly Financial Report - Electric Utility
(B-130-070)

It is the recommendation of the Electric Utility Director that the City Council approve the Electric Utility’s Monthly Financial Report for November 2006. Retail power sales revenue was 2.8%, or \$944,206 above projections. Operating revenue after energy costs was \$657,696 or 4.5% above expectations. The total cost of electricity through November 2006 was \$8,331,142 or 26.8% above projections. The Utility’s net operating results through November was \$2,505,818.

Resolution - Authorizing Two Full-Time Police Officer Recruit positions
(A-050-270 P-100-060)

It is the recommendation of the Police Chief that Resolution No. 2007-01 be adopted, a resolution of the City Council of the City of Redding approving and adopting the 57th amendment to City Budget Resolution No. 2005-77 authorizing two full-time police officer recruit positions for four months for fiscal year 2006-07.

Monthly Financial Report - General Fund
(B-130-070)

It is the recommendation of the Assistant City Manager that the City Council accept the General Fund’s Monthly Financial Report for November 2006. Total revenue to date is \$19.6 million or \$425,956 (2.2%) above staff’s cash flow projection. Expenditures at month end, excluding encumbrances, total \$28,821,857 or \$261,977 (1.0%) below staff’s original projection. Encumbrances total \$3,651,994.

Certificate of Authority - Cal Card Program;

Agreement - U.S. Bank; and

Addendum to State of California Purchase Card Program Master Services Agreement
(B-050-100)

It is the recommendation of the Assistant City Manager that the City Council authorize execution by the City Manager or Assistant City Manager of an Addendum to the State of California Purchase Card Program Master Services Agreement (DGS MSA 5-06-99-01) between the California Department of General Services, U.S. Bank, and the City of Redding (as a Participating Agency), and execution of a Certificate of Authority with U.S. Bank to participate in the Cal Card Program for a term of five years, effective December 22, 2006, with one two-year option for extension.

Award of Bid - Bid Schedule No. 3980, Enterprise Well No. 23 (B-050-020 & W-030-750-100)

It is the recommendation of the Transportation and Engineering Director that Bid Schedule No. 3980 (Job No. 2286), Enterprise Well No. 23 be awarded to For H Investments, Inc. in the amount of \$597,205.70, that an additional \$70,000 be approved for administration and inspection fees and outside services for materials testing, and an additional \$70,000 for a construction contingency fund, for a total amount of \$737,205.70.

Amendment to Memorandum of Understanding - U.S. Army Corps of Engineers (P-100)

It is the recommendation of the Transportation and Engineering Director that the City Council authorize the City Manager to execute an Amendment to the Memorandum of Understanding with the U.S. Army Corps of Engineers to fund one full-time employee in the approximate amount of \$160,000 for a 12-month period pursuant to Section 214 of the Federal Water Resources Development Act.

First Amendment to Restaurant Lease Agreement - Peter Chu at the Redding Municipal Airport (C-070-100 & A-090-100)

It is the recommendation of the Transportation and Engineering Director that the City Council approve the First Amendment to the Restaurant Lease Agreement with Peter Chu to provide payment for his share of the cost of the Airport’s monthly wastewater sewer fee for the terminal in the amount of \$725 monthly, effective January 1, 2007, and repayment of wastewater fees for July 2006, through December 2006, in the amount of \$3,870.

MOTION: Made by Council Member Stegall, seconded by Council Member Bosetti, that all the foregoing items on the Consent Calendar be approved and adopted as recommended.

The Vote:

- AYES: Council Members - Bosetti, Jones, Murray, Stegall, and Dickerson
- NOES: Council Members - None
- ABSTAIN: Council Members - None
- ABSENT: Council Members - None

Ordinance Nos. 2378, 2379, and 2380 and Resolution No. 2007-01 are on file in the Office of the City Clerk. . - - - - -

UPDATE ON MAJOR PROJECTS - Renewable Energy Resources and Related Legislation (A-050-080 & E-120)

Electric Utility Director Feider provided a Powerpoint presentation regarding Renewable Energy Resources and the California legislature’s action relating to its 2002 adoption of a 20% Renewable Energy Portfolio Standard (Standard), and recalled that Council adopted the same standard later that year. Mr. Feider said that while implementation of the Standard was originally slated for 2017, the state later revised implementation to 2010.

In order to meet the implementation date for the Standard, Mr. Feider advised that Redding Electric Utility (REU) purchased 24 average megawatts of wind energy through the Modesto-Santa Clara-Redding (MSR) and 8 megawatts of biomass energy from Roseburg Forest Products in Weed, California with deliveries to begin in the summer of 2007. He observed that the REU Portfolio will have 36% total renewable resources by 2008, well over the minimum set by the state. From discussions at the state level, he believed that the state may increase its mandate of 20% to 33%, but fortunately, REU should be positioned with enough renewable resources in the event of such an increase. He added that this mandate was anticipated early on by REU and the prices incurred are substantially less than those attempting to purchase the same type of renewable resource energy in today’s market.

Mr. Feider summarized legislative changes occurring this year, including Senate Bill (SB) 1-California Solar Initiative, Assembly Bill (AB) 2021-Energy Efficiency Standards, SB 107-Renewable Portfolio Standard Acceleration, SB 1368-Emission Performance Standards, and AB 32-Global Warming Solutions Act of 2006.

Richard Oba, Redding resident, expressed confusion at statistics on the REU website regarding greenhouse gas emission production resources. He suggested that the consumers be afforded the opportunity to purchase partial or all “green” energy as is customary in other areas of the state. Mr. Feider responded that the statistics on the REU Website are created on a quarterly basis, and under the state’s ever-changing reporting procedure, it is extremely

difficult to accurately report the type of power utilized. However, he said that REU's billing reflects the true cost of "green" energy while other agencies do not always provide a true picture of the cost of being "green."

No action was required on this informational item.

RESIGNATION OF CITY TREASURER ALLYN CLARK - Options for filling the vacancy (A-050-100 & P-100-060-600)

City Manager Starman advised that City Treasurer Allyn Clark submitted her resignation effective January 17, 2007, to take a position at the Turtle Bay Exploration Park. He stated that while she will be sorely missed, the Council is now tasked with selecting her replacement. He recalled that City Treasurer Allyn Clark was appointed in 1999 to fill the vacancy left by former City Treasurer Peggie Linville, and Ms. Clark subsequently won election in 2000 and re-election in 2004.

Mr. Starman related that the City Council has two options to fill the vacancy. A special election could be held which would have to be called no later than February 16, 2007. The Shasta County Elections Department advised that June 5, 2007, would be the earliest date available for the election and projected the cost at between \$100,000 and \$300,000, dependent on the number of other measures on the ballot. Mr. Starman said the second option, is for Council to appoint an individual to the position within 30 days of effective date of Ms. Clark resignation (January 17, 2006). He added that the individual appointed must reside within the City and be a registered voter of the City at the time the oath of office is taken.

Mayor Dickerson and Council Members concurred that holding a special election with a price tag of between \$100,000 and \$300,000 was not an option they would entertain.

Mr. Starman suggested that if Council determines to utilize the appointment process, that two of its members be appointed to serve as a sub committee to work with staff on the recruitment process.

Mr. Starman recommended that the City Council accept the resignation of Ms. Clark, utilize the appointment process to select a replacement within thirty of January 17, 2007, to fill the remainder of Ms. Clark's elected term to 2008, and that staff be directed to begin the recruitment process.

The City Council and staff commended Ms. Clark on a job well done and thanked her for outstanding service over the past seven plus years.

MOTION: Made by Council Member Stegall, seconded by Council Member Jones, accepting, with regret, the resignation of City Treasurer Allyn Clark, effective January 17, 2007. The Vote: Unanimous Ayes

MOTION: Made by Council Member Stegall, seconded by Council Member Murray, to appoint a new City Treasurer within 30 days of January 17, 2007, to complete the unexpired term of Allyn Clerk through November 2008. The Vote: Unanimous Ayes

Mayor Dickerson appointed Vice Mayor Stegall and Council Member Murray to form a sub-committee to work with staff on recruitment of a new City Treasurer.

ADJOURNMENT

There being no further business, at the hour of 7:40 p.m., Mayor Dickerson declared the meeting adjourned.

APPROVED:

Mayor

ATTEST:

City Clerk