

MEETING NOTES
ECONOMIC DEVELOPMENT COMMITTEE
June 8, 2016 - 2:00 PM - 4th Floor – CR #2

Mayor Jim Katapodis, Chair; Mayor Pro Tem Dave Sullivan, Councilmember Jill Hardy

Staff: Fred Wilson, Ken Domer, Kellee Fritzal, Antonia Graham, Duran Villegas, Scott Hess, Max Daffron, Julie Toledo

1. Public Comments - none

2. Minutes from May 3, 2016 meeting – Mayor Pro Tem Dave Sullivan moved to adopt the minutes from the April 1, 2016 and May 3, 2016 EDC Meetings. Passed unanimously.

3. Economic/Business Development Report

Proposed Sales Tax Sharing Agreement 16701 Beach Blvd: Kellee Fritzal explained that the sales tax sharing agreement with Surf City Auto Group II was passed by council, but Subaru choose a different operator within Huntington Beach. Ms. Fritzal stated that Subaru Corporation has selected John Patterson of Mazda to be the operator and that a deal should be finalized within the next month. There is currently no sales tax agreement with Patterson. Ms. Fritzal stated that a sales tax sharing agreement will be needed.

4. Real Estate

Ruby's: Ms. Fritzal stated that staff recommends a 1/2% increase to the current level of Ruby's rent until the agreement expires in 2032. She explained that Ruby's had initially asked for no increase but then asked for a ¼% in 2019 and a ¼% increase in 2022. Councilmember Jill Hardy stated that she supports the ½% increase immediately because Ruby's rent has not been raised in years. City Manager Fred Wilson explained that Ruby's pays a higher percentage rent in Huntington Beach than they do in other locations, but that the Huntington Beach location is a flagship location and raising the rent is easily justifiable. Mayor Pro Tem Dave Sullivan proposed that EDC should also recommend the 1/2 % increase, Councilmember Hardy seconded and the recommendation was approved unanimously.

Meeting was adjourned at 2:21p.m.

Adjournment to July 13, 2016, 2:00 p.m. Civic Center, 4th Floor CR #2