

MINUTES OF THE REGULAR JOINT MEETING OF THE MONTCLAIR CITY COUNCIL, CITY COUNCIL ACTING AS THE SUCCESSOR TO THE REDEVELOPMENT AGENCY BOARD, AND THE MONTCLAIR HOUSING CORPORATION BOARD HELD ON MONDAY, APRIL 2, 2012, AT 6:59 P.M. IN THE CITY COUNCIL CHAMBERS, 5111 BENITO STREET, MONTCLAIR, CALIFORNIA

I. CALL TO ORDER

Mayor/Chairman Eaton called the meeting to order at 6:59 p.m. and asked that everyone please silence their cell phones, pagers, and other electronic devices as a courtesy to others while the meeting is in session.

II. INVOCATION

Council Member/Director Ruh gave the Invocation.

III. PLEDGE OF ALLEGIANCE

Mayor Pro Tem/Vice Chairperson Raft led those assembled in the Pledge.

IV. ROLL CALL

Present: Mayor/Chairman Eaton; Mayor Pro Tem/Vice Chairperson Raft; Council Members/Directors Paulitz, Dutrey, and Ruh; City Manager/Executive Director Starr; Director of Redevelopment/Public Works Staats; Director of Community Development Lustro; City Engineer Hudson; City Attorney Robbins; Deputy City Clerk Smith

V. PRESENTATIONS

A. Proclamation Declaring April 2012 as "Child Abuse Prevention Month" in the City of Montclair

Mayor Eaton invited **Ms. Tish Crawford**, Supervising Social Service Practitioner, **San Bernardino County Children and Family Services**, to say a few words.

Ms. Crawford advised that her office works closely with the **Children's Network of San Bernardino County**—established in 1986 as a result of a grand jury recommendation—whose goal is to help at-risk children by improving communication, planning, coordination, cooperation, and integration among youth-serving agencies. She stated that the Policy Council, a component of the

organization that serves as the child-abuse prevention council for San Bernardino County, approved **Children and Family Services'** request to declare April as "Child Abuse Prevention Month," joining the national campaign. She noted the **San Bernardino County Board of Supervisors** will issue a proclamation tomorrow, April 3, 2012, and **Children and Family Services** invited the 24 cities in the county to likewise join in issuing proclamations.

Ms. Crawford stated that to report suspected child abuse, simply dial the *Child Abuse Hotline* at "2-1-1." She stated, "Each person is the eyes and ears of the community; it only takes a minute to make a call that might help a child or family."

Ms. Crawford reported that of the 698,730 children residing in San Bernardino County, 26,551 were referred for service; of that number, 460 children were referred from Montclair. She advised that substantiated referrals totaled only 2,750, or 10.4 percent. She stated that there are 4,444 children in the system as of January 24, 2012; in 2011, 1,828 children exited foster care and entered into the following permanency areas: 242 were adopted, 89 entered guardianship, and 1,159 were united with their families.

Ms. Crawford gave the City Council blue ribbon lapel pins, noting the "Blue Ribbon Campaign" began in 1989 as a Virginia grandmother's tribute to her grandson who, tragically, died as a result of child abuse. She stated that additional blue ribbon pins, responsible parenting literature, and other materials for the public are available by calling (909) 383-9677. She added that her office would be pleased to attend City events to spread the word about the important services her organization provides.

Mayor Eaton presented a proclamation to **Ms. Crawford** declaring April 2012 as "Child Abuse Prevention Month" in the City of Montclair.

Ms. Crawford accepted the proclamation and thanked Mayor Eaton.

VI. PUBLIC COMMENT

A. **Ms. Bridgette Washington**, Labor Relations Representative, **San Bernardino Public Employees Association (SBPEA)**, 433 North Sierra Way, San Bernardino, noted she represents the general unit City employees. She commented as follows:

1. She questioned the wisdom behind the City's decision to lay off three Community Service Officers whose duties will now be shouldered by Police Officers or other staff, resulting in longer response times.
2. She noted her suggestion at the last meeting that the City

consider alternatives to layoffs and that she has yet to receive a response to her suggestion.

3. She noted the disparity continues with the City's employ of 960 annuitants and one rehired retiree.
4. She suggested the City consider appointing the three recently laid off Community Service Officers to fill the positions of the Police Department's Unlicensed Driver Vehicle Impound Lot workers and giving these individuals an opportunity to work toward retirement with the City.
5. She stated that her remarks are for the sole purpose of advising the City Council of information she has been given and that she welcomes the Council's questions and comments, noting she would be happy to provide the Council with her business card to contact her.

Ms. Washington concluded her remarks by stating, "I can stand behind the information that I am providing, and don't stand in front of you because I have nothing better to do. I'm standing in front of you because I think it's time that action is taken and there be transparency and the questions be asked that need to be asked as opposed to taking anybody's word for anything."

- B. Ms. Valerie Chavez**, 960 North Turner Avenue No. 96, Ontario, advised that her duties as a Community Service Officer with the Montclair Police Department for the past 23 years included responding to traffic collisions, burglaries, auto thefts, missing persons, vandalisms, and other incidents, enabling Police Officers to respond to priority calls for service. She added that she also served as backup to the former Evidence Technician who has also been laid off. She expressed her concern regarding the lag in response times to the aforementioned crimes and appealed to the Council to reconsider the Community Service Officer layoffs "if for no other reason than for the well being of the citizens of Montclair."

Mayor Eaton thanked **Ms. Chavez** for her comments.

VII. PUBLIC HEARINGS - None

VIII. CONSENT CALENDAR

Moved by Council Member Paulitz, seconded by Mayor Pro Tem Raft, and carried unanimously to approve the following Consent Items as presented:

A. Approval of Minutes

1. Minutes of the Regular Joint Council/Successor Agency Board/MHC Board/MHA Board Meeting of March 19, 2012

The City Council, City Council acting as successor to the Redevelopment Agency Board of Directors, and Montclair Housing Corporation Board of Directors approved the minutes of the March 19, 2012 regular joint meeting.

B. Administrative Reports

1. Setting a Public Hearing to Consider Ordinance No. 12-929 Amending Section 11.72.275 of the Montclair Municipal Code Related to Promotional Banners and Graphics at 5200 Montclair Plaza Lane

The City Council set a public hearing for Monday, April 16, 2012, at 7:00 p.m. in the City Council Chambers to consider Ordinance No. 12-929 amending Section 11.72.275 of the Montclair Municipal Code related to promotional banners and graphics at 5200 Montclair Plaza Lane.

2. Setting a Public Hearing to Consider Ordinance No. 12-930 Adding Sections 9.24.500 and 9.24.600 to Title 9 of the Montclair Municipal Code Related to the City Storm Drain System

The City Council set a public hearing for Monday, April 16, 2012, at 7:00 p.m. in the City Council Chambers to consider Ordinance No. 12-930 adding Sections 9.24.500 and 9.24.600 to the Montclair Municipal Code related to the City Storm Drain System.

3. Approval of Parcel Merger No. 2011-1 for Five Parcels Located at the Northwest Corner of Fremont Avenue and Mission Boulevard

The City Council approved Parcel Merger No. 2011-1 for five parcels located at the northwest corner of Fremont Avenue and Mission Boulevard.

4. Declaring Certain City Property and Unclaimed Property in Police Custody as Surplus and Available for Auction

The City Council declared the items listed on the attachment to this agenda report as surplus and available for auction.

5. Approval of City Warrant Register and Payroll Documentations

The City Council approved the City Warrant Register dated April 2, 2012, totaling \$1,169,198.42, and the Payroll Documentation dated February 26, 2012, amounting to \$576,814.08, with \$412,151.51 being the total cash disbursement.

C. Agreements

1. Approval of *Agreement No. 12-17, a Parkland Dedication and Construction Agreement* Between the City of Montclair and Paseos at Montclair Property LLC

The City Council approved *Agreement No. 12-17, a Parkland Dedication and Construction Agreement* between the City of Montclair and Paseos at Montclair Property LLC.

2. Approval of *Agreement No. 12-18, an Operations & Management Agreement* Between the City of Montclair and Paseos at Montclair Property LLC

The City Council approved *Agreement No. 12-18, an Operations & Management Agreement* between the City of Montclair and Paseos at Montclair Property LLC.

3. Approval of *Agreement No. 12-20 With Claremont Graduate University, School of Community and Global Health, to Implement a Field Internship Program at the Montclair Medical Clinic*

The City Council approved *Agreement No. 12-20* with Claremont Graduate University, School of Community and Global Health, to implement a field internship program at the Montclair Medical Clinic.

4. Approval of *Agreement No. 12-21 With the County of San Bernardino for Access to the Sheriff's Automated Systems*

The City Council approved *Agreement No. 12-21* with the County of San Bernardino for access to the Sheriff's automated systems.

D. Resolutions

1. Adoption of Resolution No. 12-2943 Confirming the Mayor's Appointment of Two Members to the Oversight Board Created by Health and Safety Code Section 34179

***et seq.* Regarding Dissolution of the City of Montclair
Redevelopment Agency**

The City Council adopted Resolution No. 12-2943 confirming the Mayor's appointment of two members to the Oversight Board created by Health and Safety Code Section 34179 *et. seq.* regarding dissolution of the City of Montclair Redevelopment Agency.

IX. PULLED CONSENT CALENDAR ITEMS - None

X. RESPONSE - None

XI. COMMUNICATIONS

A. City Attorney

- 1. Closed Session Pursuant to Section 54957.6 of the Government Code Regarding Conference With Designated Labor Negotiator Edward C. Starr**

Agency: City of Montclair

*Employee Organizations: Management
Montclair Fire Fighters Association
Montclair Police Officers Association
San Bernardino Public Employees Association*

- 2. Closed Session Pursuant to Section 54956.9(a) of the Government Code Regarding Pending Litigation Involving a Federal and State Lawsuit**

Camou v. City of Montclair

City Attorney Robbins requested a Closed Session pursuant to respective Government Code Sections 54957.6 and 54956.9(a) on the above two matters.

B. City Manager/Executive Director

1. City Manager/Executive Director Starr commented as follows:
 - (a) Concerning issues addressed by **Ms. Washington**, he noted it has been difficult for the City Council and staff to consider layoffs of City employees and reiterated "that we have avoided layoffs throughout the history of the organization. This is an issue about the Redevelopment Agency and losing approximately \$12 million annually in tax increment revenue; it is an issue about the General Fund not being able to sustain the loss of that money and

absorbing the personnel that were previously funded by the Redevelopment Agency. So when the City Council considered this issue—the loss of its Redevelopment Agency, the Great Recession that is just now behind us—it became apparent that the City Council could not move forward and have the organization sustain the impact of these costs. We looked at all of the positions in the organization and we made every effort to identify the positions that would have the least impact on the organization. While every position ultimately will have an impact on the organization, we certainly understand that there are some that will have less of an impact than others. That is not to discount or discredit the work of any employee of this organization who works for the City or provides a service to the community. We value their service, we value the work they do for the community, and we wish that we could, in fact, keep every employee in this organization. We wish, in fact, that we would be able to provide wage increases, which we have not been able to do for a number of years now. We are just now getting our fiscal house in order. Over the next few years, we do expect that perhaps we will have a better handle on all aspects of our fiscal operations including the long-term structural deficit that is impacting the organization. But we are not quite there yet; and until we are there, the City Council is basically restricted from making decisions that allow the General Fund to absorb additional costs when there is not the revenue in place to justify sustaining those positions. So that is why the City Council has taken the action that it has chosen to do to consider the layoffs that staff has recommended.

"In relation to the part-time employees, it was addressed at the last meeting that those positions would no longer be part of the organization after a certain point in time. A number of those 960 employees have already left the organization. There are a few remaining, and their last days will be toward the end of this fiscal year. At that point, there will no longer be any 960 **CalPERS** annuitants working as part-time employees for the City of Montclair. There will be some part-time positions that will have to be hired down the road in relation to operating the Impound Lot; and if former employees want to apply for those positions, they are certainly welcome to do so. But as far as retaining full-time positions to operate the Impound Lot, that is not something that is in the City's future at this point in time. It is true that the Impound Lot is making more than we had anticipated. We had anticipated receiving approximately \$200,000 annually;

and as was reported at this evening's workshop presentation, the Impound Lot has, in fact, generated \$346,000 to date. But we also have to keep in mind that we have to deduct the cost of operations of the facility including personnel who administer the Impound Lot. So we are bringing that \$346,000 down significantly, probably in the neighborhood of \$200,000. We had projected that the Impound Lot would generate about \$196,000 per year, so we are basically on track with that estimate at this point in time, although we do have a few months remaining and we also agree that the Impound Lot numbers do not project the additional few months of the fiscal year since the Impound Lot was not operational until August 2011.

"With regard to the issue about the service to the community related to reports taken by the Community Service Officers, we do recognize that that is a potential impact to the community. We also want to remind the City Council that it was the responsibility of Police Officers to take all reports prior to establishing the Community Service Officer classification. In looking at the classification, we also identify that the classification was generating about 1.6 reports a day; so considering we were only realizing that level of reports on an average daily basis, it did not appear to staff that the impact on having Police Officers pick up that responsibility would be significant. We believe at this point it is prudent to continue considering having Police Officers step up and continue handling that particular activity.

"In relation to the Evidence Clerk function of handling and processing evidence, the City does continue to function rather well with the part-time employee who is working in that capacity. I have not heard from the Police Chief that it is not working out at this point in time, so it would be staff's recommendation that we continue doing so.

"In relation to examining alternatives to layoffs, we will continue to do that. We have kept the number down to a minimum because we have chosen to look at as many options as possible and project as positively as we can revenues for the City of Montclair. In looking at these factors, we believe that these decisions have helped us to achieve keeping the number of individuals designated for layoff to a minimum. If there are any other possibilities that make themselves available to us to further reduce those numbers, we will also pursue both avenues. At this point in time, we cannot project that any revenue from the Impound Lot is going to provide an opportunity to do

that. The City Council has directed that we restore the General Fund reserve to a healthy number, and we plan on doing so. We also have a \$1.96 million annual structural deficit related to the 2005 Issue of Lease Revenue Bonds that will need to be resolved by 2013; this must be done. Until those issues are resolved, the City does not believe it is in a position at this point in time to reconsider the layoffs that have been recommended to the City Council.

- (b) He noted Mayor Eaton, Council Member Dutrey, and he attended the 28th Annual City/County Conference last week and reported that San Bernardino County continues to be challenged in the areas of jobs/economy, education, health care, housing, water, infrastructure, and the environment/air quality. He noted "the money is not there for the County and various cities to effectively address all of these issues, but we will do our best on an individual basis as each city goes forward. We are looking at a number of options. Members of the City Council know that we are talking with the City of Upland to address the possibility of sharing some services, which was a primary presentation at the conference for cities to examine the possibility of sharing resources as we go forward. We will continue to pursue that aspect of City operations so we can reduce our total operating costs. That is one of the avenues we are also considering to try to help minimize the adverse impact on employees."

C. Mayor/Chairman

1. Mayor/Chairman Eaton commented as follows:

- (a) He told City Manager Starr that he is "right on" about the bad news reported at the City/County Conference. He noted speaking with other elected officials throughout the county at the event, and "every one of them is in the same boat and considering layoffs. So we are not alone. It saddens me that we have to do this." He noted learning that it will be 2017 or 2018 before the economy begins to recover and stated, "I hope it is not that long, but it surely could be."
- (b) He noted his attendance with the City Council on Saturday at the Reserve Police Officer Appreciation Banquet, advising that the Reserve Officers "do a tremendous job for our City. I want to thank them for what they do for us."

D. City Council/Successor Agency–MHC Board

1. Council Member/Director Ruh commented as follows:
 - (a) He noted the Volunteer Appreciation Banquet was a very nice event and "that it is very heartening to know that there are people who will volunteer so much of their time and devote it to this City in order to help every resident of this community. They have devoted a huge number of hours in our community, and we are very thankful for them. In fact, we have a much more active reserve program than just about any of the surrounding communities. I think that speaks highly—not just to our leadership—but to all of the employees in this organization because certainly, as with the Reserves, they are dealing with just about every organizational branch of this government. So we do thank them."
 - (b) He noted the Easter Eggstravaganza and Pancake Breakfast will be held this Saturday, April 7, 2012, from 9:00 to 11:00 a.m. at the Montclair Community Center. He stated, "We invite our families, young and old, or those who are 'young at heart' just to show up and have fun. It is always well attended and a great day for everyone."
 - (c) He noted the **National Archives and Records Administration** made individual records from the 1940 Census available to the public today for the first time. He noted access to the website is very slow because of the numbers of persons desiring information and stated, "What will be unique about this is that for the first time, Americans will be able to access their own history and heritage." He noted he has done his own research into his family's heritage and history and found it very interesting to learn where they lived and to see documents in their own handwriting. He noted commenting earlier that his grandfather listed one of his aunts as being six months and three days old in the 1920 Census—individuals were being that specific and that accurate because for them, being counted was very important. He noted he would make available to his Council colleagues an interesting "snapshot" from the **United States Census Bureau** entitled, *"1940-2010: How Has America changed?"* He encouraged everyone to review the census data and to understand just how much America has changed and how much we have remained the same.
 - (d) He announced that the 2012 State of the City, "A City on Track," featuring a Taste of Montclair will be held

Wednesday, April 4, 2012, in the Montclair Community Center, noting he himself will, unfortunately, be unable to attend because of his professional commitment. He expressed his appreciation of the City's efforts to mitigate some very difficult challenges that we all face in these very difficult times.

- (e) He noted over the weekend he heard some stories about how California is not the place to be and how businesses and residents are leaving. He stated, "Well, it is not exactly true. You've heard me say that for every dollar we send to Washington, D.C., we get back \$.78. I wish we could get back one dollar. If we received \$.90, every city government in this state would be whole and have a surplus. Texas receives \$1.19.

"One of the articles I read was on how businesses and residents are leaving for Texas. Well, again, it is not exactly true. I looked at census data to back up what I needed. In 2010, 573,788 residents left California. That is 1.5 percent of our population. In the same period, 411,641 left Texas. That is 1.6 percent of that state's population.

"You recently heard on a news program how **Apple Inc.** is going to be moving to Austin, Texas. Well, the company is not moving there; it is only opening a campus. They will double the employment there from 1,500 to 3,000 workers if it even happens at all. The state of Texas and the city of Austin have been asked by **Apple** to come up with over \$30 million in incentives—that is taxpayer money—or the company will not locate there. The company made a deal with Phoenix that it might locate there if the city provides **Apple** with \$78 million in incentives—that is taxpayer money. Interestingly enough, at the same time, **Apple** has expanded its Cupertino headquarters. It will build a new home here in California to add to its existing home and will have 13,000 more employees than the company has now. The state did not need to give **Apple** incentives; the company did not ask for incentives.

"It does not sound exactly as if residents are just flocking to go to the state of Texas—nothing against that state. For all of our problems here in California, I would like to remind you that Texas has a massive budget deficit as well. In fact, our budget deficit is \$25.4 million less than the state of Texas; and they get \$1.19 for every dollar they send to the federal government. The state has had to make draconian cuts to police, fire, education, and

social services. Here's another fact: The median salary in Texas is \$47,601; in California, it is \$56,418. Subtract out the tax burden, and California residents still come out way ahead on earning. Oh, by the way, you will never hear any of the business people in Texas tell you about their tax rate: It is 4.9 percent compared to ours at 4.7 percent.

"To me, the truth is that when it comes to driving the new economy, no state, no country in the world can beat California right here. It is our culture of creativity, it is our tolerance, it is our innovation that helps create and fuel companies that literally change the world. I have made a list of some of them: **The Walt Disney Company, Levi Strauss & Co., eBay Inc., Twitter Inc., Google Inc., Apple Inc.**—those are just a start. They are right here in California. Many of them have subsidiaries either here in the Inland Empire or the San Gabriel Valley.

"Look at what California entrepreneurs did in 2010. They received \$8.6 billion in private venture capital that resulted in 832 new deals in the first nine months of 2010. Compare that to only \$833 million for 104 deals in Texas. Sure, Texas does well with fossil fuels and companies like Halliburton, but those are explorative ventures and industries, not innovative ones. There is simply no place for innovation like California. The explorative industries may well eventually run out. The innovative industries will not. That is why I think California still will be. Our region is going to be a good place to be.

"We recently had a survey come out yesterday or today in the newspaper. Many of our hospitals in the region rank in the top 5 percent nationwide. We have two of them that outrank the Mayo Clinic.

"We have 14 universities of higher education within a 30-minute drive of this City Hall that are in the top 5 percent nationwide. We have our three community colleges in the region in the top 5 percent nationwide.

"This is still a place to be. It is still a place people are going to want to be. I say that tonight because as bad as this economy is, I think we are going to be getting out of it much more rapidly than some of the other areas."

- (f) He thanked the Montclair Police Department for intervening an issue related to his foster son, Rudy, who is now forced to take responsibility for his actions. He noted he

took Rudy in seven years ago when Rudy was around 13 years old and that, tragically, Rudy was born addicted to crack cocaine and became an alcoholic and drug addict at age 11. He stated that Rudy has been diagnosed with attention deficit disorder, attention deficit hyperactivity disorder, schizophrenia, bipolar disorder, and latent multipersonality disorder—difficult diagnoses for anyone, "but I do not take that as an excuse. Rudy has to take responsibility for his actions, and I appreciate the work of our Police Department to make sure of that."

Council Member Dutrey thanked Council Member Ruh for being a foster parent and helping out our troubled youth.

2. Council Member/Director Dutrey commented as follows:
 - (a) He noted that among the vital issues affecting San Bernardino County and elsewhere in the state that were addressed at the City/County Conference is the issue of education and, more specifically, the fact that the state of Mississippi outperforms the Inland Empire in the areas of education achievement and dropout levels. He spoke of the huge undertaking of raising the education levels of students in the region to be able to provide a skilled workforce to attract industries that provide higher earnings. He expressed his hope that the cities and county work together in all aspects of quality of life and the services provided to residents. He stressed the importance of regionalization, partnerships with other cities to come up with creative ideas to provide a better education and services for the public. He noted there will be a tremendous amount of growth in the county, with approximately 800,000 new residents expected by 2030, coupled with even greater challenges. He stated, "I still think that San Bernardino and Riverside counties are the best places to live in Southern California."
 - (b) He noted telling San Bernardino Chief Executive Officer Deveraux that the City adopted the Countywide Vision Statement at the last meeting.
 - (c) He recognized Mayor Eaton on his receiving the **Soroptomist International of Montclair/Inland Valley** President's Award earlier this month for his many years of service to the community and on a variety of local and regional organization committees.

Mayor Eaton thanked Council Member Dutrey.

- (d) He noted he is pleased with City Council's approval this evening of a Parkland Dedication and Construction Agreement for the Paseos Project that will include 385 multifamily units to be built within the boundaries of the North Montclair Downtown Specific Plan.
 - (e) He expressed his sincere apology to the City employees who have been laid off, stating that it was a difficult decision to make, particularly because he himself is a public employee. He stated that it is unfortunate that the loss of redevelopment has placed the City in the position of having to make tough decisions.
3. Mayor Pro Tem/Vice Chairperson Raft commented as follows:
- (a) She concurred with remarks made by Council Member Dutrey, stating, "Nobody ever wants to let someone go."
 - (b) She likewise congratulated Mayor Eaton on his receiving the **Soroptomist International of Montclair/Inland Valley** President's Award.
 - (c) She noted learning at the Reserve Police Officer Appreciation Banquet that our reserves put in thousands of hours and saved the City over \$100,000. She stated, "We really appreciate them."
4. Council Member/Director Paulitz commented as follows:
- (a) He commended Mayor Eaton on his receiving the **Soroptomist International of Montclair/Inland Valley** President's Award.
 - (b) He noted the senior lunch program received its largest attendance to date of 72 participants and stated, "It is becoming very popular."
 - (c) He emphasized the importance of maintaining adequate General Fund reserves to prevent insolvency, which means that "you may have enough assets, your buildings and so forth, to meet your liabilities; but you do not have cash to be able to pay your bills. And that is what has happened to the cities of Hercules and Lincoln in Northern California and is happening to the city of Stockton today; they are in bankruptcy proceedings. It happened to the city of Harrisburg, Pennsylvania, which is in receivership to the state of Pennsylvania. It happened in the city of Detroit; it is going to be in receivership to the state of Michigan."

- (d) He commended the **SBPEA** representative who is doing her best to represent the general unit City employees. He expressed his concern that during state budget negotiations, the teachers union most likely lobbied Governor Brown and the State Legislature to dissolve redevelopment agencies in an effort to gain more school funding. He noted the heartfelt appeals to the City Council in 2011 from small business contractors who worked closely with the former Redevelopment Agency on the City's Exterior Housing Improvement Program (EHIP). He stated, "I would have loved to save EHIP because it did a lot to beautify this community and improve the community. My point is: Where were these people at the time when it was really necessary? I think they all acquiesced to the fact that redevelopment was going to go away, and now we have the fallout."

Council Member Paulitz cited **Assembly Bill 1585 – Redevelopment**, which would modify the scope of the term "enforceable obligation" and modify provisions related to the transfer of housing funds and responsibilities associated with dissolved Redevelopment Agencies; specifically, it would provide that any amounts on deposit in the Low and Moderate Income Housing Fund of a dissolved agency be transferred to specified entities. He noted his response to the small business contractors in 2011 that their issues are the "unintended consequences" of a poor decision by the state.

- (e) He strongly stated, "We need to build up the General Fund reserves because if we do not, we will find ourselves in insolvency. If we become insolvent, then we'll be in trouble."

E. Committee Meeting Minutes

1. Minutes of Personnel Committee Meeting of March 19, 2012

The City Council received and filed the Personnel Committee meeting minutes of March 19, 2012, for informational purposes.

XII. ADJOURNMENT OF SUCCESSOR REDEVELOPMENT AGENCY AND MONTCLAIR HOUSING CORPORATION BOARDS OF DIRECTORS

At 7:45 p.m., Chairman Eaton adjourned the Successor Redevelopment Agency and Montclair Housing Corporation Boards of Directors.

At 7:45 p.m., the City Council went into Closed Session regarding labor negotiations pursuant to Government Code Section 54957.6 and pending litigation pursuant to Government Code Section 54956.9(a).

XIII. CLOSED SESSION ANNOUNCEMENTS

At 8:25 p.m., the City Council returned from Closed Session. Mayor Eaton announced that the City Council met in Closed Session regarding labor negotiations and pending litigation, information was received and direction given to staff, and no further announcements would be made at this time.

XIV. ADJOURNMENT OF CITY COUNCIL

At 8:26 p.m., Mayor Eaton adjourned the City Council.

Submitted for City Council/Successor
to the Redevelopment Agency Board/
Montclair Housing Corporation Board
approval,

Yvonne L. Smith
Deputy City Clerk