

TUESDAY, MAY 9, 2006

A regular meeting of the Council of the City of Burbank was held in the Council Chamber of the City Hall, 275 East Olive Avenue, on the above date. The meeting was called to order at 5:39 p.m. by Mr. Campbell, Mayor.

STUDY SESSION

Present- - - - Council Members Golonski, Gordon, Ramos, Vander Borcht and Campbell.

Absent - - - - Council Members None.

Also Present - Ms. Alvord, City Manager; Mr. Barlow, City Attorney; and, Mrs. Campos, City Clerk.

2006 Integrated Resource Plan – Electric System - Study Session

Mr. Jeider, Power Resources Manager, Burbank Water and Power (BWP), presented the 2006 Integrated Resource Plan (IRP), the purpose of which is to provide direction for planning to meet Burbank's future electrical needs while maintaining a high level of reliability, meeting Burbank's commitment to the environment and keeping stable and competitive rates. He reported that the IRP's principal findings are that BWP will meet 100 percent of its increased customer requirements with efficiency and renewable resources. He added that customer energy usage is expected to increase by approximately seven percent over the next five years with dependency on fossil fuels declining by approximately nine percent over the same period. He noted that there are planning challenges facing BWP such as reliably providing for customers' capacity and energy requirements during the peak load period, as well as having adequate reserves to cover outages. He also mentioned that because Burbank is a fully-resourced utility, there may be potential rate increases in an effort to meet the renewable portfolio commitment.

Mr. Jeider then discussed BWP's demand and energy load forecasts which are based on usage since 1994, and noted the need to be mindful of the potential new loads. He also identified BWP's resources, which include: Palo Verde, Colorado; Hoover Dam, Las Vegas; Intermountain Power Project, Utah; Pacific DC Intertie; and, Burbank's local generation. He noted that 90 percent of the resources currently come from coal and natural gas, with minimal nuclear and other resources.

Mr. Jeider also discussed the resource changes since the IRP's adoption in 2002 and several system efficiency improvements. He noted the challenges facing resource planning, such as: legislative impacts; being a fully-resourced utility; meeting the City's conservation and Renewable Portfolio Standard goals; supply issues; and, the need to minimize rate impacts.

The Council received the report.

6:23 P.M.
Recess The Council recessed at this time.

Regular Meeting
Reconvened in
Council
Chambers The regular meeting of the Council of the City of Burbank was reconvened at 6:38 p.m. by Mr. Campbell, Mayor.

Invocation The invocation was given by Reverend Ron White, American Lutheran Church.

Flag Salute The pledge of allegiance to the flag was led by JP O'Connor.

ROLL CALL
Present- - - - Council Members Golonski, Gordon, Ramos, Vander Borgh and Campbell.
Absent - - - - Council Members None.
Also Present - Ms. Alvord, City Manager; Mr. Barlow, City Attorney; and, Mrs. Campos, City Clerk.

Fire Service Day Mayor Campbell invited Fire Captain Steve Briggs to make an announcement regarding Fire Service Day. Captain Briggs invited the community to attend the Fire Service Day event on Saturday, May 13, 2006 at the Police/Fire Headquarters, which will be kicked off with a pancake breakfast benefiting the Burbank YMCA.

301-1
Building Safety
Week Mayor Campbell presented a proclamation in honor of Building Safety Week to John Cheng, Building Official, Community Development Department, and, Nicholas Trotta and Kenneth San Miguel, Members of the Board of Building and Fire Code Appeals.

301-1
Building Safety
Poster Contest Mrs. Georgino, Community Development Director, gave a brief introduction of the Poster Contest, the theme of which was Building A Safer World Together, in celebration of the importance of the prevention of safety and security hazards. She recognized the contest judges: T.J. Baptie, Vice President, Walt Disney Co., which provided three grand prizes of family passes to Disneyland; Brian Miller, General Manager, Cartoon Network; and, Robert Mills, Chair of the Board of Building and

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Fire Code Appeals. She also commended the Burbank Unified School District (BUSD) for their support and recognized the presence of Dr. Bowman, BUSD Superintendent; Dave Kemp, BUSD Board President; and, Joel Shapiro, BUSD's Assistant Superintendent for Instructional Services. Ms. Coates, Building Inspector, Community Development Department, introduced the following winners, who were presented certificates by the Mayor: Kindergarten and First Grade Category – Gabrielle Bess, Emerson Elementary, Grand Prize; Alexandra Tomb, Emerson Elementary, First Place; Danielle Boyce, Jefferson Elementary, Second Place; and, Hailey Heath, Emerson Elementary, Third Place.

Second Grade and Third Grade Category – Kelly Broderick, Emerson Elementary, Grand Prize; Kara Fagin, Roosevelt Elementary, First Place; Hannah Dragomer, Emerson Elementary, Second Place; and, Jose Calderon, Stevenson Elementary, Third Place.

Fourth and Fifth Grade Category: Araz Majnoonian, Jefferson Elementary, Grand Prize; Daisy Duong, Jefferson Elementary, First Place; Ceara Norton, Jefferson Elementary, Second Place; and, Tomas Gulbinas, First Lutheran Elementary, Third Place.

301-1
Mary Alice
O'Connor Day

Mayor Campbell presented a video tribute to Mary Alice O'Connor in honor of her lifetime of dedicated service to the Burbank community. He also presented Mrs. O'Connor with a proclamation declaring May 9, 2006 as Mary Alice O'Connor Day and a bouquet of yellow roses. He then invited the Council and Former Mayors Laurell, Hastings, Kramer, Bowne and Wiggins, to take a photograph with Mrs. O'Connor.

7:12 P.M.
Recess

The Council recessed at this time for a celebration honoring Mrs. O'Connor. The meeting reconvened at 7:29 p.m. with all members present.

Agenda Item
Oral
Communications

There was Council consensus to consider the item regarding Naming of the Buena Vista Child Care Facility in Honor of Mary Alice O'Connor prior to the regular Council business.

Mayor Campbell called for speakers on this agenda item at this time.

Citizen
Comment

Appearing to comment in support of naming the facility in Mrs. O'Connor's honor were: Peter McGrath; Anja Reinke; Gary

Olson; Helen Von Seggern; David Laurell; Janet Killian; Connie Wilson; Robert Idavia; and, Dink O'Neal.

1207
Naming of
the Buena Vista
Child Care
Facility in Honor
of Mary Alice
O'Connor

Ms. Alvord, City Manager, requested the Council consider naming the Buena Vista Child Care and Family Resource Center facility in honor of long-time Burbank resident Mary Alice O'Connor. She noted several of Mrs. O'Connor's accomplishments, including: Member of Burbank Board of Education for 10 years; Founding Member of the Burbank Historical Society and Friends of the Burbank Library; Founding Member and 50-plus year Board Member of the Family Service Agency of Burbank; Member of the Advisory Board for the Burbank Community YMCA; leader of the effort to reopen the Starlight Bowl in the early 1980s; one of the first members of the Burbank Civic Pride Committee; and, Member of the Board of Trustees of Burbank Community Hospital, among many others.

Ms. Alvord noted that based on Mrs. O'Connor's lifetime of community service and volunteerism, staff recommended that the Council adopt the proposed resolution renaming the Buena Vista Child Care Facility and Family Resource Center as the Mary Alice O'Connor Family Center. She then unveiled a rendering of the proposed child care and family center.

Mrs. O'Connor made brief remarks and thanked the Council and the community for the tribute.

The Council commended Mrs. O'Connor for her service to the Burbank community and noted her accomplishments and the many ways in which she has touched the lives of community members.

Motion

It was moved by Mrs. Ramos and seconded by Mr. Vander Borcht that "the following resolution be passed and adopted:"

1207
Naming of
the Buena Vista
Child Care
Facility in Honor
of Mary Alice
O'Connor
Adopted

RESOLUTION NO. 27,232:
A RESOLUTION OF THE COUNCIL OF THE CITY OF BURBANK APPROVING RENAMING THE BUENA VISTA CHILD CARE FACILITY AND FAMILY RESOURCE CENTER THE MARY ALICE O'CONNOR FAMILY CENTER.

The resolution was adopted by the following vote:

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Ayes: Council Members Golonski, Gordon, Ramos, Vander Borght and Campbell.
Noes: Council Members None.
Absent: Council Members None.

Reporting on Council Liaison Committees Mr. Campbell reported on the Southern California Association of Governments Regional Council meeting he attended.

Initial Open Public Comment Period of Oral Communications Mr. Campbell called for speakers for the initial open public comment period of oral communications at this time.

Citizen Comment Appearing to comment were: Annabelle Godwin and Deanne Phinney, members of the Child Care Committee, in support of the lease of property to the Burbank Housing Corporation for the operation and management of the Mary Alice O'Connor Family Center; Tom Carson, member of the Friends of the Burbank Library, in support of Proposition 81; Gary Garrison, on the Downtown summer concert series; Paul Dyson, on the pending Arroyo Verdugo Corridor Transit Study; Lee Paysinger, Chair of the Board of Library Trustees, in support of Proposition 81; Dr. Jay Adams, member of the Magnolia Park Citizens Advisory Committee, in support of the Magnolia Park Improvements Phase 5 Project; Brian Malone, liaison for the Traffic and Transportation Committee, reporting on recent issues discussed at their meetings; Fred Prouser, on the lease of property for the operation and management of the Mary Alice O'Connor Family Center; Eden Rosen, on affordable housing; James Schad, on oral communications and in support of an additional Kennel Attendant position; Mark Barton, on awards and proclamations; and, Esther Espinoza, on the acquisition of the property located at 2721 West Burbank Boulevard.

Staff Response Members of the Council and staff responded to questions raised.

Agenda Item Oral Communications Mr. Campbell called for speakers for the agenda item oral communications at this time.

Citizen Comment Appearing to comment were: Anne Macleod and Jackie Light, in support of an additional Kennel Attendant position; Peter

McGrath, in support of the lease agreement for the operation of the Mary Alice O'Connor Family Center; Esther Espinoza, on the purchase of the property located at 2721 West Burbank Boulevard; Rose Prouser and Annette Ivey, on the lease agreement for the operation of the Mary Alice O'Connor Family Center; David Piroli, on the acquisition of property located at 2721 West Burbank Boulevard and on child care costs; and, James Schad, on oral communications.

Staff
Response

Members of the Council and staff responded to questions raised.

9:06 P.M.
Dr. Gordon Left
the Meeting

Dr. Gordon left the meeting at this time due to an alleged Brown Act violation regarding this item.

1208-2
Jt. Mtg. with
Redev. Agency
Lease of Prop.
At 401 N.
Buena Vista for
Buena Vista
Family Center

Ms. Roldan, Redevelopment Project Analyst, Community Development Department, requested the Council and Redevelopment Agency (Agency) Board consider a lease of City property located at 401 North Buena Vista Street to the Burbank Housing Corporation (BHC) for the operation and management of the Mary Alice O'Connor Family Center. She reported that on August 23, 2005, the Council and Agency Board approved the re-use of the former Buena Vista Library as a child care and family resource center. Included in that approval was a Cooperation Agreement between the City and Agency that authorized the Agency to fund and complete the rehabilitation of the site as a child care and family resource center.

Ms. Roldan reported that as previously recommended, staff is proposing that the City enter into a long-term, real property lease with the BHC to provide exclusive management responsibilities of the child care and family resource center. She explained that the approved project includes the rehabilitation of the existing 7,900-square foot former library building to be utilized as a childcare center for 84 to 88 children. She added that an additional 640 square feet have been added to the building along Buena Vista Street to accommodate the family resource center. She stated that the facility's management and operations are proposed to be structured similar to the management structure of the Cottages Child Care Center located on Ontario Street, in which BHC owns the center, Knowledge Learning Center (KLC) operates the center and 20 percent of the spaces are affordable for low- to moderate-

income households. She added that the affordable spaces will be available on a first-come first-serve basis with priority given to residents of BHC projects, Agency-assisted housing developments as well as focus neighborhoods. She also noted that the Family Resource Center will have no access to the child care center and will include its own restroom facilities. She further added that during weekdays when the child care center is open, the Family Resource Center will be open to the public for information only and during the evenings and weekends when the child care center is closed, programs and classes will be held in partnership with community organizations geared towards building healthy families. She stated that staff has compiled a comprehensive list of programs and potential partnerships.

With regard to the proposed lease, Ms. Roldan noted that staff proposes: a 55-year lease with the BHC for \$1 per year; BHC agrees to enter into a five-year operation agreement with KLC for the operation of the child care component; BHC will pay for the initial start-up costs, including an annual management fee of \$55,000 and pre-opening expenses for furniture, equipment etc, estimated at \$305,000; BHC and KLC will adhere to the priority enrollment criteria; 20 percent of the spaces will be made affordable for low- to moderate-income households; a sponsorship program will be implemented; a single waiting list will be established for the Cottages and Mary Alice O'Connor Child Care Centers; BHC will oversee the Family Resource Center component; and, BHC will be required to pay for the furnishings and equipment for the Family Resource Center, estimated at \$10,000.

Ms. Roldan elaborated on staff's recommendation for KLC's operation of the child care center, considering: its excellent reputation in the child care industry; a proven history in the community; experience in working with the BHC; and, operating more than 800 child care centers of which 400 are accredited and 400 are currently in process of receiving national accreditation for the education of young children.

Ms. Roldan informed the Council that the management fee model would require BHC to maintain financial responsibility for the center while KLC assumes all operational management and liability. In addition, BHC will maintain control over the tuition rates for both the market and subsidized spaces, an important factor in managing the gap between market and affordable rates. She estimated that after the first year of operation, the profits generated from the child care center will offset the

management fee and any profit generated thereafter will be reinvested to provide deeper subsidies for the affordable spaces.

Ms Roldan discussed that in order to sustain BHC's housing activities, operation of the Family Resource Center, child care center and their administrative costs, staff is recommending a forgivable loan in the amount of \$370,000, over a ten-year period, as outlined in the Loan Agreement. In addition, staff proposes to transmit the \$75,000 play yard allowance approved in the Fiscal Year 2005-06 project budget to BHC for the purchase and installation of play yard equipment. She noted that this will allow BHC to work with KLC in selecting the preferred play yard equipment. She also gave an update on the construction schedule, with a grand opening anticipated for January 2007, and commented on the appropriation request of \$364,000 for unanticipated construction costs.

Ms. Roldan also responded to public comment regarding the number of spaces allocated for infants and toddlers; lease term with the BHC; KLC's lease term; the priority enrollment system; and, waiting lists.

Deliberation

Mrs. Ramos requested clarification on the priority enrollment for BHC project residents or those in focus neighborhoods.

Mr. Golonski requested further clarification on the implementation of the corporate sponsorship program and on the subsidized child care rates at the Cottages Child Care Center.

Mr. Vander Borcht inquired as to whether an audit of KLC's operations at the Cottages Child Care Center has been conducted and how a determination of the profits is made, since deeper subsidies are predicated upon profits. He suggested a mechanism to ensure that the Center is added to the City's internal auditing entities. He also inquired as to whether the child care costs are comparable to other child care facilities in the surrounding areas, especially for the infants.

Mrs. Ramos requested clarification on the corporate sponsorship program and expressed support for its implementation. She also supported the requirement for an annual audit.

Mr. Campbell, Mr. Golonski and Mrs. Ramos requested more clarification on the accreditation process, whether

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accreditation has been made a requirement for the child care center and on the time period prior to its initiation.

Mr. Golonski inquired as to whether funds have been budgeted for the ongoing maintenance costs.

Mr. Vander Borgh requested clarification on the unanticipated costs.

Motion It was moved by Mrs. Ramos and seconded by Mr. Golonski that "the following resolutions be passed and adopted:"

1208-2 RESOLUTION NO. 27,233:
Approve Lease A RESOLUTION OF THE COUNCIL OF THE CITY OF BURBANK
Agmt. with APPROVING THE LEASE AGREEMENT BETWEEN THE CITY OF
BHC for the BURBANK AND BURBANK HOUSING CORPORATION (BUENA
Buena Vista VISTA FAMILY CENTER).
Family Center

Redev. Agency Redevelopment Agency Resolution No. R-2158 Approving a
Reso. Adopted Loan Agreement between the Agency and Burbank Housing
Corporation and Amending the Agency Fiscal Year 2005-2006
Budget to Appropriate \$370,000 was adopted.

Adopted The resolutions were adopted by the following vote:

Ayes: Council Members Golonski, Ramos, Vander Borgh
and Campbell.
Noes: Council Members None.
Recused: Council Member Gordon.

9:56 P.M. Dr. Gordon returned to the meeting at this time.
Dr. Gordon
Returned to the
Meeting

1208-1 Ms. Davidson-Guerra, Assistant Community Development
Jt. Mtg. with Director/Housing and Redevelopment, requested the Council
Redev. Agency consider the proposed acquisition of real property located at
Property 2721 West Burbank Boulevard and related documents; and,
Acquisition of the Redevelopment Agency (Agency) Board consider a budget
2721 W. amendment to the Fiscal Year (FY) 2005-06 annual budget.
Burbank Blvd. She noted that the Council has historically shown its ongoing

commitment to and support of the non-profit service providers in Burbank, such as in providing Community Development Block Grant funding totaling \$1,034,900 to assist in the expansion and rehabilitation of the Burbank Temporary Aid Center facilities and lease of the former Fire Station 13 to the Boys and Girls Club since 1994 to further its mission in serving Burbank's youth. She stated that similarly, the Council has established a goal of helping the Family Service Agency (FSA) find a suitable new location from which they can continue and expand operations. She elaborated that the FSA has been working on strengthening Burbank's communities since 1953 by providing low- and no-cost professional clinical and psycho-educational services. She stated that while the FSA receives grants from various agencies, there are no substantial profits being generated and their current 2000-square foot facility limits their ability to grow and increase community support.

Ms. Davidson-Guerra reported that the proposed site measures approximately 7,900 square feet, with a 6,800-square foot building and 16 on-site parking spaces. She added that the proposed acquisition price is \$1.95 million which represents the fair market value of the property. She also highlighted several elements of the purchase and sale agreement, including: the seller will deliver a vacant property; escrow will be completed in thirty days or sooner; the City will cooperate with the seller's 1031 Exchange at no cost to the City; the title insurance company will be Alliance Title; title insurance will be provided by the seller; the escrow company will be Escrows Inc.; and, the \$1,500 escrow fee will be shared equally by the seller and the City. She noted staff's recommendation that the City retain ownership of the property and negotiate a lease agreement with the FSA with the guidance of a Project Oversight Committee including two Members of the Council, City Manager, Community Development Director and other key staff members. She also stated that staff recommended that the Agency repay a portion of its City Centre Project Area Loan for the sole purpose of funding the proposed acquisition, through a cooperation agreement.

Dr. Gordon expressed concern with the property acquisition process and requested several clarifications from staff regarding the negotiation process and the specifics of the services and clientele of the FSA.

Motion

It was moved by Mrs. Ramos and seconded by Mr. Vander Borcht that "the following resolutions be passed and adopted:"

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1208-1
Approve Coop.
Agmt. with
Redev. Agency

RESOLUTION NO. 27,234:
A RESOLUTION OF THE COUNCIL OF THE CITY OF BURBANK AMENDING THE FISCAL YEAR 2005-2006 ANNUAL BUDGET, APPROPRIATING FUNDS IN THE AMOUNT OF \$1,950,750.00 AND APPROVING A COOPERATION AGREEMENT WITH THE REDEVELOPMENT AGENCY OF THE CITY OF BURBANK.

1208-1
Approve
Purchase and
Sale Agmt. with
Burnett Trust
(2721 W.
Burbank Blvd.)

RESOLUTION NO. 27,235:
A RESOLUTION OF THE COUNCIL OF THE CITY OF BURBANK APPROVING THE PURCHASE AND SALE AGREEMENT AND ESCROW INSTRUCTIONS BETWEEN THE CITY OF BURBANK AND THE BURNETT TRUST (2721 West Burbank Boulevard).

Redev. Agency
Reso. Adopted

Redevelopment Agency Resolution No. R-2159 Amending the Fiscal Year 2005-2006 Annual Budget in the Amount of \$1,950,750 and Approving a Cooperation Agreement with the City of Burbank was adopted.

Adopted

The resolutions were adopted by the following vote:

Ayes: Council Members Golonski, Ramos, Vander Borght and Campbell.
Noes: Council Members Gordon.
Absent: Council Members None.

Project Oversight
Committee

Mrs. Ramos and Mr. Vander Borght were appointed to serve on the Project Oversight Committee by Council consensus.

Motion

It was moved by Mr. Golonski and seconded by Mr. Vander Borght that "the following items on the consent calendar be approved as recommended."

Minutes
Approved

The minutes for the regular meetings of March 21, March 28, April 4 and April 11, 2006 were approved as submitted.

1301-3
Magnolia Park

RESOLUTION NO. 27,236:
A RESOLUTION OF THE COUNCIL OF THE CITY OF BURBANK

Imp. Phase 5
(B.S. No. 1208) APPROVING AND ADOPTING CONTRACT DOCUMENTS, PLANS AND SPECIFICATIONS, AND DETERMINING THE LOWEST RESPONSIBLE BIDDER, ACCEPTING THE BID, AND AUTHORIZING EXECUTION OF A CONTRACT FOR MAGNOLIA PARK IMPROVEMENTS PHASE 5 PROJECT, BID SCHEDULE NO. 1208, TO CINARY CONSTRUCTION COMPANY.

1301-3
Animal Shelter
Driveway
Reconstruction
(B.S. No. 1191) RESOLUTION NO. 27,237:
A RESOLUTION OF THE COUNCIL OF THE CITY OF BURBANK APPROVING A CHANGE ORDER IN THE AMOUNT OF \$17,117.64 FOR THE ANIMAL SHELTER DRIVEWAY RECONSTRUCTION AND LANDSCAPING PROJECT, BID SCHEDULE NO. 1191.

1301-3
Installation of
Bicycle
Detection at 11
Signalized
Intersections RESOLUTION NO. 27,238:
A RESOLUTION OF THE COUNCIL OF THE CITY OF BURBANK APPROVING AND ADOPTING CONTRACT DOCUMENTS, PLANS AND SPECIFICATIONS, AND DETERMINING THE LOWEST RESPONSIBLE BIDDER, ACCEPTING THE BID, AND AUTHORIZING EXECUTION OF A CONTRACT FOR INSTALLATION OF BICYCLE DETECTION AT ELEVEN (11) SIGNALIZED INTERSECTIONS PROJECT, BID SCHEDULE NO. 1210, TO REPUBLIC ELECTRIC AND AMENDING THE FISCAL YEAR 2005-2006 BUDGET TO APPROPRIATE ADDITIONAL FUNDS IN THE AMOUNT OF \$10,852.00 FOR THE PROJECT.

Adopted The consent calendar was adopted by the following vote:

Ayes: Council Members Golonski, Gordon, Ramos, Vander Borght and Campbell.
Noes: Council Members None.
Absent: Council Members None.

804-4
Converting
Pension
Obligation Bonds
from a Variable
to a Fixed Rate Mr. Torrez, Financial Services Director, requested Council authorization to convert the City's variable rate Pension Obligation Bonds to a fixed rate. He reported that in June 2004, the City issued \$25,120,000 of taxable Pension Obligation Bonds (POBs) to pay off the unfunded pension liability associated with the Police and Fire personnel retirement plans. He stated that the POBs were structured as variable rate bonds bearing a monthly interest at a rate equal to the 30-day London Inter-Bank Offered Rate (LIBOR) plus a margin of 30 basis points (0.30 percent) and were purchased by DEPFA Bank. He explained that LIBOR is the interest rate banks charge each other for short-term money and is a

commonly used index for establishing short-term bond rates. Interest rates are set monthly and the bonds amortize on June 1 of each year from 2005 through 2024.

Mr. Torrez added that in addition, the City also established a \$10 million reserve as a hedge against potential volatility of the variable rate debt. However, since June 2004, the Federal Reserve Board has increased short-term interest rates 15 times. In turn, the 30-day LIBOR rates have increased from approximately 1.45 percent at the outset to 5.12 percent recently or 5.32 percent, including the 30 basis point margin. He added that in spite of the current higher interest rates, today's rates are still much lower than the 7.325 percent rate that the City would have been paying had the POBs not been issued. He cited two basic options that could be undertaken; leave the bonds as is, or choose to convert to a fixed rate of approximately 5.90 percent either with DEPFA Bank the existing bond holder, or refinance the bonds through a new fixed rate bond issue. He then discussed the pros and cons of each option.

With regard to the \$10 million reserve, Mr. Torrez stated that the Council could: retain the reserve against rising interest rates should the Council choose not to convert the bonds to a fixed rate; use some or all of the \$10 million to pay down the principal on the POBs, noting that this can only be done prior to converting to a fixed rate; or, reserve the funds for other projects or purposes.

Council
Deliberation

There was Council consensus to converting the bonds to a fixed rate and discussion on the use of the \$10 million hedge fund. While some members expressed preference for using the entire amount to pay off the bond obligation, there was also discussion on using \$5 million to pay off the bond obligation and holding off on the additional \$5 million as recommended by staff.

Motion

It was moved by Mr. Golonski and seconded by Mrs. Ramos that "the following resolution be passed and adopted:"

A RESOLUTION OF THE COUNCIL OF THE CITY OF BURBANK AMENDING THE FISCAL YEAR 2005-2006 ANNUAL BUDGET BY APPROPRIATING \$5,035,000 FOR THE PENSION OBLIGATION BONDS.

A RESOLUTION OF THE COUNCIL OF THE CITY OF BURBANK AMENDING RESOLUTION NO. 26,692, ADOPTED BY THE

CITY COUNCIL OF THE CITY ON MARCH 30, 2004, MAKING PROVISIONS FOR THE FIXED RATE CONVERSION OF THE BONDS AND AUTHORIZING ACTIONS RELATED THERETO.

- Motion Failed The motion failed by the following vote:
- Ayes: Council Members Golonski, Gordon, and Ramos.
Noes: Council Members Vander Borght and Campbell.
Absent: Council Members None.
- Continued Council Deliberations Mr. Vander Borght stated he would support staff's recommendation provided that the Council makes a commitment that the \$5 million remains in the Pension Obligation Bond Reserve and is restricted to pension-related costs.
- Motion It was moved by Mr. Golonski and seconded by Mrs. Ramos that "the following resolutions be passed and adopted:"
- 804-4
Appropriating \$5,035,000 for Pension Obligation Bonds RESOLUTION NO. 27,239:
A RESOLUTION OF THE COUNCIL OF THE CITY OF BURBANK AMENDING THE FISCAL YEAR 2005-2006 ANNUAL BUDGET BY APPROPRIATING \$5,035,000 FOR THE PENSION OBLIGATION BONDS.
- 804-4
Amend Reso. No. 26,692 for Fixed Rate Conversion of Bonds RESOLUTION NO. 27,240:
A RESOLUTION OF THE COUNCIL OF THE CITY OF BURBANK AMENDING RESOLUTION NO. 26,692, ADOPTED BY THE CITY COUNCIL OF THE CITY ON MARCH 30, 2004, MAKING PROVISIONS FOR THE FIXED RATE CONVERSION OF THE BONDS AND AUTHORIZING ACTIONS RELATED THERETO.
- Adopted The resolutions were adopted by the following vote:
- Ayes: Council Members Golonski, Gordon, Ramos, Vander Borght and Campbell.
Noes: Council Members None.
Absent: Council Members None.
- 11:42 P.M.
Mr. Vander Mr. Vander Borght left the meeting at this time.

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Borghet Left the
Meeting

801-2
Budget Study
Session
(Police Dept. and
Community Dev.
Dept.)

Police Chief Hoefel presented the proposed Fiscal Year 2006-07 budget for the Police Department.

Mrs. Georgino, Community Development Director, presented the proposed Fiscal Year 2006-07 budget for the Community Development Department.

12:59 A.M.
Reconvene
Redev. Agency
Meeting

The Redevelopment Agency meeting was reconvened at this time.

Final Open
Public Comment
Period of Oral
Communications

Mr. Campbell called for speakers for the final open public comment period of oral communications at this time.

Citizen
Comment

Appearing to comment was Rose Prouser, on a recent Planning Board meeting and on the Police Department budget.

Staff
Response

Members of the Council and staff responded to questions raised.

Adjournment

There being no further business to come before the Council, the meeting was adjourned at 1:01 a.m.

Margarita Campos, CMC
City Clerk

APPROVED JUNE 20, 2006

Mayor of the Council
of the City of Burbank