

**MINUTES
SPECIAL CITY COUNCIL MEETING
MONDAY, JUNE 18, 2012**

CALL TO ORDER Mayor Shoals called the meeting to order at 5:30 p.m. in the City Hall Council Chambers, 154 South Eighth Street, Grover Beach, California.

FLAG SALUTE The flag salute was led by Mayor Pro Tem Nicolls.

ROLL CALL

City Council: Council Members Bright, Molnar, Peterson, Mayor Pro Tem Nicolls, and Mayor Shoals were present.

City Staff: City Manager Perrault, City Attorney Koczanowicz, City Clerk McMahon, Administrative Services Director Chapman, Community Development Director Buckingham, Public Works Director/City Engineer Ray, Police Chief Copsey, Parks & Recreation Director Petker, Assistant Administrative Services Director Byrd, and Recreation Coordinator O'Donnell were also present.

Also present were Fire Chief Joel Aranaz, Five Cities Fire Authority; Molly Cano, San Luis Obispo County Visitors & Conference Bureau; and Christine Rogers, Economic Vitality Corporation.

PUBLIC COMMUNICATIONS The Mayor opened the floor to any member of the public for comment on any items listed on the agenda. No public comments were received at this time.

BUSINESS

1. Presentation of Proposed FY 13 Budget.

Mayor Shoals read the title to the foregoing item and deferred to staff for a report. For the information of those present, City Manager Perrault provided an overview of the proposed budget that was based on the recent Council-adopted Goals and Work Program. He noted the following significant fiscal challenges in development of the budget: declining property taxes, the State's dissolution of redevelopment agencies, staffing costs for the Grover Beach Improvement Agency being reduced and absorbed by the General Fund, and the reintegration of the former Building and Planning Enterprise Fund into the General Fund.

He then provided an overview of the General Fund and recommendations in order to balance the budget and avoid the use of reserves through a combination of the following actions: workforce reductions, consolidation of internal services at City Hall, reduced contribution to the Five Cities Fire Authority, employee concessions subject to completion of the meet and confer process, and the sale of City-owned property. He also pointed out that funding requests received from outside agencies had not been included in the preliminary budget estimates. He then provided a summary regarding each of the major Enterprise Funds. Members of City staff then responded to questions from the City Council regarding the proposed budget.

Mayor Shoals invited comments from those in the audience who wished to be heard on this matter.

The following representatives spoke in support of their respective agency funding requests:

- Anthony Salas, Grover Beach Chamber of Commerce - Stone Soup Ethnic Music Faire;
- Christine Rogers, Program Manager, Economic Vitality Corporation;
- Molly Cano, Director of Sales and Marketing, San Luis Obispo County Visitors & Conference Bureau; and
- Lenny Grant, Vice Chair, San Luis Obispo County Housing Trust Fund.

Jeff Lee, Chair, Parks, Recreation & Beautification Commission spoke in support of continued funding for parks and recreation programs and services.

No further public comments were received at this time.

Recess: Upon consensus of the City Council, the meeting recessed at 6:30 p.m. to the Regular City Council Meeting, which was also scheduled for this same evening.
Reconvene: At 8:33 p.m., the meeting reconvened with all Council Members present.

Regarding Outside Agency Requests:

Council discussion ensued regarding the funding requests received, agency services provided that were of most direct benefit to local businesses and the Grover Beach community, and avoiding the use of reserve funds.

City Manager Perrault responded to questions regarding fiscal impacts with funding the agency requests and the corresponding reductions or adjustments that might be required in the General Fund.

Action: Upon unanimous consensus, the City Council approved the following funding levels to outside agencies for FY 13:

- Chamber of Commerce - Stone Soup Ethnic Street Faire	\$ 5,000
- Economic Vitality Corporation	\$ 5,000
- San Luis Obispo County Visitors & Conference Bureau	\$ 4,314
- Savor the Central Coast Event	\$ 5,000
- San Luis Obispo County Housing Trust Fund	\$ 5,000
- ECOSLO - Environmental Center of San Luis Obispo County	\$ - 0 -
Total Funding for Outside Agencies	<u>\$24,314</u>

Regarding the Proposed FY 13 Budget:

Brief discussion was held regarding the internal reorganization of City departments and selecting a different name for the department that now included planning, building, economic development, parks, and recreation services.

Action: It was m/s by Council Member Bright/Mayor Pro Tem Nicolls to: 1) adopt Resolution No. 12-34 setting the FY 13 Appropriation Limit From Tax Proceeds; 2) adopt Resolution No. 12-35 adopting the FY 13 Budget, as amended (to fund the outside agency funding requests listed above); and 3) adopt Resolution No. 12-36 establishing the number of authorized positions in various departments for FY 13. The motion carried on the following roll call vote:

AYES: Council Members Bright, Molnar, Peterson, Mayor Pro Tem Nicolls, and Mayor Shoals.
NOES: Council Members - None.
ABSENT: Council Members - None.
ABSTAIN: Council Members - None.

Resolution No. 12-34: A Resolution of the City Council of the City of Grover Beach, California, Setting the FY 13 Appropriations Limit from Tax Proceeds.

Resolution No. 12-35: A Resolution of the City Council of the City of Grover Beach, California Adopting the FY 13 Budget.

Resolution No. 12-36: A Resolution of the City Council of the City of Grover Beach, California Establishing the Number of Authorized Positions in the Various Departments of the City for the FY 13 Budget.

ADJOURNMENT

There being no further business to come before the City Council, Mayor Shoals adjourned the meeting at 8:58 p.m.

/s/ JOHN P. SHOALS, MAYOR

Attest:

/s/ DONNA L. McMAHON, CITY CLERK
(Approved at CC Mtg 09-17-2012)