

City Council conducted this meeting in accordance with Section 3 of California Governor Newsom's Executive Order N-29-20 issued on March 17, 2020 in response to the present State of Emergency in existence due to the threat of COVID-19. This meeting was held via teleconference for all participants.

PRESENT:	John Headding	Mayor
	Dawn Addis	Council Member
	Laurel Barton	Council Member
	Robert Davis	Council Member
	Jeff Heller	Council Member
ABSENT:	None	
STAFF:	Scott Collins	City Manager
	Chris Neumeyer	City Attorney
	Dana Swanson	City Clerk
	Katie Lichtig	Interim Finance Director
	Scot Graham	Community Development Director
	Steve Knuckles	Fire Chief
	Jody Cox	Police Chief
	Eric Endersby	Harbor Director
	Amy Watkins	Police Commander
	Rob Livick	City Engineer
	Eric Casares	WRF Program Manager (Carollo)

ESTABLISH QUORUM AND CALL TO ORDER

Mayor Headding called the meeting to order at 5:30 p.m., with all members present.

MOMENT OF SILENCE

PLEDGE OF ALLEGIANCE

RECOGNITION – None

CLOSED SESSION REPORT – City Attorney Neumeyer stated no reportable action was taken by the City Council in accordance with the Brown Act.

MAYOR & COUNCILMEMBERS' REPORTS, ANNOUNCEMENTS & PRESENTATIONS

<https://youtu.be/oOXG7s5DqOU?t=193>

CITY MANAGER REPORTS, ANNOUNCEMENTS AND PRESENTATIONS - None

PRESENTATIONS

<https://youtu.be/oOXG7s5DqOU?t=1092>

- Neighborhood Cop Program Update

PUBLIC COMMENT

<https://youtu.be/oOXG7s5DqOU?t=2209>

Wendy Wendt, First 5 SLO County, provided an update on efforts to identify funding and increase access to quality child care in San Luis Obispo County. She urged the Council to keep child care programs in mind when making decisions regarding support for small businesses. Visit www.first5slo.org for more information.

Sean Green, Morro Bay, thanked the Planning Commission and the Morro Bay Bike Park Group for extending the permit for the BMX Bike Park on Little Morro Creek Road and encouraged others to come forward with proposals for similar safe activities for kids.

Mayor Heading closed public comment.

The Council and staff responded to issues raised during public comment.

A. CONSENT AGENDA
<https://youtu.be/oOXG7s5DqOU?t=2554>

Unless an item is pulled for separate action by the City Council, the following actions are approved without discussion. The public will also be provided an opportunity to comment on consent agenda items.

A-1 APPROVAL OF MINUTES FOR THE FEBRUARY 9, 2021, CITY COUNCIL SPECIAL CLOSED SESSION MEETING; (ADMINISTRATION)

RECOMMENDATION: Approve as submitted.

A-2 AUTHORIZATION FOR “VIRTUAL” ATTENDANCE AT THE C-MANC ANNUAL WASHINGTON D.C. “WASHINGTON WEEK” MEETINGS BY THE MAYOR, CITY MANAGER AND HARBOR DIRECTOR, AND DISCUSSION OF THE WASHINGTON WEEK AGENDA; (HARBOR DEPARTMENT)

RECOMMENDATION: Staff recommends the City Council authorize a three-person “virtual” delegation (the Mayor, City Manager and Harbor Director) to virtually attend the California Marine Affairs and Navigation conference (C-MANC) 2021 “Washington Week” meetings in Washington D.C. slated for February 25 and 26, 2021, to represent the City’s interests in the nation’s capital, and to provide any desired input representing the City’s interests on the elements herein.

Mayor Heading opened the public comment for the Consent Agenda; seeing none, the public comment period was closed.

MOTION: Council Member Addis moved approval of all items on the Consent Agenda. The motion was seconded by Council Member Heller and carried 5-0 by roll call vote.

B. PUBLIC HEARINGS

B-1 PUBLIC HEARING FOR APPROVAL OF ISSUANCE BY HOUSING AUTHORITY OF SAN LUIS OBISPO (HASLO) OF TAX-EXEMPT BONDS FOR CONSTRUCTION AND ACQUISITION, THROUGH HASLO, OF 35 AFFORDABLE HOUSING UNITS IN CITY OF MORRO BAY AT 405 ATASCADERO ROAD, WITH NO INDEBTEDNESS NOR DEBT OBLIGATION INCURRED BY CITY OF MORRO BAY; (COMMUNITY DEVELOPMENT)
<https://youtu.be/oOXG7s5DqOU?t=2700>

Community Development Director Graham provided the report and responded to Council inquires.

Mayor Heading opened the Public Hearing.

Mayor Heading opened Public Comment.

Betty Winholtz, Morro Bay, requested clarification regarding the affordability requirements for the proposed housing facility.

The Public Hearing was closed.

Staff responded to questions raised during public comment and clarified approval of this item does not have any relation to the permitting of the project.

MOTION: Council Member Addis moved to Adopt Resolution No. 09-21 allowing the issuance of a tax-exempt obligation by the Housing Authority of the City of San Luis Obispo (HASLO), for the purpose of providing financing for the construction of multifamily affordable rental housing located in the City of Morro Bay (the "Project"); and, providing consent to the operation by HASLO within the boundaries of the City in connection with the financing, development, and operation of the affordable rental housing (such adoption of the resolution is solely for the purposes of satisfying the requirements of TEFRA, the Code and the California Government Code Section 6500 et seq.) The motion was seconded by Council Member Heller and carried 5-0 by roll call vote.

C. BUSINESS ITEMS

- C-1 FISCAL YEAR 2020/2021 MID-YEAR BUDGET PERFORMANCE AND STATUS REPORT – SIX MONTHS ENDING DECEMBER 31, 2020: A) RECEIVE FISCAL YEAR (FY) 2020/2021 MID-YEAR BUDGET PERFORMANCE AND STATUS REPORT AND AUTHORIZE BUDGET ADJUSTMENTS AS RECOMMENDED IN THE ATTACHED SECOND QUARTER BUDGET PERFORMANCE REPORT, AND B) RECEIVE THE FY 2020/2021 CAPITAL IMPROVEMENT PLAN MID-YEAR UPDATE, AND C) APPROVE THE ADMINISTRATIVE SERVICES DIRECTOR – ASSISTANT CITY MANAGER JOB DESCRIPTION, AND D) ADOPT RESOLUTION NO. 10-21 AUTHORIZING STAFF TO PROCEED WITH THE SECOND-QUARTER BUDGET ADJUSTMENTS AND APPROVING THE AMENDED COMBINED SALARY SCHEDULE TO INCLUDE THE ADMINISTRATIVE SERVICES DIRECTOR – ASSISTANT CITY MANAGER JOB CLASSIFICATION; (FINANCE DEPARTMENT)
<https://youtu.be/oOXG7s5DqOU?t=3522>

City Manager Collins introduced the item and turned to Interim Finance Director Lichtig, who provided the report, including minor changes provided in Addendum 1 authorizing the full expenditure of \$49,900 for the Police Department replacement vehicle.

The public comment period for Item C-1 was opened.

Betty Winholtz, Morro Bay, posed questions submitted as agenda correspondence regarding Measure Q receipts, storm drain repairs, WRF project cost overruns and litigation costs related to the WRF project. She also opposed the recruitment of an Administrative Services Director - Assistant City Manager.

The public comment period for Item C-1 was closed.

Staff responded to questions raised during public comment.

MOTION: Council Member Heller moved the Council 1) receive the FY 2020/2021 Mid-Year Budget Performance and Status Report and authorize budget adjustments as recommended in the amended Second Quarter Budget Performance Report and as recommended by staff, and 2) receive the FY

2020/2021 Capital Improvement Plan Mid-Year Update, and 3) approve the Administrative Services Director – Assistant City Manager Job Description, and 4) adopt Resolution No. 10-21 Authorizing Staff to Proceed with the amended Second Quarter Budget Adjustments including corrections provided by staff and amending the Combined Salary Schedule to include Administrative Services Director – Assistant City Manager job classification. The motion was seconded by Council Member Addis and carried 5-0 by roll call vote.

The Council took a brief recess at 7:41 p.m. The meeting reconvened at 7:47 p.m. with all members present.

C-2 REVIEW WATER RECLAMATION FACILITY (WRF) QUARTERLY UPDATE REPORT; (PUBLIC WORKS DEPARTMENT)
<https://youtu.be/oOXG7s5DqOU?t=8211>

WRF Program Manager Casares provided the report and responded to Council inquires.

The public comment period for Item C-2 was opened.

Richard Sadowski, Morro Bay, questioned the validity of scientific study and asked what would be done if that information was determined to be fraudulent.

Betty Winholtz, Morro Bay, raised questions regarding the recent landslide, status of the SHPO and California Department of Fish & Wildlife permits, damaged pipes, conveyance completion date, trees cut along bike path and power plant site, and method of notice to residents along Quintana.

The public comment period for Item C-2 was closed.

Staff responded to questions raised during public comment.

No formal action was taken by the City Council.

C-3 CONSIDERATION OF AMENDMENT TO AN EXISTING CONTRACT WITH FAR WESTERN ANTHROPOLOGICAL RESEARCH GROUP, INC. (FAR WESTERN) FOR ADDITIONAL ARCHEOLOGICAL PRE-CONSTRUCTION INVESTIGATIONS AND MITIGATION SERVICES FOR THE WATER RECLAMATION FACILITY (WRF) LIFT STATIONS AND OFFSITE PIPELINES CONSTRUCTION; (PUBLIC WORKS DEPARTMENT)
<https://youtu.be/oOXG7s5DqOU?t=11658>

WRF Program Manager Casares provided the report and responded to Council inquires.

The public comment period for Item C-3 was opened; seeing none, the public comment period was closed.

MOTION: Council Member Addis moved the Council authorize the City Manager to sign, Amendment No. 5 to the existing amended agreement with Far Western, dated February 23, 2021, for additional and continued archeological support of the Water Reclamation Facility (WRF) Project in an increased amount of \$115,065 and for an extended term through December 31, 2021. The motion was seconded by Council Member Heller and carried 5-0 by roll call vote.

C-4 CONSIDERATION OF SALE OR LEASE OF CITY-OWNED REAL PROPERTY; (CITY MANAGER)
<https://youtu.be/oOXG7s5DqOU?t=12298>

City Manager Collins provided the report and responded to Council inquires.

The public comment period for Item C-4 was opened; seeing none, the public comment period was closed.

MOTION: Council Member Addis moved to direct staff to move forward with the potential sale of City property (0 Bolton Drive) and lease of City property located at 570 Dunes Street. The motion was seconded by Council Member Davis and carried 5-0 by roll call vote.

C-5 CONSIDERATION AND APPROVAL OF TEMPORARY CITY GOAL AND ACTION ITEMS ASSOCIATED WITH COVID-19 RESPONSE AND RECOVERY; (CITY MANAGER)
<https://youtu.be/oOXG7s5DqOU?t=13311>

City Manager Collins provided the report and responded to Council inquires.

The public comment period for Item C-5 was opened.

Linda Winters, Morro Bay, thanked the City for its efforts.

The public comment period for Item C-5 was closed.

MOTION: Council Member Addis moved to go past 9:30 p.m. The motion was seconded by Council Member Davis and carried 4-1 by roll call vote with Council Member Heller opposed.

MOTION: Council Member Addis moved to adopt a new temporary City Goal, COVID-19 Response and Recovery and associated action items. The motion was seconded by Council Member Heller and carried 5-0 by roll call vote.

D. COUNCIL DECLARATION OF FUTURE AGENDA ITEMS
<https://youtu.be/oOXG7s5DqOU?t=14250>

Mayor Headding requested and received full Council support to discuss oversight of Measure E funds at a future meeting.

Council Member Davis shared SLOCOG will discuss a request for funding commitment from the City for the Highway 1 / Mainstreet interchange at its April 7, 2021 meeting and asked this issue be brought to the Council for consideration in March. There was full support for this item.

E. ADJOURNMENT

The meeting adjourned at 9:29 p.m.

Recorded by:

Dana Swanson
City Clerk