



**MINUTES  
CITY COUNCIL  
ADJOURNED REGULAR  
MEETING  
October 28, 2008  
City Council Chamber  
One Civic Center Plaza**

**CALL TO ORDER**

An adjourned regular meeting of the Irvine City Council was called to order at 5:05 p.m. on October 28, 2008, in the City Council Chamber, Irvine Civic Center, One Civic Center Plaza, Irvine, California; Mayor Krom presiding.

**ROLL CALL**

Present:	5	Councilmember:	Larry Agran
		Councilmember:	Steven Choi
		Councilmember:	Christina Shea
		Mayor Pro Tem:	Sukhee Kang
		Mayor:	Beth Krom

**PLEDGE OF ALLEGIANCE**

Mayor Krom led the Pledge of Allegiance.

**MOMENT OF SILENCE**

Mayor Krom requested a moment of silence.

**MUSICAL PRESENTATION**

Mayor Krom introduced Nicholas Wu, a sixth grade student from Turtle Rock Elementary, who performed "God Bless America" and "Sonata in G Minor."

**1. PRESENTATIONS**

**1.1 Commend USA Olympic Softball Team Member Natasha Watley**

Mayor Krom introduced Natasha Watley, a participant in the U.S. Olympic Softball Team in Beijing and presented her with a commendation recognizing her for her outstanding achievements.

**1.2 Irvine Global Village Festival Sponsor Recognition**

Mayor Krom recognized the sponsors of the 2008 Irvine Global Village Festival and expressed her appreciation for their support. Each sponsor was presented with a Certificate of Recognition.

**1.3 The 20th Anniversary of Red Ribbon Week, the 25th Anniversary of Irvine Community Drug Prevention, and presentation by the Enrique S. Camarena Foundation**

Mayor Krom introduced Debbie Bianchi, who gave a brief presentation in recognition of the 20<sup>th</sup> anniversary of Red Ribbon Week and the 25<sup>th</sup> anniversary of Irvine Community Drug Prevention. Mika Camarena, the widow of Enrique Camarena and on behalf of the Enrique Camarena Foundation, presented to the City Council a bronze bust of her late husband.

**INTRODUCTIONS**

There were none.

**CITY MANAGER'S REPORT**

City Manager Joyce announced that ICTV received national recognition by the National Association of Telecommunications Officers and Advisors (NATOA). ICTV won first place for "Irvine News" among 16 entrants in the News Series category. "I on Safety" won first place among 21 entrants in Feature Programming. ICTV won third place for Overall Excellence among 15 entrants in Government Programming. This marks the first time ICTV has been recognized with such high distinction.

**ANNOUNCEMENTS/COMMITTEE REPORTS/COUNCIL REPORTS**

The following announcement was made by the City Council:

- Mayor Pro Tempore Kang announced that the City of Irvine has accepted early dedication of two large parcels of open space from the Irvine Company above the future Orchard Hills development. He encouraged members of the public to

- sign up for a free guided hike along the new Orchard Hills trail, which offers majestic views.
- Councilmember Shea announced that the running trail through Quail Hill and Shady Canyon was recently opened and thanked the Irvine Company for expediting the opening of the trail, which is enjoyed by many.

Mayor Krom made the following announcements:

- The Irvine Fine Arts Center will host its 26<sup>th</sup> Annual Holiday Faire Event on Friday, November 7<sup>th</sup> from 5:00 p.m. to 9:00 p.m. and Saturday, November 8<sup>th</sup> from 9:00 a.m. to 4:00 p.m.
- The Veterans' Day Honor and Gratitude Ceremony will take place on Tuesday, November 11<sup>th</sup> from 10:00 a.m. to 11:30 a.m. at Colonel Bill Barber Marine Corps Memorial Park to honor servicemen and women who have served in defense of our nation.
- The All Media 2008 Community Art Exhibition will run from November 14<sup>th</sup> to January 17, 2009 at the Irvine Fine Arts Center. The opening reception will take place on Friday, November 14<sup>th</sup> from 5:30 p.m. to 8:00 p.m. The reception is free to the public.

## **ADDITIONS AND DELETIONS**

There were no additions or deletions to the agenda.

## **CONSENT CALENDAR**

Consent Calendar Items consisted of Item Nos. 2.1 thru 2.7.

**Moved by Councilmember Choi, seconded by Councilmember Shea, and unanimously carried to approve Consent Calendar Item Nos. 2.1 through 2.7.**

### **2.1 MINUTES**

**ACTION:** Approved the minutes of a regular meeting of the City Council held on October 14, 2008.

### **2.2 WARRANT AND WIRE TRANSFER RESOLUTION**

**ACTION:** Adopted RESOLUTION NO. 08-104 - A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF IRVINE ALLOWING CERTAIN CLAIMS AND DEMANDS AND SPECIFYING THE FUNDS OUT OF WHICH THE SAME ARE TO BE PAID

**2.3 WARRANT AND WIRE TRANSFER RESOLUTION - AT&T**

**ACTION:** Adopted RESOLUTION NO. 08-105 - A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF IRVINE ALLOWING CERTAIN CLAIMS AND DEMANDS OF AT&T AND SPECIFYING THE FUNDS OUT OF WHICH THE SAME ARE TO BE PAID

Mayor Krom abstained.

**2.4 WARRANT AND WIRE TRANSFER RESOLUTION - BANK OF AMERICA**

**ACTION:** Adopted RESOLUTION NO. 08-106 - A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF IRVINE ALLOWING CERTAIN CLAIMS AND DEMANDS OF BANK OF AMERICA AND SPECIFYING THE FUNDS OUT OF WHICH THE SAME ARE TO BE PAID

Councilmember Agran abstained.

**2.5 BUDGET ADJUSTMENT TO CONSOLIDATE EXISTING CIP ACCOUNTS TO FUND PLAYGROUND IMPROVEMENTS AND COMPLY WITH ADA SAFETY STANDARDS**

**ACTION:** Approved the submitted budget adjustment transferring budgeted non-site specific playground safety improvement funds to previously prioritized and budgeted site specific playground locations.

**2.6 OFFICE OF TRAFFIC SAFETY SEAT BELT ENFORCEMENT GRANT**

**ACTION:**

- 1) Accepted an Office of Traffic Safety seat belt enforcement grant award, "Click It or Ticket," in the amount of \$42,055.
- 2) Approved a budget adjustment request in the amount of \$42,055, reflecting \$42,055 in revenues and appropriations.

**2.7 TELECOMMUNICATIONS PREMISES AGREEMENT AND ENTRY PERMIT BETWEEN THE CITY OF IRVINE AND THE ORANGE COUNTY FIRE AUTHORITY**

**ACTION:** Authorized the Director of Public Safety to sign the "Telecommunications Premises Agreement and Entry Permit between the City of Irvine and the Orange County Fire Authority" to

allow the installation of additional 1640 AM transmitters. **(Contract No. 6024)**

**END CONSENT CALENDAR**

**3. PUBLIC HEARINGS**

**3.1 CITY-INITIATED GENERAL PLAN AMENDMENT, ZONE CHANGE, AND DEVELOPMENT AGREEMENT AMENDMENT FOR THE CITY OF IRVINE AND HERITAGE FIELDS EL TORO LLC, LOCATED IN PLANNING AREAS 30 AND 51**

Mayor Krom reopened the public hearing at 6:08 p.m.

Councilmember Shea inquired as to why this item has not moved forward after having been approved by the Planning Commission. Douglas Williford, Director of Community Development, explained that there are additional legal agreements related to the Development Agreement that can only go before the City Council. He indicated that these legal agreements are in the process of being completed by City staff, the City Attorney's office and Heritage Fields. Subsequently, the Development and legal agreements would be brought forward simultaneously for City Council consideration.

**ACTION: At 6:09 p.m., moved by Mayor Krom, seconded by Mayor Pro Tempore Kang, and unanimously carried to continue the public hearing to November 12, 2008 at 4:00 p.m.**

**4. COUNCIL BUSINESS**

**4.1 INVESTMENT PORTFOLIO UPDATE**

This item was agendized at the request of Councilwoman Shea, who requested an update on the City's fiscal condition and the impacts that the credit market difficulties and the State's budget issues are having on the City's overall budget.

Sean Joyce, City Manager, introduced Michele Lund, City Treasurer; and Kevin Klingel, Vice President of Portfolio Management, United Capital Corporation, who presented the staff report and gave a comprehensive review of the City's investment policy and portfolio. He also introduced Barry Katz, Steven Spanier, and Lucy Walther of the Irvine Advisory Committee, who were present in the audience. Wally Kruetzen, Assistant City Manager; Dave Tungate, Budget Manager; and Donna Mullally, Manager of Fiscal Services were also available to respond to questions.

City Council discussion included: the financial model used to develop the City's budget and cash flow estimates; the City's general fund and analysis of revenues and expenditures; carryover revenue from Fiscal Year 2007-08; subsidies from the General Fund to subsidize the "i" Shuttle and projected v. actual revenues/expenditures; whether or not infrastructure rehabilitation will be delayed as a result of the current economy; special funds and capital improvement projects that rely on federal, state, or county subsidies, and whether or not these subsidies will be delayed as a result of budget deficits; the City's financial investments and the value of the City's current portfolio at the end of Fiscal Year 2007-08, types of investments and risks associated with them, as well as the current value of those investments; the current status and stability of the California Local Agency Investment Fund (LAIF) retirement fund; the value of the City's reserve fund; anticipated budget for Fiscal Year 2008-09 and the possible need to utilize funds from reserves; budget surplus from Fiscal Year 2007-08; update on the Asset Management Plan and projected revenues/expenditures; interest accrued from the Asset Management Plan for facility maintenance; and the role(s) of the Irvine Advisory Committee.

Mayor Krom announced that Business Week Magazine named Irvine as one of the best places to live during an economic recession.

Lucy Walther, Irvine Advisory Committee Member, spoke about how the Committee has recommended prudent policy changes and advised the City Council over the years.

Margie Wakeham, Irvine resident, commended the City for establishing the Irvine Advisory Committee. She also spoke about the need for rehabilitation at Heritage Community Park and utilizing funds from the Asset Management Fund for rehabilitation. Staff responded that bids will soon be issued to construct a new playground at the park.

Francine Verbarg, Irvine resident, spoke in opposition to the "i" shuttle and the operational costs of Routes A and B from the Tustin Metrolink Station.

**ACTION:** Received and filed.

## **PUBLIC COMMENTS**

Francine Verbarg, Irvine resident, spoke about her opposition to the "i" Shuttle and the I-CHP Program.

Matthew Lawrence, Irvine resident, spoke about the City's budget and his concerns over certain expenditures; and his opposition to certain campaign literature.

Randy Keifer, Irvine resident, spoke about the need for bike racks at the Irvine Station.

**ADJOURNMENT**

**Moved by Councilmember Shea, seconded by Councilmember Choi, and  
unanimously carried to adjourn at 7:54 p.m.**

  
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MAYOR OF THE CITY OF IRVINE

  
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CITY CLERK OF THE CITY OF IRVINE

November 12, 2008