

Priority Projects Second Quarter Status Report for 2014

GREAT PARK / GREAT PARK NEIGHBORHOODS

1. Great Park Neighborhoods Construction Activities

The District 8 Pavilion Park neighborhood of the Great Park Neighborhoods, located east of State Route 133 between Irvine Boulevard and Portola Parkway, will consist of ten tract developments and 726 homes. Approximately 593 homes have been permitted and 296 have been completed. Demolition activities in District 1 are complete and rough grade operations are ongoing.

2. Southern California Veterans Memorial Park and Cemetery

On July 22, the Irvine City Council adopted Resolution No. 14-92 expressing its intent to convey the Amended and Restated Development Agreement (ARDA) Transfer Site (at the former Marine Corps Air Station, El Toro) to the State for the purposes of creating the Southern California Veterans Memorial Park and Cemetery

Assembly Bill 1453 (AB 1453) will be considered by the State Senate Appropriations Committee prior to the August 15 deadline. AB 1453 amendments are pending to reflect the Irvine City Council's intent to convey up to 125 acres of the ARDA Transfer Site at the Great Park for a state veterans cemetery. Procedurally, AB 1453 could be amended any time before the August 31 legislative deadline.

DEVELOPMENT PROCESSING

3. Irvine Company Laguna Altura south

The Planning Commission approved a master plan and tract map for 259 for-sale detached units located south of Lake Forest Drive. Staff continues to coordinate communication regarding details of the project with the developer, the City of Laguna Beach and the Laguna Canyon Foundation.

4. Irvine Company Planning Area 5B

The 1,900 for-sale units project is located at the northwest corner of the intersection of Jeffrey Road and Irvine Boulevard. Mass grading, along with the installation of road

improvements and utilities, has begun. The Irvine Company anticipates submitting master plans and tract maps for future for-sale units in summer of 2014.

5. Irvine Company Orchard Hills

The Planning Commission approved master plans and tract maps to restart construction in Orchard Hills for 1,424 attached and detached for-sale units. Orchard Hills is bounded on the south by Portola Parkway, on the north by City of Irvine open space, on the east by Jeffrey Road, and on the west by State Route 261. Model homes opened in May 2014. The Irvine Company has submitted master plans and tract maps for future development of 718 for-sale units. Planning Commission review is anticipated during summer of 2014.

6. Irvine Company Portola Springs

The Planning Commission previously approved a master landscape and trails plan, tract maps, and master plans for the development of up to 466 for-sale units. The units are located east of State Route 133 and south of Portola Parkway. Mass grading, installation of road improvements and utilities are under construction.

The Irvine Company submitted a tract map to facilitate the development of up to 656 residential units. The tract map is located on the northeast corner of Modjeska and Irvine Boulevard. Planning Commission review is anticipated late summer of 2014.

7. Irvine Company Cypress Village (Planning Area 40, East and East-East)

Irvine Community Development Company commenced construction for a 485 unit apartment community in Planning Area 40 East located at the corner of Roosevelt and Nightmist, east of Sand Canyon.

Irvine Community Development Company submitted applications for a combination of 924 apartments, detached condominiums, and affordable housing units in Planning Area 40 East-East located at the corner of Trabuco and State Route 133.

8. Proposed Hotels in Irvine Business Complex

The Planning Commission approved a 170-room, five-story Hilton Garden Inn Hotel at the corner of Morse and McCabe Way. Demolition of the existing office buildings is complete with construction of the hotel underway.

Construction of a 149-room five-story Hyatt House Hotel at the corner of Main and Von Karman is anticipated to begin fall of 2014.

The Planning Commission approved a Conditional Use Permit for a 161-room Homewood Suites Hotel at the southeast corner of Redhill and McGaw Avenue. Construction is anticipated to begin fall of 2014.

Marriott Hotels submitted an application for a 180-room hotel within Park Place at Michelson and Jamboree. The Park Place Development Agreement established entitlement for the project.

Staff is reviewing an application by the Tides Hospitality group for a 164-room hotel located at 2182 and 2192 Dupont Drive in the IBC. Planning Commission review is anticipated fall of 2014.

ECONOMIC DEVELOPMENT

9. Irvine Mayor-Chamber Advisory Council on Business

The third meeting of the Irvine-Mayor Chamber Advisory Council on Business is scheduled for Tuesday, September 16, 2014. Representatives from real estate, restaurants, retailers, small-business tenants and bio-science will discuss ideas for job development, growth and creating a business-friendly environment.

IBC RESIDENTIAL & MIXED-USE DEVELOPMENT STRATEGY

10. Implementation of Irvine Business Complex Mixed-Use Strategy

The Irvine Company is nearing completion of a 989-unit apartment complex at Park Place near Michelson and Riparian. Initial occupancies are anticipated in summer of 2014.

Mill Creek Properties is near completion of a 187-unit residential complex at 2852 Kelvin.

Equity Residential began construction on its 344-unit project located west of the intersection of Alton and Millikan.

Avalon-Jamboree began construction of a 154-unit project east of the same intersection.

The Planning Commission approved United Dominion Realty's 381-unit project at the corner of Jamboree and Kelvin. Building is scheduled to begin summer of 2014.

The Planning Commission approved Garden Communities' Master Plan on April 17 for a mixed-use project containing 1,600 residential units, 17,000 square feet of retail and 22,000 square feet of residential service retail/commercial uses. The project is located at the corner of Campus and Jamboree.

360° Fusion Residential submitted a Conditional Use Permit application for a 280-unit residential project at the intersection of Murphy and McGaw Avenue. The project remains under review.

Sanderson J. Ray Development submitted a Conditional Use Permit application for a 362-unit residential project at the corner of Jamboree and Main. The project remains under review.

The Colton Company has submitted Conditional Use Permit applications for two apartment complexes containing 642 units and 274 units, located near the intersection of Von Karman and Campus Drive. The projects remain under review.

Sares Regis has submitted an application for a 520 unit apartment community within Park Place at Michelson and Jamboree. The Park Place Development Agreement established entitlement for the project.

INFRASTRUCTURE AND TRANSPORTATION

11. Construction and Roadway Infrastructure Improvements

The Sand Canyon Grade Separation Project at the Metrolink railroad tracks is scheduled to be complete in November 2014. Construction of the new railroad bridge was completed in May with work now focused on constructing the new roadway. As an extension to the grade separation project, the City is widening Sand Canyon under the I-5 freeway to improve capacity and traffic flow through the area. This portion of roadway widening under the I-5 freeway is scheduled for completion in August.

Pavement and Landscape Rehabilitation along Irvine Center Drive between Harvard and Culver is underway.

12. Bicycle and Pedestrian Infrastructure Improvements

The Irvine Company's construction of the Jeffrey Open Space Trail adjacent to the new Cypress Village development is underway along Jeffrey between Trabuco and the I-5 freeway. This project includes bicycle/pedestrian bridges over Roosevelt, Trabuco, and Irvine Boulevard. Construction is scheduled for completion in November.

The Irvine Company completed construction of a new trail segment along the I-405 freeway between Jeffrey and Sand Canyon. This trail provides an off-street bicycle/pedestrian connection between the existing Jeffrey Open Space Trail and the Sand Canyon Trail.

MUSICK JAIL

13. Musick Jail Litigation

On July 14, the trial court denied the City's petition for writ of mandate in the 2013 Musick case (challenge to SB 1022 funding application for \$80 million for 484 rehabilitative beds). At a recent Orange County Board of Supervisors meeting, the Board approved the staffing and operating cost analysis and selected Vanir Construction

Management, Inc. as the primary construction manager for the 512-bed Musick Jail expansion project. The opening brief on the appeal of the 2012 Musick case, which challenged the supplemental EIR for the 512-bed \$100 million expansion, was filed in early August, with the County's brief due in early September and the City's reply brief due in late September. No hearing date has been set.

PUBLIC SAFETY

14. Family Violence Prevention Project

In the second quarter of 2014, the Victim Advocate assisted 103 new crime victims and provided follow-up services to an additional 19 individuals. Victims were provided crisis intervention, information regarding the criminal justice system, follow-up assistance and related referrals.

REGIONAL AND STATE ASSOCIATION/AGENCY ACTIONS

15. State of California – Redevelopment Dissolution and City Lawsuits

The City and the State Department of Finance (DOF) have agreed to terms on a settlement agreement that resolves the parties' disputes regarding the 2007 Purchase, Sale and Financing Agreement (PSFA) between the City and the Irvine Redevelopment Agency (RDA), the Irvine Community Land Trust Agreement, and the Amended and Restated Development Agreement between the City, the Irvine Redevelopment Agency, and Heritage Fields El Toro, LLC. Under the settlement agreement, the City will receive \$292 million in future tax increment funding (over approximately the next 12 years), with 5% of the funding provided to the Irvine Community Land Trust. In exchange, the City will dismiss any further claims under the aforementioned agreements and payment. The final step to render the settlement agreement effective will be a court approval of the settlement, which is scheduled to occur in October of this year.

The settlement does not resolve the City's continuing dispute with the State Controller's Office regarding the determination, made in April of this year, that (1) the City must return 35 acres to the Successor Agency, and (2) the Irvine Community Land Trust must return \$3.1 million to the Successor Agency. Further recommendations and direction from the City Council will be sought in the coming months.

COMMUNITY OUTREACH

16. Implement Strategic Plan for Children, Youth, and Families

As part of the Irvine Children, Youth and Families Advisory Committee Educational Forums, the High School Youth Action Team implemented 11 on-campus educational forums at all five traditional Irvine high schools. More than 670 students attended forums held March through May.

In the second quarter, the Child Care Coordination Office, in partnership with the Irvine Child Care Committee and the Irvine Children, Youth and Families Advisory Committee, held three educational forums geared toward parents and child care providers. On April 24, Dr. Laura Markham, author of *Peaceful Parent, Happy Kids*, led two events at the Civic Center. Seventy participants attended a session for child care professionals titled *Coaching, Not Controlling: Helping Children Want to Behave*, and 190 participants attended a sold-out session for families on *How to Get Your Child Cooperating Without Threats, Bribes and Consequences*. On May 17, an all-day workshop led by Denita Dinger, co-author of the book *Let Them Play: An Early Childhood Uncurriculum*, was held at Rancho Senior Center to provide early child care professionals with practical ideas to create child-led, play-based curriculum.

17. City Website Redesign Project

Net Tango has been selected for the City's website redesign and content management system project. Work with Net Tango has begun along with identifying residents' and departments' needs to ensure the website experience is improved, easy to navigate and has a clean contemporary design. Completion is anticipated in April 2015.

CITY CLERK

18. Voter Outreach Efforts

The City Clerk's Office, in collaboration with the Public Information Office, developed a voter outreach plan in anticipation of the November 4, 2014 General Municipal Election. The plan includes social media outreach through Facebook ads targeting new communities within the City to promote civic participation and increase voter registration. Staff has also collaborated with the Orange County Registrar of Voters for its attendance at key City events such as the Irvine Global Village Festival.

19. General Municipal Election

Administration of the upcoming General Municipal Election has been ongoing since January 2014. The nomination period began July 14 and closed on August 8. A total of eight candidates are running for office, three for Mayor and five for City Councilmember. Additionally, two ballot measures have been added to the ballot, Measure V, the "Orange County Great Park Fiscal Transparency and Reforms Act" and Measure W, "Term Limits Measure."