



CITY OF ATASCADERO CITY COUNCIL MINUTES

**June 10, 2025, 5:00 p.m.
June 10, 2025, 6:00 p.m.
City Hall Council Chambers, Fourth Floor
6500 Palma Avenue, Atascadero, California**

CALL TO ORDER:

Mayor Bourbeau called the meeting to order at 5:01 p.m.

ROLL CALL:

Present: Council Members Funk, Newsom, Peek, Mayor Pro Tem Dariz, and Mayor Bourbeau
Absent: None
Staff Present: City Manager James R. Lewis, Deputy City Manager/City Clerk Lara Christensen, City Attorney Dave Fleishman, Police Chief Dan Suttles

A. CLOSED SESSION

1. CLOSED SESSION - PUBLIC COMMENT

Mayor Bourbeau opened the Public Comment period.

The following persons spoke on this item: None

Mayor Bourbeau closed the Public Comment period.

2. COUNCIL LEAVES CHAMBERS TO BEGIN CLOSED SESSION

3. CLOSED SESSION - CALL TO ORDER

a. Potential/anticipated threats to public services or facilities - Government Code Sec. 54957(a).

4. CLOSED SESSION – ADJOURNMENT 5:57 p.m.

5. COUNCIL RETURNS

6. CLOSED SESSION REPORT

City Attorney Fleishman reported that there was no reportable action from Closed Session.

B. REGULAR SESSION – RECONVENE

Mayor Bourbeau reconvened the meeting at 6:01 p.m. with all Council Members present.

C. PLEDGE OF ALLEGIANCE

Mayor Pro Tem Dariz led the Pledge of Allegiance.

D. ROLL CALL

Mayor Bourbeau noted that roll call was conducted prior to Closed Session.

Present: Council Members Funk, Newsom, Peek, Mayor Pro Tem Dariz, and Mayor Bourbeau

Absent: None

Staff Present: City Manager James R. Lewis, Deputy City Manager/City Clerk Lara Christensen, Administrative Services Director/City Treasurer Jeri Rangel, City Attorney Dave Fleishman, Community Services and Promotions Director Terrie Banish, Community Development Director Phil Dunsmore, Fire Chief Casey Bryson, Police Chief Dan Suttles, Public Works Director Nick DeBar, Deputy City Manager – IT Luke Knight, Deputy Director of Economic and Community Development Loreli Cappel, and Battalion Chief Dave Van Son

E. CONSENT CALENDAR

- 1. City Council Draft - Minutes - May 27, 2025, Regular Meeting**
Recommendation: Council approve the May 27, 2025, City Council Regular Meeting Minutes [City Clerk]
- 2. Authorizing Temporary Road Closures for 2025 Hot El Camino Cruise Nite and Colony Days Parade Routes**
Recommendation: Council:
 1. Adopt Draft Resolution A, authorizing temporary road closures and restrictions on August 15, 2025, for the Hot El Camino Cruise Nite.
 2. Adopt Draft Resolution B, authorizing temporary road closures and restrictions on October 4, 2025, for the Colony Days Parade.Fiscal Impact: Cruise Nite incurs no net fiscal impact. [Public Works]
- 3. Adopting a List of Projects for Fiscal Year 2025-2026 Funded by SB 1: The Road Repair and Accountability Act of 2017**

Recommendation: Council adopt Draft Resolution, adopting a list of projects to be funded with Road Maintenance and Rehabilitation Account revenues from SB 1 (The Road Repair and Accountability Act of 2017) for Fiscal Year 2025-2026.

Fiscal Impact: Approval of the Draft Resolution adopting the list of projects for SB 1 funding will allow the City to receive an estimated \$834,170 in Fiscal Year 2025-2026 SB 1 funding. [Public Works]

4. Notice of Intent to Annex the Dove Creek Mixed-Use Project into CFD 2005-01

Recommendation: Council adopt Draft Resolution, declaring its intention to annex territory into Community Facilities District 2005-1 (Public Services) as Annexation No. 26 and to authorize the levy of special taxes therein (Dove Creek Mixed).

Fiscal Impact: Assessments for this annexation are estimated to be \$59,979.38 annually, adjusted each year for inflation. [Community Development]

PUBLIC COMMENT:

Mayor Bourbeau opened the Public Comment period.

The following persons spoke on this item: None

Mayor Bourbeau closed the Public Comment period.

MOTION BY: Funk

SECOND BY: Peek

1. Approve Consent Calendar (#E2: Resolution No. 2025-029 and 2025-030) (#E3: Resolution No. 2025-031) (#E4: Resolution No. 2025-032)

AYES (5): Newsom, Funk, Peek, Dariz and Bourbeau

Passed 5-0

F. UPDATES FROM THE CITY MANAGER:

City Manager Lewis gave an update on projects and issues within the City.

G. COMMUNITY FORUM

The following persons spoke: Geoff Auslen and unknown citizen

H. PUBLIC HEARINGS

1. Proposition 218 Majority Protest Process Relative to Proposed Increase to Wastewater (Sewer) Rates

Recommendation:

Council:

1. Conduct a public hearing to receive all written and verbal testimony

regarding the proposed wastewater (sewer) rates and consider the results of protest proceedings in accordance with Proposition 218; and
2. Adopt one of the following resolutions certifying the protest results:
a. For a non-majority protest – Draft Resolution A, certifying that the number of valid written protests were not received from property owners representing a majority of the parcels subject to the proposed rate increase.

OR

b. For a majority protest – Draft Resolution B, certifying that the number of valid written protests were received from property owners representing a majority of the parcels subject to the proposed rate increase.
3. If no majority protest exists, adopt Draft Resolution C, approving proposed wastewater rates effective July 10, 2025.

Fiscal Impact: If the number of valid written protests were not received from property owners representing a majority of the parcels subject to the proposed rate, the City Council may adopt Draft Resolution A and C. Doing so will result in an estimated \$895,000 in additional revenue from sewer service charges collected in FY25/26. [Public Works]

Ex Parte Communications: None

Public Works Director DeBar presented this item and answered questions from the Council

Mayor Bourbeau opened the Public Comment period.

The following persons spoke on this item: Robert Chatfield

Mayor Bourbeau closed the Public Comment period.

City Clerk Christensen confirmed she had tabulated the results, and no majority protest existed.

MOTION BY: Funk
SECOND BY: Dariz

1. **Adopt Resolution No. 2025-033, certifying that the number of valid written protests were not received from property owners representing a majority of the parcels subject to the proposed rate increase.**

AYES (5): Newsom, Funk, Peek, Dariz and Bourbeau

Passed 5-0

MOTION BY: Funk
SECOND BY: Dariz

1. Adopt Resolution No. 2025-034, approving proposed wastewater rates effective July 10, 2025.

AYES (5): Newsom, Funk, Peek, Dariz and Bourbeau

Passed 5-0

2. Downtown Parking and Business Improvement Area (DPBIA) Assessment Confirmation of Annual Assessment for Fiscal Year 2025-2026

Recommendation: Council adopt Draft Resolution, confirming the annual assessment for the Downtown Parking and Business Improvement Area (DPBIA) for Fiscal Year 2025-2026.

Fiscal Impact: Adopting the staff recommendation will result in the collection of approximately \$14,500 and expenditure of \$14,500 in budgeted DPBIA funds. [Community Development]

Deputy Director of Economic and Community Development Cappel presented this item and answered questions from the Council.

Mayor Bourbeau opened the Public Comment period.

The following persons spoke on this item: None

Mayor Bourbeau closed the Public Comment period.

MOTION BY: Funk
SECOND BY: Newsom

1. Adopt Resolution No. 2025-035, confirming the annual assessment for the Downtown Parking and Business Improvement Area (DPBIA) for Fiscal Year 2025-2026.

AYES (5): Newsom, Funk, Peek, Dariz and Bourbeau

Passed 5-0

3. Atascadero Tourism Business Improvement District (ATBID) Confirmation of Annual Assessment (FY 2025-2026)

Recommendation: Council adopt Draft Resolution, confirming the annual Business Improvement District assessment on lodging businesses within the Atascadero Tourism Business Improvement District (Fiscal Year 2025-2026).

Fiscal Impact: Annual assessments are expected to be approximately \$510,800 and expenditure are budgeted at \$503,680 for fiscal year 2025-2026. [Community Services and Promotions]

Community Services and Promotions Director Banish presented this item and answered questions from the Council.

Mayor Bourbeau opened the Public Comment period.

The following persons spoke on this item: None

Mayor Bourbeau closed the Public Comment period.

MOTION BY: Funk

SECOND BY: Peek

- 1. Adopt Resolution No. 2025-036, confirming the annual Business Improvement District assessment on lodging businesses within the Atascadero Tourism Business Improvement District (Fiscal Year 2025-2026).**

AYES (5): Newsom, Funk, Peek, Dariz and Bourbeau

Passed 5-0

4. Apple Valley Assessment Districts

Recommendation: Council:

1. Adopt Draft Resolution A, approving the final Engineer's Report regarding the Street and Storm Drain Maintenance District No. 01 (Apple Valley), and the levy and collection of annual assessments related thereto for fiscal year 2025/2026.

2. Adopt Draft Resolution B, ordering the levy and collection of assessments for fiscal year 2025/2026 for Street and Storm Drain Maintenance District No. 01 (Apple Valley).

3. Adopt Draft Resolution C, approving the final Engineer's Report regarding the Landscaping and Lighting District No. 01 (Apple Valley), and the levy and collection of annual assessments related thereto in fiscal year 2025/2026.

4. Adopt Draft Resolution D, ordering the levy and collection of assessments for fiscal year 2025/2026 for Landscaping and Lighting District No. 01 (Apple Valley).

Fiscal Impact: Annual assessments for 2025/2026 will total \$38,500 for road/drainage system maintenance and \$63,000 for landscape and lighting maintenance. These amounts will be assessed to the owners of parcels in Apple Valley. Contributions of \$10,750 for half the cost of the park will be made from the City's General Fund, \$6,770 of which will be from contributions made by the developer. [Administrative Services]

Administrative Services Director Rangel presented this item and answered questions from the Council.

Mayor Bourbeau opened the Public Comment period.

The following persons spoke on this item: None

Mayor Bourbeau closed the Public Comment period.

MOTION BY: Funk
SECOND BY: Peek

- 1. Adopt Resolution No. 2025-037, approving the final Engineer's Report regarding the Street and Storm Drain Maintenance District No. 01 (Apple Valley), and the levy and collection of annual assessments related thereto for fiscal year 2025/2026.**
- 2. Adopt Draft Resolution B, ordering the levy and collection of assessments for fiscal year 2025/2026 for Street and Storm Drain Maintenance District No. 01 (Apple Valley). (Resolution No. 2025-038)**
- 3. Adopt Draft Resolution C, approving the final Engineer's Report regarding the Landscaping and Lighting District No. 01 (Apple Valley), and the levy and collection of annual assessments related thereto in fiscal year 2025/2026. (Resolution No. 2025-039)**
- 4. Adopt Draft Resolution D, ordering the levy and collection of assessments for fiscal year 2025/2026 for Landscaping and Lighting District No. 01 (Apple Valley). (Resolution No. 2025-040)**

AYES (5): Newsom, Funk, Peek, Dariz and Bourbeau

Passed 5-0

5. De Anza Estates Assessment Districts

Recommendation: Council:

1. Adopt Draft Resolution A, approving the final Engineer's Report regarding the Street and Storm Drain Maintenance District No. 03 (De Anza Estates), and the levy and collection of annual assessments related thereto for fiscal year 2025/2026.
2. Adopt Draft Resolution B, ordering the levy and collection of assessments for fiscal year 2025/2026 for Street and Storm Drain Maintenance District No. 03 (De Anza Estates).
3. Adopt Draft Resolution C, approving the final Engineer's Report regarding the Landscaping and Lighting District No. 03 (De Anza Estates), and the levy and collection of annual assessments related thereto in fiscal year 2025/2026.
4. Adopt Draft Resolution D, ordering the levy and collection of assessments for fiscal year 2025/2026 for Landscaping and Lighting District No. 03 (De Anza Estates).

Fiscal Impact: Annual assessments for 2025/2026 will total \$30,562 for road/drainage system maintenance and \$17,463 for landscape and lighting maintenance. These amounts will be assessed to the owners of parcels in De Anza Estates. The City General Fund will contribute \$1,400 for the fiscal year 2025/2026 for half of the maintenance costs of the trails and open space. [Administrative Services]

Administrative Services Director Rangel presented this item and answered questions from the Council.

Mayor Bourbeau opened the Public Comment period.

The following persons spoke on this item: None

Mayor Bourbeau closed the Public Comment period.

MOTION BY: Funk

SECOND BY: Dariz

1. Adopt Resolution No. 2025-041, approving the final Engineer's Report regarding the Street and Storm Drain Maintenance District No. 03 (De Anza Estates), and the levy and collection of annual assessments related thereto for fiscal year 2025/2026.
2. Adopt Resolution No. 2025-042, ordering the levy and collection of assessments for fiscal year 2025/2026 for Street and Storm Drain Maintenance District No. 03 (De Anza Estates).
3. Adopt Resolution No. 2025-043, approving the final Engineer's Report regarding the Landscaping and Lighting District No. 03 (De Anza Estates), and the levy and collection of annual assessments related thereto in fiscal year 2025/2026.
4. Adopt Resolution No. 2025-044, ordering the levy and collection of assessments for fiscal year 2025/2026 for Landscaping and Lighting District No. 03 (De Anza Estates).

AYES (5): Newsom, Funk, Peek, Dariz and Bourbeau

Passed 5-0

6. Las Lomas (Woodridge) Assessment Districts

Recommendation: Council:

1. Adopt Draft Resolution A, approving the final Engineer's Report regarding the Street and Storm Drain Maintenance District No. 02 (Las Lomas [Woodridge]), and the levy and collection of annual assessments related thereto for Fiscal Year 2025/2026.
2. Adopt Draft Resolution B, ordering the levy and collection of assessments for Fiscal Year 2025/2026 for Street and Storm Drain Maintenance District No. 02 (Las Lomas [Woodridge]).
3. Adopt Draft Resolution C, approving the final Engineer's Report regarding the Landscaping and Lighting District No. 02 (Las Lomas [Woodridge]), and the levy and collection of annual assessments related thereto in Fiscal Year 2025/2026.

4. Adopt Draft Resolution D, ordering the levy and collection of assessments for Fiscal Year 2025/2026 for Landscaping and Lighting District No. 02 (Las Lomas [Woodridge]).

Fiscal Impact: Annual assessments for 2025/2026 will total \$104,287 for road/drainage system maintenance and \$78,100 for landscape and lighting maintenance. These amounts will be assessed to the owners of parcels in Las Lomas (Woodridge). The City General Fund will contribute \$1,830 for the fiscal year 2025/2026 for 25% of the maintenance costs of the trails and open space. [Administrative Services]

Administrative Services Director Rangel presented this item and answered questions from the Council.

Mayor Bourbeau opened the Public Comment period.

The following persons spoke on this item: None

Mayor Bourbeau closed the Public Comment period.

MOTION BY: Funk

SECOND BY: Dariz

1. Adopt Resolution No. 2025-045, approving the final Engineer's Report regarding the Street and Storm Drain Maintenance District No. 02 (Las Lomas [Woodridge]), and the levy and collection of annual assessments related thereto for Fiscal Year 2025/2026.

2. Adopt Resolution No. 2025-046, ordering the levy and collection of assessments for Fiscal Year 2025/2026 for Street and Storm Drain Maintenance District No. 02 (Las Lomas [Woodridge]).

3. Adopt Resolution No. 2025-047, approving the final Engineer's Report regarding the Landscaping and Lighting District No. 02 (Las Lomas [Woodridge]), and the levy and collection of annual assessments related thereto in Fiscal Year 2025/2026.

4. Adopt Resolution No. 2025-048, ordering the levy and collection of assessments for Fiscal Year 2025/2026 for Landscaping and Lighting District No. 02 (Las Lomas [Woodridge]).

AYES (5): Newsom, Funk, Peek, Dariz and Bourbeau

Passed 5-0

I. MANAGEMENT REPORTS

1. 2025-2027 Operating and Capital Budget

Atascadero City Council

June 10, 2025

Page 9 of 11

Recommendation: Council:

1. Adopt Draft Resolution adopting the budgets for the 2025-2026 and 2026-2027 fiscal years and delegating to the City Manager the authority to implement same.
2. Adopt Draft Resolution amending fiscal year 2024-2025 budget.
3. Adopt Draft Resolution adopting the fiscal year 2025-2026 annual spending limit.
4. Adopt Draft Resolution reaffirming the necessity of Development Impact Fees.

Fiscal Impact: The total revenues for all funds are budgeted at \$69,295,860 and \$77,667,500 for fiscal years 2025-2026 and 2026-2027, respectively. Total expenditures for all funds are budgeted at \$71,831,300 and \$78,972,580 for fiscal years 2025-2026 and 2026-2027, respectively. [Administrative Services]

Administrative Services Director Rangel and City Manager Lewis presented this item and answered questions from the Council.

Mayor Bourbeau opened the Public Comment period.

The following persons spoke on this item: Geoff Auslen

Mayor Bourbeau closed the Public Comment period.

MOTION BY: Funk
SECOND BY: Newsom

1. Adopt Resolution No. 2025-049 adopting the budgets for the 2025-2026 and 2026-2027 fiscal years and delegating to the City Manager the authority to implement same.
2. Adopt Resolution No. 2025-050 amending fiscal year 2024-2025 budget.
3. Adopt Resolution No. 2025-051 adopting the fiscal year 2025-2026 annual spending limit.
4. Adopt Resolution No. 2025-052 reaffirming the necessity of Development Impact Fees.

AYES (5): Newsom, Funk, Peek, Dariz and Bourbeau

Passed 5-0

J. COUNCIL ANNOUNCEMENTS AND COMMITTEE REPORTS:

The following Council Members gave brief update reports on their committees since the last Council meeting

Mayor Bourbeau

1. Integrated Waste Management Authority (IWMA)
2. SLO Council of Governments (SLOCOG)
3. SLO Regional Transit Authority (RTA)

Mayor Pro Tem Dariz

1. Visit SLO CAL Advisory Committee

Council Member Funk

1. Homeless Services Oversight Council

Council Member Newsom

1. League of California Cities – Council Liaison

K. INDIVIDUAL DETERMINATION AND / OR ACTION: None

L. ADJOURNMENT:

DS

Mayor Bourbeau adjourned the meeting at 7:47 p.m.

Signed by:

Alyssa Slater

Alyssa Slater

Deputy City Clerk

APPROVED: 6/24/25

