FINAL MINUTES

CITY OF SEASIDE
CITY COUNCIL

REGULAR MEETING
COUNCIL CHAMBER
Thursday, January 18, 2018
7:00 PM

1. CALL TO ORDER

Mayor Rubio called the meeting to order at 7:20 PM and remarked that Council Member Jones is at a study session in Sacramento with the League of California Cities.

2. ROLL CALL – ESTABLISHMENT OF QUORUM

PRESENT: Alexander, Campbell, Pacheco, Rubio
ABSENT: Jones

3. INVOCATION AND PLEDGE OF ALLEGIANCE

Pastor Arsenal Sims provided the invocation and Council Member Campbell led the Pledge of Allegiance.

4. REVIEW OF AGENDA

No changes were requested.

5. PUBLIC COMMENT

Mayor Rubio invited comments from the public.

- John Wizard invited the public to a Housing Forum on Monday February 5 from 5:30 to 7:30 PM at Oldemeyer Center to talk about affordable housing and inclusionary housing.
- Ruthie Watts invited the Council and the public to the Coalition of High School Scholarships event.
- Helen Rucker expressed a concern of a rumor that the address of CSUMB is being changed to Marina and requested clarification. She indicated Monterey High is changing the EOP office to a civil rights office and the officer will be the Civil Rights officer. She spoke about the historic Human Relations Commission and suggested to re-engage that committee to look at our civil rights ordinances and policies. She closed by saying that the Service Learning Institute at CSUMB is being threatened so that instead of the students getting 5 units, the State Chancellor's office will only award 3 unit courses, and the final decision will affect the interaction between students and the City.
- Wes Clark from Pharm House thanked Mr. Campbell and Mr. Alexander for their comments during the December 28, 2017 City Council meeting and spoke in support of the direction to expand to six dispensaries as it will generate better competition, service, quality and price.

6. PUBLIC AGENCY COMMUNICATIONS

Economic Development Manager Stearns invited the public to improve Mescal Neil park on Saturday January 20th at 10:00 am with the SeaStars group. She also announced that at the end of January construction will switching to the north side of Broadway to begin the reconstruction on the south bound side. Traffic will run east bound.

7. PRESENTATIONS

8. CONSENT CALENDAR

Mayor Rubio invited comments and requests on the Consent Calendar. Item C and G were pulled for discussion.

On motion by Mayor Pro Tem Dennis Alexander and seconded by Council Member Dave Pacheco and passed by the following vote the Consent Calendar with the exception of Item C and G.

RESULT:	**Approved**
MOVER:	Mayor Pro Tem Dennis Alexander
SECONDER:	Council Member Dave Pacheco
AYES:	Ralph Rubio, Dennis Alexander, Jason Campbell, Dave Pacheco
NOES:	None
ABSENT:	Kayla Jones

A. APPROVE MINUTES OF DECEMBER 21, 2017

Action: Approved

B. APPROVE AND FILE CITY CHECKS

Action: Approved

C. APPROVE A MAYOR'S YOUTH FUND CONTRIBUTION REQUEST FROM SEASIDE HIGH SCHOOL OCEAN DEFENDER'S CLUB FOR COSTS ASSOCIATED WITH THEIR RECYCLING OUTREACH PROGRAM

Mayor Pro Tem Alexander requested the applicant speak to what the contribution would be applied to. Students from Seaside High School; Breana, Fernanda, Corina and Juan who are part of the Ocean Defenders club explained they will teach the importance of recycling and safe disposal of waste and the impacts to the environment. They indicated that their goal is to obtain and install five water refill stations on campus to promote reusable water bottles. There was no public comment on the item.

On motion by Mayor Pro Tem Dennis Alexander and seconded by Council Member Jason Campbell and passed by the following vote the City Council Approved the Mayor's Youth Fund contribution request for the Seaside High School Ocean Defenders Club.

RESULT:	**Approved**
MOVER:	Mayor Pro Tem Dennis Alexander
SECONDER:	Council Member Jason Campbell
AYES:	Ralph Rubio, Dennis Alexander, Jason Campbell, Dave Pacheco
NOES:	None
ABSENT:	Kayla Jones

D. **APPROVE MAYOR'S YOUTH FUND CONTRIBUTION REQUEST FROM SEASIDE HIGH SCHOOL CHEERLEADING TEAM**

Action: Approved

E. **APPROVE MAYOR'S YOUTH FUND CONTRIBUTION REQUEST FROM SEASIDE RAIDERS YOUTH FOOTBALL**

Action: Approved

F. **APPROVAL OF A RESOLUTION MODIFYING THE CLASSIFICATION PLAN TO ADD THE POSITION OF SENIOR FACILITY ATTENDANT AND MODIFYING THE POSITION CONTROL TO ADD ONE DEPUTY POLICE CHIEF, DELETE ONE POLICE COMMANDER, ADD ONE SENIOR FACILITY ATTENDANT, AND DELETE ONE CUSTODIAN**

Action: Approved and passed Resolution 18-01

G. **APPROVE A RESOLUTION AUTHORIZING A PROFESSIONAL SERVICES AGREEMENT WITH NICHOLS CONSULTING ENGINEERS FOR AN AMOUNT NOT TO EXCEED FIFTY NINE THOUSAND SIX HUNDRED DOLLARS ($59,600) TO PERFORM A PAVEMENT CONDITION EVALUATION AND PAVEMENT MANAGEMENT PROGRAM UPDATE**

Action: Approved and passed Resolution 18-02

Council Member Pacheco questioned the purpose of the item and requested confirmation that it will prioritize roads for improvement in Seaside. He questioned the amount of training staff will receive, how much of the Measure X funding will be received by June and questioned the ability to change processes to expedite road improvements. Mr. Riedl explained that the road conditions are exacerbated by the requirement to facilitate ADA upgrades concurrent to fixing the roads, some of the improvements will take away parking and the drainage facilities must be upgraded. It's not merely adding new asphalt. He did confirm that staff is looking at leveraging multiple funding sources, including bonding to try to achieve economies of scale. Deputy City Manager Administrative Services Hodgson agreed that staff can bring back a proposal for bonding. Council Member Campbell did speak to the efforts to recall SB1 and encouraged people to support the legislation as it was passed.

Mayor Rubio invited comments from the public.

- Felix Bachofner spoke in support of the agreement specifically because the item would be paid with Measure X funds. He is aghast that nothing has been done since 2008 as it pertains to road improvements. He encouraged moving forward holistically and leveraging opportunities for additional improvements concurrent with other projects.

Council Member Pacheco requested to agendize a future discussion.

On motion by Mayor Pro Tem Dennis Alexander and seconded by Council Member Dave Pacheco and passed by the following vote the City Council approved the item as presented and adopted Resolution 18-02.

RESULT:	**Approved**
MOVER:	Mayor Pro Tem Dennis Alexander
SECONDER:	Council Member Dave Pacheco
AYES:	Ralph Rubio, Dennis Alexander, Jason Campbell, Dave Pacheco

NOES:	None
ABSENT:	Kayla Jones

9. BUSINESS ITEMS

A. RECEIVE PRESENTATION OF THE JUNE 30, 2017 COMPREHENSIVE ANNUAL FINANCIAL REPORT, THE SINGLE AUDIT REPORT, THE GOVERNANCE LETTER AND THE GANN LIMIT REPORT AND ACCEPT AND FILE THE REPORTS

Deputy City Manager-Administrative Services Hodgson introduced the auditor from Clifton Allen and Larsen, who has performed our audit for the last and final audit. She credited Travis Foster, Assistant Finance Director for his hard work that earned the City a Clean Opinion.

Rich Gonzales, presented the financial statements for the City of Seaside FY 2016-17. He indicated there were many challenges yet he was impressed with work product. He presented the results of the Comprehensive Annual Financial Report (CAFR), the financial reports for the city which includes budgetary schedules, transmittal letter and org chart. It has been submitted to a third party for the review and has been submitted for an award for excellence in reporting. Even with a dramatic transition of staff, the auditor issued a clean/unmodified opinion. The second report is the Single audit report, of the expenditures of the city and the internal control and compliance. There were no findings, significant deficiencies or weaknesses. Last year there were two weakness, and there was extra effort to verify they were resolved, and they were to a great degree. Finally he presented the governance letter, a standard report which contains a section that talks about significant estimates for the City over the next year, liability, OPEB (retirement benefits, not pensions) and risk liability is outlined. He finally noted that next year there will be a significant change to the accounting standard, Gasby 75, regarding the reported liability for the City. Mr. Gonzales answered questions from the Council.

Mayor Rubio invited comments from the public and had no requests to speak.

On motion by Mayor Pro Tem Dennis Alexander and seconded by Council Member Dave Pacheco and passed by the following vote the City Council accepted and filed the Report and audit.

RESULT:	**Approved**
MOVER:	Mayor Pro Tem Dennis Alexander
SECONDER:	Council Member Dave Pacheco
AYES:	Ralph Rubio, Dennis Alexander, Jason Campbell, Dave Pacheco
NOES:	None
ABSENT:	Kayla Jones

B. RECEIVE THE 2017-2018 MID-YEAR BUDGET REPORT, ACCEPT AND FILE THE REPORT, PROVIDE DIRECTION TO STAFF AND CONSDER ADOPTION OF A RESOLUTION APPROVING THE PROPOSED 2017-2018 MID-YEAR BUDGET ADJUSTMENTS

Deputy City Manager-Administrative Services Hodgson presented the report regarding the proposed Mid Year Budget adjustments for 2017-18. She explained the new process that staff will present a quarterly report going forward, for better budgeting processes. She explained the general fund revenue increases and expected expenditures will result in a net revenue increase of $407,908. Ms. Hodgson provided details of the decisions that previously were made, as well as expenditures to further the Mission/Vision and critical expenditures and other net cost account transfers totaling $640k in expenditures. She outlined the justifications for revenue increases resulting in a net positive result and explained the quarterly report will include more detail regarding the remainder of salaries savings because we are heavily involved in the recruiting and onboarding process. There will also be information regarding the pension liability, potential of land sales and the results of the FORA fiscal analysis update and future budgeting. Staff recommended accepting the report and adopting a resolution for the revenue and expenditure changes for the 2017-18 fiscal year budget. Ms. Hodgson answered questions from the board.

Council Member Pacheco questioned the salary savings from unfilled positions to which Ms. Hodgson explained some positions were budgeted with anticipation that they would not start on July 1. Ms. Greathouse and Mr. Malin spoke to many issues with recruitment are related to workforce housing issues. On question, there are nine allocated, unfilled positions in the Police Department, and five currently in the Police academy. Council Member Campbell questioned the budgeting for the reserves, to which Ms. Hodgson said the reserve policy is adopted with the adoption of the annual budget. This is not being distributed to the direct reserve accounts at this time. Mr. Alexander questioned if the revenue projections will change with additional dispensaries allowed to which she said no.

Mayor Rubio invited comments from the public.

- Felix Bachofner said that this comes on the backs of sales taxation of Seaside Residents, which is in the top sales tax rate in the state. He urged caution for all items that are under $10,000 and are unfunded, but approved by the Council in the budget.
- Ian Oglesby agreed with Mr. Bachofner as he didn't understand the trigger and requested an itemized list of expenditures, including those less than $10,000. He questioned why was there no determination to where the reserve funds were going to be allocated and shouldn't some of the funding be directed into the dedicated reserves.

City Manager Malin responded to comments made indicating this is a mid year budget report and on the annual budget, staff will make a recommendation for the designation of the ending reserves. These are also not hard figures, but projections. He said that the staff report contains itemized detail down to $5,000. Mr. Pacheco thanked Ms. Hodgson for the commitment to the quarterly report.

On motion by Council Member Jason Campbell and seconded by Council Member Dave Pacheco and passed by the following vote the City Council Adopted Resolution 18-03 approving the mid year budget adjustments as presented.

RESULT:	**Approved**
MOVER:	Council Member Jason Campbell
SECONDER:	Council Member Dave Pacheco
AYES:	Ralph Rubio, Dennis Alexander, Jason Campbell, Dave Pacheco
NOES:	None
ABSENT:	Kayla Jones

10. MAYOR, CITY COUNCIL, CITY MANAGER AND CITY ATTORNEY COMMENTS AND REPORTS ON COMMITTEE ASSIGNMENTS

Council Member Pacheco spoke the budgeted $30,000 for homeless services and requested staff to bring back ideas how to spend it. He also requested to close meeting in honor of Fred Fieltz. Council member Campbell reported that the grand opening of the Material Recovery Facility will be in February. He requested to agendize a study session/investigation to discuss the concept of a feasibility study on condemning the Cal Am within six months. Mayor Pro Tem Alexander spoke to the FORA Meeting discussion on east side parkway. He requested to have a study session on a potential Public Safety Commission.

11. **ADJOURNMENT**

On motion, the meeting was adjourned at 8:52 PM.

Respectfully submitted,

Lesley Milton-Rerig, City Clerk

Ralph Rubio, Mayor