5:30 PM – CALL TO ORDER

ROLL CALL  Councilmembers Steve Gregory, John Hamon, Fred Strong, Jim Reed, and Mayor Steven Martin

CLOSED SESSION ITEMS

- **Meet and Confer Conference with Labor Negotiator**
  Pursuant to Government Code Section 54957.6
  
  City Negotiator:  Thomas Frutchey, City Manager
  Employee Organizations:  International Association of Firefighters (IAFF)
  Police Officers Association (POA)
  Service Employees International Union (SEIU)
  Unrepresented Management
  Unrepresented Part-time Employees

- **Conference with Legal Counsel – Existing Litigation (2 cases)**
  Gov. Code section 54956.9(d)(1))
  
  1. Steinbeck Vineyards #1 LLC et al. v. County of San Luis Obispo, et al., Santa Clara County Superior Court Case No. 1-14-CV-265039
  2. Robert Eidemiller v. County of San Luis Obispo, et al., Santa Clara County Superior Court Case No. 1-14-CV-269212

PUBLIC COMMENT REGARDING CLOSED SESSION MATTERS.  None

ADJOURN TO CLOSED SESSION

6:30 PM – RECONVENE TO OPEN SESSION AND CALL REGULAR MEETING TO ORDER

PLEDGE OF ALLEGIANCE

PERFORMANCE AND INVOCATION - Pastor Pat Sheean

ROLL CALL  Councilmembers Steve Gregory, John Hamon, Fred Strong, Jim Reed, and Mayor Steven Martin

STAFF AND COMMISSIONER INTRODUCTIONS

REPORT FROM CLOSED SESSION.  No reportable action.

PRESENTATIONS

2. **Drought Conservation Progress Report**
   Director McKinley reported on City conservation efforts.

   PUBLIC COMMENT.  Karl Hansen

3. **Employee Recognition – Police Detectives**
   Chief of Police Robert Burton and City Manager Tom Frutchey presented certificates of recognition to Police Detectives Chris McGuire, Eric Azervand, Ricky Fehr, and Volunteer John Taylor

   PUBLIC COMMENT.  None
GENERAL PUBLIC COMMENTS. Dale Gustin

AGENDA ITEMS TO BE DEFERRED. None

CONSENT CALENDAR

4. Approving City Council Minutes from 12/6/16

5. Receiving Warrant Registers

6. Receiving Advisory Body Minutes
   Youth Commission (11/2/16)
   Planning Commission (11/8/16)
   Library Board (11/10/16)
   Parks and Recreation (11/14/16)
   Senior Citizen Advisory Committee (11/14/16)

7. Approving Diablo Canyon Power Plant Agreement - PULLED FOR DISCUSSION

8. Authorizing City Litter Container Service by Paso Robles Waste and Recycle

9. Approving Design Services to Develop Pedestrian Access Improvements along 13th Street - Park to Pine
   PULLED FOR DISCUSSION

10. Awarding Contracts for Landscape and Lighting District Maintenance

11. Implementing the Public Safety Camera System Pilot Program

12. Awarding 2016 Annual Sidewalk Repair Project
   Additional language was added to this item to include “not to exceed” budget amounts.

13. Approving Emergency Operations Center Audio Visual Equipment Replacement

14. Approving Resolution 16-161 to Approve and Authorize the Execution of an Agreement for Exchange of
   Real Property Interests (417 Montebello Oaks Drive – Robert Fash)

15. Approving Council Policies and Procedures

   PUBLIC COMMENT. None

   ROLL CALL VOTE. Motion made by Councilman Strong and seconded by Councilman Gregory to approve
   consent items 4-6, item 8, and items 10-15 on a single motion.

   AYES: Strong, Gregory, Hamon, Reed, Martin

REPORT ON ITEMS APPROVED ON CONSENT. City Manager Tom Frutchey provided a summary on the items that
Council approved on the Consent Calendar

PUBLIC HEARINGS

16. Parking Agreement Amendment – Hacienda del Norte (529 10th Street / Triton Community Development, LLC)

   PUBLIC COMMENT. Duane Henry

   ROLL CALL VOTE #1. Motion made by Councilman Gregory and seconded by Councilman Reed to approve a
   resolution amending the Parking Agreement for Hacienda del Norte project, allowing the parking
   reduction to continue, based on the residents being elderly or permanently disabled. The motion failed.

   AYES: Gregory, Reed
   NOES: Hamon, Strong, Martin

   ROLL CALL VOTE #2. Motion made by Councilman Strong and seconded by Councilman Hamon to bring back
   alternatives for a modified parking arrangement.

   AYES: Strong, Hamon, Gregory, Reed, Martin
DISCUSSION ITEMS

17. **Use of Reserves**

   a. **Utilize Reserves for Pension Cost Savings**

   **PUBLIC COMMENT.** Dale Gustin

   **ROLL CALL VOTE.** Motion made by Councilman Strong and seconded by Councilman Gregory to direct the City Manager to:
   1. Work with NHA financial advisors to undertake the preparatory steps for setting up the pension savings plan program.
   2. Return to City Council for additional approvals necessary to implement the program, to include investing $2.5 M in a CalPERS pay-down and $2.5 M in a Section 115 Trust. As this is just authorization for preparatory steps, no formal commitments are to be made without additional Council action.

   **AYES:** Strong, Gregory, Hamon, Reed, Martin

   b. **Partnership in Local Investment Pilot Program by the City and Heritage Oaks Bank**

   **PUBLIC COMMENT.** Dale Gustin

   **ROLL CALL VOTE.** Motion made by Councilman Hamon and seconded by Councilman Strong to:
   1. Approve Resolution No. 16-162, modifying the current Investment Policy to accommodate participation in the Community Sustainability Program with Heritage Oaks Bank.
   2. Direct the City Manager and City Treasurer to enter into the pilot program with Heritage Oaks Bank, reporting back every six months.

   **AYES:** Strong, Gregory, Hamon, Reed, Martin

18. **Economic Development Initiative**

   **PUBLIC COMMENT.** Gina Fitzpatrick, Larry Werner, Dale Gustin

   **ROLL CALL VOTE.** Motion made by Councilman Gregory and seconded by Councilman Hamon to direct the City Manager to:
   1. Finalize an agreement with the Chamber of Commerce as lead agency for economic development; and to develop a parallel program with the Hispanic Business Association.
   2. Approve a Budget Adjustment Request for $72,000, one-half of the needed annual appropriation, such funds to come from the Economic Development program, where the $1.1 M PG&E fund use will be tracked.
   3. Establish an ad hoc Economic Development Committee, to include two Councilmembers and two Chamber Board members, with one member from the HBA Board, one member from the Main Street Board, one representative from Paso Robles Main Street, and one person from the Economic Vitality Board (EVC) to be selected later.

   **AYES:** Gregory, Hamon, Strong, Reed, Martin

Council took a short break and resumed Discussion items at 8:37

19. **General Plan Circulation Element Update – Authorize Contracts with Central Coast Transportation Consulting and the Wallace Group for Consulting Services Relating to a Comprehensive Update of the Circulation Element and Development Impact Fee Program, and Authorize Request for Proposals to Update the Bicycle and Pedestrian Master Plan**

   **PUBLIC COMMENT.** Joe Fernandez, Jorge Aguilar, Dale Gustin, Larry Werner

   **ROLL CALL VOTE.** Motion made by Councilman Gregory and seconded by Councilman Hamon to:
   Authorize initiation of a comprehensive update to the Circulation Element and Needs List by authorizing the City Manager to approve contracts by the following actions:
   1. Approve Resolution No. 16-163, with added language by the City Attorney, authorizing the City Manager to enter into a sole source consultant agreement with Central Coast Transportation Consulting to update the Travel Demand Model and provide reporting as basis for an Amendment to the Circulation Element of the General Plan for a not to exceed fee of $145,900.
2. Approve Resolution No. 16-164, with added language, authorizing the City Manager to enter into a sole source consulting agreement with the Wallace Group to provide conceptual planning and cost estimating for items on the Development Impact Fee Program Needs List for a not to exceed fee of $103,729.

3. Approve Resolution No. 16-165, with added language, authorizing the City Manager to enter into a sole source consulting agreement with Wallace Group to analyze the feasibility of permitting and constructing a low water crossing of the Huer Huero Creek for a not to exceed fee of $33,800.

4. Approve Resolution No. 16-166 authorizing City staff to issue Requests for Proposals to prepare an update to the City's Bicycle and Pedestrian Master Plan for an amount not to exceed $50,000.

AYES: Gregory, Hamon, Strong, Reed, Martin

20. Schedule Dates to Interview Applicants and Make Appointments to the Planning Commission and Housing Authority Board of Commissioners

PUBLIC COMMENT.

ROLL CALL VOTE. The following dates were selected for Planning Commission and Housing Authority Board of Commissioners Interviews:
- Wednesday, January 25, 2017 at 6:00pm
- Thursday, January 26, 2017 at 6:00pm

ITEMS PULLED FROM CONSENT CALENDAR FOR DISCUSSION

7. Approve Diablo Canyon Power Plant Agreement

PUBLIC COMMENT. Dale Gustin

ROLL CALL VOTE. Motion made by Councilman Hamon and seconded by Councilman Gregory to affirm the agreement negotiated by the Coalition of Cities and the County with PG&E, addressing the economic impacts of the closure of the Diablo Canyon Power Plant and agreeing to a series of mitigations designed to minimize those impacts in Paso Robles.

AYES: Hamon, Gregory, Strong, Reed, Martin

9. Approve Design Services to Develop Pedestrian Access Improvements along 13th Street from Park to Pine

PUBLIC COMMENT. Dale Gustin

ROLL CALL VOTE. Motion made by Councilman Strong and seconded by Councilman Hamon to:
1. Authorize the City Manager to enter into an agreement with the Wallace Group in the amount of $79,984, to assist in conducting a review of pedestrian safety, storm drainage, and related issues along 13th Street in the area of Park and Pine Avenues, and authorize the City Manager and City Attorney to make any minor adjustments in the contract that arise, consistent with the goals and direction of the Council;
2. Approve a Budget Appropriation Request to use an Urban State Highway Act (USHHA) Grant in the amount of $120,000, to be used for designing and installing pedestrian, storm drainage, and related improvements along 13th Street between Pine and Park Street.

AYES: Strong, Hamon, Gregory, Reed, Martin

COUNCIL COMMITTEE ASSIGNMENTS

21. City Council Committee Assignments

ACTION: Council revised the current liaison assignments to standing Council committees.

COUNCIL BUSINESS & COMMITTEE REPORTS

22. Current Council Committee Activities Reports

Councilmembers reported on actions at recent committee meetings and other organizations at which they represent the Council and City.
ADJOURNMENT of regular meeting at 9:34pm
Motion made by Councilman Gregory, seconded by Councilman Strong and passed unanimously to adjourn regular meeting.

Submitted by:

[Signature]
Kristin L. Buxkemper, Deputy City Clerk
Approved: January 17, 2017