

MINUTES
JOINT CITY COUNCIL / IMPROVEMENT AGENCY MEETING
MONDAY, JULY 18, 2011

CALL TO ORDER Mayor/Chair Shoals called the meeting to order at 7:31 p.m. in the City Hall Council Chambers, 154 South Eighth Street, Grover Beach, California.

ROLL CALL

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

City/Agency Staff: City Manager/Executive Director Perrault, City Attorney/General Counsel Koczanowicz, City Clerk/Agency Secretary McMahon, Acting Administrative Services Director/Acting Finance Officer Byrd, Community Development Director/Deputy Director Buckingham, and Public Works Director/City Engineer Ray were also present.

PUBLIC COMMUNICATIONS The Mayor/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/Chair closed the Public Communications segment for this portion of the meeting.

IMPROVEMENT AGENCY- CONSENT AGENDA

IA-1. Minutes of the Following Meetings:

- **May 24, 2011 Special Joint City Council / Improvement Agency;**
 - **June 6, 2011 Joint City Council / Improvement Agency; and**
 - **June 20, 2011 Joint City Council / Improvement Agency / Financing Authority.**
- Action:** Upon consensus (Board Member Molnar absent), the minutes were approved as submitted.

CITY COUNCIL / IMPROVEMENT AGENCY - BUSINESS

CC/IA-1. Discussion Regarding Revisions to the FY 12 Budget.

Mayor/Chair Shoals 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 provided an overview of recent discussions held at Council/Agency meetings regarding the FY 12 budget year, as well as subsequent events impacting the budget:

- The sale of City-owned property did not materialize during FY 11;
- The meet and confer process was completed with employee groups, resulting in concessions in salaries and benefits by all represented and unrepresented employee groups; and
- State budget decisions regarding Vehicle License Fees and Booking Fees resulted in a net revenue loss to the General Fund.

He then summarized the following additional recommendations to address the estimated FY 12 operating General Fund deficit of (\$467,490):

- Convert the employee medical care plan to a CalPERS Plan;
- Sale of City-owned property on the open market; and
- Use of Reserve Funds.

Brief discussion was held regarding options to further reduce costs for street sweeping, the use of cash and/or capital reserves, and clarification regarding the City's acquisition of the property located at 920 Brighton Avenue (currently used as a community garden) by way of purchase.

Mayor Shoals invited public comments on this matter. There was no response received and he closed the public comment period for this item.

The Council commended staff for successfully concluding negotiations with labor groups and thanked City employees for the concessions to assist in balancing the budget.

Action: Upon consensus (Council/Board Member Molnar absent), the Council/Agency Board approved the recommended budget revisions and directed staff to return with the necessary resolutions at the next City Council / Improvement Agency meeting scheduled for August 1, 2011.

ADJOURNMENT

There being no further business to come before the City Council / Improvement Agency, Mayor/Chair Shoals adjourned the meeting at 7:30 p.m.

City Council:

/s/ JOHN P. SHOALS, MAYOR

Attest:

/s/ DONNA L. McMAHON, CITY CLERK
(Approved at CC Mtg 09/19/2011)

Improvement Agency:

/s/ JOHN P. SHOALS, CHAIR

Attest:

/s/ DONNA L. McMAHON, AGENCY SECRETARY
(Approved at CC/IA Mtg 09/19/2011)