

**August 18, 2010
4:00 pm Meeting**

Escondido City Council

Community Development Commission

CALL TO ORDER

FLAG SALUTE

ROLL CALL: Abed, Daniels, Diaz, Waldron, Pfeiler

ORAL COMMUNICATIONS

At this time the public may comment on items not appearing on the agenda. State law prohibits the Council from discussing or taking action on such items, but the matter may be referred to the City Manager/staff or scheduled on a subsequent agenda. (Please refer to the back page of the agenda for instructions.)

CONSENT CALENDAR

Items on the Consent Calendar are not discussed individually. Unless members of the legislative body, staff or the public requests specific items to be discussed, all Consent Calendar items will be approved with one motion.

1. **AFFIDAVITS OF PUBLICATION, MAILING AND POSTING (COUNCIL/CDC/RRB)**
2. **APPROVAL OF WARRANT REGISTER (Council/CDC)**
3. **APPROVAL OF MINUTES:**

Special Meeting of June 30, 2010

Regular Meeting of July 21, 2010

4. 2010 TREASURER'S REPORT FOR SECOND QUARTER, APRIL THROUGH JUNE 2010

Staff Recommendations: Receive and File (**City Treasurer: Kenneth C. Hugins**)

5. FIRST AMENDMENT TO THE TEN YEAR LEASE BETWEEN THE CITY AND THE ESCONDIDO FEDERAL CREDIT UNION (EFCU) FOR OFFICE SPACE AT 2261 EAST VALLEY PARKWAY Request Council authorize the Mayor and City Clerk to execute a First Amendment to the Lease Agreement with EFCU to renew the lease for an additional five years at 2261 East Valley Parkway (office space at East Valley Community Center)

Staff Recommendations: Approval (**Engineering Division: Jo Ann Case**)

RESOLUTION NO. 2010-132

6. MEMORANDUM OF UNDERSTANDING FOR ESCONDIDO POLICE OFFICERS' ASSOCIATION NON-SWORN BARGAINING UNIT Request Council authorization to extend the Police Officers' Association Non-Sworn Bargaining Unit contract to June 30, 2012

Staff Recommendations: Approval (**Human Resources Dept.: Sheryl Bennett**)

RESOLUTION NO. 2010-131

7. MEMORANDUM OF UNDERSTANDING FOR MAINTENANCE AND OPERATIONS, TEAMSTERS LOCAL 911 BARGAINING UNIT CONTRACT Request Council authorization to extend the Maintenance and Operations Bargaining Unit contract to June 30, 2011

Staff Recommendations: Approval (**Human Resources Dept.: Sheryl Bennett**)

RESOLUTION NO. 2010-124

8. NOTICE OF COMPLETION FOR ELM TO HICKORY STREET LIGHT PROJECT Request Council authorize the City Engineer to file a Notice of Completion for the Elm to Hickory Street Light Project

Staff Recommendations: Approval (**Neighborhood Services: Rich Buquet**)

9. NOTICE OF COMPLETION FOR THE POLICE AND FIRE HEADQUARTERS (BID PACKAGE 5A) (ARTIMEX) Request Council authorize staff to file a Notice of Completion for Artimex Iron Company (Bid Package 5A) for structural steel work at the Police and Fire Headquarters located at 1163 N. Centre City Parkway

Staff Recommendations: Approval (**City Manager's Office: Joyce Masterson**)

10. CHANGE ORDER FOR THE POLICE AND FIRE HEADQUARTERS (HPS) Request Council approve a construction change order with HPS Mechanical, in the amount of \$17,100, for additional plumbing, heating and cooling work at the Police and Fire Headquarters located at 1163 N. Centre City Parkway

Staff Recommendations: Approval (**City Manager's Office: Joyce Masterson**)

11. CHANGE ORDER FOR THE POLICE AND FIRE HEADQUARTERS(WITHEROW) Request Council approve a construction change order with J.P. Witherow roofing in the amount of \$42,643, for additional roofing work at the Police and Fire Headquarters located at 1163 N. Centre City Parkway

Staff Recommendations: Approval (**City Manager's Office: Joyce Masterson**)

12. **NOTICE OF COMPLETION FOR THE POLICE AND FIRE HEADQUARTERS (BID PACKAGE 3B (HAZARD))** Request Council authorize staff to file a Notice of Completion for Hazard Construction Company (Bid Package 3B Site Concrete and Paving) at the Police and Fire Headquarters located at 1163 N. Centre City Parkway

Staff Recommendations: Approval **(City Manager's Office: Joyce Masterson)**

13. **CHANGE ORDER FOR POLICE AND FIRE HEADQUARTERS (ISEC)** Request Council approve a construction change order with ISEC, Inc. in the amount of \$47,178 for construction specialties at the Police and Fire Headquarters.

Staff Recommendations: Approval **(City Manager's Office: Joyce Masterson)**

14. **BUDGET ADJUSTMENT FOR POLICE AND FIRE HEADQUARTERS** Request Council authorize a budget adjustment of \$129,522 from the Police and Fire portion of the Public Facility Fees to the Public Safety Facility Expansion Account for remaining needed construction at the Police and Fire Headquarters.

Staff Recommendations: Approval **(City Manager's Office: Joyce Masterson)**

15. **STATE OF CALIFORNIA OFFICE OF TRAFFIC SAFETY DUI ENFORCEMENT AND AWARENESS PROGRAM GRANT FOR FISCAL YEAR 2011** Request Council authorize the Escondido Police Department to accept Fiscal Year 2011 California Office of Traffic Safety (OTS) DUI Enforcement and Awareness Program Grant funds in the amount of \$268,564, authorize the Chief of Police to submit grant documents on behalf of the City and authorize staff to establish budget adjustments to spend additional grant funds

Staff Recommendations: Approval **(Police Department: Jim Maher)**

16. **DECLARATION OF EMERGENCY AND BID AWARD FOR WATERLINE REPLACEMENT ON NINTH AVENUE BETWEEN JUNIPER STREET AND SOUTH BROADWAY** Request Council declare the watermain repair work to be an emergency and authorize the Director of Utilities to contract for the repair work on an emergency basis for an amount not to exceed \$300,000

Staff Recommendations: Approval **(Utilities Department: Lori Vereker)**

RESOLUTION NO. 2010-137

17. **ESTABLISHING THE PROPERTY TAX RATE AND FIXED CHARGE ASSESSMENTS FOR BONDED INDEBTEDNESS FOR FISCAL YEAR 2010-11**

Staff Recommendations: Approval **(Finance Department: Gil Rojas)**

RESOLUTION NO. 2010-129

CONSENT CALENDAR – RESOLUTIONS AND ORDINANCES (COUNCIL/CDC/RRB)

The following Resolutions and Ordinances were heard and acted upon by the City Council/CDC/RRB at a previous City Council/Community Development Commission/Mobilehome Rent Review meeting. (The title of Ordinances listed on the Consent Calendar are deemed to have been read and further reading waived.)

PUBLIC HEARINGS

18. **AFFORDABLE HOUSING REDEVELOPMENT LOCATED AT 1282 N. BROADWAY, 141, 211 AND 211 EL NORTE PARKWAY** Request Council (1) provide authorization to enter into an exclusive negotiating agreement with Community HousingWorks (CHW) for redevelopment of four residential parcels located at Broadway and El Norte Parkway; authorization to encumber FY 2010-2011 affordable housing funds in an amount not to exceed \$500,000 for development costs; and authorizing execution of all necessary agreements in form approved by the City Attorney; (2) Approve the grant of the City-owned parcel at 1282 N. Broadway (purchased with Neighborhood Stabilization Program [NSP] funds) to CHW for its redevelopment in conjunction with the three adjacent parcels on El Norte Parkway in exchange for long-term affordability covenants, and authorizing execution of the grant deed and supporting documents in form acceptable to the City Attorney.

Staff Recommendations: Approval (**Housing Division: Roni Keiser**)

- a. RESOLUTION NO. 2010-136 b. RESOLUTION NO. CDC 2010-10

CURRENT BUSINESS

19. **PRESENTATION BY CAL POLY** - Graduate students from the Cal Poly Pomona Landscape Architecture Department will be presenting the results of their "Escondido Creek Greenway Vision Plan" study. Approval to fund the study with CDBG funds, in conjunction with SANDAG grant funds, was granted by City Council on October 28, 2009; and approval to conduct the study was granted by City Council on January 27, 2010

Staff Recommendations: None (**Neighborhood Services: Rich Buquet**)

20. **ENERGY EFFICIENCY PROGRAM** Request Council authorize a budget transfer in the amount of \$240,000 from the Recycling fund to support energy efficiency retrofits with Climatec Building Technologies Group

Staff Recommendations: Approval (**Community Services: Jerry Van Leeuwen and Kathy Winn**)

21. **FUTURE AGENDA ITEMS** The purpose of this item is to identify issues presently known to staff or which members of the Council wish to place on an upcoming City Council agenda. Council comment on these future agenda items is limited by California Government Code Section 54954.2 to clarifying questions, brief announcements, or requests for factual information in connection with an item when it is discussed

Staff Recommendations: None (**City Clerk's Office: Marsha Whalen**)

BRIEFING (Staff)

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COUNCIL/COMMISSION/ MEMBERS COMMENTS

CLOSED SESSION: COUNCIL/CDC/RRB)

22. CONFERENCE WITH REAL PROPERTY NEGOTIATOR (Government Code §54956.8)

Property: 2196 Montemar
Agency Negotiators: Jerry Van Leeuwen
Negotiating parties: City and St. Clares
Under negotiation: Disposition of property

23. PUBLIC EMPLOYEE PERFORMANCE EVALUATION (Government Code §54957)

a. City Manager
b. City Attorney

ADJOURMENT

**August 18, 2010
7:00 pm Meeting**

**Escondido City Council
Community Development Commission**

CALL TO ORDER

FLAG SALUTE

ROLL CALL: Abed, Daniels, Diaz, Waldron, Pfeiler

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PUBLIC HEARINGS

24. **SHORT-FORM RENT INCREASE APPLICATION FOR ESCONDIDO MOBILEPARK WEST MOBILEHOME PARK** – Consider the short-form rent increase application submitted for Mobilepark West Park, granting a rent increase in the average amount of \$11.60 per space per month **(Continued from 4/18/10)**

Staff Recommendation: Approval **(Community Services/Housing Division: Roni Keiser)**

RESOLUTION NO. RRB 2010-01R

BRIEFING

ORAL COMMUNICATIONS

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COUNCIL/COMMISSION/ MEMBERS COMMENTS

ADJOURMENT

CITY COUNCIL

For City Clerk's Use:

APPROVED **DENIED**

Reso No. 2004- _____ File No. _____

Ord No. 2004- _____

Agenda Item No.: 4

Date: August 18, 2010

TO: Honorable Mayor and Members of the City Council

FROM: Kenneth C. Hugins, City Treasurer

SUBJECT: Treasurer's Investment Report for the Quarter Ended June 30, 2010

RECOMMENDATION:

It is requested that Council receive and file the Quarterly Investment Report.

PREVIOUS ACTION:

The Investment Report for the quarter ended March 31, 2010, was filed with the City Clerk's Office on April 28, 2010, and presented to the City Council on May 19, 2010.

BACKGROUND:

From April 1, 2010, to June 30, 2010, the City's investment portfolio increased from \$158.1 million to \$165.3 million. The adjusted average yield decreased from 2.51% to 2.48%. The excess inflows of cash receipts over outflows of cash payments for the quarter resulted in an increase of \$7.2 million in the book value of the investment portfolio. Major components of the net \$7.2 million increase are:

	(In millions)
Property tax in lieu of sales tax and VLF	\$ 7.6
Property tax and tax increment	14.5
Sales tax	4.1
State Highway Users Tax	1.3
Proposition 1B allocation	2.1
Bond Debt Service	(.4)
County Water Authority	(2.7)
Employee Health Benefits	(1.5)
CALPERS contributions	(4.5)
General Obligation Bond project	(3.1)
ERAF Payment	(8.5)
Housing property acquisitions	(.5)
Increase in operational cash account	<u>(1.2)</u>
Net Increase to Investment Portfolio	\$ <u>7.2</u>

Details of the City's investment portfolio are included in the attached calculation and reports that are listed below:

- Summary of Investment Allocation Graph as of June 30, 2010
- Summary of General Obligation Bond Proceeds Balance as of June 30, 2010
- Summary of Investment Portfolio Yield for the last 12 months
- Summary and Detailed Reports of Investment Portfolio – April 2010 through June 2010
- Schedule of Investments Matured and Sold – Second Quarter 2010
- Schedule of Funds Managed by Outside Parties as of June 30, 2010

The General Obligation bond proceeds are invested in a separate LAIF account as authorized by Council on August 9, 2006. This is a permitted investment pursuant to the bond's Official Statement and also meets the City's investment objectives of safety, liquidity, and risk.

There are adequate funds to meet the next six month's expected expenditures. The Union Bank of California's monthly statement and Bloomberg are the sources for the market valuation. Investment transactions are executed in compliance with the City of Escondido's Investment Policy.

Respectfully submitted,

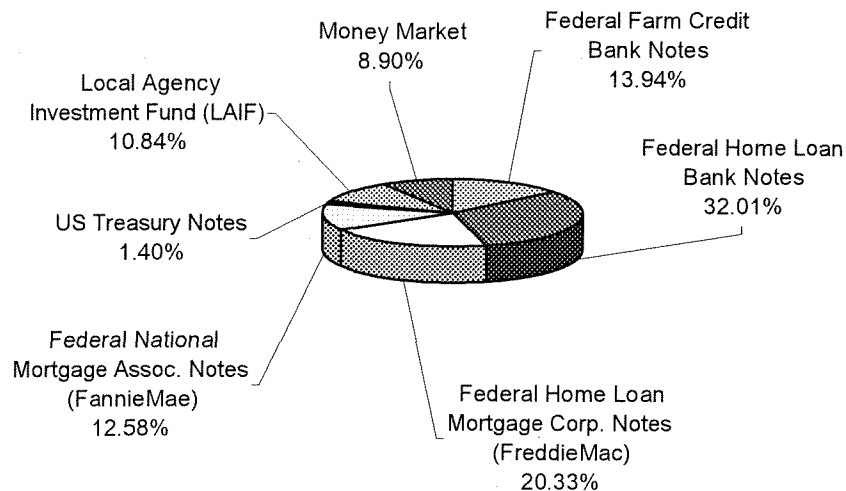


Kenneth C. Hugins
City Treasurer

**City of Escondido
Summary of Investment Allocation
as of June 30, 2010**

Investment Type	Book Value	Market Value	Percent of Portfolio at Market
Federal Farm Credit Bank Notes	\$ 22,602,407.77	\$ 23,119,677.50	13.94%
Federal Home Loan Bank Notes	52,002,228.01	53,085,219.60	32.01%
Federal Home Loan Mortgage Corp. Notes (FreddieMac)	33,098,023.64	33,712,467.86	20.33%
Federal National Mortgage Assoc. Notes (FannieMae)	20,079,555.83	20,869,874.74	12.58%
US Treasury Notes	2,237,829.05	2,317,029.50	1.40%
Local Agency Investment Fund (LAIF)	17,986,689.51	17,986,689.51	10.84%
Money Market	14,768,639.59	14,768,639.59	8.90%
Total Investment Portfolio - June 2010	\$162,775,373.40	\$165,859,598.30	100%
2004 Election General Obligation Bond Proceeds held separately in LAIF	\$ 2,554,346.97	\$ 2,554,346.97	
Reported Total Investments- June 2010	\$165,329,720.37	\$168,413,945.27	
Total Investment Portfolio - March 2010	\$152,433,265.12	\$155,192,619.19	
2004 Election General Obligation LAIF- March 2010	\$ 5,670,287.43	\$ 5,670,287.43	
Reported Total Investments- March 2010	\$158,103,552.55	\$160,862,906.62	
Change from Prior Quarter	\$ 7,226,167.82	\$ 7,551,038.65	
Portfolio Effective Duration	1.211		
Portfolio Effective Duration - (Excluding LAIF and Money Market)	1.532		

**Summary of Investment Allocation as of June 30, 2010
(Excluding General Obligation Bond Proceeds)**



City of Escondido
 General Obligation Bonds, Election of 2004, Series A
 Public Safety Facilities Project
 Calculation of Bond Proceeds Balance
 As of June 30, 2010

Description	(*) LAIF Interest Earnings	Project Cost Reimbursement to the City	Balance
Par Value			\$84,350,000.00
Add:			
Original Issue Bond Premium			914,861.55
Less:			
Underwriter's Discount			(292,829.00)
Cost of Issuance Expense			(220,000.00)
Credit Enhancement			(275,000.00)
Net Bond Proceeds			84,477,032.55
Monthly Activities:			
August to September 2006	\$ -	\$ (3,190,032.55)	81,287,000.00
September 2006 - Interest withdrawn	-		
October to December 2006	445,726.90	(3,300,000.00)	78,432,726.90
January to March 2007	1,033,671.72	(1,880,000.00)	77,586,398.62
April to June 2007	996,045.58	(200,000.00)	78,382,444.20
July to September 2007	1,022,452.03	(1,670,000.00)	77,734,896.23
October to December 2007	1,033,456.91	(1,980,000.00)	76,788,353.14
January to March 2008	970,394.61	(6,250,000.00)	71,508,747.75
April to June 2008	774,021.46	(8,300,000.00)	63,982,769.21
June 2008 - Interest Drawdown	(1,513,000.00)		62,469,769.21
July - September 2008	530,295.74	(14,000,000.00)	49,000,064.95
October to December 2008	386,163.16	(10,700,000.00)	38,686,228.11
January to March 2009	284,700.95	(7,500,000.00)	31,470,929.06
April to June 2009	169,983.58	(10,533,000.00)	21,107,912.64
July to September 2009	101,934.35	(7,300,000.00)	13,909,846.99
October to December 2009	42,769.87	(6,600,000.00)	7,352,616.86
January to March 2010	17,670.57	(1,074,000.00)	6,296,287.43
Feb 2010 - Interest Drawdown	(626,000.00)		5,670,287.43
April to June 2010	9,059.54		5,679,346.97
April 2010 - Interest Drawdown	(1,300,000.00)		4,379,346.97
June 2010 - Interest Drawdown	(1,825,000.00)		2,554,346.97
Ending Balance, 03/31/2010	\$ 2,554,346.97	\$(84,477,032.55)	\$ 2,554,346.97

(*) LAIF interest is paid quarterly and posted the following month to the LAIF account. For the quarter ending 06/30/2010, the LAIF interest rate was .56% and the City earned interest of \$6,114.18 that was posted to the LAIF account on 7/15/2010

CITY OF ESCONDIDO
SUMMARY OF INVESTMENT PORTFOLIO YIELDS
FOR THE LAST 12 MONTHS
as of June 30, 2010

Date	Book Value	Yield
Jun-10	\$165,329,720.37	2.4810%
May-10	\$158,727,481.96	2.4920%
Apr-10	\$162,000,069.67	2.3890%
Mar-10	\$158,103,552.55	2.5100%
Feb-10	\$160,471,511.86	2.3220%
Jan-10	\$161,813,218.02	2.4280%
Dec-09	\$152,085,461.01	2.7270%
Nov-09	\$149,928,754.37	2.7720%
Oct-09	\$150,430,656.27	2.8280%
Sep-09	\$150,075,055.65	2.8890%
Aug-09	\$161,248,536.47	2.8140%
Jul-09	\$178,880,122.63	2.8430%

Average Annual Investment Portfolio Yield **2.6246%**



**City of Escondido
Portfolio Management
Portfolio Summary
April 30, 2010**

Investments	Par Value	Market Value	Book Value	% of Portfolio	Days to Maturity	YTM/C
Calif. Local Agency Investment Fund	22,986,689.51	22,986,689.51	22,986,689.51	14.19	1	0.560
Money Market Accounting	22,012,883.44	22,012,883.44	22,012,883.44	13.59	1	0.002
Federal Agency Coupon Securities	109,654,000.00	114,016,096.14	111,389,367.80	68.76	531	3.290
Treasury Coupon Securities	1,225,000.00	1,300,366.75	1,231,781.95	0.76	618	4.221
LALF - Public Safety Facility Bonds	4,379,346.97	4,379,346.97	4,379,346.97	2.70	1	0.560
Investments	160,257,919.92	164,695,382.81	162,000,069.67	100.00%	370	2.389

Total Earnings	April 30 Month Ending	Fiscal Year To Date
Current Year	322,879.17	3,588,915.80
Average Daily Balance	160,844,328.86	159,808,172.05
Effective Rate of Return	2.44%	2.70%

Kenneth C. Hugins 7/21/10
 Kenneth C. Hugins, City Treasurer

**City of Escondido
Portfolio Management
Portfolio Details - Investments
April 30, 2010**

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Days to Maturity	YTM/C	Maturity Date
Calif. Local Agency Investment Fund											
SYS1000	1000	Local Agency Investment Fund			18,722,584.42	18,722,584.42	18,722,584.42	0.560	1	0.560	
SYS1001	1001	Local Agency Investment Fund			4,264,105.09	4,264,105.09	4,264,105.09	0.560	1	0.560	
		Subtotal and Average	20,173,570.86		22,986,689.51	22,986,689.51	22,986,689.51		1	0.560	
Money Market Accounting											
SYS2001	2001	Bank of America			22,012,883.44	22,012,883.44	22,012,883.44	0.002	1	0.002	
		Subtotal and Average	23,061,799.89		22,012,883.44	22,012,883.44			1	0.002	
Federal Agency Coupon Securities											
31359MC92	3184	Federal National Mtg Assoc		12/21/2005	750,000.00	750,937.50	749,838.38	4.125	14	4.735	05/15/2010
31359MFS7	3207	Federal National Mtg Assoc		03/08/2006	455,000.00	458,699.15	455,999.35	7.125	45	5.100	06/15/2010
3128X4DQ1	3228	Federal Home Loan Mtg Assoc		12/28/2006	2,500,000.00	2,518,700.00	2,498,337.84	4.500	66	4.905	07/06/2010
3134A4VB7	3185	Federal Home Loan Mtg Assoc		12/21/2005	750,000.00	755,625.00	749,165.88	4.125	72	4.758	07/12/2010
3134A4VB7	3245	Federal Home Loan Mtg Assoc		04/10/2007	770,000.00	775,775.00	769,063.33	4.125	72	4.797	07/12/2010
31339YGY2	3221	Federal Home Loan Bank		11/07/2006	1,700,000.00	1,715,946.00	1,699,993.17	5.000	74	5.000	07/14/2010
3133X0KH1	3198	Federal Home Loan Bank		01/31/2006	2,000,000.00	2,021,880.00	1,998,778.74	4.550	97	4.810	08/06/2010
3133X06Q7	3209	Federal Home Loan Bank		05/12/2006	1,465,000.00	1,481,027.10	1,460,463.41	4.125	104	5.360	08/13/2010
31359MYN7	3223	Federal National Mtg Assoc		12/12/2006	725,000.00	733,156.25	724,041.63	4.250	106	4.752	08/15/2010
3133XCNV1	3219	Federal Home Loan Bank		09/18/2006	2,535,000.00	2,570,642.10	2,535,519.87	5.150	107	5.070	08/16/2010
3133XCNV1	3232	Federal Home Loan Bank		01/17/2007	2,000,000.00	2,028,120.00	2,000,758.54	5.150	107	5.005	08/16/2010
3133XCNB5	3281	Federal Home Loan Bank		04/30/2009	2,000,000.00	2,025,620.00	2,022,040.99	4.710	107	0.900	08/16/2010
3128X4GV7	3257	Federal Home Loan Mtg Assoc		05/31/2007	600,000.00	607,980.00	599,589.22	4.875	107	5.130	08/16/2010
31331TBZ3	3268	Federal Farm Credit		04/17/2008	1,000,000.00	1,013,440.00	1,005,042.59	4.450	118	2.820	08/27/2010
3128X4HN4	3238	Federal Home Loan Mtg Assoc		01/31/2007	1,150,000.00	1,167,652.50	1,149,544.28	5.000	123	5.130	09/01/2010
3133XGLE2	3236	Federal Home Loan Bank		01/29/2007	1,000,000.00	1,018,130.00	1,000,039.66	5.125	132	5.110	09/10/2010
3134A35H5	3214	Federal Home Loan Mtg Assoc		06/19/2006	1,000,000.00	1,025,000.00	1,004,839.20	6.875	137	5.400	09/15/2010
3134A35H5	3307	Federal Home Loan Mtg Assoc		03/23/2010	2,000,000.00	2,050,000.00	2,049,174.88	6.875	137	0.261	09/15/2010
3133XTHN9	3282	Federal Home Loan Bank		04/30/2009	2,000,000.00	2,008,760.00	2,002,059.27	1.250	166	1.020	10/14/2010
3128X4QK0	3240	Federal Home Loan Mtg Assoc		03/12/2007	1,000,000.00	1,020,660.00	1,000,498.55	5.000	170	4.880	10/18/2010
3128X4QK0	3251	Federal Home Loan Mtg Assoc		05/23/2007	1,159,000.00	1,182,944.94	1,158,699.32	5.000	170	5.060	10/18/2010
3133X2BX2	3278	Federal Home Loan Bank		05/29/2008	880,000.00	897,327.20	884,015.58	4.250	198	3.360	11/15/2010
31359MGJ6	3186	Federal National Mtg Assoc		12/21/2005	750,000.00	774,847.50	756,512.77	6.625	198	4.796	11/15/2010
31339XBA1	3286	Federal Home Loan Bank		04/30/2009	550,000.00	564,437.50	562,723.88	5.000	223	1.150	12/10/2010
31331VLW4	3191	Federal Farm Credit		01/20/2006	2,000,000.00	2,054,380.00	2,001,355.62	4.800	236	4.680	12/23/2010
31331VRT5	3202	Federal Farm Credit		02/24/2006	2,000,000.00	2,070,000.00	1,999,143.79	4.900	299	4.960	02/24/2011
31331LCX4	3252	Federal Farm Credit		05/23/2007	1,000,000.00	1,045,940.00	1,007,322.46	6.000	310	5.040	03/07/2011

Portfolio CITY
AP

**City of Escondido
Portfolio Management
Portfolio Details - Investments
April 30, 2010**

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Days to Maturity	YTM/C	Maturity Date	
Federal Agency Coupon Securities												
3133XJVL9	3256	Federal Home Loan Bank		05/30/2007	1,000,000.00	1,035,310.00	998,961.12	5.000	314	5.130	03/11/2011	
3137EAB5	3258	Federal Home Loan Mtg Assoc		06/04/2007	510,000.00	532,154.40	509,833.19	5.125	352	5.161	04/18/2011	
3128X7MN1	3288	Federal Home Loan Mtg Assoc		04/30/2009	5,050,000.00	5,197,258.00	5,159,480.66	3.500	369	1.320	05/05/2011	
3133XFJY3	3259	Federal Home Loan Bank		06/04/2007	500,000.00	524,220.00	500,234.27	5.250	405	5.202	06/10/2011	
3134A4FM1	3241	Federal Home Loan Mtg Assoc		03/12/2007	690,000.00	731,613.90	698,404.99	6.000	410	4.785	06/15/2011	
3134A4FM1	3253	Federal Home Loan Mtg Assoc		05/25/2007	1,000,000.00	1,060,310.00	1,009,214.52	6.000	410	5.080	06/15/2011	
3136F3K21	3247	Federal National Mtg Assoc		04/18/2007	2,000,000.00	2,068,120.00	1,971,642.19	3.640	439	4.960	07/14/2011	
31331VJ80	3226	Federal Farm Credit		12/27/2006	1,030,000.00	1,088,256.80	1,035,924.67	5.375	443	4.840	07/18/2011	
31331VJ80	3296	Federal Farm Credit		12/28/2009	5,000,000.00	5,282,800.00	5,275,388.04	5.375	443	0.800	07/18/2011	
3133MGYH3	3227	Federal Home Loan Bank		12/27/2006	2,000,000.00	2,124,380.00	2,020,284.70	5.750	471	4.860	08/15/2011	
3133MGYH3	3271	Federal Home Loan Bank		04/25/2008	1,000,000.00	1,062,190.00	1,026,888.61	5.750	471	3.520	08/15/2011	
31398ATL6	3300	Federal National Mtg Assoc		12/28/2009	1,000,000.00	1,036,880.00	1,036,092.40	3.785	471	0.956	08/15/2011	
31398ATL6	3306	Federal National Mtg Assoc		03/24/2010	1,000,000.00	1,036,880.00	1,037,712.73	3.625	471	0.680	08/15/2011	
31331SSJ3	3243	Federal Farm Credit		03/21/2007	3,000,000.00	3,151,890.00	2,992,798.23	4.625	478	4.830	08/22/2011	
3133XF5T9	3254	Federal Home Loan Bank		05/29/2007	1,000,000.00	1,055,000.00	998,637.40	5.000	496	5.111	09/09/2011	
3133XF5T9	3274	Federal Home Loan Bank		05/14/2008	1,950,000.00	2,057,250.00	1,985,834.31	5.000	496	3.549	09/09/2011	
31331Y3P3	3313	Federal Farm Credit		03/23/2010	1,000,000.00	1,037,810.00	1,039,098.18	3.500	520	0.730	10/03/2011	
31359MZ30	3246	Federal National Mtg Assoc		04/17/2007	2,000,000.00	2,120,000.00	2,001,548.03	5.000	532	4.925	10/15/2011	
3133MJUQ1	3275	Federal Home Loan Bank		05/14/2008	1,000,000.00	1,060,630.00	1,019,603.08	4.875	563	3.510	11/15/2011	
3128X3K69	3269	Federal Home Loan Mtg Assoc		04/22/2008	1,000,000.00	1,054,720.00	1,015,657.08	4.500	563	3.410	11/15/2011	
3134A1GH7	3244	Federal Home Loan Mtg Assoc		03/30/2007	1,800,000.00	1,954,692.00	1,841,346.40	6.480	583	4.850	12/05/2011	
31359M5H2	3248	Federal National Mtg Assoc		04/18/2007	2,000,000.00	2,139,380.00	2,001,365.71	5.000	656	4.955	02/16/2012	
3137EAAR0	3250	Federal Home Loan Mtg Assoc		05/22/2007	1,000,000.00	1,066,250.00	995,591.32	4.750	674	5.020	03/05/2012	
3137EAAR0	3260	Federal Home Loan Mtg Assoc		06/18/2007	500,000.00	533,125.00	494,164.27	4.750	674	5.474	03/05/2012	
3133XJUT3	3242	Federal Home Loan Bank		03/19/2007	1,000,000.00	1,072,190.00	1,003,057.50	5.000	678	4.810	03/09/2012	
31331GNQ8	3291	Federal Farm Credit		05/28/2009	2,000,000.00	2,044,380.00	2,020,381.17	2.250	724	1.719	04/24/2012	
3133XKSK2	3276	Federal Home Loan Bank		05/14/2008	1,000,000.00	1,075,940.00	1,022,529.02	4.875	769	3.710	06/08/2012	
3137EACC1	3292	Federal Home Loan Mtg Assoc		05/28/2009	2,000,000.00	2,020,000.00	1,997,910.67	1.750	776	1.801	06/15/2012	
3133XTHE9	3295	Federal Home Loan Bank		08/05/2009	1,000,000.00	1,015,940.00	1,001,384.88	2.000	804	1.935	07/13/2012	
31359MYQ0	3270	Federal National Mtg Assoc		04/22/2008	2,000,000.00	2,163,120.00	2,055,358.65	5.000	824	3.660	08/02/2012	
3137EAAV1	3290	Federal Home Loan Mtg Assoc		05/28/2009	1,000,000.00	1,081,560.00	1,026,831.07	5.000	824	3.700	08/02/2012	
3133XX4Z7	3310	Federal Home Loan Bank		03/23/2010	3,000,000.00	3,279,390.00	3,242,899.85	5.500	842	1.860	08/20/2012	
3133XML66	3279	Federal Home Loan Bank		10/29/2008	2,000,000.00	2,156,260.00	2,021,257.51	1.350	850	1.299	08/28/2012	
3133XXLX3	3312	Federal Home Loan Bank		03/23/2010	2,000,000.00	1,996,880.00	1,997,525.08	1.375	909	4.150	10/10/2012	
3133XVNT42	3304	Federal Home Loan Bank		03/24/2010	1,000,000.00	1,006,250.00	1,005,273.10	1.750	958	1.543	12/14/2012	

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**City of Escondido
Portfolio Management
Portfolio Details - Investments
April 30, 2010**

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Days to Maturity	YTM/C	Maturity Date	
Federal Agency Coupon Securities												
31359MQV8	3273	Federal National Mtg Assoc		04/25/2008	2,000,000.00	2,168,760.00	2,047,660.83	4.750	1,027	3.811	02/21/2013	
31359MQV8	3294	Federal National Mtg Assoc		07/23/2009	2,000,000.00	2,168,760.00	2,145,054.19	4.750	1,027	2.055	02/21/2013	
3133XPBB9	3293	Federal Home Loan Bank		06/17/2009	1,535,000.00	1,599,285.80	1,563,907.37	3.125	1,042	2.430	03/08/2013	
31331TY2	3277	Federal Farm Credit		05/14/2008	1,000,000.00	1,098,130.00	1,034,657.14	5.200	1,054	3.870	03/20/2013	
31331Y2Q2	3308	Federal Farm Credit		03/23/2010	2,000,000.00	2,147,500.00	2,148,287.26	4.250	1,164	1.840	07/08/2013	
3133XXL21	3311	Federal Home Loan Bank		03/23/2010	3,000,000.00	3,002,820.00	2,997,586.49	1.875	1,217	1.900	08/30/2013	
3133XUPZ0	3302	Federal Home Loan Bank		03/24/2010	3,000,000.00	3,086,250.00	3,066,140.85	2.625	1,231	1.945	09/13/2013	
3133XHW57	3303	Federal Home Loan Bank		03/24/2010	1,350,000.00	1,483,312.50	1,479,241.49	4.875	1,322	2.109	12/13/2013	
		Subtotal and Average	111,435,256.54		109,654,000.00	114,016,096.14	111,389,367.80		531	3.290		
Treasury Coupon Securities												
912828FA3	4021	U.S. Treasury Note		03/12/2007	250,000.00	259,795.00	250,588.43	4.750	334	4.465	03/31/2011	
912828FN5	4022	U.S. Treasury Note		10/05/2007	400,000.00	421,532.00	403,575.27	4.875	456	4.093	07/31/2011	
912828GZ7	4023	U.S. Treasury Note		10/05/2007	275,000.00	296,914.75	277,311.57	4.625	822	4.207	07/31/2012	
912828HE3	4024	U.S. Treasury Note		10/05/2007	300,000.00	322,125.00	300,306.68	4.250	883	4.203	09/30/2012	
		Subtotal and Average	1,581,944.89		1,225,000.00	1,300,366.75	1,231,781.95		618	4.221		
LAIF - Public Safety Facility Bonds												
SYS10002	10002	Local Agency Investment Fund			4,379,346.97	4,379,346.97	4,379,346.97	0.560	1	0.560		
		Subtotal and Average	4,591,785.85		4,379,346.97	4,379,346.97	4,379,346.97		1	0.560		
Bank of America Escrow Account												
SYS5000	5000	Bank of America		07/31/2009	0.00	0.00	0.00	0.130	1	0.130		
		Subtotal and Average	0.00		0.00	0.00	0.00		0	0.000		
UBOC Money Market Sweep												
SYS2501	2501	Union Bank			0.00	0.00	0.00	0.070	1	0.070		
		Subtotal and Average	-29.17		0.00	0.00	0.00		0	0.000		
		Total and Average	160,844,328.86		160,257,919.92	164,695,382.81	162,000,069.67		370	2.389		

City of Escondido
Portfolio Management
Portfolio Details - Cash
April 30, 2010

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Days to Maturity	YTM/C
		Average Balance	0.00						0	
		Total Cash and Investmentss	160,844,328.86		160,257,919.92	164,895,382.81	162,000,069.67		370	2.389



**City of Escondido
Portfolio Management
Portfolio Summary
May 31, 2010**

Investments	Par Value	Market Value	Book Value	% of Portfolio	Days to Maturity	YTM/C
Calif. Local Agency Investment Fund	18,986,689.51	18,986,689.51	18,986,689.51	11.96	1	0.560
Money Market Accounting	14,266,336.94	14,266,336.94	14,266,336.94	8.99	1	0.002
Federal Agency Coupon Securities	117,960,000.00	122,585,474.05	119,863,722.21	75.52	542	3.148
Treasury Coupon Securities	1,225,000.00	1,300,477.00	1,231,386.33	0.78	587	4.221
LAIIF - Public Safety Facility Bonds	4,379,346.97	4,379,346.97	4,379,346.97	2.76	1	0.560
Investments	156,817,373.42	161,518,324.47	158,727,481.96	100.00%	414	2.492

Total Earnings	May 31 Month Ending	Fiscal Year To Date
Current Year	328,977.02	3,917,892.82
Average Daily Balance	159,104,520.59	159,743,058.04
Effective Rate of Return	2.43%	2.67%

Kenneth C. Huggins
 Kenneth C. Huggins, City Treasurer
 7/21/10

**City of Escondido
Portfolio Management
Portfolio Details - Investments
May 31, 2010**

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Days to Maturity	YTM/C	Maturity Date
Calif. Local Agency Investment Fund											
SYS1000	1000	Local Agency Investment Fund			14,722,584.42	14,722,584.42	14,722,584.42	0.560	1	0.560	
SYS1001	1001	Local Agency Investment Fund			4,264,105.09	4,264,105.09	4,264,105.09	0.560	1	0.560	
		Subtotal and Average	18,051,205.64		18,986,689.51	18,986,689.51	18,986,689.51		1	0.560	
Money Market Accounting											
SYS2001	2001	Bank of America			14,266,336.94	14,266,336.94	14,266,336.94	0.002	1	0.002	
		Subtotal and Average	16,782,683.89		14,266,336.94	14,266,336.94			1	0.002	
Federal Agency Coupon Securities											
31359MFS7	3207	Federal National Mtg Assoc		03/08/2006	455,000.00	456,278.55	455,317.97	7.125	14	5.100	06/15/2010
3128X4DQ1	3228	Federal Home Loan Mtg Assoc		12/28/2006	2,500,000.00	2,510,350.00	2,499,104.99	4.500	35	4.905	07/06/2010
3134A4VB7	3185	Federal Home Loan Mtg Assoc		12/21/2005	750,000.00	753,285.00	749,518.32	4.125	41	4.758	07/12/2010
3134A4VB7	3245	Federal Home Loan Mtg Assoc		04/10/2007	770,000.00	773,372.60	769,459.11	4.125	41	4.797	07/12/2010
31339YGY2	3221	Federal Home Loan Bank		11/07/2006	1,700,000.00	1,709,571.00	1,699,995.98	5.000	43	5.000	07/14/2010
3133X0KH1	3198	Federal Home Loan Bank		01/31/2006	2,000,000.00	2,015,000.00	1,999,164.40	4.550	66	4.810	08/06/2010
3133X06Q7	3209	Federal Home Loan Bank		05/12/2006	1,465,000.00	1,476,797.70	1,461,797.70	4.125	73	5.360	08/13/2010
31359MYN7	3223	Federal National Mtg Assoc		12/12/2006	725,000.00	730,894.25	724,318.08	4.250	75	4.752	08/15/2010
3133XCNV1	3219	Federal Home Loan Bank		09/18/2006	2,535,000.00	2,561,135.85	2,535,371.34	5.150	76	5.072	08/16/2010
3133XCNV1	3232	Federal Home Loan Bank		01/17/2007	2,000,000.00	2,020,620.00	2,000,541.82	5.150	76	5.005	08/16/2010
3133XCNB5	3281	Federal Home Loan Bank		04/30/2009	2,000,000.00	2,018,760.00	2,015,743.56	4.710	76	0.900	08/16/2010
3128X4GV7	3257	Federal Home Loan Mtg Assoc		05/31/2007	600,000.00	605,784.00	599,706.58	4.875	76	5.130	08/16/2010
31331TBZ3	3268	Federal Farm Credit		04/17/2008	1,000,000.00	1,010,000.00	1,003,738.47	4.450	87	2.820	08/27/2010
3128X4HN4	3238	Federal Home Loan Mtg Assoc		01/31/2007	1,150,000.00	1,163,397.50	1,149,658.21	5.000	92	5.130	09/01/2010
3133XGLE2	3236	Federal Home Loan Bank		01/29/2007	1,000,000.00	1,014,060.00	1,000,030.44	5.125	101	5.110	09/10/2010
3134A35H5	3214	Federal Home Loan Mtg Assoc		06/19/2006	1,000,000.00	1,019,690.00	1,003,755.80	6.875	106	5.400	09/15/2010
3134A35H5	3307	Federal Home Loan Mtg Assoc		03/23/2010	2,000,000.00	2,039,380.00	2,038,165.58	6.875	106	0.261	09/15/2010
3133XTHN9	3282	Federal Home Loan Bank		04/30/2009	2,000,000.00	2,007,500.00	2,001,680.27	1.250	135	1.020	10/14/2010
3128X4QK0	3240	Federal Home Loan Mtg Assoc		03/12/2007	1,000,000.00	1,017,390.00	1,000,408.99	5.000	139	4.880	10/18/2010
3128X4QK0	3251	Federal Home Loan Mtg Assoc		05/23/2007	1,159,000.00	1,179,155.01	1,158,753.34	5.000	139	5.060	10/18/2010
3133X2BX2	3278	Federal Home Loan Bank		05/29/2008	880,000.00	895,672.80	883,394.61	4.250	167	3.360	11/15/2010
31359MGJ6	3186	Federal National Mtg Assoc		12/21/2005	750,000.00	772,035.00	755,505.64	6.625	167	4.796	11/15/2010
31339XBA1	3286	Federal Home Loan Bank		04/30/2009	550,000.00	563,233.00	560,980.88	5.000	192	1.150	12/10/2010
31331VLW4	3191	Federal Farm Credit		01/20/2006	2,000,000.00	2,048,760.00	2,001,180.33	4.800	205	4.680	12/23/2010
31331VRT5	3202	Federal Farm Credit		02/24/2006	2,000,000.00	2,063,760.00	1,999,231.46	4.900	268	4.960	02/24/2011
31331LCX4	3252	Federal Farm Credit		05/23/2007	1,000,000.00	1,041,880.00	1,006,604.57	6.000	279	5.040	03/07/2011
3133XJVL9	3256	Federal Home Loan Bank		05/30/2007	1,000,000.00	1,032,500.00	999,061.66	5.000	283	5.130	03/11/2011

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Report Ver. 5.00

**City of Escondido
Portfolio Management
Portfolio Details - Investments
May 31, 2010**

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Days to Maturity	YTM/C	Maturity Date
3137EAAB5	3258	Federal Home Loan Mtg Assoc		06/04/2007	510,000.00	530,400.00	509,847.61	5.125	321	5.161	04/18/2011
3128X7MN1	3288	Federal Home Loan Mtg Assoc		04/30/2009	5,050,000.00	5,186,350.00	5,150,457.53	3.500	338	1.320	05/05/2011
3133XFJY3	3259	Federal Home Loan Bank		06/04/2007	500,000.00	522,655.00	500,216.65	5.250	374	5.202	06/10/2011
3134A4FM1	3241	Federal Home Loan Mtg Assoc		03/12/2007	690,000.00	729,026.40	697,780.85	6.000	379	4.785	06/15/2011
3134A4FM1	3253	Federal Home Loan Mtg Assoc		05/25/2007	1,000,000.00	1,056,560.00	1,008,530.27	6.000	379	5.080	06/15/2011
3136F3K21	3247	Federal National Mtg Assoc		04/18/2007	2,000,000.00	2,065,000.00	1,973,606.93	3.640	408	4.960	07/14/2011
31331VJ80	3226	Federal Farm Credit		12/27/2006	1,030,000.00	1,084,723.90	1,035,517.94	5.375	412	4.840	07/18/2011
31331VJ80	3296	Federal Farm Credit		12/28/2009	5,000,000.00	5,265,650.00	5,256,482.68	5.375	412	4.860	07/18/2011
3133MGYH3	3227	Federal Home Loan Bank		12/27/2006	2,000,000.00	2,118,120.00	2,018,973.19	5.750	440	4.800	08/15/2011
3133MGYH3	3271	Federal Home Loan Bank		04/25/2008	1,000,000.00	1,059,060.00	1,025,150.12	5.750	440	3.520	08/15/2011
31398ATL6	3300	Federal National Mtg Assoc		12/28/2009	1,000,000.00	1,035,310.00	1,033,758.84	3.785	440	0.956	08/15/2011
31398ATL6	3306	Federal National Mtg Assoc		03/24/2010	1,000,000.00	1,035,310.00	1,035,274.41	3.625	440	0.680	08/15/2011
31331SSJ3	3243	Federal Farm Credit		03/21/2007	3,000,000.00	3,144,390.00	2,993,256.94	4.625	447	4.830	08/22/2011
3133XF5T9	3254	Federal Home Loan Bank		05/29/2007	1,000,000.00	1,052,810.00	998,721.17	5.000	465	5.111	09/09/2011
3133XF5T9	3274	Federal Home Loan Bank		05/14/2008	1,950,000.00	2,052,979.50	1,983,631.38	5.000	465	3.549	09/09/2011
31331Y3P3	3313	Federal Farm Credit		03/23/2010	1,000,000.00	1,036,560.00	1,036,807.27	3.500	489	0.730	10/03/2011
31359MZ30	3246	Federal National Mtg Assoc		04/17/2007	2,000,000.00	2,116,260.00	2,001,459.41	5.000	501	4.925	10/15/2011
3133MJUQ1	3275	Federal Home Loan Bank		05/14/2008	1,000,000.00	1,059,380.00	1,018,541.54	4.875	532	3.510	11/15/2011
3128X3K69	3269	Federal Home Loan Mtg Assoc		04/22/2008	1,000,000.00	1,054,050.00	1,014,809.23	4.500	532	3.410	11/15/2011
3134A1GH7	3244	Federal Home Loan Mtg Assoc		03/30/2007	1,800,000.00	1,951,308.00	1,839,185.43	6.480	552	4.850	12/05/2011
31359M5H2	3248	Federal National Mtg Assoc		04/18/2007	2,000,000.00	2,138,120.00	2,001,302.19	5.000	625	4.955	02/16/2012
3137EAAR0	3250	Federal Home Loan Mtg Assoc		05/22/2007	1,000,000.00	1,067,190.00	995,790.50	4.750	643	5.020	03/05/2012
3137EAAR0	3260	Federal Home Loan Mtg Assoc		06/18/2007	500,000.00	533,595.00	494,427.94	4.750	643	5.474	03/05/2012
3133XJUT3	3242	Federal Home Loan Bank		03/19/2007	1,000,000.00	1,071,880.00	1,002,920.19	5.000	647	4.810	03/09/2012
31331GNQ8	3291	Federal Farm Credit		05/28/2009	2,000,000.00	2,047,500.00	2,019,523.61	2.250	693	1.719	04/24/2012
3133XKSK2	3276	Federal Home Loan Bank		05/14/2008	1,000,000.00	1,076,880.00	1,021,636.20	4.875	738	3.710	06/08/2012
3137EACC1	3292	Federal Home Loan Mtg Assoc		05/28/2009	2,000,000.00	2,029,380.00	1,997,992.71	1.750	745	1.801	06/15/2012
3133XTHE9	3295	Federal Home Loan Bank		08/05/2009	1,000,000.00	1,019,380.00	1,001,332.42	2.000	773	1.935	07/13/2012
31359MYQ0	3270	Federal National Mtg Assoc		04/22/2008	2,000,000.00	2,166,880.00	2,053,310.86	5.000	793	3.660	08/02/2012
31359MYQ0	3272	Federal National Mtg Assoc		04/25/2008	1,000,000.00	1,083,440.00	1,025,838.55	5.000	793	3.700	08/02/2012
3137EAAV1	3290	Federal Home Loan Mtg Assoc		05/28/2009	3,000,000.00	3,286,890.00	3,234,109.75	5.500	811	1.860	08/20/2012
3133XYF91	3318	Federal Home Loan Bank		05/10/2010	2,000,000.00	2,006,880.00	1,999,551.68	1.250	818	1.260	08/27/2012
3133XX4Z7	3310	Federal Home Loan Bank		03/23/2010	2,000,000.00	2,009,380.00	2,002,176.59	1.350	819	1.299	08/28/2012
3133XUK93	3316	Federal Home Loan Bank		05/05/2010	3,000,000.00	3,056,250.00	3,043,709.15	2.000	836	1.350	09/14/2012
3133XML66	3279	Federal Home Loan Bank		10/29/2008	2,000,000.00	2,161,880.00	2,020,433.36	4.625	862	4.150	10/10/2012
3133XXLX3	3312	Federal Home Loan Bank		03/23/2010	2,000,000.00	2,006,880.00	1,997,608.04	1.375	878	1.426	10/26/2012

Federal Agency Coupon Securities

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CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Days to Maturity	YTM/C	Maturity Date	
Federal Agency Coupon Securities												
3133XVNT42	3304	Federal Home Loan Bank		03/24/2010	1,000,000.00	1,011,250.00	1,005,105.35	1.750	927	1.543	12/14/2012	
31359MQV8	3273	Federal National Mtg Assoc		04/25/2008	2,000,000.00	2,176,260.00	2,046,245.16	4.750	996	3.811	02/21/2013	
31359MQV8	3294	Federal National Mtg Assoc		07/23/2009	2,000,000.00	2,176,260.00	2,140,745.65	4.750	996	2.055	02/21/2013	
3133XPBB9	3293	Federal Home Loan Bank		06/17/2009	1,535,000.00	1,606,469.60	1,563,062.95	3.125	1,011	2.430	03/08/2013	
31331VTY2	3277	Federal Farm Credit		05/14/2008	1,000,000.00	1,103,440.00	1,033,656.45	5.200	1,023	3.870	03/20/2013	
31331Y2Q2	3308	Federal Farm Credit		03/23/2010	2,000,000.00	2,161,880.00	2,144,408.78	4.250	1,133	1.840	07/08/2013	
31359MSL80	3317	Federal National Mtg Assoc		05/05/2010	1,000,000.00	1,085,000.00	1,079,484.65	4.375	1,142	1.750	07/17/2013	
3133XXL21	3311	Federal Home Loan Bank		03/23/2010	3,000,000.00	3,024,390.00	2,997,646.88	1.875	1,186	1.900	08/30/2013	
3133XUPZ0	3302	Federal Home Loan Bank		03/24/2010	3,000,000.00	3,107,820.00	3,064,503.70	2.625	1,200	1.945	09/13/2013	
3133XUPZ0	3314	Federal Home Loan Bank		05/05/2010	1,050,000.00	1,087,737.00	1,075,438.44	2.625	1,200	1.860	09/13/2013	
31364GBF54	3315	Federal National Mtg Assoc		05/05/2010	1,006,000.00	1,122,685.94	1,117,521.26	5.380	1,219	1.930	10/02/2013	
3133XYDK8	3319	Federal Home Loan Bank		05/07/2010	1,000,000.00	1,010,630.00	1,003,776.14	2.000	1,245	1.885	10/28/2013	
3133XHW57	3303	Federal Home Loan Bank		03/24/2010	1,350,000.00	1,493,437.50	1,476,263.57	4.875	1,291	2.109	12/13/2013	
Subtotal and Average			118,659,706.33		117,960,000.00	122,585,474.05	119,863,722.21		542	3.148		

Treasury Coupon Securities

912828FA3	4021	U.S. Treasury Note		03/12/2007	250,000.00	259,012.50	250,533.82	4.750	303	4.465	03/31/2011
912828FN5	4022	U.S. Treasury Note		10/05/2007	400,000.00	420,360.00	403,332.21	4.875	425	4.093	07/31/2011
912828GZ7	4023	U.S. Treasury Note		10/05/2007	275,000.00	297,665.50	277,224.39	4.625	791	4.207	07/31/2012
912828HE3	4024	U.S. Treasury Note		10/05/2007	300,000.00	323,439.00	300,295.91	4.250	852	4.203	09/30/2012
Subtotal and Average			1,231,577.76		1,225,000.00	1,300,477.00	1,231,386.33		587	4.221	

LAIF - Public Safety Facility Bonds

SYS10002	10002	Local Agency Investment Fund			4,379,346.97	4,379,346.97	4,379,346.97	0.560	1	0.560	
Subtotal and Average					4,379,346.97	4,379,346.97	4,379,346.97		1	0.560	

Bank of America Escrow Account

SYS5000	5000	Bank of America		07/31/2009	0.00	0.00	0.00	0.130	1	0.130	
Subtotal and Average			0.00		0.00	0.00	0.00		0	0.000	

UBOC Money Market Sweep

SYS2501	2501	Union Bank			0.00	0.00	0.00	0.070	1	0.070	
Subtotal and Average			0.00		0.00	0.00	0.00		0	0.000	

City of Escondido
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CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Days to Maturity	YTM/C
Total and Average			159,104,520.59		156,817,373.42	161,518,324.47	158,727,481.96		414	2.492

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Portfolio Details - Cash
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CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Days to Maturity	YTM/C
		Average Balance	0.00						0	
		Total Cash and Investmentss	159,104,520.59		156,817,373.42	161,518,324.47	158,727,481.96		414	2.492



**City of Escondido
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Portfolio Summary
June 30, 2010**

Investments	Par Value	Market Value	Book Value	% of Portfolio	Days to Maturity	YTM/C
Calif. Local Agency Investment Fund	17,986,689.51	17,986,689.51	17,986,689.51	10.88	1	0.560
Money Market Accounting	14,768,639.59	14,768,639.59	14,768,639.59	8.93	1	0.002
Federal Agency Coupon Securities	125,505,000.00	130,787,239.70	127,782,215.25	77.29	581	3.064
Treasury Coupon Securities	2,225,000.00	2,317,029.50	2,237,829.05	1.35	1,114	3.212
LAIIF - Public Safety Facility Bonds	2,554,346.97	2,554,346.97	2,554,346.97	1.55	1	0.560
Investments	163,039,676.07	168,413,945.27	165,329,720.37	100.00%	465	2.481

Total Earnings	June 30 Month Ending	Fiscal Year To Date	Fiscal Year Ending
Current Year	336,722.23	4,254,615.05	4,254,615.05
Average Daily Balance	163,580,057.61	160,058,427.87	
Effective Rate of Return	2.50%	2.66%	


 Kenneth C. Hugins, City Treasurer

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CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Days to Maturity	YTM/C	Maturity Date
Calif. Local Agency Investment Fund											
SYS1000	1000	Local Agency Investment Fund			13,722,584.42	13,722,584.42	13,722,584.42	0.560	1	0.560	
SYS1001	1001	Local Agency Investment Fund			4,264,105.09	4,264,105.09	4,264,105.09	0.560	1	0.560	
		Subtotal and Average	22,653,356.18		17,986,689.51	17,986,689.51	17,986,689.51		1	0.560	
Money Market Accounting											
SYS2001	2001	Bank of America			14,768,639.59	14,768,639.59	14,768,639.59	0.002	1	0.002	
		Subtotal and Average	11,759,747.03		14,768,639.59	14,768,639.59			1	0.002	
Federal Agency Coupon Securities											
3128X4DQ1	3228	Federal Home Loan Mtg Assoc		12/28/2006	2,500,000.00	2,501,475.00	2,499,872.14	4.500	5	4.905	07/06/2010
3134A4VB7	3185	Federal Home Loan Mtg Assoc		12/21/2005	750,000.00	750,937.50	749,870.77	4.125	11	4.758	07/12/2010
3134A4VB7	3245	Federal Home Loan Mtg Assoc		04/10/2007	770,000.00	770,962.50	769,854.88	4.125	11	4.797	07/12/2010
31339YG2	3221	Federal Home Loan Bank		11/07/2006	1,700,000.00	1,703,196.00	1,699,998.78	5.000	13	5.000	07/14/2010
3133X0KH1	3198	Federal Home Loan Bank		01/31/2006	2,000,000.00	2,008,120.00	1,999,550.06	4.550	36	4.810	08/06/2010
3133X06Q7	3209	Federal Home Loan Bank		05/12/2006	1,465,000.00	1,471,870.85	1,463,131.99	4.125	43	5.360	08/13/2010
31359MYN7	3223	Federal National Mtg Assoc		12/12/2006	725,000.00	728,625.00	724,594.53	4.250	45	4.752	08/15/2010
3133XCNV1	3219	Federal Home Loan Bank		09/18/2006	2,535,000.00	2,550,843.75	2,535,222.80	5.150	46	5.070	08/16/2010
3133XCNV1	3232	Federal Home Loan Bank		01/17/2007	2,000,000.00	2,012,500.00	2,000,325.09	5.150	46	5.070	08/16/2010
3133XCNB5	3281	Federal Home Loan Bank		04/30/2009	2,000,000.00	2,011,260.00	2,009,446.14	4.710	46	0.900	08/16/2010
3128X4GV7	3257	Federal Home Loan Mtg Assoc		05/31/2007	600,000.00	603,486.00	599,823.95	4.875	46	5.130	08/16/2010
31331TBZ3	3268	Federal Farm Credit		04/17/2008	1,000,000.00	1,006,560.00	1,002,434.35	4.450	57	2.820	08/27/2010
3128X4HN4	3238	Federal Home Loan Mtg Assoc		01/31/2007	1,150,000.00	1,158,970.00	1,149,772.14	5.000	62	5.130	09/01/2010
3133XGLE2	3236	Federal Home Loan Bank		01/29/2007	1,000,000.00	1,010,000.00	1,000,021.21	5.125	71	5.110	09/10/2010
3134A35H5	3214	Federal Home Loan Mtg Assoc		06/19/2006	1,000,000.00	1,014,060.00	1,002,672.39	6.875	76	5.400	09/15/2010
3134A35H5	3307	Federal Home Loan Mtg Assoc		03/23/2010	2,000,000.00	2,028,120.00	2,027,156.28	6.875	76	0.261	09/15/2010
3133XTHN9	3282	Federal Home Loan Bank		04/30/2009	2,000,000.00	2,005,620.00	2,001,301.26	1.250	105	1.020	10/14/2010
3128X4QK0	3240	Federal Home Loan Mtg Assoc		03/12/2007	1,000,000.00	1,013,640.00	1,000,319.43	5.000	109	4.880	10/18/2010
3128X4QK0	3251	Federal Home Loan Mtg Assoc		05/23/2007	1,159,000.00	1,174,808.76	1,158,807.35	5.000	109	5.060	10/18/2010
3133X2BX2	3278	Federal Home Loan Bank		05/29/2008	880,000.00	892,927.20	882,773.65	4.250	137	3.360	11/15/2010
31359MGJ6	3186	Federal National Mtg Assoc		12/21/2005	750,000.00	768,045.00	754,498.51	6.625	137	4.796	11/15/2010
31339XBA1	3286	Federal Home Loan Bank		04/30/2009	550,000.00	561,346.50	559,237.89	5.000	162	1.150	12/10/2010
31331VLW4	3191	Federal Farm Credit		01/20/2006	2,000,000.00	2,043,120.00	2,001,005.03	4.800	175	4.680	12/23/2010
31331VRT5	3202	Federal Farm Credit		02/24/2006	2,000,000.00	2,058,120.00	1,999,319.12	4.900	238	4.960	02/24/2011
31331LCX4	3252	Federal Farm Credit		05/23/2007	1,000,000.00	1,038,130.00	1,005,886.69	6.000	249	5.040	03/07/2011
3133XJVL9	3256	Federal Home Loan Bank		05/30/2007	1,000,000.00	1,030,000.00	999,162.20	5.000	253	5.130	03/11/2011
3137EAB5	3258	Federal Home Loan Mtg Assoc		06/04/2007	510,000.00	529,125.00	509,862.03	5.125	291	5.161	04/18/2011

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CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Days to Maturity	YTM/C	Maturity Date	
	Federal Agency Coupon Securities											
3128X7MN1	3288	Federal Home Loan Mtg Assoc		04/30/2009	5,050,000.00	5,180,441.50	5,141,434.39	3.500	308	1.320	05/05/2011	
3133XFJY3	3259	Federal Home Loan Bank		06/04/2007	500,000.00	521,720.00	500,199.04	5.250	344	5.202	06/10/2011	
3134A4FM1	3241	Federal Home Loan Mtg Assoc		03/12/2007	690,000.00	726,873.60	697,156.72	6.000	349	4.785	06/15/2011	
3134A4FM1	3253	Federal Home Loan Mtg Assoc		05/25/2007	1,000,000.00	1,053,440.00	1,007,846.03	6.000	349	5.080	06/15/2011	
3136F3K21	3247	Federal National Mtg Assoc		04/18/2007	2,000,000.00	2,063,760.00	1,975,571.68	3.640	378	4.960	07/14/2011	
31331VJ80	3226	Federal Farm Credit		12/27/2006	1,030,000.00	1,082,787.50	1,035,111.21	5.375	382	4.840	07/18/2011	
31331VJ80	3296	Federal Farm Credit		12/28/2009	5,000,000.00	5,256,250.00	5,237,577.32	5.375	382	0.800	07/18/2011	
3133MGYH3	3227	Federal Home Loan Bank		12/27/2006	2,000,000.00	2,114,380.00	2,017,661.68	5.750	410	4.860	08/15/2011	
3133MGYH3	3271	Federal Home Loan Bank		04/25/2008	1,000,000.00	1,057,190.00	1,023,411.63	5.750	410	3.520	08/15/2011	
31398ATL6	3300	Federal National Mtg Assoc		12/28/2009	1,000,000.00	1,035,000.00	1,031,425.28	3.785	410	0.956	08/15/2011	
31398ATL6	3306	Federal National Mtg Assoc		03/24/2010	1,000,000.00	1,035,000.00	1,032,836.09	3.625	410	0.680	08/15/2011	
31331SSJ3	3243	Federal Farm Credit		03/21/2007	3,000,000.00	3,140,640.00	2,993,715.65	4.625	417	4.830	08/22/2011	
3133XF5T9	3254	Federal Home Loan Bank		05/29/2007	1,000,000.00	1,051,560.00	998,804.94	5.000	435	5.111	09/09/2011	
3133XF5T9	3274	Federal Home Loan Bank		05/14/2008	1,950,000.00	2,050,542.00	1,981,428.45	5.000	435	3.549	09/09/2011	
31331Y3P3	3313	Federal Farm Credit		03/23/2010	1,000,000.00	1,036,880.00	1,034,516.36	3.500	459	0.730	10/03/2011	
31359MZ30	3246	Federal National Mtg Assoc		04/17/2007	2,000,000.00	2,114,380.00	2,001,370.78	5.000	471	4.925	10/15/2011	
3133MJUQ1	3275	Federal Home Loan Bank		05/14/2008	1,000,000.00	1,058,750.00	1,017,480.00	4.875	502	3.510	11/15/2011	
3128X3K69	3269	Federal Home Loan Mtg Assoc		04/22/2008	1,000,000.00	1,053,800.00	1,013,961.37	4.500	502	3.410	11/15/2011	
3134A1GH7	3244	Federal Home Loan Mtg Assoc		03/30/2007	1,800,000.00	1,949,058.00	1,837,024.47	6.480	522	4.850	12/05/2011	
31359M5H2	3248	Federal National Mtg Assoc		04/18/2007	2,000,000.00	2,139,380.00	2,001,238.67	5.000	595	4.955	02/16/2012	
3137EAAR0	3250	Federal Home Loan Mtg Assoc		05/22/2007	1,000,000.00	1,068,440.00	995,989.69	4.750	613	5.020	03/05/2012	
3137EAAR0	3260	Federal Home Loan Mtg Assoc		06/18/2007	500,000.00	534,220.00	494,691.60	4.750	613	5.474	03/05/2012	
3133XJUT3	3242	Federal Home Loan Bank		03/19/2007	1,000,000.00	1,072,810.00	1,002,782.87	5.000	617	4.810	03/09/2012	
31331GN08	3291	Federal Farm Credit		05/28/2009	2,000,000.00	2,056,260.00	2,018,666.06	2.250	663	1.719	04/24/2012	
3133XKSK2	3276	Federal Home Loan Bank		05/14/2008	1,000,000.00	1,079,060.00	1,020,743.37	4.875	708	3.710	06/08/2012	
3137EACC1	3292	Federal Home Loan Mtg Assoc		05/28/2009	2,000,000.00	2,039,380.00	1,998,074.75	1.750	715	1.801	06/15/2012	
3133XTHE9	3295	Federal Home Loan Bank		08/05/2009	1,000,000.00	1,024,380.00	1,001,279.96	2.000	743	1.935	07/13/2012	
31359MYQ0	3270	Federal National Mtg Assoc		04/22/2008	2,000,000.00	2,173,120.00	2,051,263.06	5.000	763	3.660	08/02/2012	
31359MYQ0	3272	Federal National Mtg Assoc		04/25/2008	1,000,000.00	1,086,560.00	1,024,846.03	5.000	763	3.700	08/02/2012	
3137EAAV1	3290	Federal Home Loan Mtg Assoc		05/28/2009	3,000,000.00	3,297,180.00	3,225,319.65	5.500	781	1.860	08/20/2012	
3133XYF91	3318	Federal Home Loan Bank		05/10/2010	2,000,000.00	2,020,000.00	1,999,568.37	1.250	788	1.260	08/27/2012	
3133XX4Z7	3310	Federal Home Loan Bank		03/23/2010	2,000,000.00	2,021,880.00	2,002,095.68	1.350	789	1.299	08/28/2012	
3133XUK93	3316	Federal Home Loan Bank		05/05/2010	3,000,000.00	3,075,000.00	3,042,115.87	2.000	806	1.350	09/14/2012	
3133XML66	3279	Federal Home Loan Bank		10/29/2008	2,000,000.00	2,171,260.00	2,019,711.33	4.625	832	4.150	10/10/2012	
3133XXLX3	3312	Federal Home Loan Bank		03/23/2010	2,000,000.00	2,021,880.00	1,997,691.00	1.375	848	1.426	10/26/2012	
3133XVNT42	3304	Federal Home Loan Bank		03/24/2010	1,000,000.00	1,019,380.00	1,004,937.59	1.750	897	1.543	12/14/2012	

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CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Days to Maturity	YTM/C	Maturity Date	
Federal Agency Coupon Securities												
31359MCV8	3273	Federal National Mtg Assoc		04/25/2008	2,000,000.00	2,191,260.00	2,044,829.49	4.750	966	3.811	02/21/2013	
31359MCV8	3294	Federal National Mtg Assoc		07/23/2009	2,000,000.00	2,191,260.00	2,136,437.11	4.750	966	2.055	02/21/2013	
3133XPBB9	3293	Federal Home Loan Bank		06/17/2009	1,535,000.00	1,618,473.30	1,562,218.53	3.125	981	2.430	03/08/2013	
31331VY2	3277	Federal Farm Credit		05/14/2008	1,000,000.00	1,108,750.00	1,032,655.78	5.200	993	3.870	03/20/2013	
31331Y2Q2	3308	Federal Farm Credit		03/23/2010	2,000,000.00	2,175,620.00	2,140,530.30	4.250	1,103	1.840	07/08/2013	
31359MSL80	3317	Federal National Mtg Assoc		05/05/2010	1,000,000.00	1,095,310.00	1,077,366.94	4.375	1,112	1.750	07/17/2013	
3133XXL21	3311	Federal Home Loan Bank		03/23/2010	3,000,000.00	3,053,430.00	2,997,707.27	1.875	1,156	1.900	08/30/2013	
3133XUPZ0	3302	Federal Home Loan Bank		03/24/2010	3,000,000.00	3,122,820.00	3,062,866.55	2.625	1,170	1.945	09/13/2013	
3133XUPZ0	3314	Federal Home Loan Bank		05/05/2010	1,050,000.00	1,092,987.00	1,074,792.79	2.625	1,170	1.860	09/13/2013	
31364GBF54	3315	Federal National Mtg Assoc		05/05/2010	1,006,000.00	1,132,544.74	1,114,735.55	5.380	1,189	1.930	10/02/2013	
3133XYDK8	3319	Federal Home Loan Bank		05/07/2010	1,000,000.00	1,020,310.00	1,003,683.81	2.000	1,215	1.885	10/28/2013	
3133XHW57	3303	Federal Home Loan Bank		03/24/2010	1,350,000.00	1,504,413.00	1,473,285.66	4.875	1,261	2.109	12/13/2013	
3137EACD96	3321	Federal Home Loan Mtg Assoc		06/18/2010	5,000,000.00	5,264,050.00	5,218,513.61	3.000	1,488	1.880	07/28/2014	
3133XJMR1	3322	Federal Home Loan Bank		06/18/2010	1,000,000.00	1,055,310.00	1,047,590.55	3.250	1,534	2.060	09/12/2014	
31359MWJ8	3320	Federal National Mtg Assoc		06/18/2010	1,000,000.00	1,115,630.00	1,108,542.11	4.625	1,567	1.972	10/15/2014	
31331SNP4	3323	Federal Farm Credit		06/18/2010	1,000,000.00	1,116,560.00	1,100,989.92	4.550	1,707	2.260	03/04/2015	
Subtotal and Average					125,505,000.00	130,787,239.70	127,782,215.25		581	3.064		

Treasury Coupon Securities												
912828FA3	4021	U.S. Treasury Note		03/12/2007	250,000.00	258,282.50	250,480.96	4.750	273	4.465	03/31/2011	
912828FN5	4022	U.S. Treasury Note		10/05/2007	400,000.00	419,236.00	403,097.00	4.875	395	4.093	07/31/2011	
912828GZ7	4023	U.S. Treasury Note		10/05/2007	275,000.00	297,946.00	277,140.03	4.625	761	4.207	07/31/2012	
912828HE3	4024	U.S. Treasury Note		10/05/2007	300,000.00	324,375.00	300,285.49	4.250	822	4.203	09/30/2012	
912828NF3	4027	U.S. Treasury Note		06/18/2010	1,000,000.00	1,017,190.00	1,006,825.57	2.125	1,795	1.978	05/31/2015	
Subtotal and Average					2,225,000.00	2,317,029.50	2,237,829.05		1,114	3.212		

LAIF - Public Safety Facility Bonds												
SYS10002	10002	Local Agency Investment Fund			2,554,346.97	2,554,346.97	2,554,346.97	0.560	1	0.560		
Subtotal and Average					2,554,346.97	2,554,346.97	2,554,346.97		1	0.560		

Bank of America Escrow Account												
SYS5000	5000	Bank of America		07/31/2009	0.00	0.00	0.00	0.130	1	0.130		
Subtotal and Average					0.00	0.00	0.00		0	0.000		

City of Escondido
 Portfolio Management
 Portfolio Details - Investments
 June 30, 2010

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Days to Maturity	YTM/C	Maturity Date
UBOC Money Market Sweep											
SYS2501	2501	Union Bank	4.16		0.00	0.00	0.00	0.0005	1	0.0005	
		Subtotal and Average	4.16		0.00	0.00	0.00		0	0.0000	
		Total and Average	163,580,057.61		163,039,676.07	168,413,945.27	165,329,720.37		465	2.481	

City of Escondido
Portfolio Management
Portfolio Details - Cash
June 30, 2010

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Days to Maturity	YTM/C
		Average Balance	0.00						0	
		Total Cash and Investmentss	163,580,057.61		163,039,676.07	168,413,945.27	165,329,720.37		465	2.481



City of Escondido
Maturity Report
Sorted by Maturity Date
Receipts during April 1, 2010 - June 30, 2010

CUSIP	Investment #	Fund	Sec. Type	Issuer	Par Value	Maturity Date	Purchase Date	Rate at Maturity	Book Value at Maturity	Interest	Maturity Proceeds	Net Income
912828DR8	4019	004	TRC	T NOTE	750,000.00	04/15/2010	12/21/2005	4.000	750,000.00	15,000.00	765,000.00	15,000.00
31359MC92	3184	004	FAC	FNMA	750,000.00	05/15/2010	12/21/2005	4.125	750,000.00	15,468.75	765,468.75	15,468.75
31359MFS7	3207	004	FAC	FNMA	455,000.00	06/15/2010	03/08/2006	7.125	455,000.00	16,209.38	471,209.38	16,209.38
Total Maturities					1,955,000.00				1,955,000.00	46,678.13	2,001,678.13	46,678.13

CITY OF ESCONDIDO
FUNDS MANAGED BY OUTSIDE PARTIES
As of June 30, 2010

Type of Funds / Institution	Market Value	Interest Rate	Reserve Fund	
			Interest Rate	Type of Investment
<u>BOND FUNDS</u>				
BANK OF NEW YORK:				
1993 Vineyard Golf Course Certificates of Participation	\$ 702,673.67	0.010%	0.010%	Money Market
2001 Reidy Creek Golf Course Lease Revenue Bonds (issued April 2001)	543,184.39	0.010%	0.010%	Money Market
1992 Community Development Commission Revenue Bond	347,882.47	0.010%	0.010%	Money Market
2001 JPFA Lease Revenue Bonds (1992 CDC Refunding)	2,249,412.33	0.010%	0.010%	Money Market
2000A COP - Water Project (Certificates issued March 2000)	1,414,417.07	0.010%	0.010%	Money Market
2002A COP - Water Project (Certificates issued August 2002)	870,163.33	0.010%	0.010%	Money Market
2007 COP - Water Project (Certificates issued September 2007)	14,686,073.70	0.010%	0.010%	Money Market
2004A Wastewater Bond (1996 Wastewater Refunding)	2,030,000.00	0.010%	0.010%	Money Market
2004B Wastewater Bond - Brine Project	4,226,364.36	0.010%	0.010%	Money Market
2001 Community Facility District (Hidden Trails)	287,873.26	0.010%	0.010%	Money Market
2006 Community Facility District (Eureka Ranch)	8,189,528.93	0.010%	0.010%	Money Market
1986-1R/98 Auto Parkway Assessment District	331,547.10	0.010%	0.010%	Money Market
1998-1 Rancho San Pasqual Assessment District	336,908.00	0.010%	0.010%	Money Market
TOTAL FUNDS MANAGED BY OUTSIDE PARTIES	\$ 36,216,028.61			



CITY COUNCIL

For City Clerk's Use:

APPROVED DENIED

Reso No. _____ File No. _____

Ord No. _____

Agenda Item No.: 5
Date: August 18, 2010

TO: Honorable Mayor and Members of the City Council

FROM: Edward N. Domingue, Director of Engineering Services
Jo Ann Case, Economic Development & Real Property Manager

SUBJECT: First Amendment to the Lease Agreement between the City of Escondido and the Escondido Federal Credit Union (EFCU) at 2261 East Valley Parkway

RECOMMENDATION:

It is requested that Council adopt Resolution No. 2010-132 approving an amendment to the original EFCU lease ("Lease") that will renew the Lease for an additional 5 years and provide for a 3% annual rent increase.

FISCAL ANALYSIS:

The original 10-year Lease ended in March 2010, but gave EFCU two 5-year options to renew. The City has the ability to adjust the lease rate for the 5-year options. The lease rate for the 10-year term was \$.50 per square foot resulting in a monthly payment of \$944. The new recommended lease rate is \$.75 per square foot for the first year, with a 3% increase in each of the remaining four years. These rates equate to \$1416 per month in year one; \$1458.48 for year two; \$1502.23 for year three; \$1547.30 for year four; and \$1593.72 for year five.

PREVIOUS ACTION:

The original 10-year Lease was adopted by Resolution 2000-34. EFCU was given a \$56,589 credit for tenant improvements they made to the space. This credit was used to offset their lease payments. Therefore, EFCU paid no rent from March 2000 to May 2006. Since 2006 they have been paying \$944 per month.

BACKGROUND:

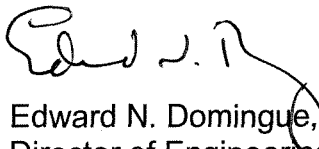
Council has given staff direction to increase the rent of the City's commercial leases to market-rates as these leases expire. In similar previous cases, Council has approved incremental increases. Currently, the City has two other commercial leases in the East Valley Community Center west of EFCU. These retail tenants are currently paying \$1.18 per square foot.

Lease of Office Space to EFCU
August 18, 2010
Page 2

construction of a child care center to the north of them; inconvenience for their members because of the construction; loss of parking; a leaking roof; heating and air conditioning issues; and poor drainage at the front entrance. They also feel they provide an important benefit to their members who include City and Center for the Arts current and former employees and their families, volunteers and elected and appointed officials.

Therefore, Real Property is recommending incremental increases in rent during the 5-year renewal period, but at a rate slightly lower than market-rate. The market-rate is approximately \$1.00 per square foot for a location like theirs on East Valley Parkway and at the far east end of the Community Center.

Respectfully submitted,



Edward N. Domingue, P.E.
Director of Engineering Services



Jo Ann Case
Economic Development & Real Property Manager

RESOLUTION NO. 2010-132

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF ESCONDIDO, CALIFORNIA, AUTHORIZING THE MAYOR AND CITY CLERK TO EXECUTE, ON BEHALF OF THE CITY, THE FIRST AMENDMENT TO THE LEASE AGREEMENT BETWEEN THE CITY OF ESCONDIDO AND ESCONDIDO FEDERAL CREDIT UNION

WHEREAS, the Escondido Federal Credit Union (EFCU) leases office space owned by the City of Escondido at 2261 East Valley Parkway; and

WHEREAS, the EFCU desires to exercise their first 5-year option to renew their lease; and

WHEREAS, the City of Escondido agrees to extend the lease term and increase the new lease rate for each of the 5 years.

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Escondido, California, as follows

1. That the above recitations are true
2. That the Mayor and City Clerk are authorized to execute, on behalf of the City, the First Amendment to the Lease Agreement ("First Amendment") with EFCU for office space at 2261 East Valley Parkway, Escondido, California. This First Amendment and the lease rates shall be in the form and amount found as Exhibit "1," attached to this resolution and incorporated by reference.

FIRST AMENDMENT TO LEASE AGREEMENT
Lease # A-2365

(2261 East Valley Parkway, Escondido, CA 92027)

This First Amendment made as of this _____ day of _____, 2010.

Between: City of Escondido,
201 North Broadway
Escondido, CA 92025
("City")

And: Escondido Federal Credit Union
2261 East Valley Parkway
Escondido, CA 92027
("Lessee")

WITNESS THAT WHEREAS:

- A. Lessee entered into a Lease Agreement dated March 6, 2000, ("Original Agreement") for the lease of real property to operate a financial institution at 2261 East Valley Parkway, Escondido, California (the "Premises).
- B. The Original Agreement provided Lessee with two (2) five (5) year renewal options to renew said agreement at a lease rate mutually acceptable to both parties.
- C. City and Lessee desire to amend the Original Agreement to reflect Lessee's election to renew said agreement for the first five (5) year renewal term.

NOW THEREFORE, it is mutually agreed by and between the City and Lessee as follows:

1. The Original Agreement is amended to include those terms and conditions as stated in Attachment "A," which is attached and incorporated by this reference.
2. Unless specifically altered by any term or condition in Attachment "A," all other terms and conditions of the Original Agreement shall remain in full force and effect.
3. This First Amendment and the Original Agreement, together with their respective attachments, are the entire understanding of the

parties, and there are no other terms or conditions, written or oral, controlling this matter.

IN WITNESS WHEREOF, the parties have executed this First Amendment as of the day and year first above written.

CITY OF ESCONDIDO

Date: _____

Lori Holt Pfeiler, Mayor

Date: _____

Marsha Whalen, City Clerk

LESSEE

Date: _____

By: _____
Diana Wettig, EFCU CEO

By: _____

Ira Morgan, II, EFCU Board Chair

APPROVED AS TO FORM:
OFFICE OF THE CITY ATTORNEY
JEFFREY R. EPP, City Attorney

By: _____

**ATTACHMENT "A" TO FIRST AMENDMENT TO LEASE
AGREEMENT**

It is agreed that the Lease Agreement dated March 6, 2000, (hereafter "Lease") is hereby modified in the following particulars only:

1. Paragraph (3) TERM, is deleted in its entirety and replaced with:

The term of this Lease shall be five (5) years.

2. Paragraph (4) RENT, is deleted in its entirety and replaced with:

In consideration of the possession and use of the Premises, Lessee shall deliver and pay rent to the City during the term of this Lease in the amount of \$1416.00 per month for the first year (September 1, 2010 through August 31, 2011), with a 3% annual increase each year thereafter. Therefore, Lessee shall pay rent to the City for years two through five as follows:

- \$1458.48 for year two (September 1, 2011 through August 31, 2012)
- \$1502.23 for year three (September 1, 2012 through August 31, 2013)
- \$1547.30 for year four (September 1, 2013 through August 31, 2014)
- \$1593.72 for year five (September 1, 2014 through August 31, 2015)

3. Paragraph (24) OPTIONS TO RENEW, is deleted in its entirety and replaced with:

Lessee may exercise one (1) five (5) year renewal option by submitting election to exercise such option to renew at least six (6) months prior to expiration of the current renewal term. Such option term will be at a lease rate mutually acceptable to both parties.

CITY COUNCIL

For City Clerk's Use:

APPROVED **DENIED**

Reso No. 2003-_____ File No. _____

Ord No. 2003-_____

Agenda Item No.: 6

Date: August 18, 2010

TO: Honorable Mayor and Members of the City Council

FROM: Gail Sullivan, Deputy City Manager
Sheryl Bennett, Director of Human Resources

SUBJECT: Memorandum of Understanding between the City of Escondido and the Escondido Police Officers' Association, Non-Sworn Bargaining Unit

RECOMMENDATION:

City Council adopt resolution 2010-131 approving the successor Memorandum of Understanding between the City and the Escondido Police Officers' Association, Non-Sworn Bargaining Unit, ending June 30, 2012. Approve a budget adjustment with an overall cost savings of \$182,330 for Fiscal Year 2010-11, and \$182,330 for Fiscal Year 2011-12, for a two year total cost savings of \$364,660.

FISCAL ANALYSIS:

Cost savings to the City's budget is \$182,330 for Fiscal Year 2010-11, and \$182,330 for Fiscal Year 2011-12, for a two year total cost savings of \$364,660. Authorization should be given to the City Manager for appropriate budget adjustments.

PREVIOUS ACTION:

On October 7, 2009, the City Council approved an amendment to the Memorandum of Understanding extending the term of the Memorandum of Understanding to June 30, 2010.

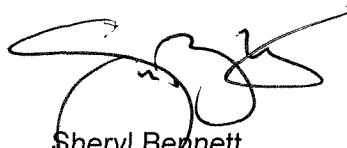
BACKGROUND:

City staff has been meeting and conferring with the Escondido Police Officers' Association, Non-Sworn Bargaining Unit, regarding terms of the Memorandum of Understanding that expired on June 30, 2010. The attached resolution outlines changes to working conditions and compensation that have been agreed to during this negotiation process and will result in cost reductions to the City's overall budget.

Tentative agreement on issues before the negotiating groups was reached on July 19, 2010. Members of the Bargaining Unit have voted in support of the agreement.

Respectfully submitted,


Gail Sullivan
Deputy City Manager


Sheryl Bennett
Director of Human Resources

RESOLUTION NO. 2010-131

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF ESCONDIDO, CALIFORNIA, APPROVING THE MEMORANDUM OF UNDERSTANDING WITH THE ESCONDIDO POLICE OFFICERS' ASSOCIATION, NON-SWORN UNIT

JULY 1, 2010 – JUNE 30, 2012

WHEREAS, negotiating teams from the City of Escondido and the Escondido Police Officers' Association, Non-Sworn Unit, have been duly appointed and have been conducting meet-and-confer sessions with respect to cost-saving matters affecting both parties; and

WHEREAS, a successor Memorandum of Understanding ("MOU") by the City of Escondido ("City") and the Escondido Police Officers' Association, Non-Sworn Unit ("Association") is necessary as a result of meeting and conferring in good faith concerning wages, hours, and other terms and conditions of employment; and

WHEREAS, it is the intent of the underlying MOU to provide for continuation of the harmonious relationship between the City and the Union; and

WHEREAS, this City Council desires at this time and deems it to be in the best public interest to approve a successor MOU and certain other modifications.

NOW, THEREFORE BE IT RESOLVED by the City Council of the City of Escondido, California, as follows:

1. That the above recitations are true.
2. The City's negotiating team is authorized to execute, on behalf of the City, a successor MOU for the term of July 1, 2010, through June 30, 2012, and also including terms as set forth in Exhibit "A," attached to this resolution and incorporated by this reference.

**City of Escondido
Escondido Police Officers' Association Non-Sworn Bargaining Unit
Successor Memorandum of Understanding
7/1/2010 – 6/30/2012**

1) Term:

July 1, 2010 through June 30, 2012

2) Existing MOU Modifications:

Specific cost concessions to the MOU that were implemented on October 4, 2009, will remain in place until terminated. Current items suspended and to remain suspended for the term of the successor MOU agreement are as follows:

- Step Increases
- Certification Pay
- 401(k) Contributions by the City

Effective August 8, 2010, other Items that that were implemented on October 4, 2009, will be removed from employee cost concessions and are as follows:

- 3.75% Salary Reduction for Dispatch Personnel
- 1.0% Salary Reduction for CSO Personnel
- CSO Self-Directed Furlough – 3.0% salary reduction. Salary reduction will be matched by two furlough hour time bank deposits in July 2010 and January 2011. Regular payment resumes July 2012.

3) Holidays, Article 5, Section 5.01:

Effective August 8, 2010, the following provisions shall be applicable to use of holiday pay. The following provisions shall sunset at midnight on June 30, 2012. The provisions are:

- a. Commencing with Council approval of the MOU, Labor Day, Veteran's Day, Day After Thanksgiving, New Years Day, Martin Luther King Jr. Day, and Presidents Day, Memorial Day, ten (10) hours for each listed holiday shall be placed into a "furlough holiday bank" at the rate of 2.8571 hours per payroll period during the 2010 and 2011 calendar years (a total of 140 holiday hours). Earned and accumulated designated holiday hours are subject to use pursuant to these provisions but shall have no cash value. Accordingly, at no time, either during an affected Association member's employment or upon separation for any reason, or otherwise, shall earned accumulated designated "furlough holiday bank" hours be convertible to cash.
- b. Application for use of earned and accumulated "furlough holiday bank" hours shall be governed by the practices described in Section 3.02 Compensatory Time. However, use of "furlough holiday bank" hours shall be denied if such usage would cause Department-

determined minimum staffing levels for any particular shift, to fall below said minimum staffing level, and/or would result in an overtime expenditure.

- c. Subject to the above rules and regulations governing use of "furlough holiday bank" hours for Community Service Officers, "furlough holiday bank" hours existing at midnight on June 30, 2012, shall be available for use through and including June 30, 2014. Any "furlough holiday bank" hours remaining unused on June 30, 2014, shall be extinguished with no cash value. For Public Safety Dispatchers and Public Safety Shift Supervisors, there shall be no expiration for "furlough holiday bank" hours. Accordingly, at no time, either during an affected Association member's employment or upon separation for any reason, or otherwise, shall earned accumulated designated "furlough holiday bank" hours be convertible to cash.
- d. During the 2010 and 2011 calendar years, any affected employee working a shift that falls on a "designated holiday," shall be compensated at straight time for hours worked (unless the hours worked otherwise entitle the CSO/Dispatcher to overtime separate and distinct from having worked on a designated holiday).
- e. Where an affected employee was scheduled to work on a designated holiday and applies for and is granted use of ten (10) earned and accumulated "furlough holiday bank" time, shall be compensated with ten (10) hours of straight time during the payroll period within which the "furlough holiday bank" hours were utilized, and the "furlough holiday bank" shall be debited in the amount of ten (10) hours.
- f. Subject to the "Pre-2010 Holiday Bank Utilization" described below and the adding of Thanksgiving Day, Christmas Day, and Independence Day holiday hours to said account for use as described therein, any and all of the holiday pay provisions and/or practices set forth in this MOU and which pre-date the City Council adoption of this 2010-11 MOU, shall be of no force and effect, but shall be reinstated effective July 1, 2012, subject to later modification pursuant to the meet and confer process for the 2012 calendar year.
- g. The following provisions (A and B) are ineffective and suspended during the term of this MOU for the designated holidays identified for the "furlough holiday bank":

Holiday Pay:

Employees whose regularly scheduled workday or work shift falls on a holiday and who work such a holiday shall receive compensation as follows:

- A. Time and one-half for time worked, and, at the employee's option:
 - 1. Compensatory time off on a straight-time basis subject to the needs of the service and the prior approval of the employee's supervisor; or
 - 2. Straight-time pay for time worked.
- B. Employees whose regularly scheduled workday or work shift falls on a holiday and who call in sick on the holiday, or a part thereof, shall receive straight-time holiday pay for those hours scheduled to work but not actually worked due to illness.

h. Pre-2010 Holiday Bank Utilization

Concurrent with City Council adoption of this 2010-11 MOU, the "floating holiday bank" existing prior to the date of said Council adoption, and including the 2010 and 2011 Thanksgiving Day, Christmas Day and Independence Day holiday hours shall be "limited" in that no cash distributions shall be allowed from said earned and accumulated existing holiday bank time in excess of 500 hours in the unit of representation per each fiscal year 2010 and 2011. Computation of the 500 hours per fiscal year shall commence on July 1, 2010 and July 1, 2011. Any employee separating from City employment during the term of the 2010-11 MOU, shall be compensated for said pre-existing earned and accumulated holiday bank time, but only to the extent allowed by rules, regulations, policies and practices applicable to employment-separation related cash distribution of said holiday bank time.

i. Holiday and Furlough Holiday Bank Reopeners

It is agreed and acknowledged by the parties that the principle purpose of the City in providing for the "holiday bank" concept during the 2010/11 and 2011/12 fiscal years is to provide economic savings to the City by elimination of holiday cash value and/or in premium holiday payment to employees working on designated holidays. Therefore, it is agreed by the parties that every six (6) months starting from the date of City Council adoption of this 2010-11 MOU, representatives of the City shall be authorized to reopen this MOU if the City determines that the anticipated per annum holiday and floating holiday fiscal savings of \$181,000 related to creation and use of the above "furlough holiday bank" are not reasonably likely to be realized.

4) Uniform Allowance, Article 2, Section 2.06

Uniform allowance will be reduced by half (\$350) with no allowance payable in January 2011 or January 2012. The amounts withheld, shall not be reimbursed on or after June 30, 2012. Uniform allowance distributions shall recommence effective with the pay date closest to July 1, 2012. Nonetheless, the one (1) time \$700.00 stipend provided to newly hired CSO and Public Safety Dispatch personnel shall continue to be provided during the term of this MOU. Uniform allowance shall recommence effective July 2012.

Representing the City with a professional appearance while working in the Dispatch Center and in the community, the City will maintain the current Dispatcher uniform.

5) Work Schedule, Article 12:

On an ongoing basis, the City will make changes in operations to provide efficient and economical services to our community. The City works on implementation with the affected employee groups if these changes relate to the terms and conditions of employment (i.e., side letter on Dispatch Schedule dated 5/13/10). These changes are not intended to be attributed towards specific bargaining unit concession calculations.

6) Health Insurance, Exhibit B:

Medical and Dental Insurance Plans:

This item will inform the Bargaining Unit that the Health Insurance Committee (HIC) is commencing its annual review of medical and dental insurance plans and the related designs of the various plans available to employees. Consistent with the MOU, the HIC may consider changes in health and dental plan design that may increase the cost to covered employees in such areas as doctor visit co-pays, prescription co-pays and the like.

The City will provide the lowest cost medical plan as recommended by the Health Insurance Committee (HIC) and approved by the City Council; and

Employee participation toward medical coverage will include the proportional percentage change in premium each "premium year" for the lowest cost medical plan after changes in Plan Design by the HIC and approval by the City Council.

The current rates, beginning January 1, 2010:

Employee Only	\$13.38 per month
Employee + One	\$26.74 per month
Family Coverage	\$40.12 per month

CITY COUNCIL

For City Clerk's Use:

APPROVED DENIED

Reso No. 2003-_____ File No. _____

Ord No. 2003-_____

Agenda Item No.: 7

Date: August 18, 2010

TO: Honorable Mayor and Members of the City Council

FROM: Gail Sullivan, Deputy City Manager
Sheryl Bennett, Director of Human Resources

SUBJECT: Amendment to the Memorandum of Understanding between the City of Escondido and the Maintenance and Operations Unit, Teamsters Local 911

RECOMMENDATION:

City Council adopt Resolution 2010-124 approving the successor Memorandum of Understanding between the City and the Escondido Maintenance and Operations Unit for a one-year period, ending June 30, 2011. Approve a budget adjustment with an overall cost savings of \$861,391 for Fiscal Year 2010-11.

FISCAL ANALYSIS:

Cost savings to the City's budget for the 2010-11 Fiscal Year is \$861,391. Authorization should be given to the City Manager for appropriate budget adjustments.

PREVIOUS ACTION:

On October 7, 2009, the City Council approved an amendment to the Memorandum of Understanding extending the term of the Memorandum of Understanding to June 30, 2010.

BACKGROUND:

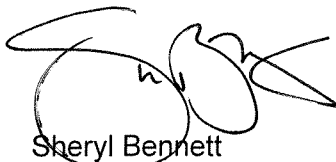
City staff has met and conferred with the Maintenance and Operations Unit, Teamsters Local 911, regarding cost-saving measures to the terms of the Memorandum of Understanding that expired on June 30, 2010. Attached Resolution No. 2010-124 outlines changes to working conditions and compensation that have been agreed to during this negotiation process and will result in cost reductions to the City's overall budget.

Tentative agreement on issues before the negotiating group was reached on July 20, 2010. Members of the Bargaining Unit have voted in support of the agreement.

Respectfully submitted,



Gail Sullivan
Deputy City Manager



Sheryl Bennett
Director of Human Resources

RESOLUTION NO. 2010-124

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF ESCONDIDO, CALIFORNIA, APPROVING THE MEMORANDUM OF UNDERSTANDING WITH THE TEAMSTERS LOCAL 911, MAINTENANCE AND OPERATIONS UNIT

JULY 1, 2010 – JUNE 30, 2011

WHEREAS, negotiating teams from the City of Escondido ("City") and the Teamsters Local 911 ("Union") have been duly appointed and have been conducting meet-and-confer sessions with respect to cost-saving matters affecting both parties; and

WHEREAS, a successor Memorandum of Understanding ("MOU") by the City of Escondido ("City") and the Teamsters 911 ("Union") is necessary as a result of meeting and conferring in good faith concerning wages, hours, and other terms and conditions of employment; and

WHEREAS, it is the intent of the underlying MOU to provide for continuation of the harmonious relationship between the City and the Union; and

WHEREAS, this City Council desires at this time and deems it to be in the best public interest to approve a successor MOU and certain other modifications.

NOW, THEREFORE BE IT RESOLVED by the City Council of the City of Escondido, California, as follows:

- 1. That the above recitations are true.
- 2. The City's negotiating team is authorized to execute, on behalf of the City,

A successor MOU for a term of July 1, 2010, through June 30, 2011, and also including terms as set forth in Exhibit "A," attached to this resolution and incorporated by this reference.

Exhibit "A"

**City of Escondido
Maintenance and Operations Bargaining Unit
Teamsters Local 911
Successor Memorandum of Understanding
July 1, 2010 – June 30, 2011**

1. Existing MOU Modifications:

Changes to the MOU that were implemented on October 7, 2009 will remain in place until terminated per City Council Resolution 2009-151R. Such changes are as follows and will be incorporated into the amended MOU as appropriate:

- Suspension of step increases
- Suspension of new certification pay
- Suspension of class progressions
- Suspension of 401(k) City contribution

2. Term:

July 1, 2010 - June 30, 2011. There will be no MOU reopeners during the term of the contract.

3. Self-Directed Furlough Program (SDFP), Article IV – Compensation Policy, Section 1, Wages:

Effective August 22, 2010 (pay period ending September 4, 2010):

The SDFP allows for a flexible furlough program for City of Escondido employees whose work sites are away from City Hall. Employees will be given personal discretion in the use of the SDFP time with management approval. City Hall will continue to recognize alternate Fridays as mandatory furlough days.

The Maintenance and Operations Employees' current pay reduction for the SDFP (2.68%) and the current pay reduction for four furlough days in lieu of holidays (1.68%) will be combined into one pay reduction that equals 4.36%, which will be deducted each pay period on a pre-tax basis.

Each employee receives forty five and thirty-seven hundredths (45.37) furlough hours placed into a furlough leave bank during pay period beginning June 27, 2010, and ten and thirty-seven hundredths (10.37) hours again on January 23, 2011 (pay period ending February 5, 2011), for a total of fifty five and seventy-four hundredths (55.74) furlough hours.

The furlough hours will be carried in a Furlough Time Bank that will exist for 24 months (through June 30, 2013) beyond the conclusion of the furlough program. Employees will receive no cash value for leave credits accrued under the furlough program.

The leave may be used in a manner similar to vacation assignment (Article 9, Section 3A of the MOU).

The SDFP will not negatively impact employer-paid benefits, leave accruals or seniority.

Cal PERS service credit is not expected to be affected by the furlough schedule as long as the employee works a minimum of 1,720 hours in a work year. Employees retiring during this agreement year may experience a de minimus impact on EPMC credit. Should an employee work on a furlough day, they will receive pay for such time worked; the employee will be required to reschedule the furlough day.

4. Work Schedule, Article IV – Compensation Policy, Section 1, Wages:

Effective August 22, 2010 (pay period ending September 4, 2010):

The City will recognize SDFP time as time worked for the purpose of calculating overtime and will be added to Article IV, Compensation Policy, Section 5, Item D.

5. Benefits (Medical and Dental Insurance Plans), Article VI – Employee Benefits Program:

The Health Insurance Committee (HIC) will commence its annual review of medical and dental insurance plans and the related designs of the various plans available to employees. Consistent with the MOU, the HIC may consider changes in health and dental plan design that may increase to cost to covered employees in such areas as doctor visit co-pays, prescription co-pays, etc.

The City will provide the lowest cost medical plan as recommended by the HIC and approved by the City Council; and

Employee participation toward medical coverage will include the proportional percentage change in premium each "premium year" for the lowest cost medical plan after changes in Plan Design by the HIC and approval by the City Council.

The current rates, beginning January 1, 2010:

Employee Only	\$13.38 per month
Employee + One	\$26.74 per month
Family Coverage	\$40.12 per month

6. Certification Language, Article IV – Compensation Policy, Section 24, Control Systems Technician and Plant Systems Technician:

Current Language – The City agrees to provide specialty pay of 5% for Control Systems Technicians and Plant Systems Technicians that hold a State of California certification as a Water Plant or Wastewater Plant Operator II (effective first full pay period in September 2002).

Effective August 22, 2010 (pay period ending September 4, 2010):

New Additional Language - The City agrees to provide specialty pay of 5% for Control Systems Technicians and Plant Systems Technicians holding a State of California certification above the level required for their current classification.

Maximum specialty pay provided is limited to 5% regardless of certifications held by the employee.

7. Standby Holiday Vehicle Trade, Article VII – Standby Policy, Section 3, Item D:

Effective August 22, 2010 (pay period ending September 4, 2010):

When a holiday falls on a Wednesday, the Standby employees who are trading out a standby vehicle shall **both** receive a minimum 3 (three) hours overtime and the Standby Holiday Pay of \$50.

8. Crew Leader Specialty Pay, Article IV – Compensation Policy, Section 15, Specialty Pay (Crew Leader):

Effective August 22, 2010 (pay period ending September 4, 2010):

Employees assigned as a crew leader for a minimum of 5 (five) hours will receive a full-shift of Crew Leader Pay. If the crew leader assignment is less than 5 (five) hours, the employee will be compensated for the actual time worked as a crew leader.

9. Welder Specialty Pay, Article IV – Compensation Policy, New Section 27, Welder Specialty Pay:

Effective August 22, 2010 (pay period ending September 4, 2010):

The City will establish a welding test to fill 2 (two) specialty pay positions – one within the Water Division and one within the Collections Division of the Utilities Department. The City agrees to a stipend of \$250 per month for Welder Specialty Pay. The City will continue to contract for services, as appropriate, in order to augment the welding requirements of the City.

CITY COUNCIL

For City Clerk's Use:

APPROVED **DENIED**

Reso No. _____ File No. _____

Ord No. _____

Agenda Item No.: 8
Date: August 18, 2010

TO: Honorable Mayor and Members of the City Council
FROM: Rich Buquet, Neighborhood Services Manager
SUBJECT: Notice of Completion for the Elm to Hickory Street Lighting Project

RECOMMENDATION:

It is requested that Council Authorize the City Engineer to file a Notice of Completion for the Elm to Hickory Street Lighting Project.

FISCAL ANALYSIS:

All costs were covered by special Community Development Block Grant Recovery (CDBG-R) funds as appropriated by the American Recovery and Reinvestment Act (ARRA).

CORRELATION TO THE CITY COUNCIL ACTION PLAN:

This item relates to the Council's Action Plan regarding infrastructure and public facilities.

PREVIOUS ACTION:

On May 20, 2009, Council approved an amendment to the FY 2008-09 One-Year Action Plan for CDBG to allocate funds in the amount of \$464,210, which were received as a result of the ARRA, to the Elm to Hickory Street Lighting Project.

On January 13, 2010, the City Council authorized the Mayor and the City Clerk to execute a contract with Curto Construction Co. for the Elm to Hickory Street Lighting Project in the amount of \$200,000.00. The project was finalized by the Field Engineering Department on July 6, 2010.

BACKGROUND:

The Elm to Hickory Street Lighting Project consists of furnishing and installing street lights, sidewalks and landscape areas from Elm to Hickory Streets. The project provides this low-income neighborhood with enhanced security for residents and public safety officers. Total costs of the project were \$193,619.17.

August 18, 2010
Notice of Completion – Elm to Hickory Street Lighting Project
Page 2

CONCLUSION

Staff recommends approval of the Notice of Completion

Respectfully submitted,

A handwritten signature in black ink, appearing to read 'R. Buquet', with a long horizontal flourish extending to the right.

Rich Buquet, Neighborhood Services Manager

CITY COUNCIL

For City Clerk's Use:

APPROVED **DENIED**

Reso No. _____ File No. _____

Ord No. _____

Agenda Item No.: 9

Date: August 18, 2010

TO: Honorable Mayor and Members of the City Council

FROM: Joyce Masterson, Assistant to the City Manager/Project Manager

SUBJECT: POLICE AND FIRE HEADQUARTERS NOTICE OF COMPLETION – ARTIMEX IRON COMPANY

RECOMMENDATION:

It is requested that Council approve and accept these improvements and authorize staff to file a Notice of Completion for Artimex Iron Company, Inc. (Bid Package 5A – Structural Steel) for the Police and Fire Headquarters at 1163 N. Centre City Parkway.

FISCAL ANALYSIS:

The contractor's original bid was \$3,080,000.00. Additional expenditures in the amount of \$254,579.09 were required, bringing the total cost of the project to \$3,334,579.09. Funding for the project was derived from Prop P funds.

CORRELATION TO THE CITY COUNCIL ACTION PLAN:

This item relates to the Infrastructure and Public Facilities element of the 2009-2010 Council Action Plan.

PREVIOUS ACTION:

The City Council awarded Phase IV Bid Package 5A Structural Steel and Miscellaneous Metals of the Police and Fire Headquarters to Artimex Iron Company, Inc. in the amount of \$3,080,000.00 on October 24, 2007. On May 5, 2010, Council approved additional change orders in the amount of \$10,585.59.

BACKGROUND

The project consisted of the structural steel and miscellaneous metals for the Police and Fire Headquarters.

Notice of Completion – Artimex Iron Company
August 18, 2010
Page 2

Respectfully submitted,

A handwritten signature in cursive script that reads "Joyce Masterson". The signature is written in black ink and is positioned above the typed name.

Joyce Masterson
Assistant to the City Manager
/jm2

CITY COUNCIL

For City Clerk's Use:

APPROVED **DENIED**

Reso No. _____ File No. _____

Ord No. _____

Agenda Item No.: 10

Date: August 18, 2010

TO: Honorable Mayor and Members of the City Council

FROM: Joyce Masterson, Assistant to the City Manager/Project Manager

SUBJECT: POLICE AND FIRE HEADQUARTERS CHANGE ORDER – HPS Mechanical

RECOMMENDATION:

It is requested that the City Council approve a construction change order with HPS Mechanical in the amount of \$17,100.98 for additional work at the Police and Fire Headquarters.

FISCAL ANALYSIS:

This project will be paid with funds from the Public Facilities Expansion Account (229-150179).

CORRELATION TO THE CITY COUNCIL ACTION PLAN:

This item relates to the Infrastructure and Public Facilities element of the 2009-2010 Council Action Plan.

PREVIOUS ACTION:

On March 12, 2008, Council accepted the bid of HPS Mechanical in the amount of \$5,145,186 for the construction of Phase IV Bid Package 15A (HVAC and Plumbing) of the Police and Fire Headquarters. On August 19, 2009, the Council approved a construction change order with HPS Mechanical in the amount of \$596,953.26 for major modifications to the HVAC on the third floor related to the server room. On November 18, 2009, the Council approved a construction change order in the amount of \$165,198.40 for additional plumbing, heating and ventilation work. On March 24, 2010, Council approved a construction change order in the amount of \$55,044.38. On May 5, Council approved construction change orders in the amount of \$5,942.64.

BACKGROUND:

Approval of the following change orders is required by the City Council since it exceeds the Project Manager's authority to approve:

Potential Change Order Number	Description	Cost
15A.97	Ran 2" fire riser drain from rotunda to bioswale.	\$530.64

15A.99	Made modifications to HVAC per engineer. EF-4 motor change out and EF-11 adjustment and re-balance	\$9,288.89
15A.102	Relocated return air diffuser in Room 250 and added exhaust in Room 241D	\$6,170.34
15A.104	Demolished existing water and sewer to tribute plaza to allow for design changes	\$1,111.11

This is the final change order for HPS. There will be no further change orders.

RECOMMENDATION:

Staff recommends the City Council approve a construction change order with HPS in the amount of \$17,100.98 for the additional work at the Police and Fire Headquarters located at 1163 N. Centre City Parkway.

Respectfully submitted,



Joyce Masterson
Assistant to the City Manager

/jm2

CITY COUNCIL

For City Clerk's Use:

APPROVED **DENIED**

Reso No. _____ File No. _____

Ord No. _____

Agenda Item No.: 11

Date: August 18, 2010

TO: Honorable Mayor and Members of the City Council

FROM: Joyce Masterson, Assistant to the City Manager/Project Manager

SUBJECT: POLICE AND FIRE HEADQUARTERS CHANGE ORDER – J.P. WITHEROW

RECOMMENDATION:

It is requested that Council authorize staff to execute a construction change order with J. P. Witherow Roofing in the amount of \$42,643.91 for additional work at the Police and Fire Headquarters at 1163 N. Centre City Parkway.

FISCAL ANALYSIS:

This project will be paid with funds from the Public Facilities Expansion Account (229-150179).

CORRELATION TO THE CITY COUNCIL ACTION PLAN:

This item relates to the Infrastructure and Public Facilities element of the 2009-2010 Council Action Plan.

PREVIOUS ACTION:

On August 13, 2008, Council accepted the bid of J.P. Witherow Roofing in the amount of \$887,100 for the construction of Fire Phase IV Bid Package 7A (Roofing) of the Police and Fire Facility. On March 18, 2009, Council approved a construction change order with J.P. Witherow Roofing in the amount of \$117,796 for the installation of lightweight insulating concrete on the roof which had been deducted from another contractor's scope of work. Council also approved a change order in the amount of \$117,738.04 on September 2, 2009, which was needed due to design errors and omissions and additional contract time due to a revised completion date. On February 24, 2010 Council approved construction change orders in the amount of \$95,064.35.

BACKGROUND:

Approval of the following change orders is required by the City Council since it exceeds the Project Manager's authority to approve:

PCO #	Description	Cost
07A.26	Added to furnished and installed prefinished (patina green) sheet metal drip flashings at window head	\$5,184.95
07A.30	Coated lower roof with a Johns Mansfield Top Guard 5000 single layer coating	\$18,191.21
07A.32	Patched and repaired damaged cap sheet, 80 patches on the lower roof, 69 patches on the high roof and four (4) FP-10 vent replacements	\$19,267.75

This is the final change order. There will be no further change orders.

Staff recommends Council approve a construction change order with J.P. Witherow Roofing in the amount of \$42,643.91 for the additional work for the Police and Fire Headquarters located at 1163 N. Centre City Parkway.

Respectfully submitted,



Joyce Masterson
Assistant to the City Manager



CITY COUNCIL

For City Clerk's Use:

APPROVED DENIED

Reso No. _____ File No. _____

Ord No. _____

Agenda Item No.: 12
Date: August 18, 2010

TO: Honorable Mayor and Members of the City Council

FROM: Joyce Masterson, Assistant to the City Manager/Project Manager

SUBJECT: POLICE AND FIRE HEADQUARTERS NOTICE OF COMPLETION – HAZARD CONSTRUCTION COMPANY

RECOMMENDATION:

It is requested that Council approve and accept these improvements and authorize staff to file a Notice of Completion for Hazard Construction Company (Bid Package 3B Site Concrete and Paving) for the Police and Fire Headquarters.

FISCAL ANALYSIS:

The contractor's original bid was \$1,209,900. Additional expenditures in the amount of \$444,489.87 were required, bringing the total cost of the project to \$1,654,389.87. Funding was derived from Prop P bond funds and the Public Safety Facility Expansion account 229-150179.

CORRELATION TO THE CITY COUNCIL ACTION PLAN:

This item relates to the Infrastructure and Public Safety Facilities element of the 2009-2010 Council Action Plan.

PREVIOUS ACTION:

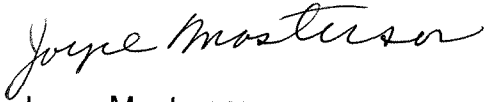
On January 21, 2009, the City Council awarded Phase IV Bid Package 3B (Site Concrete and Paving) of the Police and Fire Headquarters to Hazard Construction Company in the amount of \$1,209,900.00. On May 5, 2010, Council approved construction change orders in the amount of \$250,730.22. On June 23, 2010, Council approved construction change orders in the amount of \$84,602.37.

BACKGROUND:

The project consisted of the site concrete and paving at the Police and Fire Headquarters at 1163 N. Centre City Parkway.

Notice of Completion - Hazard Construction Company
August 18, 2010
Page 2

Respectfully submitted,

A handwritten signature in cursive script that reads "Joyce Masterson".

Joyce Masterson
Assistant to the City Manager

/jm2

CITY COUNCIL

For City Clerk's Use:

APPROVED **DENIED**

Reso No. _____ File No. _____

Ord No. _____

Agenda Item No.: 13

Date: August 18, 2010

TO: Honorable Mayor and Members of the City Council

FROM: Joyce Masterson, Assistant to the City Manager/Project Manager

SUBJECT: POLICE AND FIRE CHANGE ORDER – ISEC, INC.

RECOMMENDATION:

It is requested that Council approve a construction change order with ISEC, Inc. in the amount of \$47,178.63 for construction specialties at the Police and Fire Headquarters.

FISCAL ANALYSIS:

The project will be paid with funds from the Public Facilities Expansion Account (229-150179).

CORRELATION TO THE CITY COUNCIL ACTION PLAN:

This item relates to the Public Safety Facilities element of the 2007-2008 Council Action Plan.

PREVIOUS ACTION:

On March 5, 2008, Council accepted the bid of ISEC, Inc. in the amount of \$2,100,000 for the construction of Phase IV Combined Bid Package 6A (Millwork) and 10A (Construction Specialties) for the Police and Fire Facility. On May 5, 2010, Council approved a construction change order in the amount of \$18,502.96.

BACKGROUND:

Potential Change Order Number	Description	Cost	Reason
10A.22	Changed the lower granite countertops in lobby area from 12 inches to 18 inches to allow for additional work space	\$29,008.68	Designer Decision
10A.23	Provide hole and grommet cutout in countertops	\$637.21	Designer Decision

10A.25	Revised cabinet dimensions for the north and south walls for Room 112.	\$8,445.99	Designer Decision
10A.26	Engraved onsite onto existing stones the words "Duty, Trust, Sacrifice, Honor" and installed bronze leforms.	\$3,973.17	Designer Decision
10A.30	Installed 6 each black ABS plastic grills in the cabinets at Rooms 109, 205, and 349 to allow ventilation for the AV equipment	\$856.40	Designer Decision
10A.32	Provided infrastructure and picture backgrounds for the EMUG systems at rooms 114, 140, and 610	\$3,144.07	Designer Decision
10A.33	Made changes to sliding marker boards in rooms 109, 135 and 349	\$1,113.11	Designer Decision

This is the final change orders for ISEC, Inc. There will be no further change orders.

RECOMMENDATION:

Staff recommends the City Council approve construction change orders with ISEC, Inc. in the amount of \$47,178.63 for the additional work at the Police and Fire Headquarters located at 1163 N. Centre City Parkway.

Respectfully submitted,



Joyce Masterson
Assistant to the City Manager



CITY COUNCIL

For City Clerk's Use:

APPROVED DENIED

Reso No. _____ File No. _____

Ord No. _____

Agenda Item No.: 14

Date: August 18, 2010

TO: Honorable Mayor and Members of the City Council

FROM: Joyce Masterson, Assistant to the City Manager/Project Manager
Gilbert Rojas, Director of Finance

SUBJECT: POLICE AND FIRE HEADQUARTERS – BUDGET ADJUSTMENT

RECOMMENDATION:

It is requested that Council authorize a budget adjustment of \$129,522 from the Police and Fire portion of the Public Facility Fees to the Public Safety Facility Expansion Account (229-150179) for remaining needed construction at the Police and Fire Headquarters.

FISCAL ANALYSIS:

None.

CORRELATION TO THE CITY COUNCIL ACTION PLAN:

This item relates to the Public Safety Facilities element of the 2007-2008 Council Action Plan.

PREVIOUS ACTION:

On May 19, 2010, Council authorized the appropriation of \$400,000 of the Police and Fire portion of the Public Facility Fees to the Public Safety Facility Expansion Account (229-150179) for remaining needed construction at the Police and Fire Headquarters.

BACKGROUND:

The budget for the Police and Fire Headquarters was revised in December 2005 from \$50.6 to \$60 million. However, while potential funding sources beyond Prop P funds were identified, no funds were specifically allocated to the budget at that time to make up the shortfall. Instead, staff has requested additional funds from Council as needed. To date, funding for construction has come from the following sources:

Police and Fire Headquarters Budget Adjustment
August 18, 2010
Page 2

Prop P Bond Funds	\$50,600,000
Interest Earnings on Bonds	\$ 7,573,000
Capital Account 229-105179	\$ 1,157,417
Public Facility Fees	\$ 400,000
Total	\$59,730,417

At this time, additional change orders have been submitted to the City from ISEC, J.P. Witherow and HPS in the total amount of \$129,522. All of the above funding sources have been nearly expended, leaving insufficient funds to pay for the change orders. With this request for additional funds, the project is still under the \$60 million budget by approximately \$140,061.

It should be noted that the City is still awaiting reimbursement from the State of California in the amount of \$45,175.28 for equipment purchased with Prop P funds for the Dispatch Center. In addition, there will be unexpended funds remaining on several contracts (McCuskey Group, Pecoraro,) after their final invoices are paid. When these funds are available they will be returned to the Prop P fund (220-571501)

Staff recommends appropriating \$129,522. from the Public Facility Fees fund to the Police and Fire Headquarters budget (Account 229-150179) to assist with construction costs.

Respectfully submitted,



Joyce Masterson
Assistant to the City Manager



CITY OF ESCONDIDO
BUDGET ADJUSTMENT REQUEST

Date of Request: August 18, 2010

Department: City Manager

Division: _____

Project/Budget Manager: Joyce Masterson 4621
Name Extension

Council Date (if applicable): August 18, 2010
(attach copy of staff report)

For Finance Use Only

Log # _____

Fiscal Year _____

_____ Budget Balances

_____ General Fund Accts

_____ Revenue

_____ Interfund Transfers

_____ Fund Balance

Project/Account Description	Account Number	Amount of Increase	Amount of Decrease
Public Facilities - Fire	241-3050		\$64,761
Public Facilities - Police	242-3050		\$64,761
Public Safety Facility Expansion	229-150179	\$129,522	

Explanation of Request:

Transfer of Police and Fire Public Facility Funds to the Public Safety Facility Expansion project to cover additional costs incurred for the Police and Fire Headquarters.

APPROVALS

Department Head Date City Manager Date

Finance Date City Clerk Date

Distribution (after approval): Original: Finance



CITY COUNCIL

For City Clerk's Use:

APPROVED DENIED

Reso No. _____ File No. _____

Ord No. _____

Agenda Item No.: 15
Date: August 18, 2010

TO: Honorable Mayor and Members of the City Council
FROM: Jim Maher, Chief of Police
SUBJECT: FY 2011 State of California Office of Traffic Safety DUI Enforcement and Awareness Program Grant

RECOMMENDATION:

It is requested that Council authorize the Escondido Police Department to accept a FY 2011 State of California Office of Traffic Safety (OTS) DUI Enforcement and Awareness Program Grant in the amount of \$268,564. Authorize the Chief of Police to submit grant documents on behalf of the City and authorize staff to establish budgets to spend grant funds.

FISCAL ANALYSIS:

The grant will provide \$268,564 to reimburse overtime and equipment expenses for DUI enforcement.

PREVIOUS ACTION:

City Council accepted a \$300,282 Education and Enforcement Grant from OTS on June 17, 2009.

BACKGROUND:

The Escondido Police Department has received a \$268,564 grant from the California Office of Traffic Safety to enhance traffic safety enforcement programs. Grant funds may be used from October 1, 2010 through September 30, 2011. Consistent with grant guidelines, the Police Department proposes to use grant funds to pay overtime expenses to conduct DUI and special enforcement operations. Funds will also be used to purchase educational materials and checkpoint supplies.

Your action is needed today to accept grant funds, approve proposed expenditures and corresponding budget adjustments, and authorize the Chief of Police to sign contract documents related to the grant. Grant programs will include DUI and driver license checkpoints, warrant sweeps, and special enforcement operations targeting repeat DUI offenders.

Respectfully submitted,

Jim Maher
Chief of Police



CITY OF ESCONDIDO
BUDGET ADJUSTMENT REQUEST

Date of Request: August 18, 2010
Department: Police
Division: Administration
Project/Budget Manager: Susan Cervenka/Barbara MarLett 4402/4734
Council Date (if applicable): August 18, 2010

For Finance Use Only
Log #
Fiscal Year
Budget Balances
General Fund Accts
Revenue
Interfund Transfers
Fund Balance

Table with 4 columns: Project/Account Description, Account Number, Amount of Increase, Amount of Decrease. Contains entries for Revenue and Police Grants.

Explanation of Request:

A budget adjustment is needed to spend grant funds for overtime expenses related to DUI enforcement and education.

APPROVALS

Department Head [Signature] Date 8/10/10
Finance [Signature] Date 8/10/10
City Manager Date
City Clerk Date

Distribution (after approval): Original: Finance

CITY COUNCIL

For City Clerk's Use:

APPROVED **DENIED**

Reso No. _____ File No. _____

Ord No. _____

Agenda Item No.: 16
Date: August 18, 2010

TO: Honorable Mayor and Members of the City Council
FROM: Lori Vereker, Director of Utilities
SUBJECT: Declaration of a Utility Emergency and Award of Contract to Replace a Water Main on 9TH Avenue between Juniper Street and South Broadway

RECOMMENDATION:

It is requested that Council adopt Resolution No. 2010-137 declaring that, pursuant to the terms of Section 20168 of the California Public Contract Code, the City Council may forego normal bidding procedures and pass a resolution by four-fifths vote declaring that public interest and necessity demand the immediate expenditure to safeguard life, health, or property.

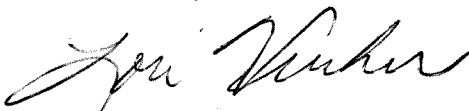
FISCAL ANALYSIS:

Funding for this emergency water main work is available in the Capital Improvement Budget fiscal year 2010/2011. As of the writing of this staff report some of the water services have yet to be completed so a final cost for the work is not yet known. However, the final cost is expected to be below \$300,000.

BACKGROUND:

During the execution of the fiscal year 2009/ 2010 City Street Maintenance Program, the water main on 9th Avenue failed causing outages and the temporary abandonment of the pavement project in that area. After the second failure, it was deemed that further unplanned interruptions in water service would be unacceptable and constitutes a threat to the health of the affected residents and damage to the newly paved road. Immediate action was taken to replace the defective water main. Local contractor Shaw Equipment Rental, Inc. was able to mobilize immediately and replace the water main and services on a time and material basis.

Respectfully submitted,



Lori Vereker
Director of Utilities



Neil Greenwood
Utilities Project Construction Manager

RESOLUTION NO. 2010-137

16.

A RESOLUTION OF THE CITY COUNCIL OF
THE CITY OF ESCONDIDO, CALIFORNIA,
AUTHORIZING THE MAYOR AND CITY
CLERK TO EXECUTE, ON BEHALF OF THE
CITY, A PUBLIC IMPROVEMENT
AGREEMENT ON AN EMERGENCY BASIS
FOR REPLACEMENT OF A WATER MAIN
ON NINTH AVENUE BETWEEN SOUTH
BROADWAY AND JUNIPER

WHEREAS, pursuant to California Public Contract Code ("Contract Code") Section 20168, the City Council may forego normal bidding procedures and pass a resolution by a four-fifths vote declaring that public interest and necessity demand the immediate expenditure to safeguard life, health, or property; and

WHEREAS, pursuant to Contract Code Section 22050, in order to bypass the public bidding process by authorizing resolution, the governing body shall make a finding based on substantial evidence, set forth in the minutes of its meeting, that the emergency will not permit a delay resulting from a competitive solicitation for bids and that the proposed action is necessary to respond to the emergency; and

WHEREAS, the Director of Utilities, in consultation with the City Manager, has determined that recent failures of the water system on 9th Avenue constitute a potential public health risk due to possible contamination, requiring immediate action; and

WHEREAS, the Director of Utilities has determined that additional water main failures could cause additional damage to City property and the surrounding low lying private property; and

WHEREAS, The Director of Utilities has recommended that emergency funds be expended on the proposal from Shaw Equipment Rentals, Incorporated, to immediately

start water main replacement work; and

WHEREAS, this City Council desires at this time and deems it to be in the best public interest to authorize the emergency expenditure of an amount not to exceed three hundred thousand dollars (\$300,000);

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Escondido, California, as follows:

1. That the above recitations are true.
2. That the Mayor and City Council accepts the determination by the Director of Utilities that the continued failure of the water main on 9th Avenue is a public health emergency, that additional failures could cause more damage to property, that this emergency will not permit the delay that would result from a competitive bidding process and that the proposed action is necessary to respond to the emergency requiring immediate repair of the water main.
3. That the Mayor and City Council accepts the recommendation of the Director of Utilities that it is in the best public interest to authorize the Director of Finance to issue a Purchase Order to Shaw Equipment Rentals, Incorporated, in an amount not to exceed \$300,000, to fund this emergency Public Improvement Agreement ("Agreement").
4. That the Mayor and City Clerk are authorized to execute, on behalf of the City, an Agreement with Shaw Equipment Rentals, Incorporated. A copy of the Agreement is attached as Exhibit "A" and is incorporated by this reference.

PUBLIC IMPROVEMENT AGREEMENT

This "Agreement", dated the _____ day of _____, 2010, in the County of SAN DIEGO, State of California, is by and between **THE CITY OF ESCONDIDO** (hereinafter referred to as "CITY"), and **Shaw Equipment Rentals Incorporated** (hereinafter referred to as "CONTRACTOR").

The CITY and the CONTRACTOR, for the consideration stated herein, agree as follows:

1. The complete contract includes all of the Project Documents described in the General Conditions, which are incorporated by reference. The Project Documents are complementary, and what is called for by any one shall be as binding as if called for by all.
2. CONTRACTOR shall perform, within the time set forth in Paragraph 4 of this Agreement, everything required and reasonably inferred to be performed, and shall provide and furnish all the labor, materials, necessary tools, expendable equipment, and all utility and transportation services as described in the complete contract and required for construction of

EMERGENCY WATER MAIN REPLACEMENT ON 9TH AVENUE BETWEEN JUNIPER STREET AND SOUTH BROADWAY

All of said work to be performed and materials to be furnished shall be completed in a good workmanlike manner, free from defects, in strict accordance with the plans, drawings, specifications and all provisions of the complete contract as hereinabove defined. The CONTRACTOR shall be liable to the CITY for any damages and resulting costs, including consultants' costs, arising as a result of a failure to fully comply with this obligation, and the CONTRACTOR shall not be excused with respect to any failure to so comply by any act or omission of the Architect, Engineer, Inspector, or representative of any of them, unless such act or omission actually prevents the CONTRACTOR from fully complying with the requirements of the Project Documents, and unless the CONTRACTOR protests at the time of such alleged prevention that the act or omission is preventing the CONTRACTOR from fully complying with the Project documents. Such protest shall not be effective unless reduced to writing and filed with the CITY within **three (3) working days** of the date of occurrence of the act or omission preventing the CONTRACTOR from fully complying with the Project documents.

3. CITY shall pay to the CONTRACTOR, as full consideration for the faithful performance of the contract, subject to any additions or deductions as provided in the Project documents, the sum of **the TIME AND MATERIAL COSTS NOT TO EXCEED THREE HUNDRED THOUSAND DOLLARS (\$300,000)**.
4. The work shall be commence **IMMEDIATELY and not stop excepting Sundays and nights until the lines have been replaced.**
5. Time is of the essence. If the work is not completed in accordance with Paragraph 4 above, it is understood that the CITY will suffer damage. It being impractical and infeasible to determine the amount of actual damage(s), in accordance with Government Code Section 53069.85, it is agreed that CONTRACTOR shall pay to CITY as fixed and liquidated damages, and not as a penalty, the sum(s) indicated in the LIQUIDATED DAMAGES SCHEDULE below for each calendar day of delay until work is completed and accepted. This amount shall be deducted from any payments due to or to become due to CONTRACTOR. CONTRACTOR and CONTRACTOR'S surety shall be

employed by the CONTRACTOR, either directly or by independent contract, arising out of, or in any way connected with the work covered by this Agreement, whether said injury or damage occurs on or off City property.

- (c) Any and all liabilities, claims, actions, causes of action, proceedings, suits, administrative proceedings, damages, fines, penalties, judgments, orders, liens, levies, costs and expenses of whatever nature, including reasonable attorneys' fees and disbursements, arising out of any violation, or claim of violation of the San Diego Municipal Storm Water Permit (Order No. 2001-01), and updates or renewals, of the California Regional Water Quality Control Board Region 9, San Diego, which the CITY might suffer, incur, or become subject by reason of or occurring as a result of or allegedly caused by the construction, reconstruction, maintenance, and/or repair of the work under this Agreement.

The CONTRACTOR, at CONTRACTOR's own expense, cost, and risk shall defend any and all actions, suit, or other proceedings that may be brought or instituted against the CITY, its governing board, officers, agents or employees, on any such claim, demand or liability, and shall pay or satisfy any judgment that may be rendered against the CITY, its governing board, officers, agents or employees in any action, suit or other proceedings as a result thereof.

- 8. CONTRACTOR shall take out, prior to commencing the work, and maintain, during the life of this contract, and shall require all subcontractors, if any, of every tier, to take out and maintain:
 - (a) General Liability and Property Damage Insurance as defined in the General Conditions in the amount with a combined single limit of not less that **\$3,000,000 per occurrence**.
 - (b) Course of Construction / Builder's Risk Insurance. See Article 5.2 of General Conditions.
 - (c) Insurance Covering Special Hazards: The following special hazards shall be covered by rider or riders to the above-mentioned public liability insurance or property damage insurance policy or policies of insurance, or by special policies of insurance in amounts as follows:
 - (1) Automotive and truck where operated in amounts as above
 - (2) Material hoist where used in amounts as above
 - (d) Workers' Compensation Insurance.
 - (e) Each insurance policy required above must be acceptable to the City Attorney, as follows:
 - (1) Each policy must name the CITY specifically as an additional insured under the policy on a separate endorsement page, with the exception of the workers' compensation and the Errors and Omissions policies.
 - (2) Each policy must provide for written notice within no more than thirty (30) days if cancellation or termination of the policy occurs. Insurance coverage must be provided by an A.M. Best's A-rated, class V carrier or better, admitted in California, or if non-admitted, a company that is not on the Department of Insurance list of unacceptable carriers.
 - (3) All non-admitted carriers will be required to provide a service of suit endorsement in addition to the additional insured endorsement.

- (f) In executing this Agreement, CONTRACTOR agrees to have completed insurance documents on file with the CITY within 14 days after the date of execution. Failure to comply with insurance requirements under this Agreement will be a material breach of this Agreement, resulting in immediate termination at CITY's option.
9. This Agreement is subject to California Public Contract Code Section 22300, which permits the substitution of securities for any monies withheld by the City under this Agreement, and permits the CONTRACTOR to have all payments of earned retentions by the City paid to an escrow agent at the expense of the CONTRACTOR.
 10. Each and every provision of law and clause required by law to be inserted in this Agreement or its attachments shall be deemed to be inserted herein and the Agreement shall be read and enforced as though it were included herein, and if through mistake or otherwise any such provision is not inserted, or is not currently inserted, then upon application of either party the Agreement shall forthwith be physically amended to make such insertion or correction, without further changes to the remainder of the Agreement.
 11. The complete contract as set forth in Paragraph 1 of this Agreement constitutes the entire Agreement of the parties. No other agreements, oral or written, pertaining to the work to be performed, exists between the parties. This Agreement can be modified only by an amendment in writing, signed by both parties and pursuant to action of the Escondido City Council.
 12. CONTRACTOR shall comply with those provisions of the Labor Code requiring payment of prevailing wages, keeping of certified payroll records, overtime pay, employment of apprentices, and workers' compensation coverage, as further set forth in the General Conditions, and shall file the required workers' compensation certificate before commencing work.
 13. The terms "Project Documents" and/or "Contract Documents" where used, shall refer to those documents included in the definition set forth in the General Conditions made a part hereof.

IN WITNESS WHEREOF, this Agreement has been executed on behalf of CITY by its officers thereunto authorized and by CONTRACTOR, the date and year first above written.

CITY OF ESCONDIDO
a municipal corporation
201 North Broadway
Escondido, CA 92025

By: _____
Marsha Whalen, City Clerk

By: _____
Lori Holt Pfeiler, Mayor

CONTRACTOR

By: _____
Signature

By: _____
Signature*

Print Name

Print Name

Title

Title

(Second signature required only for
corporation)

By: _____
Signature**

Print Name

Title

(CORPORATE SEAL OF CONTRACTOR, if
corporation)

Contractor's License No.

Tax ID/Social Security No.

*If CONTRACTOR is a corporation, the first signature must be by one of the following officers of the corporation: Chairman of the Board, President, or any Vice President.

**If CONTRACTOR is a corporation, the second signature must be by a different person from the first signature and must be by one of the following officers of the corporation: Secretary, any Assistant Secretary, the Chief Financial Officer, or any Assistant Treasurer.



CITY COUNCIL

For City Clerk's Use:

APPROVED DENIED

Reso No. _____ File No. _____

Ord No. _____

Agenda Item No.: 17
Date: August 18, 2010

TO: Honorable Mayor and Members of the City Council
FROM: Gilbert Rojas, Director of Finance
SUBJECT: Establishing the Property Tax Rate and Fixed Charge Assessments for General Obligation Bonded Indebtedness

RECOMMENDATION:

It is recommended that the Council approve Resolution 2010-129 to establish the property tax rate and fixed charge assessments for bonded indebtedness for fiscal year 2010-11.

FISCAL ANALYSIS:

A total of \$5,223,345 will be needed for the annual debt service payment for the General Obligation Bond. This represents \$1,829,173 due in March 2011 for fiscal year 2010-11 and \$3,394,172 due in September 2011 for fiscal year 2011-12.

PREVIOUS ACTION:

The City Council certified the results of the November 2, 2004, election approving Proposition P on December 1, 2004. On July 12, 2006, Council authorized the issuance and sale of the General Obligation bonds. The bonds were sold on August 1, 2006. The bonds provided financing for the construction of three new fire stations, a replacement of Fire Station 1, and a combined police and fire headquarters facility.

BACKGROUND:

General Obligation Bonds are secured by the legal obligation to levy an ad valorem property tax upon taxable property within the City in an amount sufficient to pay the yearly debt service (principal and interest) payment. The debt service payment for March 2011 (this fiscal year) is \$1,829,173 and the debt service payment for September 2011 (next fiscal year) is \$3,394,172. Therefore, the City is required to set a tax rate to meet these financial obligations. The assessed value for property in Escondido is used as the basis for applying the levy to taxable properties.

Property Tax Rate for
General Obligation Bonds
Page 2

The starting point for calculating the property tax levy is the current year taxable assessed value. To this assessed value amount, a delinquency factor is applied. As a result of the downturn in the residential real estate market, the City increased the delinquency factor for taxable secured property from 2% to 5% last year. The City's actual delinquency rate for fiscal year 2009-10 was 2.4%. For fiscal year 2010-11, the City will use a 4% delinquency factor in calculating the property tax rate for both secured and unsecured property.

Based on the information the City received from the County, the taxable secured assessed value minus a 4% delinquency factor is \$10,979,752,422 and the taxable unsecured assessed value minus a 4% delinquency factor is \$432,314,367 for all property in Escondido. A comparison of current year to prior year total assessed value (secured plus unsecured) shows an approximate 1.5% decrease in value. This decrease in assessed value will cause the property tax rate to increase in fiscal year 2010-11.

In addition, the property tax rate calculation is also adjusted to reflect accrued interest received, fund balance, and penalties and interest received for property tax delinquency payments, and other miscellaneous taxable revenue. In order to collect the required debt service, the property tax rate will be set at \$0.04074 per \$100 of assessed value. This represents \$40.74 per \$100,000 of assessed value resulting in an increase of \$.12 compared to last year's property tax rate of \$40.86.

Based on current and updated information, we estimate that the average annual tax rate over the life of the bonds will be \$33.07 for \$100,000. During the November 2, 2004 election, the ballot measure provided to the citizens of Escondido, estimated that the average annual tax rate over the life of the bonds would be \$34.75 for \$100,000 of assessed valuation for single family homes.

Respectfully submitted,



Gilbert Rojas
Director of Finance

RESOLUTION NO. 2010-129

A RESOLUTION OF THE CITY COUNCIL OF
THE CITY OF ESCONDIDO, CALIFORNIA,
ESTABLISHING THE PROPERTY TAX RATE
AND FIXED CHARGE ASSESSMENTS FOR
BONDED INDEBTEDNESS FOR FISCAL
YEAR 2010-11

WHEREAS, the City Council of the City of Escondido desires to establish the rate of property tax required to generate an amount of revenue from the tax base to provide sufficient moneys to pay debt service on the voter approved bonded indebtedness payable during the fiscal year ending June 30, 2011; and

WHEREAS, the total net taxable secured assessed valuation of the City of Escondido is now estimated at \$11,437,242,106 full value; and

WHEREAS, the total net taxable unsecured assessed valuation of the City of Escondido is now estimated at \$450,327,466 full value; and

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Escondido that the property tax rate within the City for the City of Escondido General Obligation Bond, Election of 2004, Series A (Fire, Police, and Emergency Response Measure) for the fiscal year ending June 30, 2011, be and hereby is established at \$0.04074 per \$100 assessed value.

BE IT FURTHER RESOLVED that the City Manager and the Director of Finance are each hereby directed and authorized to take any and all actions necessary to ensure that such property tax rate is enrolled with the County of San Diego Auditor &

Controller, including, but not limited to, filing the Tax Amount Rate Certificate attached hereto as Exhibit "A" and is incorporated by this reference.

\$84,350,000
CITY OF ESCONDIDO
San Diego County, California
General Obligation Bonds, Election of 2004, Series A
(Fire, Police and Emergency Response Measure)

I, Gilbert Rojas, hereby certify that I am the Director of Finance of the City of Escondido (the "City"), and as such I am authorized to execute this certificate on behalf of the City.

I hereby further certify that in connection with the City's \$84,350,000 General Obligation Bonds, Election of 2004, Series A (Fire, Police and Emergency Response Measure) the City Council has adopted the attached Resolution No. 2010-129 establishing the tax rate and fixed charge assessments for bonded indebtedness for 2010-11 and attached herewith is the summary for the calculation of the property tax rate for 2010-11.

IN WITNESS WHEREOF, I hereunto set my hand this 18th day of August, 2010.

CITY OF ESCONDIDO

By: _____
Gilbert Rojas, Director of Finance

CITY COUNCIL
COMMUNITY DEVELOPMENT COMMISSION

For City Clerk's Use:

APPROVED **DENIED**

Reso No. CDC _____ File No. _____

Ord No. CDC _____

Agenda Item No.: 18

Date: August 18, 2010

TO: Honorable Mayor/Chair
Members of the City Council/Community Development Commission

FROM: Jerry Van Leeuwen, Director of Community Services
Roni Keiser, Housing Division Manager

SUBJECT: Affordable Housing Redevelopment located at 1282 N. Broadway, 141, 211 and 221 El Norte Parkway

RECOMMENDATION:

Staff recommends approval of the following resolutions as follows:

1. Adopt Resolution No. CDC 2010-10 providing authorization to enter into an exclusive negotiating agreement (ENA) with Community HousingWorks (CHW) for redevelopment of four residential parcels located at Broadway and El Norte Parkway for affordable housing purposes; authorizing encumbrance of FY 2010-2011 affordable housing funds in an amount not to exceed \$500,000 for development costs; and authorizing the Chair and Secretary to execute the ENA and all necessary loan and supporting agreements in form acceptable to the City Attorney; and
2. Adopt Resolution 2010-136 providing the grant of the City-owned parcel at 1282 N. Broadway (purchased with Neighborhood Stabilization Program [NSP] funds) to CHW for subsequent redevelopment for affordable housing purposes in conjunction with the three adjacent parcels on El Norte Parkway in exchange for long-term affordability covenants, and authorizing the Mayor and City Clerk to execute the grant deed and supporting documents and agreements in form acceptable to the City Attorney.

FISCAL ANALYSIS:

There will be no impact on the General Fund. Affordable housing funds would be allocated from current FY 2010-2011 Housing Set-aside funds budgeted for contingencies.

BACKGROUND:

In December of 2009, the City closed escrow on 1282 N. Broadway, a vacant unimproved parcel on the SE corner of Broadway and El Norte Parkway. The property was purchased with Neighborhood Stabilization Program (NSP) funds.

On April, 28, 2010, the City Council/Community Development Commission through the RFP process made available \$45,343 of federal HOME funds for CHDO operational costs, \$396,300 for CHDO development costs, and disposition of two unimproved parcels of land located on Elm Street.

On June 9, 2010, in a public hearing, Council approved the allocation of HOME development funds (\$396,300) and disposition of the two Elm Street properties to Habitat for Humanity.

While CHW had also submitted a proposal in response to the RFP for the Elm Street parcels, Council chose instead to allocate the HOME operational funds (\$45,343) to CHW to allow CHW the ability to further study the feasibility of their alternate request for funding which was a proposal to construct a 27-unit multi-family affordable housing development on El Norte Parkway. CHW had secured site control on three contiguous parcels immediately adjacent to the City-owned property at 1282 N. Broadway (NSP-purchased). Council directed staff to pursue further discussions with CHW for the potential redevelopment of the four properties together for affordable housing purposes.

DISCUSSION OF CHW'S PROPOSED DEVELOPMENT FOR THE SITES:

Initial Development Proposal:

CHW's earlier proposal was for the development of 27 units on the three El Norte Parkway parcels and total project development costs were projected to reach \$8.4 million. With the City's contribution of the Broadway parcel, CHW now proposes an increase in the number of units to 30 with the development of the four parcels together. Total project development costs for the 30 units are not yet known. With the award of the CHDO operational funds for further analysis of the project, feasibility studies and analysis are now underway.

Current Proposal Status:

CHW's proposed development under consideration today is for a total of up to 30 units, using provisions of State Density Bonus Law and CHW's properties developed in conjunction with the City's NSP-purchased property. The proposed multi-family rental development would include an equal mix of 1-bedroom, 2-bedroom and 3-bedroom units. Once completed, the units will be rented to families and individuals with household incomes that are at or below sixty percent (60%) of Area Median Income (\$47,100). The development will be regulated by requirements set forth in the City's

loan documents restricting affordability per State and Federal regulations governing the funds allocated and applied to the property acquisition activities.

The proposed Broadway/El Norte development addresses many of the City of Escondido's Housing Priorities including that it;

- Redevelops the property to a higher and better use, redeveloping well-designed multi-family buildings to replace the current aged, single-family homes.
- Expands the supply of 3-bedroom units for families.
- Adds improved site planning and design while maximizing the permitted density.

Affordability Analysis:

The site is located at Broadway and El Norte Parkway moving southeast along El Norte. This location, with its close proximity to schools, public transportation, parks and recreation, medical facilities, various markets and retail outlets, will potentially score well on a competitive Tax Credit application. The site has been previously improved with single-family homes, although the corner lot has been vacant land for some time. The Project proposes to construct 30 units on the site. One-hundred percent (100%) of the units will be made available to households whose incomes are at or below 60% of AMI. The parcels carry a zoning land use designation of R-2-12 allowing for multi-family residential.

CHW will be encouraged to pursue additional sources of funding including those available from the 9% Tax Credit program, Permanent Supportive Housing Programs, as well as other sources as available. The City/CDC's contribution of land and funding will be leveraged to the fullest extent possible.

Once the terms of the ENA are satisfied, staff anticipates returning to the City/CDC for approval to provide additional affordable housing funds in the form of gap financing, estimated to be \$1.3 – \$3 million. Staff anticipates the availability of gap funding for this project from the FY 2011-12 and FY 2012-13 affordable housing budgets.

CONCLUSION AND RECOMMENDATION:

While total project costs are not yet known, time is of the essence in determining the direction for further commitment of the City's contribution to this recommended development. The Tax Credit regulations require the project to be permit-ready prior to the submittal of an application which could be due in the first application round in March of 2011. Further, federal NSP regulations require that units be constructed and beneficiaries be realized by June of 2013. By determining the City's direction and commitment to the development of this project today, staff and CHW will move ahead in negotiating the ENA and preparing the project for an application for Tax Credit financing in March of 2011.

In addition to the economic advantages, improvements to the area support a number of the City's General Plan and Housing Element goals.

Staff recommends approval of the following resolutions as follows:

1. Adopt Resolution No. CDC 2010-10 providing authorization to enter into an exclusive negotiating agreement with Community HousingWorks (CHW) for redevelopment of four residential parcels located at Broadway and El Norte Parkway for affordable housing purposes; authorizing encumbrance of FY 2010-2011 affordable housing funds in an amount not to exceed \$500,000 for development costs; and authorizing the Chair and Secretary to execute the ENA and all necessary loan and supporting agreements in form acceptable to the City Attorney; and
2. Adopt Resolution 2010-136 providing the grant of the City-owned parcel at 1282 N. Broadway (purchased with Neighborhood Stabilization Program [NSP] funds) to CHW for subsequent redevelopment for affordable housing purposes in conjunction with the three adjacent parcels on El Norte Parkway in exchange for long-term affordability covenants, and authorizing the Mayor and City Clerk to execute the grant deed and supporting documents and agreements in form acceptable to the City Attorney.

Respectfully submitted,


Jerry VanLeeuwen
Director of Community Services



Roni Keiser
Housing Division Manager

RESOLUTION NO. 2010-136

18a.

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF ESCONDIDO, CALIFORNIA, APPROVING THE DISPOSITION OF A PARCEL OF VACANT LAND AT 1282 N. BROADWAY TO COMMUNITY HOUSINGWORKS FOR DEVELOPMENT/ REDEVELOPMENT OF AFFORDABLE HOUSING; AND AUTHORIZING THE MAYOR AND CITY CLERK TO EXECUTE, ON BEHALF OF THE CITY, ALL NECESSARY GRANT DEEDS AND SUPPORTING DOCUMENTS

WHEREAS, on June 10, 2009, at a Public Hearing, Council authorized submittal of a Neighborhood Stabilization Program (NSP) grant application to the State of California for the amount of \$1,309,830 for certain activities including acquisition of real property for purposes of redevelopment; and

WHEREAS, on December 24, 2009, the City of Escondido acquired vacant land located at 1282 N. Broadway, Escondido (the "Property") using NSP funds for purposes of redevelopment; and

WHEREAS, on August 18, 2010, at a Public Hearing, the Community Development Commission of the City of Escondido entered into an Exclusive Negotiating Agreement with Community HousingWorks ("Developer"), and committed Affordable Housing Set-Aside Funds for the purposes of development/redevelopment of four contiguous residential parcels, including the Property; and

WHEREAS, the City desires at this time, and deems it to be in the best public interest to approve the grant of the Property to the Developer, and to authorize the execution of all agreements, loan documents and grant deeds necessary to convey said

Property, in form acceptable to the City Attorney, in exchange for affordability covenants and the development/redevelopment of the Property into affordable housing units.

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Escondido, California, as follows:

1. That the above recitations are true.
2. That the City Council approves the disposition of the vacant property located at 1282 N. Broadway in Escondido, to Community HousingWorks for the provision of affordable housing units.
3. That the Mayor and City Clerk are hereby authorized to execute, on behalf of the City, any grant deeds and supporting documents necessary to convey said Property to Community HousingWorks for the development of affordable housing, in form acceptable to the City Attorney.

RESOLUTION NO. CDC 2010-10

A RESOLUTION OF THE COMMUNITY DEVELOPMENT COMMISSION OF THE CITY OF ESCONDIDO, CALIFORNIA AUTHORIZING THE CHAIR AND SECRETARY TO ENTER INTO, ON BEHALF OF THE CDC, AN EXCLUSIVE NEGOTIATING AGREEMENT WITH COMMUNITY HOUSINGWORKS FOR REDEVELOPMENT OF PROPERTIES LOCATED AT 141, 211 AND 221 E. EL NORTE PARKWAY AND 1282 N. BROADWAY; AUTHORIZING ENCUMBRANCE OF AFFORDABLE HOUSING SET-ASIDE FUNDS NOT TO EXCEED \$500,000 FOR THE REDEVELOPMENT; AND AUTHORIZING THE CHAIR AND SECRETARY TO EXECUTE, ON BEHALF OF THE CDC, ALL NECESSARY LOAN AND SUPPORTING AGREEMENTS

WHEREAS, the Community Development Commission ("CDC") of the City of Escondido, California has a State mandate to provide affordable housing; and

WHEREAS, in a public hearing of June 9, 2010, the CDC directed staff to pursue further discussions with Community HousingWorks ("Developer") for the potential redevelopment of a City-owned parcel located at 1282 N. Broadway purchased with Neighborhood Stabilization Program ("NSP") funds, in conjunction with three contiguous parcels for which the Developer has acquired site control, addressed as 141, 211 and 221 E. El Norte Parkway (collectively, the "Properties"); and

WHEREAS, on August 18, 2010, the CDC approved entering into an Exclusive Negotiating Agreement with the Developer for the development/redevelopment of the Properties for affordable housing purposes; and

WHEREAS, on August 18, 2010, the CDC also approved the commitment of an

amount up to \$500,000 in present fiscal year Affordable Housing Set-Aside Funds for development/redevelopment of the Properties for affordable housing purposes; and

WHEREAS, the Exclusive Negotiating Agreement will be executed, and the Housing Set-Aside funds committed, for the purposes of site acquisition, predevelopment, project planning, relocation, demolition and other related activities necessary for the redevelopment of the Properties; and

WHEREAS, the term of the Exclusive Negotiating Agreement shall be for eighteen (18) months or a period of time reasonably sufficient to enable the CDC and the Developer to negotiate, finalize, approve and execute the necessary affordable housing agreement, satisfactory to both parties; and

WHEREAS, the Developer shall assume responsibility for acquiring the Properties, conducting all diligence, securing all financing, relocating any existing tenants, and developing the Properties.

NOW, THEREFORE, BE IT RESOLVED by the Community Development Commission of the City of Escondido, California, as follows:

1. That the above recitations are true.
2. That the amount designated for this project is appropriate.
3. That the Chair and Secretary are hereby authorized to execute an Exclusive Negotiating Agreement with Community HousingWorks and all necessary loan and supporting agreements for a loan not to exceed \$500,000 of present fiscal

year Affordable Housing Set-Aside Funds, on behalf of the CDC, in form acceptable to the City Attorney.



ITEM NO.: 19

AGENDA: 8-18-10

COUNCIL AGENDA ITEM

THERE IS NO MATERIAL FOR THIS ITEM

CITY COUNCIL

For City Clerk's Use:

APPROVED **DENIED**

Reso No. _____ File No. _____

Ord No. _____

Agenda Item No.: 20

Date: August 18, 20120

TO: Honorable Mayor and Members of the City Council
FROM: Jerry Van Leeuwen, Director of Community Services
SUBJECT: Energy Efficiency Program: Update on program activities and a request for additional funding.

RECOMMENDATION:

Approve a budget transfer of \$240,000.00 from the Recycling Fund to Capital Improvement Project to install HVAC equipment at East Valley Community Center and Joslyn Senior Center.

FISCAL ANALYSIS:

Council has previously allocated \$614,000.00 from the Recycling Fund to a Capital Improvement Project to install energy efficiency and solar photovoltaic equipment at several city facilities. The request for \$240,000 in additional funds will allow for the HVAC to be installed in conjunction with the project. This approach is less expensive than doing this work independent of the overall project.

CORRELATION TO THE CITY COUNCIL ACTION PLAN:

The Council Action Plan Public Facilities and Infrastructure section directs for City facilities to be improved.

PREVIOUS ACTION:

Council adopted Resolution 2020-23R authorizing the Director of Community Services and the City Clerk to execute contracts with Climatec Building Technologies Group and certain other vendors on March 10, 2010.

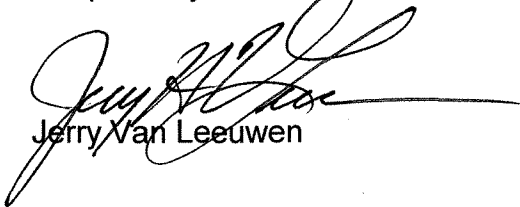
BACKGROUND:

Climatec Building Technologies Group was contracted in March 2010 to assess and install a variety of energy efficiency measures and solar photovoltaic arrays to reduce ongoing energy costs. In addition, Climatec sought rebates and incentives for those improvements. One significant opportunity was "on-bill-financing" offered by San Diego Gas and Electric that essentially allows for the approved improvements to be financed by the realized energy cost savings at zero percent interest. On-bill financing was one of the preferred strategies examined and was applied to several aspects of the

project. However, through the course of negotiations with SDG&E it became clear that the HVAC equipment would not be eligible for inclusion with on-bill financing due to some changes in the scope of the program. As a result Climatec Building Technologies Group proposed an alternative financing structure that carried an interest rate of 4.5%. Staff believes it is more advantageous to the general fund to pay for the HVAC equipment by putting more cash into the project rather than selecting the financing option. Revenues received into the Recycling Fund in 2009-2010 are adequate to pay for the equipment and are appropriately used since the HVAC is only one element of the much more comprehensive energy efficiency program.

It is important to recall that this project will allow for significant improvements at City facilities, including new roofs for City Hall and EVCC and that estimates for the HVAC improvements alone would likely exceed the additional \$240,000.00 requested at this time. In addition, Climatec and Green Utility will oversee and manage the installations of all improvements, thereby expediting the process.

Respectfully submitted,



Jerry Van Leeuwen



AGENDA ITEM NO.: 21
 AGENDA DATE: 8-18-10

FUTURE CITY COUNCIL AGENDA ITEMS

August 12, 2010

AGENDA ITEMS AND COUNCIL MEETING DATES ARE SUBJECT TO CHANGE. CHECK WITH THE CITY CLERK'S OFFICE AT 839-4617

**AUGUST 25, 2010 – ETHICS TRAINING (6:30pm-8:30pm)
 Council Chambers**

Green Sheet Due by Noon on Monday, 8/16/10
 Staff Reports/Resos due by Noon on 8/24/10

SEPTEMBER 1, 2010

4:00 p.m.

CONSENT CALENDAR	
1	<p>Notice of Completion for Police and Fire HQ (Bid Pkg. 6A& 10A) (ISEC) (J. Masterson)</p> <p><i>The work consists of millwork & construction specialties for the crime lab for the Police & Fire HQ at 1163 N. Centre City Pkwy.</i></p>
2	<p>Master Agreement, Administering Agency-State Agreement for Federal-Aid Projects and Delegating Authority to the Director of Engineering Services to execute Program Supplement Agreements (E. Domingue)</p> <p><i>The City must execute a revised Local Agency-State Master Agreement in order for CalTrans to process Program Supplement Agreements for the funding of federal-aid projects. This action will also delegate authority to the Director of Engineering Services to execute all Program Supplement Agreements.</i></p>

SEPTEMBER 1, 2010 (cont.)	
3	<p>Resolution of Support of Grant Application, Budget Adjustment, and Consultant Agreement for Benton Burn Site Remediation Project (E. Domingue)</p> <p><i>The Benton Burn site within the Escondido Country Club area was operated in the late 140s/early 1950s. A grant opportunity exists for partial funding of the remediation cost for this site. A resolution of support, budget, consultant services, and staff time is necessary to initially apply for the grant and subsequently proceed with remediation of this site. Grant application must be submitted by 9/15/10 to make the first funding cycle.</i></p>
4	<p>Community Development Commission (CDC) Purchase of Three Vacant Lots on the Northeast Corner of Juniper Street & Grand Avenue (J. Case)</p> <p><i>The property is strategically located in the Downtown and can be used for additional public parking (34-36 spaces) until a future date when the property may be developed. There is some contamination on one of the lots. Staff is investigating the status of monitoring and the levels of contaminants. When future development occurs, the CDC could use the Polanco Act to require the original polluter (Arco/BP) to clean or remediate the site. The purchase offer was reached through negotiations with the seller and based on market study of comparable sales.</i></p>
5	<p>Loan and Security Agreements to secure Long term Affordability Covenants at 1600 W. Ninth Avenue (aka Windsor Gardens Senior Housing) (R. Keiser)</p> <p><i>Authorize the CDC Chair & Secretary to execute necessary loan and security agreement for set-aside funds approved as part of the Housing budget at the 6/16/10 Council Mtg. The use of Set-Aside funds was approved up to \$915,000 to pay off a privately held mortgage guaranteed by HUD for the Windsor Gardens Property, in exchange for long term affordability covenants.</i></p>
6	<p>Notice of Completion for Police and Fire HQ (Bid Pkg. 7A) (Witherow) (J. Masterson)</p> <p><i>The work consists of the roofing for the Police & Fire HQ at 1163 N. Centre City Pkwy</i></p>
7	<p>Notice of Completion for Police and Fire HQ (Bid Pkg. 15A) (HPS) (J. Masterson)</p> <p><i>The work consists of the heating, ventilation, air conditioning & plumbing for the Police & Fire HQ at 1163 N. Centre City Pkwy</i></p>

SEPTEMBER 1, 2010 (cont.)	
	PUBLIC HEARINGS:
8	<p>Mountain Shadows MHP – Short Form (R. Keiser)</p> <p><i>The application meets all the eligibility criteria for submittal of a short-form rent increase application. The amount requested covers a 2 year period of consideration from 12/31/07 to 12/31/09. Seventy five per cent of the change in the Consumer Price Index for the 2 year period is 2.837%. The increase affects 30 City-owned spaces in the Park. The average space rent for the 30 spaces subject to a rent increase is \$313.91. The average increase per space per month requested is approximately \$8.91.</i></p>
9	<p>The Views MHP – Short-form (R. Keiser)</p> <p><i>The application meets all the eligibility criteria for submittal of a short-form rent increase application. The amount requested covers a two year period of consideration from 12/31/07 to 12/31/09. Seventy five per cent of the change in the Consumer Price Index for the two year period is 2.837%. The increase affects 5 City-owned spaces in the park. The average space rent for the 5 spaces subject to a rent increase is \$370.28. The average increase per space per month requested is approximately \$10.50.</i></p>
	CURRENT BUSINESS
10	<p>Use of Funds From Sale of Center for Community Solutions (J. Van Leeuwen)</p> <p>Tentative Post escrow – check with Jerry <i>On July 14 the Council approved the sale of the City owned property to the Center for Community Solutions. Staff recommends that the proceeds be used to fund support for children and families, per the endowment request and be deposited into the Recreation Reserve.</i></p>
11	<p>Conceptual Development Plan for Renovation of the Ritz Theater (B. Redlitz)</p> <p><i>The property owner has been working with the Downtown Business Association on development concepts that would enable renovation of the former movie theater into a cabaret dinner theater. The concept involves preservation and modification of a structure, and relies upon the construction of residential units and parking reductions through the future processing of a planned development application.</i></p>
12	Future Agenda Items (M. Whalen)
	7:00 p.m.
	WORKSHOP - ONLY
13	<p>Water & Wastewater Rate Structures and Water Allocation (L. Vereker/S. Pardiwala-Raftelis)</p> <p><i>Water & Wastewater Rate Structures and Water Allocation – requesting Council guidance</i></p>

For City Clerk's Use:

APPROVED DENIED

Reso No. RRB _____ File No. _____

Ord No. RRB _____

RENT REVIEW BOARD

Agenda Item No.: 24

Date: August 18, 2010

TO: Honorable Chairman and Members of the Rent Review Board

FROM: Roni Keiser, Housing Division Manager

SUBJECT: Continued Hearing for the Short-form Rent Increase Application for Escondido Mobilepark West

RECOMMENDATION:

- Consider the short-form rent increase application submitted for Escondido Mobilepark West Mobilehome Park.
- If approved, adopt Rent Review Board Resolution No. 2010-01 (R) granting an increase of seventy-five percent (75%) of the change in CPI, or 2.92% (an average of \$11.60) for the period June 30, 2007, through June 30, 2009.

INTRODUCTION:

Escondido Mobilepark West Mobilehome Park ("Park") has filed a short-form rent increase application. The Board reviewed and considered this application, on April 14, 2010. The hearing included presentations by the Park Owner's representative, the Resident representative and several residents and members of the community. The main issues were related to maintenance and upkeep of the park. In view of the comments made at the hearing and the list of Health and Safety Code violations noted on the report dated March 17, 2010 (EXHIBIT "A"), the Board voted 4 to 1 to continue the hearing to August 18, 2010. The application and the staff report have been made available to the Board for review and consideration prior to the hearing.

THE RENT INCREASE APPLICATION:

Escondido Mobilepark West is an all-age Park located at 2700 E. Valley Parkway. Mobilepark West has a total of 314 spaces, and 214 of the spaces are subject to rent control. The Park requested a zero increase for 13 spaces occupied by residents who are currently participating in the City of Escondido or the HUD Section 8 subsidy programs, therefore the rent increase affects 201 spaces in the Park. Of the remaining 100 spaces, one home is occupied by the Park Manager, and the other 99 spaces are either vacant, on long-term leases or are currently at market rent. The current average space rent for the spaces affected by the increase is \$397.35.

Common facilities include a clubhouse with a kitchen, billiard room, an exercise room, swimming pool and spa, and outdoor barbecue area. The Park also has two laundry facilities, two RV storage areas and a car wash.

PARK OWNER'S REQUEST:

Under the short-form policy guidelines, the Park owner is requesting an increase of seventy-five percent (75%) of the change in the Consumer Price Index (CPI) covering the period of June 30, 2007, through June 30, 2009. The average increase requested is \$11.60 per space, per month, which is a 2.92% increase for the two year period.

The application meets the eligibility criteria for submittal of a short-form rent increase application. The last rent increase for the Park was granted in November of 2007 and was implemented in March of 2008. The Rent Review Board granted an increase equal to 75% of the change in the CPI for the two-year period of June 30, 2005, to June 30, 2007, for an increase of 4.67% of the base rent, or \$18.53 per space, per month.

The next previous rent increase for the Park was granted in January of 2006 for \$37.53 per space, per month via a long-form application that was submitted on August 15, 2005. The period of consideration for that application was from December 31, 1999, to June 30, 2005. Prior to the long-form application, no rent increase had been granted to Mobilepark West since 2000.

MEETING AND COMMENTS:

The HOA Board and the Park Owner's representative have met on a monthly basis for the past five months in an attempt to resolve issues expressed by the residents. Effective July 19, 2010, all Health & Safety Code violations originally listed on the Code Inspection dated March 17, 2010, were corrected, re-inspected by Code Enforcement and signed off. (EXHIBIT "B").

In addition to the code violations, the Park has also completed the following:

- (1) The Fence: The entire fence between Mobilepark West and Eastwood Meadows has been replaced and 140 sections of the remainder of the fence have been replaced, at cost of over \$12,000. The Park's budget includes \$12,000 for 2011, and \$12,000 for 2012, at which time the entire fence will be completed.
2. The Laundry Rooms: Replaced one washing machine, and refurbished the others. Installed ceiling fans and new flooring.
3. The Pool Area: It was stated that non-residents use the pool and laundry facilities. Gates to those areas have been re-keyed and new keys have been distributed.

4. Park Streets: A fabric overlay and reseal of the Park streets will be completed in two phases. Half of the Park streets will be completed this year, and the remaining streets will be completed in 2011. Each phase costs \$50,000.

There are still some issues to be resolved. Among those issues are landscape maintenance, parking for tenants and visitors and enforcement of the Good Neighbor Policy. The most recent meeting with the HOA Board and the Park Owner's Representative took place on July 22, 2010. (EXHIBIT "C") The HOA Board and the Park Owner's representative will continue to meet on a monthly basis in an attempt to keep up with and resolve resident issues. Mr. Casenhiser indicated that he thought the residents may protest this rent increase because the Park did not accept the proposal by the residents of a 1.5% increase versus the 2.92% increase as stated on the application.

Mr. Casenhiser will address the Board at the hearing on August 18, 2010, on behalf of the Park owner. In addition, Mr. Joe McCoy, the HOA Board President will address the Board on behalf of the residents.

ADDITIONAL FACTORS AFFECTING THE APPLICATION:

In conformance with the Rent Review Board Guidelines, a decision of the Board granting the requested increase will be finalized by adoption of a Resolution confirming the findings of the public hearing. The Notice of Determination will be mailed to the applicant and residents immediately upon decision of the Board.

The 90-day notice of a rent increase, if granted, may be sent to the residents by the Park owner immediately upon the adoption of the Resolution. The 90-day period is not retroactive to the original hearing date, and may be sent out only after the adoption of RRB 2010-01 (R).

Respectfully Submitted,



Roni Keiser
Housing Division Manager



DATE: March 25, 2010

TO: HONORABLE CHAIRMAN AND MEMBERS OF THE RENT CONTROL BOARD

FROM: LESLIE MILKS, CODE ENFORCEMENT MANAGER

SUBJECT: ESCONDIDO MOBILEPARK WEST RENT CONTROL

Escondido Mobilepark West was inspected on March 15, 2010, with the lighting inspection conducted March 16, 2010, as a result of an application for rent increase having been filed. The inspection report is attached.

The resident representative met on site with Senior Code Enforcement Officers Dan Hippert and Al Bates and provided them with the Rent Control Checklist Resident Concerns. The concerns that rose to the level of a health and safety violation were noted in the inspection report. Management was advised of the remaining concerns and they have agreed to address those issues.

There are currently no open Code Enforcement cases at the park, and there have been no cases opened in the last six months.

CC: Barbara Redlitz, Director of Community Development
Jamie Kasvikis, Rent Control Administration

Code Enforcement Division
201 North Broadway, Escondido, CA 92025
Phone: 760-839-4650 Fax: 760-432-6819

March 17, 2010

MOBILEHOME PARK RENT CONTROL
CODE ENFORCEMENT INSPECTION REPORT

Park Name: Escondido Mobilepark West
2700 E. Valley Parkway
Escondido, CA 92027

Park Management Co: Bessire & Casenhiser, Inc.
Att: Chad Casenhiser
430 S. San Dimas Ave.
San Dimas, CA 91773

Park Manager: Mike Flowers **Phone:** (760) 747-1616

Inspection Dates: 3/15/10 **Inspector:** Al Bates & Dan Hippert
3/16/10

The following report is based on an inspection of the mobile home park conducted under provisions outlined in the California Health & Safety Code, Division 13, Part 2.1; the California Code of Regulations, Title 25. This inspection report only addresses health and safety issues related to the common facilities and areas in the mobile home park for which maintenance, repair and operations is the responsibility of the owners and managers of the park.

General Violations:

1. Repair or replace the loose toilet seat in the clubhouse men's restroom. **25 CCR 1605 (a)(6)**
2. Repair the portions of lifted concrete in the walking areas to the east of the clubhouse (between the horse shoe courts and the picnic area). **25 CCR 1605(a)(6)**
3. Remove the tree stump from the lawn area to the north of the horse shoe court. **25 CCR 1605(a)(6)**
4. Repair or replace the curb and storm drain grate at the northeast corner of the common area lawn, directly across from space 280. **25 CCR 1605(a)(6)**
5. Repair or replace the concrete at the northeast corner of the car wash facility. **25 CCR 1605 (a)(6).**
6. Repair or replace the asphalt at the south end of the parking area for the west laundry room. **25 CCR 1605 (a)(6)**
7. Repair the portions of lifted concrete in the walking areas to the south of the shuffleboard court. **25 CCR 1605 (a)(6)**
8. Repair or replace the damaged concrete street gutter and/or curb at spaces 3, 46, 69, 108, 203, 249, 289, 290, 307 and 311, and between the two visitor parking areas south of the clubhouse. **25 CCR 1605 (a)(6)**
9. Repair the sunken sidewalks and/or driveways adjacent to the concrete gutters at spaces 12, 79, 82, 125, 134, 136, 157, 173, 199, 204, 210, 214, 220, 244, 245 and 284. **25 CCR 1605 (a)(6)**
10. Repair, replace or remove the wood trim along the south perimeter of the basketball court. **25 CCR 1605 (a)(6)**
11. Install concrete or paver block in dirt area at northeast entrance to the shuffleboard court. **25 CCR 1605 (a)(6)**
12. Repair or replace the portions of the flooring in the east laundry room that pose a trip hazard (near west entry door). **25 CCR 1605 (a)(6)**

13. Repair or replace the large dryer venting along the north wall of the east laundry room. **25 CCR 1605 (a)(6)**
14. Repair or replace the smoke detectors in the library, Girl Scout room, poker/card room, exercise room, billiard room and west laundry room. **25 CCR 1605 (a)(6)**
15. Repair or replace the handrail for the steps into the spa and for the pool side steps on the south side of the pool. **25 CCR 1605 (a)(6)**

Electrical Violations:

1. Replace the missing electrical cover on a receptacle in the Billiard Room. **25 CCR 1605 (d)**
2. Re-install the missing J-box cover on the fixture at the west end of the south support beam at the shuffleboard court. The fixture is approximately 8.5 feet above ground level. **25 CCR 1605 (d)**
3. 3 Replace the bond or ground wire on the pool and pump motor in the pool pump house. **25 CCR 1605 (d)**
4. Repair or replace the non working light on the support beam on the north side of the shuffleboard court. **25 CCR 1605 (d)**
5. Repair or replace the GFCI outlet in the men's restroom of the west laundry room. **25 CCR 1605 (d)**
6. Repair or replace the conduit that has separated along the west side of the pool enclosure. **25 CCR 1605(d)**

Lighting Inspection conducted on 3/16/10 per 25 CCR 1108

1. Repair or replace the non-working street lights in the following locations:
 - On the side of space 291
 - Between spaces 215 & 216
 - Between spaces 71 & 72

Escondido Mobilepark West
2010 Rent Control Inspection Report
Page 4

- Space 73
- Across from space 73
- Space 194
- Space 154
- Northeast corner of Clubhouse
- Between spaces 164 & 166

The following issues were stated in the Rent Control Inspection Checklist – Resident Comments, as part of the rent control inspection for Escondido Mobile Park West. The issues are not addressed in the rent control inspection report, as they are not violations of the health and safety provisions of California Code of Regulations, Title 25, but were discussed with Mr. Dale Anderson, the park's resident representative, on the day of the inspection.

Standing water in three locations in the park.

While there was evidence of possible standing water in these locations (staining, some cracked pavement), there was no standing water during the time of the inspection. This information was provided to the park manager during the inspection for investigation as conditions warrant.

Space numbers on mailboxes and curbs

Each space within the park was identified by having the space number stenciled in a contrasting color on the curb in front of the home. The resident representative stated that the Mobilehome Residency Law (MRL) requires that the space numbers be posted, however, enforcement of the MRL is through civil action between residents and park ownership/management, and not addressed in this inspection.

Fence all around park

All common areas within the park were inspected during this inspection. The park perimeter fencing is not a common area, and therefore was not included in the inspection report. The park manager said that he will be repairing or replacing portions of the fence that are damaged as the need arises, and the resident representative agreed that this was an acceptable solution.

Windows screwed shut in public rooms in the clubhouse area

During the inspection, it was found that the sliding windows in the public rooms have been screwed shut. Both the park manager and the resident representative agreed that this has been done to keep the windows from being removed by vandals. The resident representative felt that this may be a safety hazard. The inspection revealed that all required ingress and egress options were available and operating, and the secured windows did not pose a safety hazard.

Emergency information signs too small and not enough

All required signs were checked during the inspection, and were found to contain the appropriate and required information. Signs were posted in public locations (at the door to the park office and in the clubhouse. 25 CCR 1122 does not require a specific number of signs, nor does it state that the signs must be of a specific size. The signs were found to be in compliance.

All water drains need repair

All storm drains in the park were inspected during the inspection, and those in need of repair were noted in the report. The resident representative was

concerned with the amount of water left standing after a heavy rain. The park manager said he would monitor each drain during rainy periods to ensure that water was effectively carried away by the drains.

Walkways, curbs and driveways throughout the park in need of repair

All curbs, walkways and driveways were inspected during the inspection. In several locations, it appeared that some walkways had been lifted above the level of the curb. These locations were noted, and the condition was reviewed by the City's Building Official. Because the lifted areas were located directly adjacent to the curb, it was determined that the height differential was similar to normal height differentials in curbs throughout the public areas, and did not pose a hazard. Any curbs or driveways that were lower than the curb were identified as hazards, and were noted in the inspection report. All lifted walkways not adjacent to curbs were also noted in the inspection report as requiring repair or replacement.

City of Escondido
Code Enforcement Division
201 N. Broadway
Escondido, CA 92025
(760) 839-4650

**RENT CONTROL INSPECTION CHECKLIST
RESIDENT COMMENTS**

Responsible person: There shall be a person available who shall be responsible for the operation and maintenance of the mobile home park. The person or designee shall reside in parks of 50 units or more, and shall have knowledge of emergency procedures of the park facilities.

MIKE FLOWERS, RESIDENT MANAGER

Rubbish, accumulation of waste material: The park shall be kept clean and free of the accumulation of refuse, garbage, rubbish, excessive dust or debris.

Drainage: The park common areas and roadways shall be graded and sloped to provide storm drainage runoff. Standing water should evaporate within 72 hours.

STANDING WATER 196-197, 251, 214,

Building and park lighting: During hours of darkness, artificial lighting shall be maintained in accordance with requirements of Title 25.

OK

Lot address identification: Each lot shall be identified by letters, numbers or a street address mounted in a conspicuous place facing the roadway.

SPACE #'S ON MAIL BOXES + CURBS (NOT MOUNTED)

Permanent park buildings: Park buildings, structures and facilities shall be maintained free from hazards.

FENCE ALL AROUND PARK
WINDOWS EITHER SECURED SHUT, STEPS GOING NORTH FROM SHUFFLEBOARD AREA,
NOT OPEN DURING REGULAR HOURS LIBRARY, CAFE ROOM,
CLUB HOUSE, N. SIDE PARKING AREA CURB.
LOTS OF CEMENT RAZED UP IN PLACES ON WALKWAY AROUND TRACK
COMMON AREA. FIRE STUMP NORTH SIDE. BASKETBALL COURT WOOD
AROUND IS SPLINTERS

Emergency information: Emergency information is to be printed and posted in a conspicuous location and shall contain the following telephone numbers/information:

- Fire Department
- Police Department
- Park office
- Responsible person for operation and maintenance
- Code Enforcement
- Park location – address
- Nearest public telephone

SIGNS TOO SMALL + NOT ENOUGH

Other questions, comments or concerns:

See Attached Letter PAGE # 5 TO RES REP
RC form.doc

**MOBILEPARK WEST NOTES FOR RENT CONTROL INSPECTION CHECKLIST
RESIDENT COMMENTS**

1. All water drains need repair.
2. Most of the curbs with in the park need repair.
3. The following spaces have their walkway, curb or drive way in need of repair.
203, 199, 191, 190, 182, 181, 62, 215, 237, 290, 287, 285, 284, 276, 168, 167,
161, 160, 3, 307, 310, 301, 321, 22, 27, 30, 36, 67, 65, 63, 61, 62, 59, 54, 47, 46,
43, 42, 41, 39, 38, 37, 36, 35, 287, 155, 148, 150, 152, 164, 146, 175, 173, 170
side yard, 268, 260, 262, 264, 265, 254, 256, 243, 244, 245, 246, 249, 251, 227,
213, 210, 209, 204, 69, 74, 76, 78, 79, 80, 82, 88, 91, 96, 100, 106, 108, 122, 125,
126, 227, 129, 132, 133, 134, 135, 136 and 156.



Code Enforcement Division
201 North Broadway, Escondido, CA 92025
Phone: 760-839-4650 Fax: 760-432-6819

July 19, 2010

Escondido Mobilepark West
2700 E. Valley Parkway
Escondido, CA 92027
Attn: Mike Flowers, Park Manager

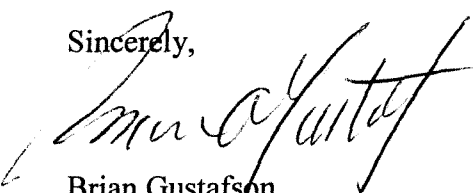
Bessire & Casenhiser, Inc.
Att: Chad Casenhiser
430 S. San Dimas Ave.
San Dimas, CA 91773

Dear Mike,

This notice is to formally advise you that all violations noted in the rent control inspection report dated March 17, 2010 have now been inspected and signed off. The final inspection took place on July 19, 2010.

We appreciate having the parks cooperation during this process. Our mutual efforts are important in maintaining safe and healthy parks in our city.

Sincerely,



Brian Gustafson
Code Enforcement Manager

CC: City Council/Rent Review Board
Michelle Henderson, Rent Control Administrator

July 19, 2010

RECEIVED
JUL 22 2010
HOUSING DIVISION

RE: Escondido Mobilepark West Mobilehome Park
2700 E. Valley Parkway
Escondido, CA 92027

The Rent Control Board strongly recommends that the Park owner or Owner's Representative shall meet with the Park's Resident Representative or Representative Committee at least 21 days prior to the hearing date to discuss and attempt to resolve issues brought up by both parties so that the Board does not have to address issues it has no knowledge or insight to resolve fairly.

Acknowledged by:

X Print: Joe McLo4, Resident Representative

X Sign: 

Print: Chad Casenhiser, Park Representative

Sign: 

Meeting(s) held: 7/22/10

6/17/10

RESOLUTION NO. RRB 2010-01 (R)

A RESOLUTION OF THE ESCONDIDO MOBILEHOME RENT REVIEW BOARD MAKING FINDINGS AND GRANTING A RENT INCREASE FOR ESCONDIDO MOBILEPARK WEST MOBILEHOME PARK

WHEREAS, Article V of Chapter 29 of the Escondido Municipal Code is a codification of the Escondido Mobilehome Rent Protection Ordinance ("Ordinance") and provides for mobilehome space rent regulation; and

WHEREAS, the City of Escondido Mobilehome Park Rental Review Board ("Board") is charged with the responsibility of considering applications for rent increases; and

WHEREAS, a short-form rent increase application pursuant to Section 12 of the Rent Review Board Guidelines was filed on January 26, 2010, by Chad Casenhiser, the Owner's representative of Escondido Mobilepark West Mobilehome Park ("Park"), located at 2700 E. Valley Parkway in Escondido. The short-form rent increase applies to 201 of the 314 spaces; and

WHEREAS, this is the eighth rent increase application filed by the Park since the Ordinance became effective in 1988. The last short-form rent increase of 4.67%, or approximately \$18.53 per space, per month, was granted at a Rent Review Board Hearing held on November 28, 2007, and formally adopted by Rent Review Board Resolution 2007-08; and

WHEREAS, at the time of the current short-form rent increase application, the average monthly space rent was \$397.35 for the 201 spaces subject to the rent

increase. The owner requested a rent increase in the amount of seventy-five percent (75%) of the change in the Consumer Price Index (CPI) for the period June 30, 2007, through June 30, 2009, in accordance with the Rent Review Board short-form policy guidelines. The short-form rent increase application estimated this amount to be an increase of 2.92% per space, per month (an average of \$11.60 per space, per month); and

WHEREAS, a notice of the Park's Short-form Rent Increase Application was sent to all affected homeowners. All parties were given notice of the time, date, and place of the rent hearing before the Board; and

WHEREAS, on March 17, 2010, a Mobilehome Park Rent Review Code Enforcement Inspection Report ("Inspection Report") was completed and it noted health and safety code violations in the Park; and

WHEREAS, on April 14, 2010, the Board held its public hearing and after an initial staff presentation, the Board invited testimony from the Park owner's representative, residents of the Park, and other residents of the community at large; and

WHEREAS, after all present had been given an opportunity to speak, the hearing was closed. Following an opportunity for discussion among the Board members and clarifying questions to the parties and Staff, the Board voted to continue the hearing to August 18, 2010, in order to give the Park additional time to correct the Health & Safety Code violations; and

WHEREAS, on August 18, 2010, the Board held its continued public hearing. After an initial presentation, the Board invited testimony from park ownership, residents

of the park and other residents of the community at large; and

WHEREAS, after all present had been given an opportunity to speak, the hearing was closed. Following an opportunity for discussion among the Board members and clarifying questions to the parties and Staff, and discussion of the issues previously reported at the April 14, 2010 hearing, and based on the fact that all Health & Safety Code violations were corrected, re-inspected and signed off, the Board voted to grant an average rent increase of \$11.60 per space per month, for the 201 spaces which are subject to the rent increase.

NOW, THEREFORE, BE IT RESOLVED by the Rent Review Board of the City of Escondido, as follows:

1. That the above recitations are true.
2. That the Board has heard and considered all of the reports and testimony presented, and has considered the facts as outlined in the short-form Guidelines ("Guidelines").
3. That following the Guidelines, an increase based on seventy-five percent (75%) of the change in the CPI for San Diego County from June 30, 2007, through June 30, 2009, would amount to 2.92%, which averages \$11.60 per space, per month, for the 201 spaces that are subject to a rent increase.
4. That the Board concluded that an increase of 2.92% is consistent with the Guidelines, and is fair, just, and a reasonable increase in light of the information presented by all parties.
5. That the short-form rent increase may be implemented upon the expiration

of the required 90-day notice to the residents, which may be issued upon the adoption of this Resolution.