

**CITY OF AVALON CITY COUNCIL AND THE CITY COUNCIL ACTING AS
THE SUCCESSOR AGENCY FOR THE AVALON COMMUNITY
IMPROVEMENT AGENCY MEETINGS
TUESDAY, FEBRUARY 17, 2015
ACTIONS**

CITY COUNCIL CALL TO ORDER 6:01 p.m.

ROLL CALL - Mayor Anni Marshall, Mayor Pro Tem Oley Olsen, Councilmembers Cinde Cassidy, Richard Hernandez and Joe Sampson. Also present City Manager Ben Harvey, Chief Administrative Officer/City Clerk Denise Radde and City Attorney Scott Campbell.

The next three items are the City of Avalon City Council acting as the Successor Agency:

10. Tax Allocation Bonds Refinancing
Kim Byrnes from Best Best &Krieger gave a summary of the bond refinancing process. Adopted Resolution 15-08 of the City of Avalon as Successor Agency to the Avalon Community Improvement Agency authorizing the sale of tax allocation bonds to refinance Successor Agency obligations and authorizing other related actions. Motion by Oley Olsen, seconded by Cinde Cassidy. (All Ayes)

Adjourned to the Housing Authority Agenda – Item 2 will be heard concurrently with the Successor Agency Item 8.

Consent Calendar

1. Approved Actions from the January 20, 2015 Housing Authority of the City of Avalon Board of Commissioners meeting. Motion by Cinde Cassidy, seconded by Oley Olsen. (All Ayes)

Housing Authority Item 2 and Successor Agency Item 8:

Approving an Agreement Between the Successor Agency and the Housing Authority for Repayment of a loan from Low and Moderate Income Housing Fund to make 2009-2010 SERAF Payment

Adopted Housing Authority Resolution 15-01 and Successor Agency 15-09 approving agreement for repayment of loan from the Low and Moderate Income Housing Fund to make 2009-2010 SERAF Payment. Motion by Oley Olsen, seconded by Cinde Cassidy. (All Ayes)

Adjourned the Housing Authority Agenda and resumed the Successor Agency Agenda.

9. Recognized Obligation Payment Schedule (ROPS) 15-16A and Successor Agency Administrative Budget for Fiscal Year 2015-16
Adopted Successor Agency Resolution 15-10 of the City of Avalon as Successor Agency to the Avalon Community Improvement Agency Approving a Recognized Obligation Payment Schedule 15-16A and Successor Agency Administrative Budget for Fiscal Year 2015-2016. Motion by Oley Olsen, seconded by Joe Sampson. (All Ayes)

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PRESENTATION - A Catalina Island water operations update was provided by Southern California Edison.

CONSENT CALENDAR

There were four items on the Consent Calendar. Motion to approve 1-4 by Joe Sampson, seconded by Cinde Cassidy. (All Ayes)

1. Actions
Approved actions from the February 3, 2015 City Council meeting.
2. Expenditures Submitted for Approval
 - Warrants in the amount of \$1,370,079.59
 - An Electric Fund Transfer in the amount of \$47,936.02
 - Two Payrolls in the amount of \$382,717.40Approved total expenditure amount of \$1,800,733.01.
3. New Postage Meter Lease
Authorized the execution of a lease with Priority Mailing Systems, LLC.
4. Yellow Jacket Control Contract with Catalina Honey
Approved an additional year extension on the Yellow Jacket Control Contract with Catalina Honey and authorized the City Manager to execute the amendment document.

GENERAL BUSINESS

5. Waterside Project Application - Seaplanes of Los Angeles
San Diego Seaplanes Inc. had submitted a Waterside Project Application to offer seaplane air tours of Catalina and seaplane flights directly to and from private boats outside Avalon Harbor. Michael Steel gave a brief presentation about his business. Councilmembers asked questions and voiced some concerns, particularly regarding safety. City Council made the affirmative findings that conditions set forth in the Avalon Municipal Code have been met and granted the Waterside Project Application to Michael Steel owner of Seaplanes of Los Angeles with the recommended conditions. Motion by Cinde Cassidy, seconded by Joe Sampson. (All Ayes)
6. Waterside Project Application - Catalina Aqua Park
City Council continued their consideration of this application. After much discussion and comments from the audience Staff was directed to follow up with the applicant on the following requirements:
 - A. Applicant will install the swim line in the proposed areas of operation in front of the Blue Water Grill, as well as South Beach.

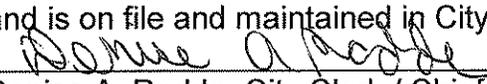
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- B. Applicant will contact surrounding businesses for a written opinion of the proposed Aqua Park, including any possible impacts to businesses. Businesses to be contacted by the Applicant will include, but not limited to, the Blue Water Grill, Antonio's, and the Santa Catalina Island Company (the landlord for the aforementioned businesses).
 - C. Applicant will reimburse the City for the publication of notices placed within the local paper(s) to inform the public of the dates the so-called "story floats" will be installed.
 - D. Applicant will install large fenders, lines, and anchors to cordon off the proposed 70'x 30' areas of the proposed Aqua Park at the specified locations.
 - E. Applicant and Harbor Master will take water depth readings at high and low tides within each of the "story float" areas to be cordoned off.
 - F. Applicant will identify a proposed storefront location for the business.
 - G. Applicant is aware of the City Council's direction regarding the lease fee for use of City property will be charged at the outdoor dining rate of \$3.25 per square foot. In addition, like other businesses in the Harbor, Applicant shall pay a 7% Harbor Use Fee on all gross revenues.
 - H. The Harbor Master and the Applicant will jointly convene two conference calls with the California Coastal Commission and State Lands Commission (separate from each other) to "re-review" questions posed earlier about the application (whether the City needs to be a co-applicant, whether local discounts would be permitted, and any other outstanding questions/concerns about the project that either agency may have).
7. Consideration of Funding for City Membership within the Island Consortium and the Informal Soliciting of Bids for Professional Services for a Water Feasibility Study
City Manager Ben Harvey explained this item. Motion by Cinde Cassidy, seconded by Joe Sampson to: 1) Authorize the City Manager to execute payment for membership for the City of Avalon within the Island Consortium in the amount not to exceed \$10,000 and 2) Authorize the City Manager to solicit informal bids for professional services for a feasibility study outlining the potential requisite infrastructure investment costs, liabilities and financial resources required for potential acquisition/ownership/partnership and ongoing operation of a water and gas utility on Catalina Island in the amount not to exceed \$20,000. (All Ayes)

ADJOURN

Mayor Marshall adjourned the regular City Council meeting at 9:23 p.m.

I, Denise Radde, City Clerk of the City of Avalon, do hereby certify that the DVD videotape of the City Council Meeting on February 17, 2015 is the official record of that Council Meeting and is on file and maintained in City Hall.



Denise A. Radde, City Clerk / Chief Administrative Officer