

**MINUTES
JOINT CITY COUNCIL / IMPROVEMENT AGENCY MEETING
MONDAY, AUGUST 1, 2011**

CALL TO ORDER Mayor/Chair Shoals called the meeting to order at 9:12 p.m. in the City Hall Council Chambers, 154 South Eighth Street, Grover Beach, California.

ROLL CALL

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

City/Agency Staff: City Manager/Executive Director Perrault, City Attorney/General Counsel Koczanowicz, City Clerk/Agency Secretary McMahon, Public Works Director/City Engineer Ray, and Police Chief Copsey 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.

CITY COUNCIL / IMPROVEMENT AGENCY - BUSINESS

CC/IA-1. Consideration of Resolutions Approving Revisions to the FY 11 - FY 12 Biennial Budget.

Mayor/Chair Shoals read the title to the foregoing item and deferred to staff for a report. City Manager/Executive Director Perrault briefly described the discussions of the past several months regarding proposed budget revisions and final direction provided by the Council/Agency Board in July regarding further measures to address the budget deficit. He then responded to questions from the Council/Agency Board.

City Attorney/General Counsel Koczanowicz clarified that, in reference to recent legislation regarding redevelopment agencies being precluded from assuming new obligations, adoption of the budget was considered an internal financing mechanism to revise an existing budget.

Brief discussion was held regarding selling City-owned property, services provided by the Chamber of Commerce, sponsorship of the Stone Soup event, and Chamber contract changes being contemplated by the Council subcommittee.

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

Council/Board Member Peterson stated that the Council/Agency Board had decided to allocate \$4,000 to the Economic Vitality Corporation and \$4,000 to the San Luis Obispo County Visitors & Conference Bureau. However, the Visitors & Conference Bureau had recently issued invoices to each City on a pro rata basis, including \$4,400 invoiced to Grover Beach. Additionally, the Council had authorized a \$2,500 sponsorship for the Savor the Central Coast event, for a total combined amount to the Visitors & Conference Bureau of \$6,900. She suggested reducing the funding level for the Economic Vitality Corporation, which would not adversely affect the City's participation level in the Economic Vitality Corporation's economic development efforts.

Brief discussion was held regarding direct benefits to Grover Beach from services provided by the Economic Vitality Corporation, the San Luis Obispo County Visitors & Conference Bureau, and the Chamber of Commerce, as well as revising the amounts allocated to each organization.

Action: Upon consensus, the City Council/Agency Board authorized amending the allocations for FY 12 as follows:

- San Luis Obispo County Visitors & Conference Bureau: \$4,400 (increased by \$400);
- Economic Vitality Corporation: \$3,600 (reduced by \$400);
- Chamber of Commerce special events: \$5,000 (reduced by \$2,500); and

- San Luis Obispo County Visitors & Conference Bureau:\$2,500 (reallocated from the Chamber of Commerce to the Savor the Central Coast event).

Further discussion was held regarding the formula used to calculate and set the appropriation limit for FY 12 based on tax proceeds. It was noted that General Fund expenditures for the coming year were well below the maximum appropriation limit.

Actions:

City Council:

It was m/s by Council Members Peterson/Bright to: 1) Adopt Resolution No. 11-54 setting the FY 12 Appropriation Limit from Tax Proceeds; and 2) adopt Resolution No. 11-55 amending the FY 12 Budget. The motion carried on the following roll call vote:

AYES: Council Members Bright, Peterson, Mayor Pro Tem Nicolls,
and Mayor Shoals.

NOES: Council Member Molnar.

ABSENT: Council Members - None.

ABSTAIN: Council Members - None.

Resolution No. 11-54: A Resolution of the City Council of the City of Grover Beach, California, Setting the FY 12 Appropriations Limit from Tax Proceeds.

Resolution No. 11-55: A Resolution of the City Council of the City of Grover Beach, California, Rescinding the FY 12 Budget Adopted on July 6, 2010 and Adopting an Amended FY 12 Budget.

Improvement Agency:

It was m/s by Board Members Peterson/Bright to adopt Resolution No. IA-11-08 amending the FY 12 Budget. The motion carried on the following roll call vote:

AYES: Board Members Bright, Peterson, Vice Chair Nicolls, and Chair Shoals.

NOES: Board Member Molnar.

ABSENT: Board Members - None.

ABSTAIN: Board Members - None.

Resolution No. IA-11-08: A Resolution of the Grover Beach Improvement Agency Rescinding the FY 12 Budget Adopted on July 6, 2010 and Adopting an Amended FY 12 Budget.

ADJOURNMENT

There being no further business to come before the City Council/Improvement Agency, Mayor/Chair Shoals adjourned the meeting at 9:43 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 IA Mtg 09/19/2011)