

**MINUTES**  
**JOINT CITY COUNCIL / IMPROVEMENT AGENCY MEETING**  
**MONDAY, OCTOBER 18, 2010**

**CALL TO ORDER** Mayor Pro Tem / Vice Chair Nicolls called the meeting to order at 7:11 p.m. in the City Hall Council Chambers, 154 South Eighth Street, Grover Beach, California.

**ROLL CALL**

Council/Agency: Council/Board Members Bright, Mires, Peterson, Mayor Pro Tem/Vice Chair Nicolls were present. Mayor/Chair Shoals was absent.

City/Agency Staff: City Manager/Executive Director Perrault, City Attorney/General Counsel Koczanowicz, City Clerk/Agency Secretary McMahon, Administrative Services Director/Finance Officer Chapman, Police Chief Copsey, and Parks and Recreation Director Petker were also present.

**PUBLIC COMMUNICATIONS** The Mayor Pro Tem / Vice Chair opened the floor to any member of the public for comment on items of interest which were within the jurisdiction of the City Council / Improvement Agency, but were not listed on the agenda. No one responded and the Mayor Pro Tem / Vice Chair closed the Public Communications segment for this portion of the meeting.

**IMPROVEMENT AGENCY - CONSENT AGENDA**

Upon consensus (Chair Shoals absent), the Board approved Consent Agenda No. IA-1.

**IA-1. Minutes of the Following Meetings.**

- **March 15, 2010 Joint City Council / Improvement Agency Meeting;**
- **March 29, 2010 Special Joint City Council / Improvement Agency Meeting;**
- **April 5, 2010 Joint City Council / Improvement Agency Meeting;**
- **April 19, 2010 Joint City Council / Improvement Agency Meeting; and**
- **May 3, 2010 Joint City Council / Improvement Agency Meeting.**

**Action:** The minutes were approved as presented.

**JOINT CITY COUNCIL / IMPROVEMENT AGENCY - BUSINESS**

**CC/IA-1. Transmittal - FY 11 First Quarter Financial Report.**

Mayor Pro Tem / Vice Chair Nicolls read the title to the foregoing item and deferred to staff for a report. For the information of those present, City Manager/Executive Director Perrault stated that the adopted two-year budget included reductions in personnel costs and the use of General Fund Reserves to cover expenditures during the first fiscal year. Discussions with all employee groups had been successfully completed, except for the Grover Beach Police Officers' Association, and he anticipated those discussions would conclude in the near future. He pointed out that revenues to date were lower than anticipated and expenditures were in line with original estimates. He stated that management staff would soon be meeting to outline options to assist in overcoming a projected deficit of \$811,000 in the next fiscal year.

Administrative Services Director/Finance Officer Chapman provided a detailed summary of financial activity for the first quarter. She noted a complete budget review would be conducted again at mid-year.

City Manager/Executive Director Perrault noted that the Special Events Fund would be a critical area to monitor, with increased efforts for these activities to be self-supporting. The summer concert series continued to be a popular community event and donations were being received at each concert, but total overall costs were not being recovered. He and Administrative Services Director/Finance Officer Chapman then responded to questions from the Council/Agency Board.

**Action:** Upon consensus (Mayor/Chair Shoals absent), the report was received and filed.

**CC/IA-2. Status Report - Grover Beach Lodge and Conference Center Project.**

Mayor Pro Tem / Vice Chair Nicolls read the title to the foregoing item, and deferred to staff for a report. For the information of those present, City Manager/Executive Director Perrault described the amended project area, in partnership with the State Department of Parks and Recreation, to develop a resort hotel and conference center with amenities available to the public. He then described the process and necessary studies to prepare an Environmental Impact Report, and key factors which resulted in unforeseen delays: 1) the developer changed engineering firms, and 2) multiple meetings between the developer, State Parks, and City representatives to assist the developer in determining locations for an equestrian staging area and a sanitary dump station.

City Manager/Executive Director Perrault outlined the anticipated time frame for the Environmental Impact Report Public Review period to begin in mid-December, the entitlement process to be completed by February 2011, and Public Hearings before the Planning Commission and City Council/Improvement Agency to be scheduled in April and May 2011. He noted that, once the local process was completed, the project would be forwarded to the Coastal Commission for its review and approval of a Local Coastal Program (LCP) amendment. Processing time at the Coastal Commission could not be determined. Upon approval of the LCP amendment, the Council/ Agency would be able to take the next step to issue a Coastal Development Permit and approve the project. He then responded to questions from the Council/Agency Board.

Mayor Pro Tem / Vice Chair Nicolls invited comments from those in the audience who wished to be heard on this matter. No public comments were received.

**Action:** Upon consensus (Mayor/Chair Shoals absent), the report was received and filed.

**ADJOURNMENT**

There being no further business to come before the City Council / Improvement Agency, Mayor Pro Tem/Vice Chair Nicolls adjourned the meeting at 7:39 p.m.

**City Council:**

/s/ WILLIAM L. NICOLLS, MAYOR PRO TEM

Attest:

/s/ DONNA L. McMAHON, CITY CLERK  
(Approved at CC Mtg 01/18/2011)

**Improvement Agency:**

/s/ WILLIAM L. NICOLLS, VICE CHAIR

Attest:

/s/ DONNA L. McMAHON, AGENCY SECRETARY  
(Approved at IA Mtg 02/07/2011)