

MINUTES OF REGULAR MEETING, ORLAND CITY COUNCIL, Monday May 20, 2013 7:30 p.m.

CALL TO ORDER

Meeting called to order by Mayor Gee.

Councilmembers present: Jim Paschall, Salina Edwards, Bruce Roundy, Vice Mayor Dennis Hoffman and Mayor Charles Gee

Councilmembers absent: None

Staff present: City Attorney Greg Einhorn, Assistant City Manager/City Clerk Angie Crook and City Manager Pete Carr

Citizen comments:

None

Meeting reconvened to Closed Session at 7:01 p.m.

CLOSED SESSION

Conference with Labor Negotiators; Government Code Section: 54957.6; Agency Negotiators: City Manager Pete Carr and City Attorney Greg Einhorn; Employee Organizations: United Public Employees of California Local #792 (Mid Management and General Units) and Unrepresented Employees (all others not in UPEC).

Public Employee Appointment, Employment, Evaluation of Performance, Dismissal or Release; Government Code Section: 54957; Position: City Manager

Meeting adjourned to Open Session at 7:30 p.m.

REPORT FROM CLOSED SESSION

Discussion will continue on Conference with Labor Negotiators and Public Employee Appointment, Employment, Evaluation of Performance, Dismissal or Release of City Manager position.

Meeting reconvened to regular session at 7:31 p.m.

Meeting called to order by Mayor Gee. Meeting opened with the Pledge of Allegiance.

ROLL CALL

Councilmembers present: Jim Paschall, Salina Edwards, Bruce Roundy, Vice Mayor Dennis Hoffman and Mayor Charles Gee

Councilmembers absent: None

Staff present: Chief of Police J.C. Tolle, Finance Director Daryl Brock, City Attorney Greg Einhorn, Assistant City Manager/City Clerk Angie Crook and City Manager Pete Carr

## ORAL AND WRITTEN COMMUNICATIONS

### Citizen Comments:

Byron Denton, 127 Tanner Way, stated he appreciates what our Fire, Police and Public Works Departments do for us. Mr. Denton asked for an update on the sewer headworks project. Staff advised a vendor has been selected and the intent to purchase was submitted for the upcoming fiscal year.

## CITY COUNCIL COMMUNICATIONS AND REPORTS

Councilor Paschall had no reports at this time.

Councilor Edwards reported on the following:

- Attended Public Safety Commission meeting; request the public to notify the City Manager regarding any safety or street issues;
- Attended Library Commission meeting; children's summer program and Farmers Market to be connected; Ice Cream Social scheduled for August 25, 2013; library received \$10,000 from the State for book money;
- Attended Economic Development Commission meeting;
- Chamber of Commerce to hold mixer at Hibdon Auto Center June 13<sup>th</sup>;
- Chamber of Commerce will recognize a Business of the Year award;
- Attended Transit Committee meeting; signed contract for renewing services.

Vice Mayor Hoffman reported on the following:

- Participated in Glenn County Fair parade Saturday.

Councilor Roundy reported on the following:

- Attended Transportation Commission meeting;
- Attended the lighting of the Public Art presentation;
- Attended the Broadband (Golden Bear) meeting;
- Possible alternative for Petanque course at Lely Park;
- Let's Move Program- health and welfare for our citizens;
- Farmers Market opening June 1<sup>st</sup>- in Orland.

Mayor Gee reported on the following:

- Broadband is available through Comcast;
- Attended Waste Management Board meeting; possible coordination for hazardous waste pick up with citywide clean-up;
- Attended Land Bridge Alliance meeting in Red Bluff.

CONSENT CALENDAR

- A. Approve Warrant List (payable obligations).
- B. Approve City Council minutes for May 6, 2013.
- C. Receive and file Economic Development Commission minutes for March 4, 2013.
- D. Receive and file Economic Development Commission minutes for April 9, 2013.
- E. Adopt Resolution No. 2013-10 authorizing the City Manager to sign a bill of sale for the sale of retired police services canine "Rakker".

Councilor Paschall moved, seconded by Councilor Edwards to approve the consent calendar as presented. Motion carried unanimously with no abstentions.

PUBLIC HEARING – None

ADMINISTRATIVE COMMUNICATIONS

City Manager:

City Manager Carr brought forward for review the proposed 2013-2014 Preliminary General Fund Budget. City Manager Carr advised there is very little room in the budget and union negotiations are still underway. The budget showed a \$37,441 deficit at this time. The following expenditures with significant increases include: facade cost sharing increase; full payment to the Chamber of Commerce; fire equipment and reserve increases, recreation pickup addition and overall increases in wages and benefits. City Manager Carr requested Council to consider the Fire Chief's request for \$35,000 in reserve for future fire needs and replacements, as well as the Police and Public Works Departments' open positions. Council discussed possible cuts in the Council travel budget and facade improvement program. Mayor Gee questioned if the League of California Cities membership is necessary. Councilmember Roundy expressed the benefits of membership.

Consensus of the Council is to send the draft preliminary budget back to staff to consider five percent reductions in each department's budget.

City Manager Carr brought forward for review and consider adopting Resolution No. 2013 -11 increasing the water and sewer rates by 5.2%. The adjustment is based on the Bureau of Labor Statistics' Consumer Price Index for Urban Consumers (CPI) from March 2012 to March 2013. The following rate increase is as follows:

Proposed Rates

Water Rates: Residential and Commercial

	<u>Current Rate</u>	<u>Proposed Rate Inside City Limits</u>	<u>Proposed Rate Outside City Limits</u>
Fixed Bi-Monthly Charge	\$28.37	\$29.85	\$59.70
Rate per 1,000 with more than 15,000 gal	\$0.71	\$0.75	\$0.75

Sewer Rates: Residential and Commercial

	<u>Current Rate</u>	<u>Proposed Rate Inside City Limits</u>	<u>Proposed Rate Outside City Limits</u>
Fixed Bi-Monthly Charge	\$30.24	\$31.81	\$61.44
Rate per 1,000 with more than 15,000 gal	\$0.37	\$0.39	n/a

Vice Mayor Hoffman moved, seconded by Councilor Paschall to adopt Resolution No. 2013-11 adjusting the City of Orland water and sewer rates by 5.2% effective July 1, 2013. Motion carried unanimously with no abstentions.

City Manager Carr brought forward for review and consideration in adopting Resolution No.2013 - 12 adjusting Maintenance District Assessment fees. Staff recommends a 1.5 % increase of the assessment fees for 2013-2014, except where the construction of the future maintenance infrastructure has not been completed. The increase was based on the Consumer Price Index.

Councilor Roundy moved, seconded by Councilor Paschall to adopt Resolution No. 2013-12 adjusting the City of Orland Maintenance District Assessment Fees by 1.5%. Motion carried unanimously with no abstentions.

City Manager Carr brought forward for review and consideration in adopting Resolution No. 2013 - 13 for annual adjustments to Main Replacement Charges, Capacity Fees and Lateral Installation Charges. Staff recommends a 1.5% increase of the Capacity Fees, Main Replacement Charges and Meter and Lateral Installation charges. The increase is based on the Consumer Price Index.

Councilor Roundy moved, seconded by Vice Mayor Hoffman to adopt Resolution No. 2013-13 for annual adjustment to Main Replacement Charges, Capacity Fees and Lateral Installation Charges by 1.5%. Motion carried unanimously with no abstentions.

City Manager Carr brought forward for review and consideration in adopting Resolution No 2013 - 14 to adjust Development Impact fees. Staff recommends an increase of 1.5% based on the Consumer Price Index and consistently provide cost coverage until the pending nexus study of these fees is completed.

Councilor Roundy moved, seconded by Vice Mayor Hoffman to adopt Resolution No. 2013-14 to adjust Development Impact Fees by 1.5%. Motion carried unanimously with no abstentions.

City Attorney:

City Attorney Einhorn brought forward for discussion and consideration of retiree health insurance employer contribution. As a condition of contracting with California Public Employment Retirement System (CalPERS) for employee medical insurance, the City was required to provide at least minimal contribution to the cost of retiree medical insurance premiums; a resolution was adopted in 1996 regarding the City's obligation. City Attorney Einhorn advised as of January 1, 2011, the City dropped CalPERS health care coverage and began a contract with California State Association of Counties (CSAC) through Golden State Risk Management Authority (GSRMA), which does not

require the City to fund a portion of retiree's health insurance costs. City Attorney Einhorn advised Council needs to consider whether to terminate the contribution, cap the dollar amount, or possibly consider only retirees until Medicare eligible. At this time, the current contribution to each retiree is \$108 per month.

City Council requested more time to consider the issue, notify retirees and bring back to a future meeting.

Meeting adjourned to continue Closed Session at 9:24 p.m.

Meeting reconvened to Open Session at 10:10 p.m.

REPORT FROM CLOSED SESSION

Direction was given to Labor Negotiators.

Performance Evaluation was given to City Manager.

ADJOURN

Meeting adjourned at 10:11 p.m.

\_\_\_\_\_ Clerk

\_\_\_\_\_ Mayor