



AGENDA
CITY COUNCIL/SUCCESSOR AGENCY/STANTON HOUSING AUTHORITY
JOINT REGULAR MEETING
STANTON CITY HALL, 7800 KATELLA AVENUE, STANTON, CA
TUESDAY, JANUARY 10, 2017 - 6:30 P.M.

As a courtesy to those in attendance, the City of Stanton respectfully requests that all cell phones, pagers and/or electronic devices be turned off or placed on silent mode while the meeting is in session. Thank you for your cooperation.

IN COMPLIANCE WITH THE AMERICANS WITH DISABILITIES ACT, IF YOU NEED SPECIAL ASSISTANCE TO PARTICIPATE IN THIS MEETING, CONTACT THE CITY CLERK AT (714) 379-9222. NOTIFICATION BY 9:00 A.M. ON MONDAY, JANUARY 9, 2017 WILL ENABLE THE CITY TO MAKE REASONABLE ARRANGEMENTS TO ENSURE ACCESSIBILITY TO THIS MEETING.

Supporting, descriptive documentation for agenda items, including staff reports, is available for review in the City Clerk's Office and on the City web site at www.ci.stanton.ca.us.

- 1. CLOSED SESSION (6:00 PM)**
- 2. ROLL CALL**
 - Council Member Donahue
 - Council Member Ethans
 - Council Member Ramirez
 - Mayor Pro Tem Shawver
 - Mayor Warren
- 3. PUBLIC COMMENT ON CLOSED SESSION ITEMS**

Closed Session may convene to consider matters of purchase / sale of real property (G.C. §54956.8), pending litigation (G.C. §54956.9(a)), potential litigation (G.C. §54956.9(b)) or personnel items (G.C. §54957.6). Records not available for public inspection.

4. CLOSED SESSION

4A. CONFERENCE WITH LEGAL COUNSEL-ANTICIPATED LITIGATION

Significant exposure to litigation pursuant to Government Code Section 54956.9 (d) (2)

Number of Potential Cases: 1

5. CALL TO ORDER / SUCCESSOR AGENCY / STANTON HOUSING AUTHORITY MEETING

6. ROLL CALL Agency/Authority Member Donahue
Agency/Authority Member Ethans
Agency/Authority Member Ramirez
Vice Chairman Shawver
Chairperson Warren

7. PLEDGE OF ALLEGIANCE

8. SPECIAL PRESENTATIONS AND AWARDS

8A. Monthly Spotlight – Business: Smart & Final – Extra! Store #594, Stanton.

9. CONSENT CALENDAR

All items on the Consent Calendar may be acted on simultaneously, unless a Council/Board Member requests separate discussion and/or action.

CONSENT CALENDAR

9A. MOTION TO APPROVE THE READING BY TITLE OF ALL ORDINANCES AND RESOLUTIONS. SAID ORDINANCES AND RESOLUTIONS THAT APPEAR ON THE PUBLIC AGENDA SHALL BE READ BY TITLE ONLY AND FURTHER READING WAIVED

RECOMMENDED ACTION:

City Council/Agency Board/Authority Board waive reading of Ordinances and Resolutions.

CC/SA/SHA AGENDA – Joint Regular Meeting – January 10, 2017 - Page 2

Any writings or documents provided to a majority of the City Council/Successor Agency/Stanton Housing Authority regarding any item on this agenda will be made available for public inspection at the Public Counter at City Hall located at 7800 Katella Avenue, Stanton CA, during normal business hours and online at www.ci.stanton.ca.us.

9B. APPROVAL OF WARRANTS

City Council approve demand warrants dated December 8, 2016, December 15, 2016, December 19, 2016 and December 21, 2016, in the amount of \$1,583,469.77.

9C. APPROVAL OF MINUTES

City Council/Agency/Authority Board approve Minutes of Joint Adjourned Regular Meeting – December 13, 2016.

9D. MAYOR’S APPOINTMENTS OF COUNCIL MEMBERS AS REPRESENTATIVES TO VARIOUS BOARDS, COMMISSIONS, COMMITTEES AND AGENCIES

Traditionally, Council Members have been appointed by the Mayor to serve on numerous outside committees, boards, commissions and agencies. Each appointee is responsible for representing the City and voting on behalf of the City Council. The Mayor has conducted a review and has selected appointees, as detailed in Attachment 1. With the exception of the Orange County Fire Authority (“OCFA”) appointment, which is required to be made by Resolution, the Mayor may otherwise make appointments to each committee, board, commission or agency by nomination and Minute Order confirmation. In addition, the Fair Political Practices Commission (“FPPC”) regulations require the adoption and posting of Form 806, Agency Report of Public Official Appointments, in order for individual Council Members to participate in a City Council vote that would result in him or her serving in a position that provides compensation of \$250 or more in any 12-month period.

RECOMMENDED ACTION:

1. City Council confirm the Mayor’s appointments; and
2. Approve Fair Political Practices Commission Form 806 and authorize the City Clerk to post the form on the City’s website.

9E. PROCLAMATION DECLARING JANUARY 2017 AS BUSINESS APPRECIATION MONTH

As part of an effort to recognize and celebrate the contributions local businesses make in the City, the proposed proclamation would declare the month of January 2017 as Business Appreciation Month.

RECOMMENDED ACTION:

1. City Council declare that the project is exempt from the California Environmental Quality Act ("CEQA") under Section 15061(b)(3) as the activity is covered by the general rule that CEQA applies only to projects which have the potential for causing significant effect on the environment. Where it can be seen with certainty that there is no possibility that the activity in question may have a significant effect on the environment, the activity is not subject to CEQA; and
2. Approve the Proclamation declaring January 2017 as Business Appreciation Month.

9F. NOVEMBER 2016 INVESTMENT REPORT

The Investment Report as of November 30, 2016 has been prepared in accordance with the City's Investment Policy and California Government Code Section 53646.

RECOMMENDED ACTION:

1. City Council find that this item is not subject to California Environmental Quality Act ("CEQA") pursuant to Sections 15378(b)(5) (Organizational or administrative activities of governments that will not result in direct or indirect physical changes in the environment); and
2. Receive and file the Investment Report for the month of November 2016.

9G. NOVEMBER 2016 INVESTMENT REPORT (SUCCESSOR AGENCY)

The Investment Report as of November 30, 2016 has been prepared in accordance with the City's Investment Policy and California Government Code Section 53646.

RECOMMENDED ACTION:

1. Successor Agency find that this item is not subject to California Environmental Quality Act ("CEQA") pursuant to Sections 15378(b)(5) (Organizational or administrative activities of governments that will not result in direct or indirect physical changes in the environment); and
2. Receive and file the Investment Report for the month of November 2016.

CC/SA/SHA AGENDA – Joint Regular Meeting – January 10, 2017 - Page 4

Any writings or documents provided to a majority of the City Council/Successor Agency/Stanton Housing Authority regarding any item on this agenda will be made available for public inspection at the Public Counter at City Hall located at 7800 Katella Avenue, Stanton CA, during normal business hours and online at www.ci.stanton.ca.us.

9H. APPROVING AND ADOPTING THE RECOGNIZED OBLIGATIONS PAYMENT SCHEDULE (ROPS) 17-18 AND THE ADMINISTRATIVE BUDGET PURSUANT TO SECTIONS 34177(I) AND 34177(j) OF CALIFORNIA HEALTH & SAFETY CODE FOR THE PERIOD OF JULY 2017 THROUGH JUNE 2018 (SUCCESSOR AGENCY)

This report summarizes the obligations of the Successor Agency under AB X1 26, AB 1484 and SB 107 to draft Recognized Obligation Payment Schedules (ROPS) and corresponding administrative budgets. Staff recommends the Successor Agency adopt the attached resolution approving ROPS 17-18 and the Successor Agency's administrative budget for the period July 2017 through June 2018.

RECOMMENDED ACTION:

1. Successor Agency find that this item is not subject to California Environmental Quality Act ("CEQA") pursuant to Sections 15060(c)(2) (the activity will not result in a director reasonably foreseeable indirect physical change in the environment) and 15060 (c)(3) (the activity is not a project as defined in Section 15378 of the CEQA Guidelines, California Code of Regulations, Title 14, Chapter 3, because it has no potential for resulting in physical change to the environment, directly or indirectly; and
2. Adopt Resolution No. SA 2017-01 to approve the Recognized Obligation Payment Schedule (ROPS) No. 17-18 and the administrative budget for the period July 1, 2017 through June 30, 2018 entitled:

"A RESOLUTION OF THE BOARD OF THE SUCCESSOR AGENCY TO THE STANTON REDEVELOPMENT AGENCY, APPROVING AND ADOPTING THE RECOGNIZED OBLIGATION PAYMENT SCHEDULE ("ROPS") 17-18 FOR THE PERIOD JULY 1, 2017 THROUGH JUNE 30, 2018 PURSUANT TO HEALTH AND SAFETY CODE, SECTION 34177(I) AND THE ADMINISTRATIVE BUDGET, PURSUANT TO HEALTH AND SAFETY CODE, SECTION 34177(j)."

9I. APPROVAL OF CORPORATE RESOLUTION WITH FIRST EMPIRE SECURITIES INC.

First Empire Securities Inc. ("First Empire") is an authorized provider of investment services for the City of Stanton. A corporate resolution form is required to be completed before investments may be purchased through First Empire. Resolution 2017-01 authorizes the City Manager or designee to certify the First Empire corporate resolution form.

RECOMMENDED ACTION:

1. City Council find that these items are not subject to the California Environmental Quality Act ("CEQA") pursuant to Sections 15060(c)(2) (the activity will not result in a direct or reasonably foreseeable indirect physical change in the environment) and 15060(c)(3) (the activity is not a project as defined in Section 15378(b)(4) of the CEQA Guidelines, California Code of Regulations, Title 14, Chapter 3, because it has no potential for resulting in physical change to the environment, directly or indirectly); and
2. Adopt Resolution No. 2017-01 authorizing the City Manager or designee to sign Section II. Certification of the First Empire Corporate Resolution Form entitled:

"A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF STANTON, CALIFORNIA, APPROVING A CORPORATE RESOLUTION FORM WITH FIRST EMPIRE SECURITIES INC."

9J. APPROVAL OF CORPORATE RESOLUTION WITH CANTELLA CO. & INC.

Cantella Co., & Inc. ("Cantella") is an authorized provider of investment services for the City of Stanton. A corporate resolution form is required to be completed before investments may be purchased through Cantella. Resolution 2017-02 authorizes the City Manager or designee to certify the Cantella corporate resolution form.

RECOMMENDED ACTION:

1. City Council find that these items are not subject to the California Environmental Quality Act ("CEQA") pursuant to Sections 15060(c)(2) (the activity will not result in a direct or reasonably foreseeable indirect physical change in the environment) and 15060(c)(3) (the activity is not a project as defined in Section 15378(b)(4) of the CEQA Guidelines, California Code of Regulations, Title 14, Chapter 3, because it has no potential for resulting in physical change to the environment, directly or indirectly); and
2. Adopt Resolution No. 2017-02 authorizing the City Manager or designee to sign Section II. Certification of the Cantella Corporate Resolution Form entitled:

"A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF STANTON, CALIFORNIA, APPROVING A CORPORATE RESOLUTION FORM WITH CANTELLA CO. & INC."

9K. APPROVAL OF CORPORATE RESOLUTION WITH BANK OF THE WEST

Bank of the West is an authorized provider of investment services for the City of Stanton. A corporate resolution form is required to be completed before investments may be purchased through Bank of the West. Resolution 2017-04 authorizes the City Manager or designee to certify the Bank of the West corporate resolution form.

RECOMMENDED ACTION:

1. City Council find that these items are not subject to the California Environmental Quality Act ("CEQA") pursuant to Sections 15060(c)(2) (the activity will not result in a direct or reasonably foreseeable indirect physical change in the environment) and 15060(c)(3) (the activity is not a project as defined in Section 15378(b)(4) of the CEQA Guidelines, California Code of Regulations, Title 14, Chapter 3, because it has no potential for resulting in physical change to the environment, directly or indirectly); and
2. Adopt Resolution No. 2017-04 authorizing the City Manager or designee to sign Section II. Certification of the Bank of the West Corporate Resolution Form entitled:

"A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF STANTON, CALIFORNIA, APPROVING A CORPORATE RESOLUTION FORM WITH BANK OF THE WEST."

END OF CONSENT CALENDAR

10. PUBLIC HEARINGS None.

11. UNFINISHED BUSINESS None.

12. NEW BUSINESS

12A. COUNCIL APPOINTMENTS TO FILL TWO VACANCIES ON THE PARKS AND RECREATION COMMISSION FOR TERM COINCIDING WITH THE COUNCIL ELECTION

The Council Member holding the seat corresponding to that numbered seat on the Parks and Recreation Commission shall be responsible for appointment of one Commissioner (who shall be a qualified elector of the City), with majority approval of the City Council. The terms of office shall coincide with the term of office of the Council Member or Mayor who made the appointment. Section 2.06.030 of the Stanton Municipal Code requires the submission of applications and interviews prior to appointment to any position. Section 2.06.030 also provides that the City Council, by majority vote, may waive to the requirement interview persons previously appointed by the City Council and who are requesting re-appointment to another term.

RECOMMENDED ACTION:

1. City Council find that this item is not subject to California Environmental Quality Act ("CEQA") pursuant to Sections 15378(b)(5)(Organizational or administrative activities of governments that will not result in direct or indirect physical changes in the environment); and
2. Conduct an interview with the applicants; and
3. Make appointments to fill seat #5 (Council Member Ethans) and seat #6 (Mayor's Appointment) on the Stanton Parks and Recreation Commission.

12B. APPROVE RESOLUTION 2017-03 ESTABLISHING A PUBLIC AGENCIES POST-EMPLOYMENT BENEFITS TRUST

In an effort to help public agencies address and manage their GASB 68 liability, Public Agency Retirement Services (“PARS”), has developed the PARS Post-Employment Benefits Trust Program. Resolution 2017-03 would permit the City of Stanton (“City”), under federal and state law, to invest in a more diversified array of investments and maximize investment returns long term through the establishment of a trust. It would also establish the City Manager as the City’s Plan Administrator for the Program.

RECOMMENDED ACTION:

1. City Council find that these items are not subject to the California Environmental Quality Act (“CEQA”) pursuant to Sections 15060(c)(2) (the activity will not result in a direct or reasonably foreseeable indirect physical change in the environment) and 15060(c)(3) (the activity is not a project as defined in Section 15378(b)(4) of the CEQA Guidelines, California Code of Regulations, Title 14, Chapter 3, because it has no potential for resulting in physical change to the environment, directly or indirectly); and
2. Adopt Resolution No. 2017-03 adopting the PARS Public Agencies Post-Employment Benefits Trust entitled:

“A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF STANTON, CALIFORNIA, APPROVING THE ADOPTION OF THE PUBLIC AGENCIES POST-EMPLOYMENT BENEFITS TRUST ADMINISTERED BY PUBLIC AGENCY RETIREMENT SERVICES (“PARS”)”; and

3. Approve the Agreement for Administrative Services; and
4. Appoint the City Manager or his/her successor or designee as the City’s Plan Administrator for the Program; and
5. Authorize the City Manager, subject to the review and approval of the City’s legal counsel, to execute all necessary legal and administrative documents and take whatever additional actions are necessary to maintain the City’s participation in the program.

12C. CITY CLERK’S CERTIFICATION OF SUFFICIENT SIGNATURES ON REFERENDUM PETITION SEEKING TO REPEAL PORTIONS OF ORDINANCE NO. 1060 RESTRICTING MARIJUANA BUSINESSES WITHIN THE CITY; AND REQUESTING FURTHER DIRECTION FROM CITY COUNCIL

In reaction to the potential passage of California Proposition 64 (termed the “Adult Use of Marijuana Act”), the City Council adopted Ordinance No. 1060, which would establish zoning regulations that limit marijuana businesses and activities in the City to the greatest extent under Proposition 64. Ordinance No. 1060 was adopted by the City Council on October 25, 2016. Prior to its effective date, a group of Stanton residents/proponents timely filed a signed petition seeking to repeal portions of Ordinance No. 1060 by referendum.

Pursuant to the California Elections Code, the City Clerk’s office verified that the petition contains the minimum number of required signatures to qualify the referendum for the ballot. If the proponents are successful, the referendum would repeal virtually all of the restrictions on marijuana use, possession, cultivation, business, etc. contained in Ordinance No. 1060.

The remainder of this report will provide the City Council with options under the California Elections Code to address this referendum petition.

RECOMMENDED ACTION:

1. City Council find that this item is not subject to California Environmental Quality Act (“CEQA”) pursuant to Sections 15378(b)(5)(Organizational or administrative activities of governments that will not result in direct or indirect physical changes in the environment); and
2. Receive, file, and accept the Certificate of Sufficient Signatures on Referendum Petition seeking to repeal portions of Ordinance No. 1060 as valid in all respects; and
3. Provide direction to staff as to further action on the Referendum Petition.

13. ORAL COMMUNICATIONS - PUBLIC

At this time members of the public may address the City Council/Successor Agency/Stanton Housing Authority regarding any items within the subject matter jurisdiction of the City Council/Successor Agency/Stanton Housing Authority, provided that NO action may be taken on non-agenda items.

- Members of the public wishing to address the Council/Agency/Authority during Oral Communications-Public or on a particular item are requested to fill out a REQUEST TO SPEAK form and submit it to the City Clerk. Request to speak forms must be turned in prior to Oral Communications-Public.
- When the Mayor/Chairman calls you to the microphone, please state your Name, slowly and clearly, for the record. A speaker's comments shall be limited to a three (3) minute aggregate time period on Oral Communications and Agenda Items. Speakers are then to return to their seats and no further comments will be permitted.
- Remarks from those seated or standing in the back of chambers will not be permitted. All those wishing to speak including Council/Agency/Authority and Staff need to be recognized by the Mayor/Chairman before speaking.

14. WRITTEN COMMUNICATIONS None.

15. MAYOR/CHAIRMAN COUNCIL/AGENCY/AUTHORITY INITIATED BUSINESS

15A. COMMITTEE REPORTS/ COUNCIL/AGENCY/AUTHORITY ANNOUNCEMENTS

At this time Council/Agency/Authority Members may report on items not specifically described on the agenda which are of interest to the community provided no discussion or action may be taken except to provide staff direction to report back or to place the item on a future agenda.

15B. COUNCIL/AGENCY/AUTHORITY INITIATED ITEMS FOR A FUTURE MEETING

At this time Council/Agency/Authority Members may place an item on a future agenda.

15C. COUNCIL/AGENCY/AUTHORITY INITIATED ITEMS FOR A FUTURE STUDY SESSION

At this time Council/Agency/Authority Members may place an item on a future study session agenda.

Currently Scheduled:

- January 24, 2017 (5:00 p.m.)
Public Safety / Marijuana Regulation Update and Education (Orange County Sheriff's Department).
- February 14, 2017 (4:00 p.m.)
Tina / Pacific Development Project Update and Discussion.

16. ITEMS FROM CITY ATTORNEY/AGENCY COUNSEL/AUTHORITY COUNSEL

17. ITEMS FROM CITY MANAGER/EXECUTIVE DIRECTOR

17A. ORANGE COUNTY FIRE AUTHORITY

At this time the Orange County Fire Authority will provide the City Council with an update on their current operations.

18. ADJOURNMENT to January 24, 2017 at 5:00 p.m. for a City Council Study Session.

I hereby certify under penalty of perjury under the laws of the State of California, the foregoing agenda was posted at the Post Office, Stanton Community Services Center and City Hall, not less than 72 hours prior to the meeting. Dated this 5th day of January, 2017.

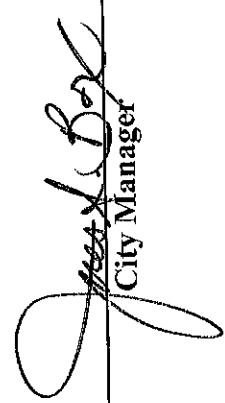
s/ Patricia A. Vazquez, City Clerk/Secretary

**CITY OF STANTON
ACCOUNTS PAYABLE REGISTER**

December 8, 2016	\$95,867.44
December 15, 2016	\$454,764.43
December 19, 2016	\$55,089.00
December 21, 2016	\$977,748.90

\$1,583,469.77

Demands listed on the attached registers conform to the City of Stanton Annual Budget as approved by the City Council.


City Manager

Demands listed on the attached registers are accurate and funds are available for payment thereof.


Administrative Services Director

DRAFT

MINUTES OF THE CITY COUNCIL / SUCCESSOR AGENCY / HOUSING AUTHORITY OF THE CITY OF STANTON JOINT ADJOURNED REGULAR MEETING DECEMBER 13, 2016

1. **CLOSED SESSION** None.
2. **CALL TO ORDER CITY COUNCIL / SUCCESSOR AGENCY / STANTON HOUSING AUTHORITY MEETING**

The meetings were called to order at 5:31 p.m. by Mayor / Chairman Donahue.

3. **PLEDGE OF ALLEGIANCE**

Led by Ms. Bing Courtney, Accounting Manager.

4. **ROLL CALL**

Present: Council/Agency/Authority Member Ethans, Council/Agency/Authority Member Ramirez, Council/Agency/Authority Member Shawver, Mayor Pro Tem/Vice Chairperson Warren, and Mayor/Chairman Donahue.

Absent: None.

Excused: None.

5. **SPECIAL PRESENTATIONS AND AWARDS**

- 5A. The City Council presented a Certificate of Recognition honoring Ms. Mavis Ethans as the Cypress College Foundation Americana Awards, 2017 Citizen of the Year for the City of Stanton.

Mayor Donahue provided the audience with details regarding the City's inaugural recognition program honoring a Stanton Fire Fighter of the Year and Stanton Deputy of the Year.

- 5B. The City Council presented a Certificate of Recognition honoring the 2016 Stanton Fire Fighter of the Year, Captain Chuck Fedak, Orange County Fire Authority.
- 5C. The City Council presented a Certificate of Recognition honoring the 2016 Stanton Deputy of the Year, Deputy Jason Arellano, Orange County Sheriff's Department.
- 5D. The City Council presented a Certificate of Recognition, honoring Deputy S. Hammel, Orange County Sheriff's Department for his time served with the City of Stanton.

DRAFT

6. CONSENT CALENDAR

Motion/Second: Ethans/Ramirez
Motion unanimously carried by the following vote:

AYES: 5 (Donahue, Ethans, Ramirez, Shawver, and Warren)

NOES: None

ABSTAIN: None

ABSENT: None

The City Council/Agency Board/Authority Board approved the following Consent Calendar items:

CONSENT CALENDAR

6A. MOTION TO APPROVE THE READING BY TITLE OF ALL ORDINANCES AND RESOLUTIONS. SAID ORDINANCES AND RESOLUTIONS THAT APPEAR ON THE PUBLIC AGENDA SHALL BE READ BY TITLE ONLY AND FURTHER READING WAIVED

The City Council/Agency Board/Authority Board waived reading of Ordinances and Resolutions.

6B. APPROVAL OF WARRANTS

1. The City Council approved demand warrants dated November 17, 2016 and November 22, 2016 in the amount of \$267,572.38; and
2. Approved warrants dated December 1, 2016 in the amount of \$1,356,398.76.

6C. APPROVAL OF MINUTES

The City Council/Agency/Authority Board approved Minutes of Regular Joint Meeting – November 22, 2016.

DRAFT

6D. A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF STANTON, CALIFORNIA, RECITING THE FACT OF THE GENERAL MUNICIPAL ELECTION HELD ON NOVEMBER 8, 2016 DECLARING THE RESULT AND SUCH OTHER MATTERS AS PROVIDED BY LAW

The Investment Report as of October 31, 2016 has been prepared in accordance with the City's Investment Policy and California Government Code Section 53646.

1. The City Council finds that this item is not subject to California Environmental Quality Act ("CEQA") pursuant to Sections 15378(b)(5) (Organizational or administrative activities of governments that will not result in direct or indirect physical changes in the environment); and
2. Approved Resolution No. 2016-47 entitled:

"A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF STANTON, CALIFORNIA, RECITING THE FACT OF THE GENERAL MUNICIPAL ELECTION HELD ON NOVEMBER 8, 2016 DECLARING THE RESULT AND SUCH OTHER MATTERS AS PROVIDED BY LAW."

6E. ANNUAL AUDIT REPORTS FOR FISCAL YEAR 2015-16

Attached is the Comprehensive Annual Financial Report (CAFR) for the City of Stanton for the fiscal year ended June 30, 2016. This report includes all funds and entities that are within the control of the City. The independent firm of White Nelson Diehl Evans LLP, Certified Public Accountants and Consultants (WNDE), has conducted an independent audit of the financial statements of the City included in the CAFR and has issued an "unqualified" opinion thereon.

Also attached is the annual financial statements for the Successor Agency to the Stanton Redevelopment Agency (a private-purpose trust fund of the City of Stanton) as audited by WNDE.

Three additional reports and letters required by governmental auditing standards were issued by the auditors and are submitted herewith. All three cite no significant instances of noncompliance or other exceptions.

1. The City Council finds that these items are not subject to the California Environmental Quality Act ("CEQA") pursuant to Sections 15060(c)(2) (the activity will not result in a direct or reasonably foreseeable indirect physical change in the environment) and 15060(c)(3) (the activity is not a project as defined in Section 15378(b)(4) of the CEQA Guidelines, California Code of Regulations, Title 14, Chapter 3, because it has no potential for resulting in physical change to the environment, directly or indirectly); and
2. Received and filed the Comprehensive Annual Financial Report for fiscal year ended June 30, 2016, the Report on Internal Controls Over Financial Reporting and On

DRAFT

Compliance and Other Matters, the Auditor's Communication With Those Charged With Governance, and the Report on Agreed-Upon Procedures Applied to Appropriation Limit Worksheet for the Year Ended June 30, 2016.

3. The Successor Agency Board received and filed the Financial Statements for the Successor Agency to the Stanton Redevelopment Agency for the fiscal year ended June 30, 2016.

6F. AWARD OF A CONTRACT FOR BEACH BOULEVARD MEDIAN CONCRETE PAINTING BY THE CITY COUNCIL OF THE CITY OF STANTON, CALIFORNIA

The stamped concrete on the median on Beach Boulevard from City limit to City limit needs a repaint due to its aged appearance. This is recommended to be done now because of the current focus on beautifying Beach Boulevard and would be a quick and clearly-visible update to this road. Staff recommends the City Council award the contract for the proposed services to A.J. Fistes Corporation.

1. The City Council declared that the project is exempt from the California Environmental Quality Act ("CEQA") under Section 15301(c) – Existing highways and streets, sidewalks, gutters, bicycle and pedestrian trails, and similar facilities; and
2. Awarded a contract for the Beach Boulevard Median Concrete Painting to A.J. Fistes Corporation for the amount of \$50,700.00; and
3. Authorized the City Manager to bind the City of Stanton and A.J. Fistes Corporation in a contract for the Beach Boulevard Median Concrete Painting; and
4. Authorized the City Manager to approve contract changes, not to exceed 10-percent; and
5. Authorized to appropriate \$55,770.00 for the Beach Boulevard Median Concrete Painting Project by transferring budgeted funds from the Lighting and Median Maintenance Fund; and
6. Authorized Budget Adjustment #2017-09 to transfer from the fund balance account to the contractual services account 225-3530-608100.

DRAFT

6G. AWARD OF A PROFESSIONAL SERVICES AGREEMENT FOR THE DESIGN OF THE OVERLAY PROJECT, ALLEY RECONSTRUCTION AND CERRITOS AVENUE WIDENING TO TAIT & ASSOCIATES

The Overlay Project, Alley Reconstruction and Cerritos Avenue Widening projects will improve infrastructure throughout the City of Stanton. Staff recommends that the firm TAIT & Associates be retained for the design services of this project.

1. The City Council declared that the project is exempt from the California Environmental Quality Act ("CEQA") under Section 15301(c) – Existing highways and streets, sidewalks, gutters, bicycle and pedestrian trails, and similar facilities; and
2. Approved a Professional Services Agreement with TAIT & Associates for design support and development of plans for the Overlay Project, Alley Reconstruction and Cerritos Avenue Widening Design Project for the maximum contract sum of \$107,680; and
3. Authorized the City Manager to bind the City of Stanton and TAIT & Associates in a contract to provide these services.

END OF CONSENT CALENDAR

7. PUBLIC HEARINGS None.

8. UNFINISHED BUSINESS

8A. APPROVAL OF ORDINANCE NO. 1061

This Ordinance was introduced at the regular City Council meeting of November 22, 2016.

Staff report by Ms. Patricia A. Vazquez, City Clerk.

Motion/Second: Ethans/Shawver

ROLL CALL VOTE:	Council Member Ethans	AYE
	Council Member Ramirez	AYE
	Council Member Shawver	AYE
	Mayor Pro Tem Warren	AYE
	Mayor Donahue	AYE

Motion unanimously carried:

1. The City Clerk read the title of Ordinance No. 1061, entitled:

DRAFT

“AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF STANTON, CALIFORNIA REPEALING ORDINANCE NO. 1022 AND AMENDING DIVISION I OF TITLE 16 AND SECTIONS 17.08.010 AND 17.08.020 OF THE STANTON MUNICIPAL CODE PERTAINING TO THE 2016 EDITIONS OF THE CALIFORNIA BUILDING STANDARDS CODE, WITH AMENDMENTS THERETO, AND MAKING FINDINGS IN SUPPORT THEREOF”; and

2. The City Council finds that the project is not subject to CEQA in accordance with Section 15061(b)(3) as the activity is covered by the general rule that CEQA applies only to projects which have the potential for causing significant effect on the environment. Where it can be seen with certainty that there is no possibility that the activity in question may have a significant effect on the environment, the activity is not subject to CEQA; and
3. Adopted Ordinance No. 1061.

9. NEW BUSINESS

9A. SWEARING IN/SEATING NEW COUNCIL MEMBERS

Ms. Patricia A. Vazquez, City Clerk administered the Oaths of Office to the newly elected officials Mr. Alexander A. Ethans and Ms. Carol Warren.

10. ORAL COMMUNICATIONS – PUBLIC

None.

11. WRITTEN COMMUNICATIONS

None.

12. MAYOR/CHAIRMAN/COUNCIL/AGENCY/AUTHORITY INITIATED BUSINESS

12A. COMMITTEE REPORTS/COUNCIL/AGENCY/AUTHORITY ANNOUNCEMENTS

None.

12B. COUNCIL/AGENCY/AUTHORITY INITIATED ITEMS FOR A FUTURE COUNCIL MEETING

None.

DRAFT

12C. COUNCIL/AGENCY/AUTHORITY INITIATED ITEMS FOR A FUTURE STUDY SESSION

Currently Scheduled:

- January 24, 2017 (5:00 p.m.)
Public Safety / Marijuana Regulation Update and Education (Orange County Sheriff's Department).
- February 14, 2017 (4:00 p.m.)
Tina / Pacific Development Project Update and Discussion.

Requested:

- Mayor Warren requested to schedule a study session to discuss the City's cyber security and what methods are currently in place.

12D. REORGANIZATION OF CITY COUNCIL

Annually the City Council elects a Mayor and Mayor Pro Tem.

The City Clerk opened nominations for Mayor.

Council Member Shawver nominated Mayor Pro Tem Carol Warren for the office of Mayor.

The City Clerk closed nominations for Mayor.

Motion/Second: Shawver/Ramirez

Motion unanimously carried by the following vote:

AYES: 5 (Donahue, Ethans, Ramirez, Shawver, Warren)

NOES: None

ABSTAIN: None

ABSENT: None

Mayor Pro Tem Carol Warren was unanimously elected Mayor.

DRAFT

Mayor Pro Tem Nominations:

The City Clerk opened nominations for Mayor Pro Tem.

Mayor Warren nominated Council Member David J. Shawver for the office of Mayor Pro Tem.

The City Clerk closed nominations for Mayor Pro Tem.

Motion/Second: Warren/Ramirez

Motion unanimously carried by the following vote:

AYES: 5 (Donahue, Ethans, Ramirez, Shawver, Warren)

NOES: None

ABSTAIN: None

ABSENT: None

Council Member David J. Shawver was unanimously elected Mayor Pro Tem.

12E. RECOGNITION OF OUTGOING MAYOR

- Mayor Warren presented Council Member Donahue with a mayor's plaque of appreciation from the City of Stanton.
- Members of the City Council expressed their gratitude to outgoing Mayor Brian Donahue for his efforts throughout the year.

13. ITEMS FROM CITY ATTORNEY/AGENCY COUNSEL/AUTHORITY COUNSEL

City Attorney Matthew E. Richardson expressed his gratitude to outgoing Mayor Brian Donahue.

14. ITEMS FROM CITY MANAGER/EXECUTIVE DIRECTOR

- City Manager James A. Box expressed his gratitude to outgoing Mayor Brian Donahue.
- City Manager James A. Box wished the City Council a Happy Holiday Season.

DRAFT

14A. ORANGE COUNTY SHERIFF'S DEPARTMENT

At this time the Orange County Sheriff's Department will provide the City Council with an update on their current operations.

- Lieutenant Sean A. Howell provided the City Council with an update on their current operations.
- Division Chief Dave Steffen announced that the Orange County Fire Authority is currently hosting their Sparks of Love Toy Drive and provided the City Council with further details on the toy drive operations.

15. ADJOURNMENT Motion/Second: Warren Motion carried at 5:56 p.m.

MAYOR/CHAIRMAN

ATTEST:

CITY CLERK/SECRETARY

CITY OF STANTON

REPORT TO CITY COUNCIL

TO: Honorable Mayor and Members of the City Council

DATE: January 10, 2017

SUBJECT: MAYOR'S APPOINTMENTS OF COUNCIL MEMBERS AS REPRESENTATIVES TO VARIOUS BOARDS, COMMISSIONS, COMMITTEES AND AGENCIES

REPORT IN BRIEF:

Traditionally, Council Members have been appointed by the Mayor to serve on numerous outside committees, boards, commissions and agencies. Each appointee is responsible for representing the City and voting on behalf of the City Council. The Mayor has conducted a review and has selected appointees, as detailed in Attachment 1. With the exception of the Orange County Fire Authority ("OCFA") appointment, which is required to be made by Resolution, the Mayor may otherwise make appointments to each committee, board, commission or agency by nomination and Minute Order confirmation. In addition, the Fair Political Practices Commission ("FPPC") regulations require the adoption and posting of Form 806, Agency Report of Public Official Appointments, in order for individual Council Members to participate in a City Council vote that would result in him or her serving in a position that provides compensation of \$250 or more in any 12-month period.

RECOMMENDED ACTION:

1. City Council confirm the Mayor's appointments; and
2. Approve Fair Political Practices Commission Form 806 and authorize the City Clerk to post the form on the City's website.

BACKGROUND:

At the first meeting of the year, the Mayor traditionally reviews the list of Council Members designated on the submitted Mayor's Appointments list. Historically, at the first meeting of the year, the City Council has confirmed the existing memberships through reappointments or made new appointments, and has also added or deleted board, commission, committee, and agency memberships, as appropriate. Based on changes to the FPPC Regulation 18705.5 (Materiality Standard: Economic Interest in Personal Finances) a public official may participate in a Council vote that would result in him or her serving in a position that provides compensation in the form of stipends, reimbursement or direct payment of \$250 or more in any 12-month period. The revised

regulation specifies, however, that the body making such an appointment(s) must adopt and post a list of the appointments on its website. In May 2012, the FPPC adopted Form 806 to accomplish the required posting.

ANALYSIS/JUSTIFICATION:

The "Mayor's Appointments of Council Members as Representatives to Various Agencies List" (Attachment A) documents the various committees and boards to which the Mayor proposes to appoint Council Members. In previous years, the Mayor has reviewed the list prior to the first meeting of the new year, and any changes, additions, or deletions to any of the appointments are made by Minute Order.

FISCAL IMPACT:

There is minimal fiscal impact associated with the recommended action.

ENVIRONMENTAL IMPACT:

None.

LEGAL REVIEW:

None.

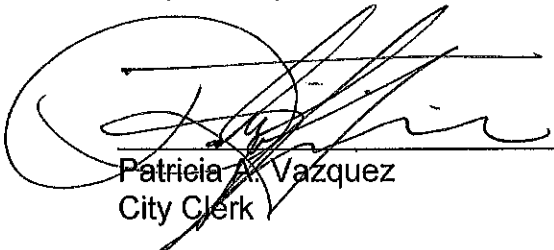
PUBLIC NOTIFICATION:

Through the regular agenda process.

STRATEGIC PLAN OBJECTIVE ADDRESSED:

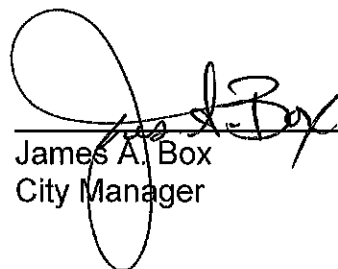
6. Maintain and Promote a Responsive, High Quality and Transparent Government

Prepared by:



Patricia A. Vazquez
City Clerk

Approved by:



James A. Box
City Manager

Attachments:

- A. Mayor's Appointments of Council Members as Representatives to Various Agencies List
- B. Draft FPPC Form 806

CITY OF STANTON

MAYOR'S APPOINTMENTS OF COUNCIL MEMBERS AS REPRESENTATIVES TO VARIOUS AGENCIES

1. Transportation Growth Management Area Group No. 2

Delegate: Rigoberto A. Ramirez
Alternate: Al Ethans

2. Stanton Business Alliance

Delegate: Rigoberto A. Ramirez
Alternate: Al Ethans

3. Santa Ana River Flood Protection Agency

Delegate: Al Ethans
Alternate: Rigoberto A. Ramirez

4. West Orange County Cities Association (formerly Mayors Group)

Delegate: Rigoberto A. Ramirez
Alternate: Brian Donahue

5. City of Stanton Contractual Services Committee

Representative: Brian Donahue
Representative: Carol Warren

6. City of Stanton Development Committee

Representative: Rigoberto A. Ramirez
Representative: David Shawver

7. Orange County Emergency Management Organization (OCEMO) Executive Committee

Delegate: Al Ethans
Alternate: Carol Warren

8. Orange County Library Advisory Board

Delegate: Rigoberto A. Ramirez
Alternate: Brian Donahue

9. TIP – Trauma Intervention Program

Delegate: Carol Warren

10. Stanton Community Foundation

Delegate: Brian Donahue
Alternate: Rigoberto A. Ramirez

11. Stanton Collaborative

Delegate: Al Ethans
Alternate: Rigoberto A. Ramirez

12. Legislative Affairs Committee of West Orange County (LACWOC)

Delegate 1: David J. Shawver
Delegate 2: Al Ethans

13. Orange County Vector Control District

Delegate: Al Ethans
Alternate: None (OCVCD does not recognize alternates)

14. Orange County Sanitation District No. 3

Delegate: David J. Shawver
Alternate: Carol Warren

15. Public Cable Television Authority

Delegate 1: David J. Shawver
Delegate 2: Carol Warren

Note:

The Mayor of each incorporated city within the county is the member of the League of California Cities and the Association of California Cities Orange County, City Selection Committee; and

Per City Council Resolution No. 2012-02 the representatives for the Orange County Fire Authority are as follows:

- *Delegate: David J. Shawver*
- *Alternate: Carol Warren*

**Agency Report of:
Public Official Appointments**

A Public Document

1. Agency Name City of Stanton <hr/> Division, Department, or Region (If Applicable) City Council <hr/> Designated Agency Contact (Name, Title) Patricia A. Vazquez, City Clerk <hr/> Area Code/Phone Number E-mail 714-379-9222 ext. 245 pvazquez@ci.stanton.ca.us		<div style="border: 2px solid black; padding: 5px; background-color: black; color: white; font-weight: bold; font-size: 1.2em;"> California Form 806 </div> <div style="border: 1px solid black; padding: 2px; font-size: 0.8em;"> For Official Use Only </div> <div style="border: 1px solid black; padding: 5px; margin-top: 10px;"> Date Posted: DRAFT-2017 <small>(Month, Day, Year)</small> </div>
Page <u>1</u> of <u>1</u>		

2. Appointments

Agency Boards and Commissions	Name of Appointed Person	Appt Date and Length of Term	Per Meeting/Annual Salary/Stipend
Orange County Fire Authority	▶ Name <u>Shawver, David J.</u> <small>(Last, First)</small> Alternate, if any <u>Warren, Carol</u> <small>(Last, First)</small>	▶ <u>01 / 10 / 17</u> <small>Appt Date</small> ▶ <u>1 Year</u> <small>Length of Term</small>	▶ Per Meeting: \$ <u>100.00</u> ▶ Estimated Annual: <input type="checkbox"/> \$0-\$1,000 <input type="checkbox"/> \$2,001-\$3,000 <input checked="" type="checkbox"/> \$1,001-\$2,000 <input type="checkbox"/> Other
Orange County Vector Control District	▶ Name <u>Ethans, Al</u> <small>(Last, First)</small> Alternate, if any <u>None</u> <small>(Last, First)</small>	▶ <u>01 / 10 / 17</u> <small>Appt Date</small> ▶ <u>1 Year</u> <small>Length of Term</small>	▶ Per Meeting: \$ <u>100.00</u> ▶ Estimated Annual: <input type="checkbox"/> \$0-\$1,000 <input type="checkbox"/> \$2,001-\$3,000 <input checked="" type="checkbox"/> \$1,001-\$2,000 <input type="checkbox"/> Other
Orange County Sanitation District No. 3	▶ Name <u>Shawver, David J.</u> <small>(Last, First)</small> Alternate, if any <u>Warren, Carol</u> <small>(Last, First)</small>	▶ <u>01 / 10 / 17</u> <small>Appt Date</small> ▶ <u>1 Year</u> <small>Length of Term</small>	▶ Per Meeting: \$ <u>212.50</u> ▶ Estimated Annual: <input type="checkbox"/> \$0-\$1,000 <input checked="" type="checkbox"/> \$2,001-\$3,000 <input type="checkbox"/> \$1,001-\$2,000 <input type="checkbox"/> Other
Public Cable Television Authority	▶ Name <u>Shawver, David J.</u> <small>(Last, First)</small> Alternate, if any <u>Warren, Carol</u> <small>(Last, First)</small>	▶ <u>01 / 10 / 17</u> <small>Appt Date</small> ▶ <u>1 Year</u> <small>Length of Term</small>	▶ Per Meeting: \$ <u>100.00</u> ▶ Estimated Annual: <input type="checkbox"/> \$0-\$1,000 <input type="checkbox"/> \$2,001-\$3,000 <input checked="" type="checkbox"/> \$1,001-\$2,000 <input type="checkbox"/> Other

3. Verification

I have read and understand FPPC Regulation 18702.5. I have verified that the appointment and information identified above is true to the best of my information and belief.

Patricia A. Vazquez	City Clerk	
<small>Signature of Agency Head or Designee</small>	<small>Print Name</small>	<small>Title</small>
		<small>(Month, Day, Year)</small>

Comment: _____

CITY OF STANTON

REPORT TO CITY COUNCIL

TO: Honorable Mayor and City Council

DATE: January 10, 2017

SUBJECT: PROCLAMATION DECLARING JANUARY 2017 AS BUSINESS APPRECIATION MONTH

REPORT IN BRIEF:

As part of an effort to recognize and celebrate the contributions local businesses make in the City, the proposed proclamation would declare the month of January 2017 as Business Appreciation Month.

RECOMMENDED ACTION:

1. Declare that the project is exempt from the California Environmental Quality Act ("CEQA") under Section 15061(b)(3) as the activity is covered by the general rule that CEQA applies only to projects which have the potential for causing significant effect on the environment. Where it can be seen with certainty that there is no possibility that the activity in question may have a significant effect on the environment, the activity is not subject to CEQA.
2. City Council approve the Proclamation declaring January 2017 as Business Appreciation Month.

BACKGROUND:

The business community is a critical component of the City's economic health. The business community provides residents with diverse employment opportunities and a broad and stable tax base to support public services, infrastructure and a high quality of life. The City actively engages businesses that are located within city limits or that are interested in relocating or starting up their business in Stanton.

ANALYSIS/JUSTIFICATION:

The attached proclamation would provide an opportunity for the City of Stanton and its residents to recognize and honor the Stanton Business Community.

FISCAL IMPACT:

None.

ENVIRONMENTAL IMPACT:

In accordance with the requirements of the CEQA, this project has been determined to be exempt under Section 15061(b)(3).

PUBLIC NOTIFICATION:

Through the regular agenda posting process.

STRATEGIC PLAN OBJECTIVE ADDRESSED:

2 – Provide a strong local economy.

Prepared By:



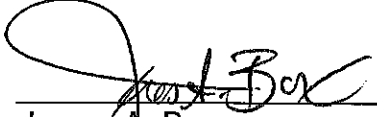
Afshin Atapour
Planning Specialist

Reviewed by:



Kelly Haft
Community Development
Director

Approved by:



James A. Box
City Manager

Attachment:

A. Proclamation



BUSINESS APPRECIATION MONTH JANUARY, 2017

WHEREAS, the City of Stanton recognizes the contributions of local businesses to the economic strength and overall character of the City; and

WHEREAS, the business community of the City of Stanton is crucial to the City's economic health; and,

WHEREAS, through the variety of products and services offered, Stanton businesses continue to drive the City towards solidifying its reputation as a leading location for conducting business; and

WHEREAS, the revenue generated by the business community allows the City to provide services that positively affect the quality of life for its residents; and,

WHEREAS, the jobs created by the business community support the quality of life that Stanton residents enjoy; and,

WHEREAS, the business community provides valuable support that fosters and encourages public-private partnerships through organizations such as the Stanton Business Alliance, the North Orange County Chamber of Commerce, SCORE, and others; and,

WHEREAS, the City values its existing business community and commits to making every effort to retain that strong economic base; and,

WHEREAS, the City of Stanton is committed to continuing development of a supportive business climate which encourages local investment, job growth and community involvement; and,

WHEREAS, the City of Stanton recognizes and appreciates the dedication, innovation and entrepreneurial spirit displayed by local businesses; and,

WHEREAS, Business Appreciation Month provides an opportunity for the City of Stanton and its residents to recognize and celebrate the contributions local businesses make in our community.

NOW THEREFORE, BE IT PROCLAIMED that I, Carol Warren, Mayor of the City of Stanton, do hereby declare the month of January, 2017 to be **BUSINESS APPRECIATION MONTH** throughout the City of Stanton and I encourage the citizens of this community to join with me in celebrating the richness, diversity, and success of our business community.

IN WITNESS WHEREOF, I HAVE HEREUNTO SET MY HAND
AND CAUSED TO BE AFFIXED THE SEAL OF THE CITY OF
STANTON THIS 10TH DAY OF JANUARY, 2017

MAYOR

CITY OF STANTON

REPORT TO THE CITY COUNCIL

TO: Honorable Mayor and City Council

DATE: January 10, 2016

SUBJECT: NOVEMBER 2016 INVESTMENT REPORT

REPORT IN BRIEF:

The Investment Report as of November 30, 2016 has been prepared in accordance with the City's Investment Policy and California Government Code Section 53646.

RECOMMENDED ACTION:

1. City Council find that this item is not subject to California Environmental Quality Act ("CEQA") pursuant to Sections 15378(b)(5) (Organizational or administrative activities of governments that will not result in direct or indirect physical changes in the environment); and
2. Receive and file the Investment Report for the month of November 2016.

BACKGROUND:

The attached reports summarize the City investments and deposit balances as of November 2016. A summary of the City's investments and deposits is included as Attachment A. The details of the City's investments are shown in Attachment B. The City's cash and investment balances by fund type are presented in Attachment C.

ANALYSIS:

The City's investment in the State Treasurer's Local Agency Investment Fund (LAIF) continues to be available on demand. The effective yield on LAIF for the month of November 2016 was 0.68%. The City's other investments are shown on Attachment B and have a weighted investment yield of 1.33%. Including LAIF, the Tina Pacific Depository account and the City's deposit in the Bank of the West money market account, the weighted investment yield of the portfolio is 0.65%, which is similar to the benchmark LAIF return of 0.68%.

The weighted average maturity of the City's investments at November 30, 2016 is 968 days. Including LAIF, the Tina Pacific depository account and a money market account,

it is 202 days. LAIF's average maturity at November 30, 2016 was approximately 167 days.

The City was able to approximate the LAIF benchmark return, through Chandler Asset Management's diversification of the portfolio and pushing the weighted average maturity to more than quadruple the LAIF average maturity.

FISCAL IMPACT:

All deposits and investments have been made in accordance with the City's 2016-17 Investment Policy. The portfolio will allow the City to meet its expenditure requirements for the next six months. Staff remains confident that the investment portfolio is currently positioned to remain secure and sufficiently liquid.

Chandler Asset Management controls the City's \$9.3 million investment portfolio. City staff continues to have control over investments in LAIF and the Bank of the West Money Market Account.

ENVIRONMENTAL IMPACT:

None

LEGAL REVIEW:

None.

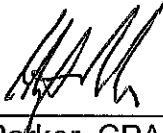
PUBLIC NOTIFICATION:

Through the agenda posting process.

STRATEGIC PLAN OBJECTIVE ADDRESSED

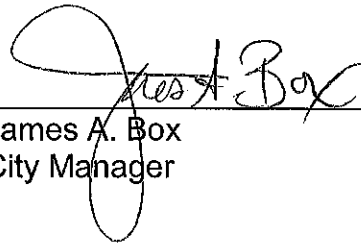
4. Ensure Fiscal Stability and Efficiency in Governance

Prepared by:



Stephen M. Parker, CPA
Administrative Services Director/Treasurer

Approved:



James A. Box
City Manager

Attachments:

- A. Investments and Deposits
- B. Investment Detail
- C. Cash and Investment Balances by Fund Type

CITY OF STANTON, CA
INVESTMENTS AND DEPOSITS
November 30, 2016

Investment Type	Issuer	Date of Maturity	Interest Rate	Par Value	Cost	% of Total	Market Value	Market Value Source
State Pool (LAIF) - City portion ¹	State of California	On Demand	0.678%	\$ 22,050,379	\$ 18,583,277	66.17%	\$ 18,588,964	LAIF
Investments ²	Various	Various	Various	\$ 9,395,631	9,499,166	33.83%	9,349,900	US Bank
Subtotal - Investments					\$ 28,082,443	100.00%	\$ 27,938,864	
Demand Deposits/Main Checking - City portion	Bank of the West	On Demand	N/A	N/A	\$ (5,732,494)		\$ (5,732,494)	Bank of the West
Money Market Account	Bank of the West	On Demand	0.29%	\$ 5,780,918	5,780,918		5,780,918	Bank of the West
Imprest Accts & Petty Cash	Bank of the West	On Demand	N/A	N/A	71,044		71,044	Bank of the West
Tina Pacific Depository Agreement	US Bank	On Demand	0.02%	\$ 5,264,618	5,264,618		5,264,618	
Subtotal - Deposits					\$ 5,384,086		\$ 5,384,086	

Total Cash Investments and Deposits ³

202	0.65%
Weighted Average Maturity (days)	Weighted Average Yield

\$ 33,466,529

\$ 33,322,950

¹ Par Value amount represents entire LAIF balance, including City and Successor Agency portions

² Cost amount includes \$68,785 adjustment made to City's books at 6/30/16 to adjust portfolio to market value, per GASB 31

³ Weighted average maturity and yield calculations include LAIF, Investments and Money Market Account

NOTES:

The City's portfolio is in compliance with the City's 2016-17 Investment Policy.

The portfolio will allow the City to meet its expenditure requirements for the next six months.

**CITY OF STANTON
INVESTMENTS
November 2016**

Attachment B

Investment Type/ Broker	Institution	CUSIP Number	Purchase Yield	Coupon Rate	Purchase Price	Date Purchased	Date of Maturity	Next Call Date (NC=noncallable)	Par Value	Purchase Amount	Current Market Value	Percent of Portfolio	Maximum Percent
State Treasurer's Pool	Local Agency Investment Fund (LAIF)		0.68%				12/1/2016	NC	22,050,379	18,555,084	18,588,964	43.12%	100%
Cash Equivalents													
Chandler Asset Management	First American Government Obligation	31846V203							126,135	126,135	126,135	0.29%	100%
Negotiable Certificates of Deposit:													
First Empire Securities	CD - Goldman Sachs Bank	38143ARY3	1.85%	1.850%	100	05/09/12	05/09/17	NC	97,000	97,000	97,534		
First Empire Securities	CD - Discover Bank	254671A17	1.75%	1.750%	100	05/09/12	05/09/17	NC	100,000	100,000	100,550		
Multi-Bank Securities	CD - Sallie Mae Bank	795450P18	1.60%	1.600%	100	10/01/12	09/19/17	NC	100,000	100,000	100,828		
Multi-Bank Securities	CD - American Express	02587DL08	1.55%	1.550%	100	10/04/12	10/04/17	NC	248,000	248,000	250,001		
Time Value Investments	CD - HSBC	40431G3Q0	0.75%	Variable	100	10/26/12	10/26/17	NC	248,000	248,000	244,959		
First Empire Securities	CD - Everbank	29976DPY0	1.10%	1.100%	100	11/30/12	11/30/17	NC	248,000	248,000	248,739		
									1,041,000	1,041,000	1,042,651	2.42%	30%
U.S. Government Agency Securities:													
Chandler Asset Management	FHLB	3130AQRJ2	1.65%	2.375%	103,068	11/23/15	12/13/19	NC	200,000	205,688	205,034		
Chandler Asset Management	FHLB	31337B2M2	1.16%	1.500%	101,226	02/01/16	03/05/19	NC	185,000	186,930	185,912		
Chandler Asset Management	FFCB	3133EGCA1	1.06%	1.060%	100,001	10/25/16	06/03/19	NC	200,000	200,010	198,158		
Chandler Asset Management	FHLB	3130A7CV5	1.46%	1.375%	99,769	02/17/16	02/18/21	NC	210,000	209,166	206,474		
Chandler Asset Management	FHLB	313382K69	1.53%	1.700%	101,716	03/23/16	03/12/21	NC	190,000	192,005	189,436		
Chandler Asset Management	FHLB	3130A80S5	1.28%	1.125%	98,048	08/09/16	07/14/21	NC	190,000	188,596	183,937		
Chandler Asset Management	FHLB	3130A7PV1	1.33%	1.375%	98,786	04/12/16	04/05/21	NC	200,000	200,432	195,126		
Chandler Asset Management	FHLB	3137EADK2	1.57%	1.250%	98,94	06/18/15	08/01/19	NC	180,000	177,745	179,248		
Chandler Asset Management	FHLB	3137EADK2	1.57%	1.250%	98,94	06/18/15	08/01/19	NC	200,000	198,988	192,716		
Chandler Asset Management	FHLB	3137EADK2	1.24%	1.125%	98,96	08/12/15	10/02/19	NC	190,000	188,394	188,993		
Chandler Asset Management	FHLB	3137EADK2	1.25%	1.250%	99,15	08/12/15	10/02/19	NC	190,000	188,394	188,993		
Chandler Asset Management	FNMA	3135G0E58	1.20%	1.125%	100,42	8/30/2015	10/19/2018	NC	185,000	195,014	194,840		
Chandler Asset Management	FNMA	3135G0G72	1.17%	1.125%	99,39	10/30/2015	12/14/2018	NC	195,000	194,709	194,800		
Chandler Asset Management	FNMA	3135G0G72	1.31%	1.375%	100,01	4/12/2016	2/28/2021	NC	200,000	200,630	196,512		
Chandler Asset Management	FNMA	3135G0K69	1.23%	1.250%	98,75	8/15/2016	5/6/2021	NC	200,000	200,168	195,150		
Chandler Asset Management	FNMA	3135G0075	1.27%	1.500%	100,90	2/24/2016	6/22/2020	NC	200,000	201,962	199,302		
Chandler Asset Management	FNMA	3130A3UQ5	1.49%	1.875%	102,18	2/1/2016	12/11/2020	NC	185,000	188,349	186,001		
Chandler Asset Management	FNMA	3135G0F73	1.50%	1.500%	100,36	1/20/2016	11/30/2020	NC	190,000	190,035	188,507		
Chandler Asset Management	FNMA	3135G0H55	1.50%	1.875%	102,11	1/20/2016	12/28/2020	NC	190,000	193,386	190,906		
									3,500,000	3,512,125	3,469,852	8.16%	100%
US Treasury													
Chandler Asset Management	US Treasury	912828A59	0.58%	0.625%	100,12	05/29/14	12/15/16	NC	165,000	165,025	165,025		
Chandler Asset Management	US Treasury	912828C73	0.71%	0.875%	100,47	05/29/14	04/15/17	NC	190,000	190,885	190,243		
Chandler Asset Management	US Treasury	912828VA5	1.28%	1.125%	99,86	02/01/16	04/30/20	NC	100,000	98,356	98,629		
Chandler Asset Management	US Treasury	912828N89	1.21%	1.375%	100,65	02/24/16	01/31/21	NC	200,000	201,555	197,024		
Chandler Asset Management	US Treasury	912828JVO	1.68%	1.125%	97,75	12/22/15	03/31/20	NC	200,000	195,907	197,500		
Chandler Asset Management	US Treasury	912828VV9	1.76%	2.125%	101,61	12/22/15	08/31/20	NC	200,000	203,790	203,462		
Chandler Asset Management	US Treasury	912828W00	1.78%	1.750%	99,84	12/22/15	10/31/20	NC	200,000	200,282	200,584		
Chandler Asset Management	US Treasury	912828TH3	1.19%	0.875%	98,89	09/29/15	07/31/19	NC	190,000	187,789	187,796		
Chandler Asset Management	US Treasury	912828JB4	1.37%	1.000%	98,48	10/29/15	11/30/19	NC	110,000	108,402	108,724		
Chandler Asset Management	US Treasury	912828ST8	1.25%	1.250%	100,16	05/28/15	04/30/19	NC	160,000	160,007	160,037		
Chandler Asset Management	US Treasury	912828L65	1.36%	1.375%	100,84	03/23/16	09/30/20	NC	190,000	190,080	187,937		
									1,905,000	1,903,263	1,896,970	4.42%	100%

**CITY OF STANTON
INVESTMENTS
November 2016**

Attachment B

Investment Type/ Broker	Institution	CUSIP Number	Purchase Yield	Coupon Rate	Purchase Price	Date Purchased	Date of Maturity	Next Call Date (NC=noncallable)	Par Value	Purchase Amount	Current Market Value	Percent of Portfolio	Maximum Percent
Medium-Term Corporate Notes:													
Chandler Asset Management	John Deere Capital Corp Note	24422ERL5	1.11%	2.000%	102.61	01/15/14	01/13/17	NC	150,000	153,909	150,188		
Chandler Asset Management	Wells Fargo Corp Note	949748FD7	1.25%	2.100%	102.67	01/24/14	05/08/17	NC	150,000	154,005	150,576		
Chandler Asset Management	Bank of Tokyo Mitsubishi NY Discount Cf	065388Q63	1.05%	1.030%	98.63	10/26/2016	3/6/2017	NC	190,000	189,498	189,498		
Chandler Asset Management	US Bancorp MTN	911591HDS	1.16%	1.650%	101.58	02/03/14	05/15/17	4/15/2017	150,000	152,369	150,320		
Chandler Asset Management	Qualcomm Inc	747525AG8	1.45%	1.400%	99.87	05/28/15	05/18/18	NC	135,000	134,787	134,861		
Chandler Asset Management	Oracle Corp	68369XAX3	1.28%	2.250%	103.16	08/11/16	10/08/19	NC	125,000	128,489	128,489		
Chandler Asset Management	Apple Inc	037833B02	1.71%	1.010%	100.87	02/16/16	02/22/19	NC	115,000	114,980	115,280		
Chandler Asset Management	Berkshire Hathaway	084664CK5	1.33%	1.300%	99.96	08/08/16	08/15/19	NC	55,000	54,947	54,264		
Chandler Asset Management	Berkshire Hathaway	084670BQ0	1.54%	2.200%	102.76	08/16/16	03/15/21	2/15/2021	100,000	102,896	99,857		
Chandler Asset Management	Praxair Inc	74005PBH6	1.21%	1.250%	100.08	10/03/16	11/07/18	NC	125,000	125,100	124,325		
Chandler Asset Management	Visa Inc	92826CAB8	1.49%	2.200%	102.56	09/01/16	12/14/20	NC	150,000	154,404	150,143		
Chandler Asset Management	Microsoft Corp	594918BP8	1.58%	1.550%	99.87	08/08/16	07/08/21	7/8/2021	85,000	84,899	82,379		
Chandler Asset Management	Paccar Financial Corp	68371RN44	1.68%	1.650%	99.59	08/11/16	08/11/21	NC	125,000	124,810	120,620		
Chandler Asset Management	Exxon Mobil Corp	30231GAV4	2.18%	2.222%	101.77	02/29/16	03/01/21	2/1/2021	125,000	126,465	124,691		
Chandler Asset Management	JP Morgan Note	48126EAA5	1.63%	2.000%	101.28	01/24/14	08/15/17	NC	150,000	151,925	150,677		
Chandler Asset Management	Bank of New York	064061CU1	1.85%	2.200%	100.56	02/01/16	05/15/19	4/15/2019	115,000	116,290	115,789		
									2,045,000	2,069,822	2,039,965	4.81%	30%
Asset-Backed Securities:													
Chandler Asset Management	Toyota Auto Receivables 2015A	89233WAC2	1.44%	1.12%	99.99	03/04/15	02/15/19	NC	73,963	73,952	73,948		
Chandler Asset Management	Toyota Auto Receivables Owner 2016-D	89231LAB3	1.07%	1.06%	99.99	10/04/16	05/15/19	NC	80,000	79,994	79,918		
Chandler Asset Management	Toyota Motor Credit Corp	89236TDE2	1.45%	1.40%	99.88	05/17/16	05/20/19	NC	125,000	124,825	123,589		
Chandler Asset Management	Nissan Auto Receivables	65478WAB1	1.08%	1.07%	99.89	08/02/16	05/15/19	NC	60,000	59,998	59,907		
Chandler Asset Management	State St Corp	85747TAV5	1.99%	1.95%	99.49	05/23/16	05/19/21	NC	125,000	124,784	122,548		
Chandler Asset Management	Toyota Auto Receivables Owner 2015-C	89231TAB6	0.93%	0.92%	99.99	08/26/15	02/15/18	NC	16,148	16,145	16,143		
Chandler Asset Management	Honda Auto Receivables	43813NAC0	1.05%	1.04%	100.01	05/13/15	02/21/19	NC	101,519	101,504	101,484		
Chandler Asset Management	Honda Auto Receivables	43814NAB1	1.02%	1.01%	99.88	02/16/16	06/18/18	NC	66,284	66,278	66,267		
Chandler Asset Management	Honda Auto Receivables 2014A	89231MAC9	0.68%	0.67%	99.98	03/11/14	12/15/17	NC	12,252	12,250	12,247		
Chandler Asset Management	John Deere Owner Trust	47787VAC5	0.93%	0.92%	99.98	04/02/14	04/16/18	NC	30,872	30,867	30,857		
Chandler Asset Management	Honda Auto Receivables	43814HAC2	0.89%	0.88%	99.98	08/20/14	06/15/18	NC	33,116	33,109	33,097		
Chandler Asset Management	John Deere Owner Trust	47787TAD6	1.07%	99.98%	99.78	09/03/14	11/15/18	NC	52,342	52,330	52,341		
									778,496	778,036	774,326	1.81%	10%

Subtotal Investments
Prior Year Adjustment GASB 31
Investments Held With US Bank

LAIF
Total Investments
Depository Acct
Money Market Acct

Total Money Market, LAIF Depository Account and Investments

1.33%
Weighted
Average
Yield

968
days
WAM

0.65%
Weighted
Average
Yield

202
days
WAM

11/1/2016
11/1/2016

CITY OF STANTON
CASH AND INVESTMENT BALANCES BY FUND TYPE
November 30, 2016

Fund Type	Cash and Investments	Totals
General Fund:		
Pooled	\$ (1,386,085)	
Other Accounts *	20,615,746	\$ 19,229,661
Special Revenue, Capital Projects and Enterprise Funds:		
Gas Tax	1,683,150	
Measure M	1,260,438	
Fire Emergency Services	(120,463)	
Lighting & Median Maint.	1,718,640	
Sewer Maintenance	3,183,375	
Other	4,612,492	12,337,633
Internal Service Funds		1,218,526
Trust Funds		680,710
Total Cash and Investment Balances		\$ 33,466,529

* Money Market, Imprest Accounts, Petty Cash and Investments

CITY OF STANTON

REPORT TO THE SUCCESSOR AGENCY TO THE STANTON REDEVELOPMENT AGENCY

TO: Honorable Chair and Members of the Successor Agency

DATE: January 10, 2016

SUBJECT: NOVEMBER 2016 INVESTMENT REPORT (SUCCESSOR AGENCY)

REPORT IN BRIEF:

The Investment Report as of November 30, 2016 has been prepared in accordance with the City's Investment Policy and California Government Code Section 53646.

RECOMMENDED ACTION:

1. Successor Agency find that this item is not subject to California Environmental Quality Act ("CEQA") pursuant to Sections 15378(b)(5) (Organizational or administrative activities of governments that will not result in direct or indirect physical changes in the environment); and
2. Receive and file the Investment Report for the month of November 2016.

BACKGROUND:

The attached reports summarize the Successor Agency investments and deposit balances as of November 2016. A summary of the Agency's investments and deposits is included as Attachment A. The Agency's cash balances by fund are presented in Attachment B.

ANALYSIS:

The Agency's investment in the State Treasurer's Local Agency Investment Fund (LAIF) continues to be available on demand. The effective yield on LAIF for the month of November 2016 was 0.68%.

The Agency recently cleared out all investments of reserve funds so that the Tax Allocation Bonds for 2011A and B as well as a portion of the 2010 series could be refunded in December. The Agency's investments are shown on Attachment A and have a weighted investment yield of 0.23%, because so much of the portfolio is liquid, which is well below the benchmark LAIF return of 0.68%.

Successor Agency
Agenda Item # SA

96

With a completely liquid portfolio, the weighted average maturity of the Agency's investments at November 30, 2016 is 1 day. LAIF's average maturity at November 30, 2016 is approximately 167 days.

FISCAL IMPACT:

All deposits and investments have been made in accordance with the City's 2016-17 Investment Policy.

The portfolio will allow the Agency to meet its expenditure requirements for the next six months.

ENVIRONMENTAL IMPACT:

None

LEGAL REVIEW:

None.


PUBLIC NOTIFICATION:

Through the agenda posting process.

STRATEGIC PLAN OBJECTIVE ADDRESSED:

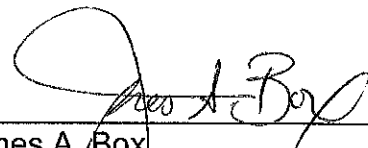
4. Ensure Fiscal Stability and Efficiency in Governance

Prepared by:



Stephen M. Parker, CPA
Administrative Services Director/Treasurer

Approved by:



James A. Box
Executive Director

Attachments:

- A. Investments and Deposits
- B. Cash Balances by Fund

**SUCCESSOR AGENCY TO THE STANTON REDEVELOPMENT AGENCY
INVESTMENTS AND DEPOSITS
November 30, 2016**

Investment Type	Institution	Issuer/ Broker	Date of Maturity	Interest Rate	Par Value	Cost	Market Value	MV Source
State Treasurer's Pool - SA portion	Local Agency Investment Fund (LAIF)	State of California	On Demand	0.68%	\$ 3,467,102	\$ 3,467,102	\$ 3,468,049	LAIF
Imprest Account - SA portion	Bank of the West	Bank of the West	On Demand	N/A	(1,069,518)	(1,069,518)	(1,069,518)	Bank of the West
Clawback - Demand Deposits/Money Market Account	Bank of the West Money Market	Bank of the West	On Demand	0.29%	9,138,692	9,138,692	9,138,692	Bank of the West

Total Cash Investments and Deposits

\$ 11,536,276 \$ 11,537,223

Bond Funds Held by Trustees:

Investment Type	Institution	Issuer/ Broker	CUSIP Number	Date of Maturity	Interest Rate	Par Value	Cost	Market Value	MV Source
2010 Tax Allocation Bonds (Tax-Exempt)									
Principal									
Cash Equivalent	US Bank Money Market	US Bank	9AMMF05B2	On Demand	0.02%	\$880,003.84	\$880,003.84	\$880,003.84	US Bank
Interest									
Cash Equivalent	US Bank Money Market	US Bank	9AMMF05B2	On Demand	0.02%	\$520,171.75	\$520,171.75	\$520,171.75	US Bank
Special Fund									
Cash Equivalent	US Bank Money Market	US Bank	9AMMF05B2	On Demand	0.02%	\$2.27	\$2.27	\$2.27	US Bank
Reserve Account:									
Cash Equivalent	US Bank Money Market	US Bank	9AMMF05B2	On Demand	0.02%	\$1,570,960.63	\$1,570,960.63	\$1,570,960.63	US Bank

Total 2010 Tax Allocation Bonds (Tax-Exempt)

\$2,971,138 \$2,971,138

Investment Type	Institution	Issuer/ Broker	CUSIP Number	Date of Maturity	Interest Rate	Par Value	Cost	Market Value	MV Source
2011 Tax Allocation Bonds - Series A (Taxable)									
Principal:									
Cash Equivalent	US Bank Money Market	US Bank	9AMMF05B2	On Demand	0.02%	\$260,001.07	\$260,001.07	\$260,001.07	US Bank
Interest Fund:									
Cash Equivalent	US Bank Money Market	US Bank	9AMMF05B2	On Demand	0.02%	\$644,438.43	\$644,438.43	\$644,438.43	US Bank
Reserve Fund:									
Cash Equivalent	US Bank Money Market	US Bank	9AMMF05B2	On Demand	0.02%	\$1,482,646.58	\$1,482,646.58	\$1,482,646.58	US Bank
Project Account:									
Cash Equivalent	US Bank Money Market	US Bank	9AMMF05B2	On Demand	0.02%	\$0.01	\$0.01	\$0.01	US Bank
DS Fund									
Cash Equivalent	US Bank Money Market	US Bank	9AMMF05B2	On Demand	0.02%	\$8.39	\$8.39	\$8.39	US Bank

Total 2011 Tax Allocation Bonds - Series A (Taxable) \$2,387,094 \$2,387,094

Investment Type	Institution	Issuer/ Broker	CUSIP Number	Date of Maturity	Interest Rate	Par Value	Cost	Market Value	MV Source
2011 Tax Allocation Bonds - Series B (Taxable)									
Principal:									
Cash Equivalent	US Bank Money Market	US Bank	9AMMF05B2	On Demand	0.02%	\$310,001.10	\$310,001.10	\$310,001.10	US Bank
Interest Fund:									
Cash Equivalent	US Bank Money Market	US Bank	9AMMF05B2	On Demand	0.02%	\$517,530.99	\$517,530.99	\$517,530.99	US Bank
Special Fund:									
Cash Equivalent	US Bank Money Market	US Bank	9AMMF05B2	On Demand	0.02%	\$11.31	\$11.31	\$11.31	US Bank
Bond Reserve Fund:									
Cash Equivalent	US Bank Money Market	US Bank	9AMMF05B2	On Demand	0.02%	\$1,698,514.63	\$1,698,514.63	\$1,698,514.63	US Bank
Redevelopment Account:									
Cash Equivalent	US Bank Money Market	US Bank	9AMMF05B2	On Demand	0.02%	\$710,000.35	\$710,000.35	\$710,000.35	US Bank

Total 2011 Tax Allocation Bonds - Series B (Taxable) \$ 3,236,058 \$ 3,236,058

Investment Type	Institution	Issuer/ Broker	CUSIP Number	Date of Maturity	Interest Rate	Par Value	Cost	Market Value	MV Source
2016 Series A and B									
Debt Service Fund									
Cash Equivalents	US Bank Money Market	US Bank	9AMMF05B2	On Demand	0.02%	261.92	261.92	261.92	US Bank
Interest Fund:									
Principle Account	US Bank Money Market	US Bank	9AMMF05B2	On Demand	0.02%	\$225,000	\$ 225,000	225,000.00	US Bank
Cash Equivalent	US Bank Money Market	US Bank	9AMMF05B2	On Demand	0.02%	\$547,460.53	\$547,460.53	\$547,460.53	US Bank

Total 2016 Series A and B

\$ 772,722 \$ 772,722

Total Bond Fund Investments and Deposits (3)

\$9,367,014	\$9,367,014
-------------	-------------

Notes:

- (1) - There have been no exceptions to the Investment Policy.
- (2) - The Successor Agency is able to meet its expenditure requirements for the next six months.
- (3) - Restricted Bond Funds are held by the fiscal agent.

SUCCESSOR AGENCY TO THE STANTON REDEVELOPMENT AGENCY

POOLED CASH BALANCES BY FUND TYPE
November 30, 2016

Fund	Cash Balance
710 Project 2000 Debt Service Fund	-
711 Redevelopment Debt Service Fund	-
712 Redevelopment Obligation Retirement Fund	2,473,578
720 Low and Moderate Income Housing Fund	-
721 Housing Successor Fund	-
730 Community Redevelopment Administration Fund	-
731 Successor Agency Admin Fund	(76,093)
740 Redevelopment Project Fund	-
741 Successor Agency Project Fund	100
741 Cash DDR Clawback	9,138,692

TOTAL CASH BALANCE

\$ 11,536,276

CITY OF STANTON

REPORT TO THE SUCCESSOR AGENCY TO THE STANTON REDEVELOPMENT AGENCY

TO: Honorable Chair and Members of the Successor Agency

DATE: January 10, 2017

**SUBJECT: APPROVING AND ADOPTING THE RECOGNIZED OBLIGATIONS
PAYMENT SCHEDULE (ROPS) 17-18 AND THE ADMINISTRATIVE
BUDGET PURSUANT TO SECTIONS 34177(I) AND 34177(j) OF
CALIFORNIA HEALTH & SAFETY CODE FOR THE PERIOD OF JULY
2017 THROUGH JUNE 2018**

REPORT IN BRIEF:

This report summarizes the obligations of the Successor Agency under AB X1 26, AB 1484 and SB 107 to draft Recognized Obligation Payment Schedules (ROPS) and corresponding administrative budgets. Staff recommends the Successor Agency adopt the attached resolution approving ROPS 17-18 and the Successor Agency's administrative budget for the period July 2017 through June 2018.

RECOMMENDED ACTION:

1. Find that this item is not subject to California Environmental Quality Act ("CEQA") pursuant to Sections 15060(c)(2) (the activity will not result in a director reasonably foreseeable indirect physical change in the environment) and 15060 (c)(3) (the activity is not a project as defined in Section 15378 of the CEQA Guidelines, California Code of Regulations, Title 14, Chapter 3, because it has no potential for resulting in physical change to the environment, directly or indirectly).
2. Adopt Resolution No. SA 2017-01 to approve the Recognized Obligation Payment Schedule (ROPS) No. 17-18 and the administrative budget for the period July 1, 2017 through June 30, 2018.

BACKGROUND:

Upon dissolution of the Stanton Redevelopment Agency on February 1, 2012 pursuant to AB X1 26, the City Council took action to have the City of Stanton act as Successor Agency to the Stanton Redevelopment Agency. The Successor Agency is considered a separate legal entity from the City. Pursuant to Health and Safety Code Section 34177, successor agencies are required to prepare Recognized Obligation Payment Schedules

(ROPS) that list enforceable obligations prior to each six-month fiscal period. The Successor Agency previously prepared ROPS for the six-month fiscal periods beginning January 1, 2012 through June 30, 2012 ("ROPS I") through to the most recent six month period beginning January 1, 2017 through June 30, 2017 ("ROPS 16-17B").

Under AB X1 26, the Successor Agency may receive an administrative cost allowance of the greater of \$250,000 annually or three percent of the property tax allocated to the Successor Agency, based upon an approved administrative budget that justifies the allocation of the administrative cost allowance. The amounts of property taxes that are allocated to the Successor Agency are based on an approved ROPS during each six-month period. The administrative cost allowance is included as an enforceable obligation on the ROPS.

ANALYSIS/JUSTIFICATION:

Senate Bill 107, signed on September 22, 2015, provides that the ROPS for both six month periods in each fiscal year must be approved by the Oversight Board and submitted to the Department of Finance no later than February 1 each year.

The administrative budget has been prepared so that the Administrative Cost Allowance payments authorized under the ROPS 17-18 will reimburse the City for a portion of its costs associated with carrying out Successor Agency responsibilities, including administration, completion of projects, compliance and financial reporting, to the extent such amounts do not exceed the statutory limit of the greater of \$250,000 or 3% of the Successor Agency enforceable obligations in Fiscal Year 2017-18.

Following Successor Agency approval of ROPS 17-18, staff will forward the ROPS and administrative budget to the County Auditor-Controller, the County Administrative Officer, and the Department of Finance for review, simultaneously with presenting them to the Oversight Board for approval. The Oversight Board will review ROPS 17-18 at their regularly scheduled January 12, 2017 meeting. Copies of ROPS 17-18, following approval by the Oversight Board, will be sent to the County Auditor-Controller, the State Controller's Office and the Department of Finance by the February 1, 2017 deadline and will be posted on the Successor Agency's website.

On June 2, 2017 and January 2, 2018, the County Auditor-Controller is responsible for remitting property taxes to the Successor Agency for payment of the enforceable obligations listed on the approved ROPS 17-18A and 17-18B, respectively.

FISCAL IMPACT:

ROPS 17-18 sets forth the Successor Agency's existing financial obligations and administrative costs for the period July 1, 2017 to June 30, 2018. There are no immediate fiscal impacts associated with the adoption of the resolution approving ROPS 17-18 and the administrative budget for the 2017-18 fiscal year.

ENVIRONMENTAL IMPACT:

Not applicable.

LEGAL REVIEW:

The City Attorney has reviewed this report and the attached resolutions on behalf of the Successor Agency.

PUBLIC NOTIFICATION:

Through the normal agenda process.

STRATEGIC PLAN OBJECTIVE ADDRESSED:


4. Ensure Fiscal Stability and Efficiency in Governance

Prepared by:



Stephen M. Parker, CPA
Administrative Services Director

Approved by:



James A. Box
Executive Director

Attachment:

1. Resolution No. SA 2017-01
2. Exhibit A - Recognized Obligation Payment Schedule (ROPS 17-18) (July 2017 – June 2018)

RESOLUTION NO. SA 2017-01

A RESOLUTION OF THE BOARD OF THE SUCCESSOR AGENCY TO THE STANTON REDEVELOPMENT AGENCY, APPROVING AND ADOPTING THE RECOGNIZED OBLIGATION PAYMENT SCHEDULE ("ROPS") 17-18 FOR THE PERIOD JULY 1, 2017 THROUGH JUNE 30, 2018 PURSUANT TO HEALTH AND SAFETY CODE, SECTIONS 34177(l) and 34177(o) AND THE ADMINISTRATIVE BUDGET, PURSUANT TO HEALTH AND SAFETY CODE, SECTION 34177(j)

WHEREAS, pursuant to Health and Safety Code, Section 34173(d), the City of Stanton elected to become the successor agency to the Stanton Redevelopment Agency ("Successor Agency") on January 10, 2012 and the Successor Agency is a separate legal entity from the City of Stanton; and

WHEREAS, Health and Safety Code, Section 34177(o)(1) requires the Successor Agency to prepare an annual recognized obligation payment schedule ("ROPS") covering the period from July 1, 2017 through June 30, 2018 and submit it to the oversight board for approval; and

WHEREAS, Health and Safety Code, Section 34177(l)(2), requires the Successor Agency to submit the ROPS to the Successor Agency's oversight board for its approval, and simultaneously, the Successor Agency is required to submit a copy of the draft ROPS ("Draft ROPS") to the Orange County Auditor-Controller, the Orange County Administrative Officer, and the State of California Department of Finance, and once approved by the oversight board ("Approved ROPS"), to post the Approved ROPS on the Successor Agency's website and submit the Approved ROPS to the State of California Department of Finance, State Controller's Office and the Orange County Auditor-Controller; and

WHEREAS, Health and Safety Code, Section 34177(j), as modified by Section 34177(o) as added by Senate Bill 107, requires the Successor Agency to prepare a proposed administrative budget for each six-month period covering the period from July 1, 2017 through June 30, 2018 and submit it to the oversight board for approval; and

WHEREAS, pursuant to Health and Safety Code, Section 34177(k), upon approval of the administrative budget by the oversight board, the Successor Agency is required to provide administrative cost estimates, from the approved administrative budgets, that are to be paid from property tax revenue deposited in the Redevelopment Property Tax Trust Fund to the Orange County Auditor-Controller for each six-month period covered by the administrative budget; and

WHEREAS, all other legal prerequisites to the adoption of this Resolution have occurred.

NOW THEREFORE, THE SUCCESSOR AGENCY TO THE STANTON REDEVELOPMENT AGENCY, DOES HEREBY RESOLVE, DETERMINE, FIND AND ORDER AS FOLLOWS:

SECTION 1. Recitals. The Recitals set forth above are true and correct and are incorporated into this Resolution by this reference.

SECTION 2. Approval of the ROPS. The Successor Agency hereby approves and adopts ROPS 17-18, for the period July 1, 2017 through June 30, 2018, in substantially the form attached to this Resolution as Exhibit A, as required by Health and Safety Code, Section 34177.

SECTION 3. Transmittal of the ROPS. The Administrative Services Director is hereby authorized to take all actions necessary under the Dissolution Act to post ROPS 17-18 on the Successor Agency website, transmit ROPS 17-18 to the Auditor-Controller and the County Administrator of the County of Orange and the State Department of Finance (the "DOF"), submit ROPS 17-18 to the oversight board, and to take any other actions necessary to ensure the approval and validity of ROPS 17-18 and the validity of any enforceable obligation approved by the Successor Agency in this Resolution. In addition, the Successor Agency authorizes and directs the Successor Agency staff to make such non-substantive revisions to the ROPS 17-18 as may be necessary to submit ROPS 17-18 in any modified form required by the Oversight Board or DOF, and ROPS 17-18 as so modified shall thereupon constitute the ROPS 17-18 as approved by the Successor Agency pursuant to this Resolution.

SECTION 4. Approval of Proposed Administrative Budget. The Successor Agency hereby approves and adopts the proposed administrative budget, covering the period from July 1, 2017 through June 30, 2018 as follows, as required by Health and Safety Code, Section 34177.

SUCCESSOR AGENCY PERSONNEL

731-6100-501110	Salaries-Regular	88,715
731-6100-502100	Retirement	11,870
731-6100-502105	Workers Comp Insurance	1,423
731-6100-502110	Health/Life Insurance	8,703
731-6100-502115	Unemployment Insurance	304
731-6100-502120	Medicare/Fica	<u>1,479</u>
	Total Personnel Services	112,494

OTHER ADMINISTRATIVE COSTS

731-6100-612115	Liability Insurance	3,042
731-6100-612125	Employee Benefits	14,068
731-6100-612200	Allocated Costs	57,506
731-6100-608105	Professional Services (Audit Services)	20,000
731-6100-608105	Professional Services (Legal Services - SA Projects)	22,890
731-6100-608105	Professional Services (Code Enforcement Prosecutions)	<u>20,000</u>
Total Other Administrative Costs		<u>137,506</u>

Total Administrative Budget **250,000**

SECTION 5. Transmittal of Proposed Administrative Budget. The City of Stanton Administrative Services Director is hereby authorized and directed to take any action necessary to carry out the purposes of this Resolution and comply with applicable law regarding the proposed administrative budget, including submitting the proposed administrative budget to the Successor Agency's oversight board; and upon oversight board approval of the administrative budget, the provision of administrative cost estimates, from the approved administrative budget, that are to be paid from property tax revenues deposited in the Redevelopment Property Tax Trust Fund to the Orange County Auditor-Controller, and to make any non-substantive changes to the administrative budget required by the Oversight Board, the County or DOF.

SECTION 6. Certification. The Clerk shall certify to the adoption of this Resolution on behalf of the Successor Agency.

SECTION 7. Effective Date. This Resolution shall become effective immediately upon its adoption.

PASSED, APPROVED, AND ADOPTED at a regular meeting of the Successor Agency to the Stanton Redevelopment Agency, held on this 10th day of January, 2017.

CAROL WARREN, CHAIRMAN

APPROVED AS TO FORM:

MATTHEW E. RICHARDSON, AGENCY COUNSEL

ATTEST:

I, Patricia A. Vazquez, Agency Secretary of the City of Stanton, as Successor to Stanton Redevelopment Agency, Stanton, California, DO HEREBY CERTIFY that the foregoing Resolution, being Resolution No. SA 2017-01 has been duly signed by the Chairperson and attested by the Agency Secretary, all at a regular meeting of the City of Stanton, as Successor to Stanton Redevelopment Agency, held on January 10, 2017, and that the same was adopted, signed, and approved by the following vote to wit:

AYES: _____

NOES: _____

ABSENT: _____

ABSTAIN: _____

PATRICIA A. VAZQUEZ, AGENCY SECRETARY

Recognized Obligation Payment Schedule (ROPS 17-18) - Summary

Filed for the July 1, 2017 through June 30, 2018 Period

Successor Agency: Stanton
 County: Orange

Current Period Requested Funding for Enforceable Obligations (ROPS Detail)

		17-18A Total (July - December)	17-18B Total (January - June)	ROPS 17-18 Total
A	Enforceable Obligations Funded as Follows (B+C+D):	\$ 2,267,213	\$ -	\$ 2,267,213
B	Bond Proceeds	1,576	-	1,576
C	Reserve Balance	867,759	-	867,759
D	Other Funds	1,397,878	-	1,397,878
E	Redevelopment Property Tax Trust Fund (RPTTF) (F+G):	\$ 2,935,738	\$ 4,199,294	\$ 7,035,032
F	RPTTF	2,710,738	4,074,294	6,785,032
G	Administrative RPTTF	125,000	125,000	250,000
H	Current Period Enforceable Obligations (A+E):	\$ 5,102,951	\$ 4,199,294	\$ 9,302,245

Certification of Oversight Board Chairman:
 Pursuant to Section 34177 (c) of the Health and Safety code, I hereby
 certify that the above is a true and accurate Recognized Obligation
 Payment Schedule for the above named successor agency.

 Name Title
 /s/ _____
 Signature Date

Report Amounts in Whole Dollars)

1

Stanton Recognized Obligation Payment Schedule (ROPS 17-18) - ROPS Detail

July 1, 2017 through June 30, 2018

(Report Amounts in Whole Dollars)

(Report Amounts in Whole Dollars)																
A	B	C	D	E	F	G	H	I	J	K	L	M	N	O	P	Q
Item #	Project Name/Debt Obligation	Obligation Type	Contract/Agreement Execution Date	Contract/Agreement Termination Date	Payee	Description/Project Scope	Project Area	Total Outstanding Debt or Obligation	Refined	ROPS 17-18 Total	Fund Sources					17-18A Total
											Bond Proceeds	Reserve Balance	Other Funds	RPITF		
														Adm'n RPITF		
99	Rebate Consultant	Fees	7/1/2015	12/31/2040	BLX Group City of Stanton	Rebate Calculations Required for Rebate Calculations Required in 15-16A and 15-16B funded	Consolidated	\$ 138,301,502	N	\$ 9,302,245	\$ 1,576	\$ 887,759	\$ 1,397,878	\$ 2,710,738	\$ 125,000	\$ 5,102,951
99	Rebate Consultant	Fees	7/1/2015	12/31/2040	BLX Group City of Stanton	Rebate Calculations Required for Rebate Calculations Required in 15-16A and 15-16B funded	Consolidated	\$ 47,000	N	\$	\$					\$
100	Project Costs	Bond Funded Project - 2011	7/1/2015	8/30/2020	To be Determined	Bond Funded Project from 2011 Proceeds	Consolidated	\$ 3,214,769	N	\$						\$
101	Tax Allocation Refunding Parity Bonds, 2016 Series C	Refunding Bonds Issued After 8/27/12	12/15/2016	12/1/2040	US Bank	Partial Refinance 2010 Series A Bonds	Consolidated	\$ 20,409,237	N	\$ 823,100				580,725		\$ 580,725
102	Taxable Tax Allocation Refunding Parity Bonds, 2016 Series D	Refunding Bonds Issued After 8/27/12	12/15/2016	12/1/2040	US Bank	Refinance 2011 Series A Bonds and 2011 Series B Bonds	Consolidated	\$ 35,576,438	N	\$ 1,834,788			1,397,878			\$ 1,397,878
103	Subordinate Tax Allocation Refunding Bonds, 2016 Series A	Reserves	2/23/2016	12/1/2035	US Bank	Refinance 2005 Series B Bonds	Consolidated	\$ 165,000	N	\$ 165,000						\$
104	Subordinate Taxable Tax Allocation Refunding Bonds, 2016 Series B	Reserves	2/23/2016	12/1/2035	US Bank	Refinance 2005 Series A Bonds	Consolidated	\$ 320,000	N	\$ 320,000						\$
105	Tax Allocation Refunding Parity Bonds, 2016 Series C	Reserves	12/15/2016	12/1/2040	US Bank	Partial Refinance 2010 Series A Bonds	Consolidated	\$ 88,868	N	\$ 88,868						\$
106	Taxable Tax Allocation Refunding Parity Bonds, 2016 Series D	Reserves	12/15/2016	12/1/2040	US Bank	Refinance 2011 Series A Bonds and 2011 Series B Bonds	Consolidated	\$ 1,551,308	N	\$ 1,551,308						\$

Stanton Recognized Obligation Payment Schedule (ROPS 17-18) - ROPS Detail

July 1, 2017 through June 30, 2018

Report Amounts in Whole Dollars)

A	B	C	D	E	F	G	H	I	J	K	R	S	T	U	V	W
Item #	Project Name/Debt Obligation	Obligation Type	Contract/Agreement Execution Date	Contract/Agreement Termination Date	Payee	Description/Project Scope	Project Area	Total Outstanding Debt or Obligation	Refined	ROPS 17-18 Total	Bond Proceeds	Reserve Balance	Other Funds	RPTF	Admin RPTF	17-18B Total
Fund Sources																
17-18B (January - June)																
1	Bond Payment 2003 Tax Allocation Bonds Series A	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated	\$ 138,301,502	Y	\$ 9,302,245	\$ 9,302,245	\$ 9,302,245	\$ 9,302,245	\$ 9,302,245	\$ 9,302,245	\$ 9,302,245
2	Bond Payment 2010 Tax Allocation Bonds Series B	Bonds Issued On or Before 1/23/10	10/28/2010	12/1/2040	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated	17,365,638	N	\$ 1,116,419				250,889		\$ 250,889
3	Bond Payment 2011 Housing Tax Allocation Bonds Series A	Bonds Issued After 1/23/10	3/1/2011	12/1/2040	US Bank	Debt Service on Bonds issued to fund housing projects	Consolidated		Y	\$						\$
4	Bond Payment 2011 Housing Tax Allocation Bonds Series B	Bonds Issued After 1/23/10	3/1/2011	12/1/2040	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
5	Bond Payment 2011 Housing Tax Allocation Bonds Series A	Bonds Issued After 1/23/10	3/1/2011	12/1/2040	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated	168,000	N	\$ 7,500				6,000		\$ 6,000
6	Bond Payment 2011 Housing Tax Allocation Bonds Series B	Bonds Issued After 1/23/10	3/1/2011	12/1/2040	Palazzo @ Renaissance Plaza Maintenance Assoc	Annual Maintenance	Consolidated	50,000	N	\$ 2,000				1,000		\$ 1,000
7	Palazzo @ Renaissance Plaza Properties - Shared Facilities Maintenance - Cost Allowance	Admin Costs	7/1/2016		City of Stanton	Administrative Cost Allowance	Consolidated	6,000,000	N	\$ 250,000					125,000	\$ 125,000
8	Palazzo @ Renaissance Plaza Properties - Shared Facilities Maintenance - Housing Obligation under HHS Code	Miscellaneous	7/1/2013		To be Determined	98 Required Units	Consolidated	1,300,000	N	\$						\$
9	Bond Payment 2010 Tax Allocation Bonds Series A	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
10	Bond Payment 2010 Tax Allocation Bonds Series B	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
11	Bond Payment 2010 Tax Allocation Bonds Series A	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated	650,658	N	\$ 650,658				650,658		\$ 650,658
12	Bond Payment 2010 Tax Allocation Bonds Series B	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
13	Bond Payment 2010 Tax Allocation Bonds Series A	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
14	Bond Payment 2010 Tax Allocation Bonds Series B	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
15	Bond Payment 2010 Tax Allocation Bonds Series A	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
16	Bond Payment 2010 Tax Allocation Bonds Series B	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
17	Bond Payment 2010 Tax Allocation Bonds Series A	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
18	Bond Payment 2010 Tax Allocation Bonds Series B	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
19	Bond Payment 2010 Tax Allocation Bonds Series A	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
20	Bond Payment 2010 Tax Allocation Bonds Series B	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
21	Bond Payment 2010 Tax Allocation Bonds Series A	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
22	Bond Payment 2010 Tax Allocation Bonds Series B	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
23	Bond Payment 2010 Tax Allocation Bonds Series A	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
24	Bond Payment 2010 Tax Allocation Bonds Series B	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
25	Bond Payment 2010 Tax Allocation Bonds Series A	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
26	Bond Payment 2010 Tax Allocation Bonds Series B	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
27	Bond Payment 2010 Tax Allocation Bonds Series A	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
28	Bond Payment 2010 Tax Allocation Bonds Series B	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
29	Bond Payment 2010 Tax Allocation Bonds Series A	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
30	Bond Payment 2010 Tax Allocation Bonds Series B	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
31	Bond Payment 2010 Tax Allocation Bonds Series A	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
32	Bond Payment 2010 Tax Allocation Bonds Series B	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
33	Bond Payment 2010 Tax Allocation Bonds Series A	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
34	Bond Payment 2010 Tax Allocation Bonds Series B	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
35	Bond Payment 2010 Tax Allocation Bonds Series A	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
36	Bond Payment 2010 Tax Allocation Bonds Series B	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
37	Bond Payment 2010 Tax Allocation Bonds Series A	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
38	Bond Payment 2010 Tax Allocation Bonds Series B	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
39	Bond Payment 2010 Tax Allocation Bonds Series A	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
40	Bond Payment 2010 Tax Allocation Bonds Series B	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
41	Bond Payment 2010 Tax Allocation Bonds Series A	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
42	Bond Payment 2010 Tax Allocation Bonds Series B	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
43	Bond Payment 2010 Tax Allocation Bonds Series A	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
44	Bond Payment 2010 Tax Allocation Bonds Series B	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
45	Bond Payment 2010 Tax Allocation Bonds Series A	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
46	Bond Payment 2010 Tax Allocation Bonds Series B	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
47	Bond Payment 2010 Tax Allocation Bonds Series A	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
48	Bond Payment 2010 Tax Allocation Bonds Series B	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
49	Bond Payment 2010 Tax Allocation Bonds Series A	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
50	Bond Payment 2010 Tax Allocation Bonds Series B	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
51	Bond Payment 2010 Tax Allocation Bonds Series A	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
52	Bond Payment 2010 Tax Allocation Bonds Series B	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
53	Bond Payment 2010 Tax Allocation Bonds Series A	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
54	Bond Payment 2010 Tax Allocation Bonds Series B	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
55	Bond Payment 2010 Tax Allocation Bonds Series A	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
56	Bond Payment 2010 Tax Allocation Bonds Series B	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
57	Bond Payment 2010 Tax Allocation Bonds Series A	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
58	Bond Payment 2010 Tax Allocation Bonds Series B	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
59	Bond Payment 2010 Tax Allocation Bonds Series A	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
60	Bond Payment 2010 Tax Allocation Bonds Series B	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
61	Bond Payment 2010 Tax Allocation Bonds Series A	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
62	Bond Payment 2010 Tax Allocation Bonds Series B	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
63	Bond Payment 2010 Tax Allocation Bonds Series A	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
64	Bond Payment 2010 Tax Allocation Bonds Series B	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
65	Bond Payment 2010 Tax Allocation Bonds Series A	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
66	Bond Payment 2010 Tax Allocation Bonds Series B	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
67	Bond Payment 2010 Tax Allocation Bonds Series A	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
68	Bond Payment 2010 Tax Allocation Bonds Series B	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
69	Bond Payment 2010 Tax Allocation Bonds Series A	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
70	Bond Payment 2010 Tax Allocation Bonds Series B	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
71	Bond Payment 2010 Tax Allocation Bonds Series A	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
72	Bond Payment 2010 Tax Allocation Bonds Series B	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
73	Bond Payment 2010 Tax Allocation Bonds Series A	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
74	Bond Payment 2010 Tax Allocation Bonds Series B	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
75	Bond Payment 2010 Tax Allocation Bonds Series A	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
76	Bond Payment 2010 Tax Allocation Bonds Series B	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
77	Bond Payment 2010 Tax Allocation Bonds Series A	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
78	Bond Payment 2010 Tax Allocation Bonds Series B	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
79	Bond Payment 2010 Tax Allocation Bonds Series A	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
80	Bond Payment 2010 Tax Allocation Bonds Series B	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
81	Bond Payment 2010 Tax Allocation Bonds Series A	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank	Debt Service on Bonds issued to fund non-housing projects	Consolidated		Y	\$						\$
82	Bond Payment 2010 Tax Allocation Bonds Series B	Bonds Issued On or Before 1/23/10	7/1/2003	12/1/2035	US Bank											

Stanton Recognized Obligation Payment Schedule (ROPS 17-18) - Report of Cash Balances
(Report Amounts in Whole Dollars)

Pursuant to Health and Safety Code section 34177 (l), Redevelopment Property Tax Trust Fund (RPTTF) may be listed as a source of payment on the ROPS, but only to the extent no other funding source is available or when payment from property tax revenues is required by an enforceable obligation. For tips on how to complete the Report of Cash Balances Form, see Cash Balance Tips Sheet.

or when payment from property tax revenues is required by an enforceable obligation. Turn ups on how to complete the report of cash balance information for 2016										
A	B	C	D	E	F	G	H	I		
Cash Balance Information by ROPS Period										
Fund Sources										
		Bond Proceeds		Reserve Balance		Other	RPTTF			
		Bonds issued on or before 12/31/10	Bonds Issued on or after 01/01/11	Prior ROPS period balances and DDR RPTTF balances retained	Prior ROPS RPTTF distributed as reserve for future period(s)	Rent, grants, interest, etc.	Non-Admin and Admin			
ROPS 15-16B Actuals (01/01/16 - 06/30/16)										
1	Beginning Available Cash Balance (Actual 01/01/16)	3,523,980	18,225,264	-	-	18,165	13,373			
2	Revenue/Income (Actual 06/30/16) RPTTF amounts should tie to the ROPS 15-16B distribution from the County Auditor-Controller during June 2016					20,740	5,583,071			
3	Expenditures for ROPS 15-16B Enforceable Obligations (Actual 06/30/16)					10,128	2,355,625			
4	Retention of Available Cash Balance (Actual 06/30/16) RPTTF amount retained should only include the amounts distributed as reserve for future period(s)					8,037	3,170,683			
5	ROPS 15-16B RPTTF Balances Remaining	No entry required								
6	Ending Actual Available Cash Balance C to G = (1 + 2 - 3 - 4), H = (1 + 2 - 3 - 4 - 5)	\$ 3,523,980	\$ 18,225,264	\$ -	\$ -	\$ 20,740	\$ 66,485			

Stanton Recognized Obligation Payment Schedule (ROPS 17-18) - Notes July 1, 2017 through June 30, 2018

[illegible]

CITY OF STANTON

REPORT TO CITY COUNCIL

TO: Honorable Mayor and Members of the City Council

DATE: January 10, 2017

SUBJECT: APPROVAL OF A CORPORATE RESOLUTION WITH FIRST EMPIRE SECURITIES INC.

REPORT IN BRIEF:

First Empire Securities Inc. ("First Empire") is an authorized provider of investment services for the City of Stanton. A corporate resolution form is required to be completed before investments may be purchased through First Empire. Resolution 2017-01 authorizes the City Manager or designee to certify the First Empire corporate resolution form.

RECOMMENDED ACTION:

1. That City Council find that these items are not subject to the California Environmental Quality Act ("CEQA") pursuant to Sections 15060(c)(2) (the activity will not result in a direct or reasonably foreseeable indirect physical change in the environment) and 15060(c)(3) (the activity is not a project as defined in Section 15378(b)(4) of the CEQA Guidelines, California Code of Regulations, Title 14, Chapter 3, because it has no potential for resulting in physical change to the environment, directly or indirectly).
2. That City Council adopt Resolution No. 2017-01 authorizing the City Manager or designee to sign Section II. Certification of the First Empire Corporate Resolution Form.

ANALYSIS/JUSTIFICATION:

The Administrative Services Director as Finance Director and City Treasurer is authorized to invest the City's surplus funds. First Empire has been authorized as an investment broker by the City through a process of due diligence. At this time, a Corporate Resolution Form is required to be completed before the City Treasurer is able to purchase investments through First Empire.

Resolution No. 2017-01 would authorize the City Manager or designee to sign Section

II. Certification of the First Empire Corporate Resolution Form.

FISCAL IMPACT:

There will be no fiscal impact. Investments with First Empire would be similar to those with other approved brokers.

ENVIRONMENTAL IMPACT:

Not applicable.

LEGAL REVIEW:

Reviewed and approved.

PUBLIC NOTIFICATION:

Through publication and posting of public hearing notices and the normal agenda process.

STRATEGIC PLAN OBJECTIVE ADDRESSED:

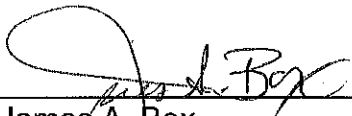
- 4. Ensure Fiscal Stability and Efficiency in Government

Prepared by:

Approved by:



Stephen M. Parker, CPA
Administrative Services Director



James A. Box
City Manager

Attachments:

- A. Resolution No. 2017-01 Approving a Corporate Resolution Form with First Empire Securities Inc.
Exhibit A: First Empire Securities Inc. Corporate Resolution Form

RESOLUTION NO. 2017-01

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF STANTON, CALIFORNIA, APPROVING A CORPORATE RESOLUTION FORM WITH FIRST-EMPIRE SECURITIES, INC.

WHEREAS, Pursuant to Stanton Municipal Code Section 2.20.090, the Stanton Administrative Services Director, as Finance Director, is authorized to invest the City's surplus funds with a goal of safeguarding the principal, meet the City's liquidity needs, and achieve a return on the funds; and

WHEREAS, Pursuant to Stanton Municipal Code Section 2.20.020 the City Council has appointed the Finance Director as City Treasurer; and

WHEREAS, the City Treasurer has authorized First Empire Securities, Inc ("First Empire") to provide investment services to the City by conducting a process of due diligence; and

WHEREAS, a corporate resolution is required to be completed to allow the City Treasurer to act on behalf of the City as it relates to investments purchased through First Empire.

NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF STANTON DOES RESOLVE, DECLARE, DETERMINE AND ORDER AS FOLLOWS:

SECTION 1. The City Council finds that the above recitations are true and correct and, accordingly, are incorporated as a material part of this Resolution.

SECTION 2. The City Council finds that this item is not subject to the California Environmental Quality Act ("CEQA") pursuant to Sections 15060(c)(2) (the activity will not result in a direct or reasonably foreseeable indirect physical change in the environment) and 15060(c)(3) (the activity is not a project as defined in Section 15378(b)(4) of the CEQA Guidelines, California Code of Regulations, Title 14, Chapter 3, because it has no potential for resulting in physical change to the environment, directly or indirectly).

SECTION 3. The City Council hereby authorizes the City Manager or his or her designee to sign the First Empire Corporate Resolution as attached as Exhibit A and incorporated herein by reference.

ADOPTED, SIGNED AND APPROVED this 10th day of January, 2017.

[Signatures on following page]

SIGNATURE PAGE TO RESOLUTION NO. 2017-01

CAROL WARREN, MAYOR

APPROVED AS TO FORM:

MATTHEW E. RICHARDSON, CITY ATTORNEY

ATTEST:

I, PATRICIA A. VAZQUEZ, City Clerk of the City of Stanton, California DO HEREBY CERTIFY that the foregoing Resolution, being Resolution No. 2017-01 has been duly signed by the Mayor and attested by the City Clerk, all at a regular meeting of the Stanton City Council, held on January 10, 2017, and that the same was adopted, signed and approved by the following vote to wit:

AYES: _____

NOES: _____

ABSENT: _____

ABSTAIN: _____

PATRICIA A. VAZQUEZ, CITY CLERK

Corporate Resolution

"Resolved, that each and any of the following individuals:

Name(s) of authorized person(s)	Title
Stephen Parker	Administrative Services Director

each of whom holds the office indicated, is authorized to act on behalf of the corporation to buy, sell, assign, loan, borrow, endorse for transfer, transfer and receive stocks, bonds, securities, money and other assets now or hereafter registered in the name of or held by or for the corporation."

I, the undersigned officer of the corporation identified below, hereby certify that the corporation is a corporation in good standing, incorporated in the state indicated below, and that the above-quoted resolution is a true and complete copy of a resolution duly adopted by its board of directors on the date indicated below, in full compliance with all the requirements of applicable law, articles of incorporation, bylaws and any other governing documents, and that the resolution has not been repealed or amended and remains in full force and effect.

Name of Corporation:

City of Stanton

State of Corporation:

California

Signature of Corporate or other Officer
Required

Patricia A. Vazquez

Printed Name of Corporate Secretary
or other Officer

01/10/17

Date

Must be signed by the Corporate Secretary or other officer. Person who signs here should not be one of those given authority by the resolution.

Corporate Seal: NONE
(If no seal, please write "NONE")

CITY OF STANTON

REPORT TO CITY COUNCIL

TO: Honorable Mayor and Members of the City Council

DATE: January 10, 2017

SUBJECT: APPROVAL OF CORPORATE RESOLUTION WITH CANTELLA CO. & INC.

REPORT IN BRIEF:

Cantella Co., & Inc. ("Cantella") is an authorized provider of investment services for the City of Stanton. A corporate resolution form is required to be completed before investments may be purchased through Cantella. Resolution 2017-02 authorizes the City Manager or designee to certify the Cantella corporate resolution form.

RECOMMENDED ACTION:

1. That City Council find that these items are not subject to the California Environmental Quality Act ("CEQA") pursuant to Sections 15060(c)(2) (the activity will not result in a direct or reasonably foreseeable indirect physical change in the environment) and 15060(c)(3) (the activity is not a project as defined in Section 15378(b)(4) of the CEQA Guidelines, California Code of Regulations, Title 14, Chapter 3, because it has no potential for resulting in physical change to the environment, directly or indirectly).
2. That City Council adopt Resolution No. 2017-02 authorizing the City Manager or designee to sign Section II. Certification of the Cantella Corporate Resolution Form.

ANALYSIS/JUSTIFICATION:

The Administrative Services Director as Finance Director and City Treasurer is authorized to invest the City's surplus funds. Cantella has been authorized as an investment broker by the City through a process of due diligence. At this time, a Corporate Resolution Form is required to be completed before the City Treasurer is able to purchase investments through Cantella.

Resolution No. 2017-02 would authorize the City Manager or designee to sign Section II. Certification of the Cantella Corporate Resolution Form.

FISCAL IMPACT:

There will be no fiscal impact. Investments with Cantella would be similar to those with other approved brokers.

ENVIRONMENTAL IMPACT:

Not applicable.

LEGAL REVIEW:

Reviewed and approved.

PUBLIC NOTIFICATION:

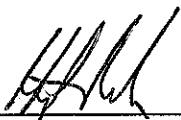
Through publication and posting of public hearing notices and the normal agenda process.

STRATEGIC PLAN OBJECTIVE ADDRESSED:

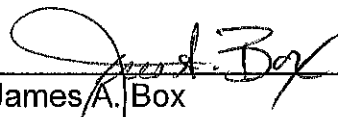
4. Ensure Fiscal Stability and Efficiency in Government

Prepared by:

Approved by:



Stephen M. Parker, CPA
Administrative Services Director



James A. Box
City Manager

Attachments:

- A. Resolution No. 2017-02 Approving a Corporate Resolution Form with Cantella Co., & Inc.

Exhibit A: Cantella Corporate Resolution Form

RESOLUTION NO. 2017-02

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF STANTON, CALIFORNIA, APPROVING A CORPORATE RESOLUTION FORM WITH CANTELLA CO., & INC.

WHEREAS, Pursuant to Stanton Municipal Code Section 2.20.090, the Stanton Administrative Services Director, as Finance Director, is authorized to invest the City's surplus funds with a goal of safeguarding the principal, meet the City's liquidity needs, and achieve a return on the funds; and

WHEREAS, Pursuant to Stanton Municipal Code Section 2.20.020 the City Council has appointed the Finance Director as City Treasurer; and

WHEREAS, the City Treasurer has authorized Cantella Co., & Inc. ("Cantella") to provide investment services to the City by conducting a process of due diligence; and

WHEREAS, a corporate resolution is required to be completed to allow the City Treasurer to act on behalf of the City as it relates to investments purchased through Cantella.

NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF STANTON DOES RESOLVE, DECLARE, DETERMINE AND ORDER AS FOLLOWS:

SECTION 1. The City Council finds that the above recitations are true and correct and, accordingly, are incorporated as a material part of this Resolution.

SECTION 2. The City Council finds that this item is not subject to the California Environmental Quality Act ("CEQA") pursuant to Sections 15060(c)(2) (the activity will not result in a direct or reasonably foreseeable indirect physical change in the environment) and 15060(c)(3) (the activity is not a project as defined in Section 15378(b)(4) of the CEQA Guidelines, California Code of Regulations, Title 14, Chapter 3, because it has no potential for resulting in physical change to the environment, directly or indirectly).

SECTION 3. The City Council hereby authorizes the City Manager or his or her designee to sign the Cantella Corporate Resolution as attached as Exhibit A and incorporated herein by reference.

ADOPTED, SIGNED AND APPROVED this 10th day of January, 2017.

[Signatures on following page]

SIGNATURE PAGE TO RESOLUTION NO. 2017-02

CAROL WARREN, MAYOR

APPROVED AS TO FORM:

MATTHEW E. RICHARDSON, CITY ATTORNEY

ATTEST:

I, PATRICIA A. VAZQUEZ, City Clerk of the City of Stanton, California DO HEREBY CERTIFY that the foregoing Resolution, being Resolution No. 2017-02 has been duly signed by the Mayor and attested by the City Clerk, all at a regular meeting of the Stanton City Council, held on January 10, 2017, and that the same was adopted, signed and approved by the following vote to wit:

AYES: _____

NOES: _____

ABSENT: _____

ABSTAIN: _____

PATRICIA A. VAZQUEZ, CITY CLERK

Corporate Resolution

"Resolved, that each and any of the following individuals:

Name(s) of authorized person(s)	Title
Stephen Parker	Administrative Services Director

each of whom holds the office indicated, is authorized to act on behalf of the corporation to buy, sell, assign, loan, borrow, endorse for transfer, transfer and receive stocks, bonds, securities, money and other assets now or hereafter registered in the name of or held by or for the corporation."

I, the undersigned officer of the corporation identified below, hereby certify that the corporation is a corporation in good standing, incorporated in the state indicated below, and that the above-quoted resolution is a true and complete copy of a resolution duly adopted by its board of directors on the date indicated below, in full compliance with all the requirements of applicable law, articles of incorporation, bylaws and any other governing documents, and that the resolution has not been repealed or amended and remains in full force and effect.

Name of Corporation:

City of Stanton

State of Corporation:

California

Signature of Corporate or other Officer
Required

Patricia A. Vazquez

Printed Name of Corporate Secretary
or other Officer

01/10/17

Date

Must be signed by the Corporate Secretary or other officer. Person who signs here should not be one of those given authority by the resolution.

Corporate Seal: NONE
(If no seal, please write "NONE")

CITY OF STANTON

REPORT TO CITY COUNCIL

TO: Honorable Mayor and Members of the City Council

DATE: January 10, 2017

SUBJECT: APPROVAL OF CORPORATE RESOLUTION WITH BANK OF THE WEST

REPORT IN BRIEF:

Bank of the West is an authorized provider of investment services for the City of Stanton. A corporate resolution form is required to be completed before investments may be purchased through Bank of the West. Resolution 2017-04 authorizes the City Manager or designee to certify the Bank of the West corporate resolution form.

RECOMMENDED ACTION:

1. That City Council find that these items are not subject to the California Environmental Quality Act ("CEQA") pursuant to Sections 15060(c)(2) (the activity will not result in a direct or reasonably foreseeable indirect physical change in the environment) and 15060(c)(3) (the activity is not a project as defined in Section 15378(b)(4) of the CEQA Guidelines, California Code of Regulations, Title 14, Chapter 3, because it has no potential for resulting in physical change to the environment, directly or indirectly).
2. That City Council adopt Resolution No. 2017-04 authorizing the City Manager or designee to sign Section II. Certification of the Bank of the West Corporate Resolution Form.

ANALYSIS/JUSTIFICATION:

The Administrative Services Director as Finance Director and City Treasurer is authorized to invest the City's surplus funds. Bank of the West has been authorized as an investment broker by the City through a process of due diligence. At this time, a Corporate Resolution Form is required to be completed before the City Treasurer is able to purchase investments through Bank of the West.

Resolution No. 2017-04 would authorize the City Manager or designee to sign Section II. Certification of the Bank of the West Corporate Resolution Form.

FISCAL IMPACT:

There will be no fiscal impact. Investments with Bank of the West would be similar to those with other approved brokers.

ENVIRONMENTAL IMPACT:

Not applicable.

LEGAL REVIEW:

Reviewed and approved.

PUBLIC NOTIFICATION:

Through publication and posting of public hearing notices and the normal agenda process.

STRATEGIC PLAN OBJECTIVE ADDRESSED:

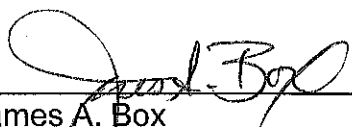
4. Ensure Fiscal Stability and Efficiency in Government

Prepared by:

Approved by:



Stephen M. Parker, CPA
Administrative Services Director



James A. Box
City Manager

Attachments:

- A. Resolution No. 2017-04 Approving a Corporate Resolution Form with Bank of the West
- Exhibit A: Bank of the West Corporate Resolution Form

RESOLUTION NO. 2017-04

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF STANTON, CALIFORNIA, APPROVING A CORPORATE RESOLUTION FORM WITH BANK OF THE WEST

WHEREAS, Pursuant to Stanton Municipal Code Section 2.20.090, the Stanton Administrative Services Director, as Finance Director, is authorized to invest the City's surplus funds with a goal of safeguarding the principal, meet the City's liquidity needs, and achieve a return on the funds; and

WHEREAS, Pursuant to Stanton Municipal Code Section 2.20.020 the City Council has appointed the Finance Director as City Treasurer; and

WHEREAS, the City Treasurer has authorized Bank of the West to provide investment services to the City by conducting a process of due diligence; and

WHEREAS, a corporate resolution is required to be completed to allow the City Treasurer to act on behalf of the City as it relates to investments purchased through Bank of the West.

NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF STANTON DOES RESOLVE, DECLARE, DETERMINE AND ORDER AS FOLLOWS:

SECTION 1. The City Council finds that the above recitations are true and correct and, accordingly, are incorporated as a material part of this Resolution.

SECTION 2. The City Council finds that this item is not subject to the California Environmental Quality Act ("CEQA") pursuant to Sections 15060(c)(2) (the activity will not result in a direct or reasonably foreseeable indirect physical change in the environment) and 15060(c)(3) (the activity is not a project as defined in Section 15378(b)(4) of the CEQA Guidelines, California Code of Regulations, Title 14, Chapter 3, because it has no potential for resulting in physical change to the environment, directly or indirectly).

SECTION 3. The City Council hereby authorizes the City Manager or his or her designee to sign the Bank of the West Corporate Resolution as attached as Exhibit A and incorporated herein by reference.

ADOPTED, SIGNED AND APPROVED this 10th day of January, 2017.

[Signatures on following page]

SIGNATURE PAGE TO RESOLUTION NO. 2017-04

CAROL WARREN, MAYOR

APPROVED AS TO FORM:

MATTHEW E. RICHARDSON, CITY ATTORNEY

ATTEST:

I, PATRICIA A. VAZQUEZ, City Clerk of the City of Stanton, California DO HEREBY CERTIFY that the foregoing Resolution, being Resolution No. 2017-04 has been duly signed by the Mayor and attested by the City Clerk, all at a regular meeting of the Stanton City Council, held on January 10, 2017, and that the same was adopted, signed and approved by the following vote to wit:

AYES: _____

NOES: _____

ABSENT: _____

ABSTAIN: _____

PATRICIA A. VAZQUEZ, CITY CLERK

Corporate Resolution

"Resolved, that each and any of the following individuals:

Name(s) of authorized person(s)	Title
Stephen Parker	Administrative Services Director

each of whom holds the office indicated, is authorized to act on behalf of the corporation to buy, sell, assign, loan, borrow, endorse for transfer, transfer and receive stocks, bonds, securities, money and other assets now or hereafter registered in the name of or held by or for the corporation."

I, the undersigned officer of the corporation identified below, hereby certify that the corporation is a corporation in good standing, incorporated in the state indicated below, and that the above-quoted resolution is a true and complete copy of a resolution duly adopted by its board of directors on the date indicated below, in full compliance with all the requirements of applicable law, articles of incorporation, bylaws and any other governing documents, and that the resolution has not been repealed or amended and remains in full force and effect.

Name of Corporation:

City of Stanton

State of Corporation:

California

Signature of Corporate or other Officer
Required

Patricia A. Vazquez

Printed Name of Corporate Secretary
or other Officer

01/10/17

Date

Must be signed by the Corporate Secretary or other officer. Person who signs here should not be one of those given authority by the resolution.

Corporate Seal: NONE
(If no seal, please write "NONE")

CITY OF STANTON

REPORT TO THE CITY COUNCIL

TO: Honorable Mayor and City Council Members

DATE: January 10, 2017

SUBJECT: COUNCIL APPOINTMENTS TO FILL TWO VACANCIES ON THE PARKS AND RECREATION COMMISSION FOR TERM COINCIDING WITH THE COUNCIL ELECTION

REPORT IN BRIEF:

The Council Member holding the seat corresponding to that numbered seat on the Parks and Recreation Commission shall be responsible for appointment of one Commissioner (who shall be a qualified elector of the City), with majority approval of the City Council. The terms of office shall coincide with the term of office of the Council Member or Mayor who made the appointment. Section 2.06.030 of the Stanton Municipal Code requires the submission of applications and interviews prior to appointment to any position. Section 2.06.030 also provides that the City Council, by majority vote, may waive to the requirement interview persons previously appointed by the City Council and who are requesting re-appointment to another term.

RECOMMENDED ACTION:

1. City Council find that this item is not subject to California Environmental Quality Act ("CEQA") pursuant to Sections 15378(b)(5)(Organizational or administrative activities of governments that will not result in direct or indirect physical changes in the environment); and
2. Conduct an interview with the applicants; and
3. Make appointments to fill seat #5 (Council Member Ethans) and seat #6 (Mayor's Appointment) on the Stanton Parks and Recreation Commission.

BACKGROUND AND ANALYSIS:

The Parks and Recreation Commission consists of seven members who meet once a month. The Parks and Recreation Commission acts in an advisory capacity to the City Council and City staff in matters pertaining to development/rehabilitation of parks and recreation facilities, recreation and youth services, senior citizen and human services, cultural arts services, neighborhood improvement, grants or other funding, and other matters as may be referred to the Commission by City Council from time to time.

FISCAL IMPACT:

The Parks and Recreation Commission shall consist of seven members serving in a non-paid and voluntary position.

ENVIRONMENTAL IMPACT:

Not applicable.

LEGAL REVIEW:

None.

PUBLIC NOTIFICATION:

Notification through the normal agenda process.

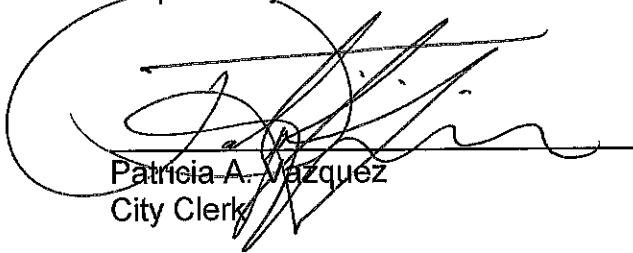
STRATEGIC PLAN OBJECTIVE ADDRESSED:

Objective1: Provide a save community.

Objective 5: Provide a high quality of life.

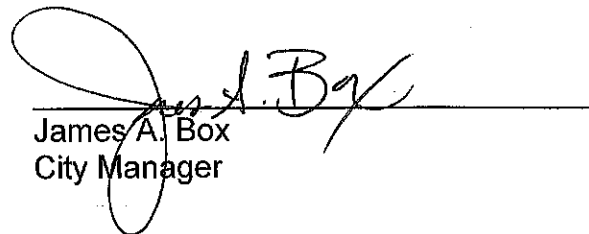
Objective 6: Maintain and promote a responsive, high quality and transparent government.

Prepared By:



Patricia A. Vazquez
City Clerk

Approved by:



James A. Box
City Manager

Attachment:

Commission Applications - Parks and Recreation

DEC - 1 2016 @10:28 am

CITY CLERK'S OFFICE



7800 Katella Avenue
Stanton, California 90680 (714) 379-9222

PARKS AND RECREATION COMMISSION APPLICATION

The City of Stanton requests information from community members who are interested in serving on a City Commission. This request does not constitute an appointment as such appointments are made by the City Council.

Please Note:

1. Information provided on this form is public information and is subject to disclosure and/or distribution; and
2. To qualify for an appointment, you must be a registered voter in the City of Stanton and you must reside within the City limits.

Name: ELLEN GRUN

Residence Address: [REDACTED]

Resident of Stanton Since: 2003

Home Phone: [REDACTED] Cell Phone: [REDACTED]

E-Mail: [REDACTED]

Registered Voter in the City of Stanton: ☒ YES ☐ NO

Commission Application

Previous Service on any Commission/Board: ☐ YES ☒ NO

If Yes, Which Commission: _____ When: _____

Are you available to attend evening meeting: ☒ YES ☐ NO

Do you presently contract any services or are you otherwise employed by the City:
☐ YES ☒ NO

If so, what is the nature of the contract or employment: _____

Please give a brief statement as to why you are interested in serving on the commission chosen and describe how your qualifications and skills would benefit the Commission:

*I want Stanton to be a great place to live.
I bring an urban, (New York City)
creative, (life-long artist)
and analytical (project manager & instructor at H.P.)
orientation to issues.*

Have you participated in any community service projects or civic activities? If yes, please list:

*Attended several Stanton events (Parks, & Community Talks)
Was active in defeating proposition 13.
Attended Stanton Citizens Academy
Volunteered as a poll observer with the
Election Integrity Project*

Please describe your educational background and list any professional or vocational licenses/certificates.

BA - Art History - U. of Michigan

MBA - UCLA

Other Interests of Study:

UCLA Extension - Landscape Architecture

Visual Arts: Watercolor, Collogage, Oriental Art

Certification:

I certify that the above information is true and correct, and I authorize the verification of the information in the application in the event I am a finalist for the appointment.

Signature

Date

11/30/16

INDIVIDUALS WITH DISABILITIES REQUIRING ANY ACCOMMODATION TO PARTICIPATE IN THE APPLICATION AND SELECTION PROCESS MUST INFORM THE CITY OF STANTON AT THE TIME THIS APPLICATION IS SUBMITTED. INDIVIDUALS NEEDING SUCH ACCOMMODATIONS MUST DOCUMENT THE NEED FOR SUCH ACCOMMODATION INCLUDING THE TYPE AND EXTENT OF ACCOMMODATIONS NEEDED TO COMPLETE THE APPLICATION FORM, PARTICIPATE IN THE SELECTION PROCESS OR PERFORM THE VOLUNTEER DUTIES/JOB FOR WHICH THEY ARE APPLYING.

NOV 30 2016

CITY CLERK'S OFFICE



7800 Katella Avenue
Stanton, California 90680 • (714) 379-9222

PARKS AND RECREATION COMMISSION APPLICATION

The City of Stanton requests information from community members who are interested in serving on a City Commission. This request does not constitute an appointment as such appointments are made by the City Council.

Please Note:

- 1. Information provided on this form is public information and is subject to disclosure and/or distribution; and*
- 2. To qualify for an appointment, you must be a registered voter in the City of Stanton and you must reside within the City limits.*

Name: GREG HIMES

Residence Address: [REDACTED]

Resident of Stanton Since: 1985

Home Phone: [REDACTED] Cell Phone:

E-Mail: [REDACTED]

Registered Voter in the City of Stanton: ☒ YES ☐ NO

Commission Application

Previous Service on any Commission/Board: ☐ YES ☒ NO

If Yes, Which Commission: _____ When: _____

Are you available to attend evening meeting: ☒ YES ☐ NO

Do you presently contract any services or are you otherwise employed by the City:
☐ YES ☒ NO

If so, what is the nature of the contract or employment: _____

Please give a brief statement as to why you are interested in serving on the commission chosen and describe how your qualifications and skills would benefit the Commission:

AS A YOUTH, I PARTICIPATED IN VARIOUS PROGRAMS RUN BY THE CITY
OF LYNWOOD'S RECREATION + PARKS DEPT. I WOULD LIKE TO HELP THIS CURRENT
CROP OF YOUTH TO HAVE THE SAME OPPORTUNITIES. I'VE BEEN A SYSTEMS
ANALYST /CONSULTANT FOR OVER 30 YEARS, AND ONE OWNER OF 2 BUSINESSES IN
STANTON SINCE 1990. I FEEL MY ANALYTICAL + ADMIN SKILLS WOULD BE AN ASSET TO
THE COMMISSION.

Have you participated in any community service projects or civic activities? If yes, please list:

VARIOUS STANTON EVENTS, POLL OBSERVER FOR THE ELECTION INTEGRITY PROJECT

Commission Application

Please describe your educational background and list any professional or vocational licenses/certificates.

VETERAN OF U.S. NAVY (1976-1980). STUDIED ~~FOR~~ COMPUTER SCIENCE AT
ORANGE COAST COLLEGE (1970s). VARIOUS R.O.P. PROGRAMS IN L.A. + ORANGE
COUNTIES. CERTIFIED^{IN} EMERGENCY MEDICAL TRAINING 1975, STUDIED
COMMERCIAL PHOTOGRAPHY AT GOLDEN WEST COLLEGE, ORANGE COAST COLLEGE
SCHOOL OF PHOTOGRAPHY.

Certification:

I certify that the above information is true and correct, and I authorize the verification of the information in the application in the event I am a finalist for the appointment.

Signature



Date

11/30/2016

INDIVIDUALS WITH DISABILITIES REQUIRING ANY ACCOMMODATION TO PARTICIPATE IN THE APPLICATION AND SELECTION PROCESS MUST INFORM THE CITY OF STANTON AT THE TIME THIS APPLICATION IS SUBMITTED. INDIVIDUALS NEEDING SUCH ACCOMMODATIONS MUST DOCUMENT THE NEED FOR SUCH ACCOMMODATION INCLUDING THE TYPE AND EXTENT OF ACCOMMODATIONS NEEDED TO COMPLETE THE APPLICATION FORM, PARTICIPATE IN THE SELECTION PROCESS OR PERFORM THE VOLUNTEER DUTIES/JOB FOR WHICH THEY ARE APPLYING.

NOV 30 2016

CITY CLERK'S OFFICE



7800 Katella Avenue
Stanton, California 90680-(714) 379-9222

PARKS AND RECREATION COMMISSION APPLICATION

The City of Stanton requests information from community members who are interested in serving on a City Commission. This request does not constitute an appointment as such appointments are made by the City Council.

Please Note:

1. Information provided on this form is public information and is subject to disclosure and/or distribution; and
2. To qualify for an appointment, you must be a registered voter in the City of Stanton and you must reside within the City limits.

Name: Hong Alyce Van

Residence Address: [REDACTED]

Resident of Stanton Since: 1980

Home Phone: [REDACTED]

Cell Phone: [REDACTED]

E-Mail: [REDACTED]

Registered Voter in the City of Stanton: ☒ YES ☐ NO

Commission Application

Previous Service on any Commission/Board: ☐ YES ☒ NO

If Yes, Which Commission: N/A When: N/A

Are you available to attend evening meeting: ☒ YES ☐ NO

Do you presently contract any services or are you otherwise employed by the City:
☐ YES ☒ NO

If so, what is the nature of the contract or employment: N/A

Please give a brief statement as to why you are interested in serving on the commission chosen and describe how your qualifications and skills would benefit the Commission:

I have been a Stanton resident for over 25 years, and I have seen so much progress and development
in our city over the past decade. In 2015, I successfully completed the Stanton Green Planning Academy,
and I also completed the Stanton Citizen's Academy earlier this month. I have always had a passion to
serve others, but these two experiences empowered me to become a more active citizen in our local
community.

Have you participated in any community service projects or civic activities? If yes, please list:

I am a certified University of California Master Food Preserver, and I have volunteered countless hours to
help the public learn about home food safety and food preservation techniques. I am also a Harvest
Captain for the Harvest Club, a non-profit organization under the Orange County Food Access Coalition.
Lastly, I am a member of the Yale Club in Southern California.

Commission Application

Please describe your educational background and list any professional or vocational licenses/certificates.

Master of Arts, International Relations from Johns Hopkins University.

Bachelor of Arts, Anthropology from Yale University.

Proficient in Microsoft Word, Excel, PowerPoint, and Access.

Adult and Pediatric First Aid, CPR, and AED certified.

Fluent in Vietnamese and Mandarin Chinese. Elementary knowledge of German, Spanish, and French.

Certification:

I certify that the above information is true and correct, and I authorize the verification of the information in the application in the event I am a finalist for the appointment.

Sig

Date

11/29/2016

INDIVIDUALS WITH DISABILITIES REQUIRING ANY ACCOMMODATION TO PARTICIPATE IN THE APPLICATION AND SELECTION PROCESS MUST INFORM THE CITY OF STANTON AT THE TIME THIS APPLICATION IS SUBMITTED. INDIVIDUALS NEEDING SUCH ACCOMMODATIONS MUST DOCUMENT THE NEED FOR SUCH ACCOMMODATION INCLUDING THE TYPE AND EXTENT OF ACCOMMODATIONS NEEDED TO COMPLETE THE APPLICATION FORM, PARTICIPATE IN THE SELECTION PROCESS OR PERFORM THE VOLUNTEER DUTIES/JOB FOR WHICH THEY ARE APPLYING.

DEC - 1 2016 @ 11:40 AM
PAU

7800 Katella Avenue
Stanton, California 90680 (714) 379-9222

CITY CLERK'S OFFICE

PARKS AND RECREATION COMMISSION APPLICATION

The City of Stanton requests information from community members who are interested in serving on a City Commission. This request does not constitute an appointment as such appointments are made by the City Council.

Please Note:

- 1. Information provided on this form is public information and is subject to disclosure and/or distribution; and*
- 2. To qualify for an appointment, you must be a registered voter in the City of Stanton and you must reside within the City limits.*

Name: John Warren

Residence Address: [REDACTED]

Resident of Stanton Since: 1989

Home Phone: _____

Cell Phone: [REDACTED]

E-Mail: [REDACTED]

Registered Voter in the City of Stanton: ☒ YES ☐ NO

Commission Application

Previous Service on any Commission/Board: ☐ YES ☒ NO

If Yes, Which Commission: _____ When: _____

Are you available to attend evening meeting: ☒ YES ☐ NO

Do you presently contract any services or are you otherwise employed by the City:
☐ YES ☒ NO

If so, what is the nature of the contract or employment: _____

Please give a brief statement as to why you are interested in serving on the commission chosen and describe how your qualifications and skills would benefit the Commission:

I have been actively involved with the City for the past 10 years and am proud of my deep knowledge of the history of

Stanton. I take pride in my community and would like to continue to serve Stanton. I work in marketing, graphic design,

web programming, market research and analytics. Through the years, I have helped organize many events including one

at the Anaheim Convention Center and have worked with several charities on fundraising and event planning.

I am an Eagle Scout and was an assistant Scoutmaster to my troop at St. Columban's in Garden Grove.

Have you participated in any community service projects or civic activities? If yes, please list:

Ten years ago, I did my Eagle Scout project for the City of Stanton by creating carnival games that the City still uses today. I

have been on the car show committee; I designed a promo flyer and bus shelter advertisement; brought many car show entries

through the PT Cruiser clubs and have been a judge for 2 years. I was on the Stanton 60th anniversary committee to help plan

2016 activities. I designed one of the murals in Stanton Central Park and provided historical input. I was actively involved in

the Yes on GG and No on QQ campaigns, including research, reporting, designing flyers and hanging signs.

Commission Application

Please describe your educational background and list any professional or vocational licenses/certificates.

I studied at the Art Institute of Orange County and was a featured artist on several occasions and received student and
national professional graphic design awards. I am certified as a web designer and currently working on Adobe certifications.

Certification:

I, _____, authorize the verification of the appointment.

12/1/16
Date

INDIVIDUALS WITH DISABILITIES REQUIRING ANY ACCOMMODATION TO PARTICIPATE IN THE APPLICATION AND SELECTION PROCESS MUST INFORM THE CITY OF STANTON AT THE TIME THIS APPLICATION IS SUBMITTED. INDIVIDUALS NEEDING SUCH ACCOMMODATIONS MUST DOCUMENT THE NEED FOR SUCH ACCOMMODATION INCLUDING THE TYPE AND EXTENT OF ACCOMMODATIONS NEEDED TO COMPLETE THE APPLICATION FORM, PARTICIPATE IN THE SELECTION PROCESS OR PERFORM THE VOLUNTEER DUTIES/JOB FOR WHICH THEY ARE APPLYING.

CITY OF STANTON

REPORT TO CITY COUNCIL

TO: Honorable Mayor and Members of the City Council

DATE: January 10, 2017

SUBJECT: APPROVE RESOLUTION 2017-03 ESTABLISHING A PUBLIC AGENCIES POST-EMPLOYMENT BENEFITS TRUST

REPORT IN BRIEF:

In an effort to help public agencies address and manage their GASB 68 liability, Public Agency Retirement Services ("PARS"), has developed the PARS Post-Employment Benefits Trust Program. Resolution 2017-03 would permit the City of Stanton ("City"), under federal and state law, to invest in a more diversified array of investments and maximize investment returns long term through the establishment of a trust. It would also establish the City Manager as the City's Plan Administrator for the Program.

RECOMMENDED ACTION:

1. City Council find that these items are not subject to the California Environmental Quality Act ("CEQA") pursuant to Sections 15060(c)(2) (the activity will not result in a direct or reasonably foreseeable indirect physical change in the environment) and 15060(c)(3) (the activity is not a project as defined in Section 15378(b)(4) of the CEQA Guidelines, California Code of Regulations, Title 14, Chapter 3, because it has no potential for resulting in physical change to the environment, directly or indirectly); and
2. Adopt Resolution No. 2017-03 adopting the PARS Public Agencies Post-Employment Benefits Trust entitled **A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF STANTON, CALIFORNIA, APPROVING THE ADOPTION OF THE PUBLIC AGENCIES POST-EMPLOYMENT BENEFITS TRUST ADMINISTERED BY PUBLIC AGENCY RETIREMENT SERVICES ("PARS")**; and
3. Approve the Agreement for Administrative Services; and
4. Appoint the City Manager or his/her successor or designee as the City's Plan Administrator for the Program; and
5. That City Council authorize the City Manager, subject to the review and approval of the City's legal counsel, to execute all necessary legal and administrative documents and take whatever additional actions are necessary to maintain the City's participation in the program.

BACKGROUND:

In 2012, the Government Accounting Standards Board (GASB) issued Statement No. 68, Accounting and Financial Reporting for Pensions. GASB 68 requires that governmental employers that sponsor Defined Benefit plans (i.e., CalPERS) must recognize a net pension liability (unfunded accrued liability) on their balance sheet. This is the difference between the City's total pension liability (actuarial accrued liability) and actual plan assets. GASB 68 became effective for the 2014-15 fiscal year.

To address the GASB 68 net pension liability figure, the City's only prior option was to commit additional funds to CalPERS (in excess of its annual required contributions) to reduce its unfunded liability. However, a recent private letter ruling received by PARS from the IRS established that the City could create a separate trust to "pre-fund" its CalPERS unfunded liability. This would provide the City with an alternative to sending funds to CalPERS that will allow for greater local control over assets, investment by a professional fund management team selected and monitored by the City, with future excess contributions transferred to CalPERS at the City's discretion.

To date, fifty-seven (57) public agencies have adopted the Pension Rate Stabilization Program (PRSP) through PARS including the following cities in Orange County: Brea, Fullerton, Huntington Beach, Lake Forest and Santa Ana.

Expected benefits offered by the PARS PRSP include:

- Contributions placed in an exclusive benefit trust could address the City's Net Pension Liability
- Investment flexibility with Section 115 Trust compared to restrictions on general fund investments (Govt. Code 53216)
- Increased risk diversification of plan assets through different asset management
- Oversight and control of fund management selection, monitoring of performance and ability to replace fund management based on performance criteria
- Increased flexibility on use of trust assets (i.e., trust assets can be accessed at anytime as long as the assets are used to fund the City's pension obligations and defray reasonable expenses associated therewith)
- Lower investment management and administrative expenses compared to CalPERS

ANALYSIS/JUSTIFICATION:

PARS has assembled leading professionals to provide the City with the necessary services required under one program to pre-fund pension liabilities through an IRS reviewed program. The program has been established as a multiple employer trust so that public agencies regardless of size can join the program to receive the necessary economies of scale to keep administrative fees low and avoid any setup costs. PARS has partnered with US Bank to serve as trustee and its sub-adviser HighMark Capital Management, Inc., to provide investment management services for the program.

Resolution No. 2017-03 would establish a PARS Post-Employment Benefits Trust Program which could be used to pre-fund pension obligations as well as approve an Agreement for Services. The resolution would also appoint the City Manager as the City's Plan Administrator for the Program and authorize the City Manager to execute the PARS legal and administrative documents on behalf of the City.

FISCAL IMPACT:

The establishment of the trust is free of charge. There is no cost or fiscal impact until such time as the trust is funded, and at that point all fees would come out of the trust assets.

ENVIRONMENTAL IMPACT:

Not applicable.

LEGAL REVIEW:

Reviewed and approved.

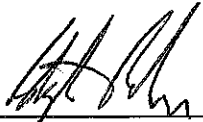
PUBLIC NOTIFICATION:

Through publication and posting of public hearing notices and the normal agenda process.

STRATEGIC PLAN OBJECTIVE ADDRESSED:

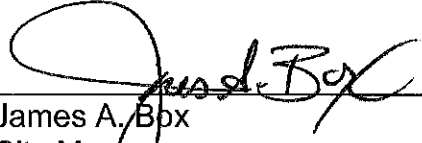
4. Ensure Fiscal Stability and Efficiency in Government

Prepared by:



Stephen M. Parker, CPA
Administrative Services Director

Approved by:



James A. Box
City Manager

Attachments:

1. Resolution No. 2017-03 Approving a Public Agencies Post Employment Benefits Trust
 - A. PARS Public Agencies Post-Employment Benefits Trust
 - B. Agreement for Administrative Services

RESOLUTION NO. 2017-03

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF STANTON, CALIFORNIA, APPROVING THE ADOPTION OF THE PUBLIC AGENCIES POST-EMPLOYMENT BENEFITS TRUST ADMINISTERED BY PUBLIC AGENCY RETIREMENT SERVICES ("PARS")

WHEREAS, PARS has made available the PARS Public Agencies Post-Employment Benefits Trust (the "Program") for the purpose of pre-funding pension obligations and/or other post-employment benefit obligations; and

WHEREAS, the City of Stanton ("City") is eligible to participate in the Program, a tax-exempt trust performing an essential governmental function within the meaning of Section 115 of the Internal Revenue Code, as amended, and the Regulations issued thereunder, and is a tax-exempt trust under the relevant statutory provisions of the State of California; and

WHEREAS, the City's adoption and operation of the Program has no effect on any current or former employee's entitlement to a pension or other post-employment benefits; and

WHEREAS, the terms and conditions of pension and other post-employment benefit entitlement, if any, are governed by contracts separate from and independent of the Program; and

WHEREAS, the City's funding of the Program does not, and is not intended to, create any new vested right to any benefit nor strengthen any existing vested right; and

WHEREAS, the City reserves the right to make contributions, if any, to the Program.

NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF STANTON DOES RESOLVE, DECLARE, DETERMINE AND ORDER AS FOLLOWS:

SECTION 1. The City Council finds that the above recitations are true and correct and, accordingly, are incorporated as a material part of this Resolution.

SECTION 2. The City Council finds that this item is not subject to the California Environmental Quality Act ("CEQA") pursuant to Sections 15060(c)(2) (the activity will not result in a direct or reasonably foreseeable indirect physical change in the environment) and 15060(c)(3) (the activity is not a project as defined in Section 15378(b)(4) of the CEQA Guidelines, California Code of Regulations, Title 14, Chapter 3, because it has no potential for resulting in physical change to the environment, directly or indirectly).

SECTION 3. The City Council hereby adopts the PARS Public Agencies Post-Employment Benefits Trust ("Trust"), as attached hereto and incorporated herein by reference as Attachment "A".

SECTION 4. The City Council hereby approves the Agreement for Administrative Services ("Agreement"), as attached hereto and incorporated herein as Attachment "B".

SECTION 5. The City Council hereby appoints the City Manager, or his/her successor or his/her designee as the City's Plan Administrator for the Program; and

SECTION 6. The City's Plan Administrator is hereby authorized to execute the PARS legal and administrative documents, including the Trust and Agreement, on behalf of the City and to take whatever additional actions are necessary to maintain the City's participation in the Program and to maintain compliance of any relevant regulation issued or as may be issued; therefore, authorizing him/her to take whatever additional actions are required to administer the City's Program.

ADOPTED, SIGNED AND APPROVED this 10th day of January, 2017.

CAROL WARREN, MAYOR

APPROVED AS TO FORM:

MATTHEW E. RICHARDSON, CITY ATTORNEY

ATTEST:

I, PATRICIA A. VAZQUEZ, City Clerk of the City of Stanton, California DO HEREBY CERTIFY that the foregoing Resolution, being Resolution No. 2017-03 has been duly signed by the Mayor and attested by the City Clerk, all at a regular meeting of the Stanton City Council, held on January 10, 2017, and that the same was adopted, signed and approved by the following vote to wit:

AYES: _____

NOES: _____

ABSENT: _____

ABSTAIN: _____

PATRICIA A. VAZQUEZ, CITY CLERK

ATTACHMENT "A"

PARS PUBLIC AGENCIES POST-EMPLOYMENT BENEFITS TRUST

**PUBLIC AGENCIES
POST-EMPLOYMENT BENEFITS
TRUST AGREEMENT**

(Effective November 5, 2014)

ARTICLE I

DEFINITIONS

- 1.1 **"Adoption Agreement"** shall have the meaning given to such term in Section 2.3.
- 1.2 **"Agency Account"** shall have the meaning given to such term in Section 2.4.
- 1.3 **"Agreement for Administrative Services"** shall mean the agreement executed between the Employer and the Trust Administrator which authorizes the Trust Administrator to perform specific duties of administering the Agency Account of the Employer.
- 1.4 **"Assets"** shall have the meaning given to such term in Section 2.5.
- 1.5 **"Code"** shall mean the Internal Revenue Code of 1986 as amended from time to time.
- 1.6 **"Delegatee"** shall mean an individual or entity, appointed by the Plan Administrator or Employer to act in such matters as are specified in the appointment.
- 1.7 **"Effective Date"** shall mean the date first written above, the date the Trust was established, and with respect to each Employer, the Effective Date shall be the date on which the Employer executes the Adoption Agreement.
- 1.8 **"Eligible Beneficiary"** shall mean any person who, due to his or her relationship to an Eligible Employee, is entitled to post-employment benefits pursuant to the Employer's Pension Plan or OPEB Plan, including but not limited to the Eligible Employee's current or former spouse or domestic partner, child, dependent, or survivor.
- 1.9 **"Eligible Employee"** shall mean any employee of an Employer who is entitled to post-employment benefits pursuant to the Employer's Pension Plan or OPEB Plan. Unless the context otherwise requires, the term "Eligible Employee" as used herein shall include any Eligible Beneficiaries.
- 1.10 **"Employer"** shall mean a public agency that executes the Adoption Agreement, thereby adopting the provisions of this Trust Agreement, provided that such agency is a state, a political subdivision of a state, or an entity the income of which is excludible from gross income under Section 115 of the Code.
- 1.11 **"GASB"** shall mean the Governmental Accounting Standards Board.
- 1.12 **"Omnibus Account"** shall mean an account, established for record keeping purposes only, to aggregate the balances of the Assets credited to the Agency Accounts. The Trust Administrator shall maintain and reconcile, at the Agency Account level (and subaccount level), the investments of the Agency Accounts

and will provide reports to the Plan Administrator with respect to such investments. The Trustee will maintain a record of the aggregate balance (principal and earnings) for all Agency Accounts. The Trust Administrator will in the ordinary course of business maintain a record of the name, address, taxpayer identification number, account number and amount of funds, including earnings, of each Employer. On periodic valuation dates (no less frequently than monthly) to be established by the Trust Administrator, the Trustee and Trust Administrator will reconcile the aggregate balance information maintained by the Trustee with the Agency Account level records maintained by the Trust Administrator pursuant to this Trust Agreement.

- 1.13 **"OPEB"** shall mean "other post-employment benefits," such as medical, dental, vision, life insurance, long-term care and other similar benefits provided to retirees, other than pension benefits.
- 1.14 **"OPEB Obligation"** shall mean an Employer's obligation to provide OPEB to its Eligible Employees in accordance with the Employer's OPEB Plan.
- 1.15 **"OPEB Plan"** shall mean the Public Agencies Post-Employment Health Care Plan, as adopted by the Employer under the Adoption Agreement.
- 1.16 **"Pension Obligation"** shall mean an Employer's obligation to contribute to the Pension Plan's Qualified Trust and shall not, for example, mean an Employer's Obligation to provide retirement benefits under the Pension Plan to the Employer's Eligible Employees.
- 1.17 **"Pension Plan"** shall mean an Employer's defined-benefit pension plan or plans, each of which is (i) qualified under Section 401(a) of the Code, (ii) sponsored by the Employer in order to provide retirement benefits to its Eligible Employees, and (iii) partly or wholly funded by the Employer's contributions to a Qualified Trust.
- 1.18 **"Plan Administrator"** shall mean the individual designated by position of employment at the Employer to act on its behalf in all matters relating to the Employer's participation in the Trust.
- 1.19 **"Qualified Trust"** shall mean a trust which (i) is separate and apart from the Trust, (ii) constitutes a qualified trust under Code Section 401(a), and (iii) funds retirement benefits provided under an Employer's Pension Plan to the Employer's Eligible Employees.
- 1.20 **"Trust"** shall mean the Public Agencies Post-Employment Benefits trust arrangement.
- 1.21 **"Trust Administrator"** shall mean Public Agency Retirement Services or any successor trust administrator appointed by the Employers as provided herein. The Trust Administrator shall serve as trust administrator to the Trust established

pursuant to this Trust Agreement until such Trust Administrator resigns or is removed as provided in Article III.

- 1.22** "Trust Agreement" shall mean this Public Agencies Post-Employment Benefits trust document adopted by each Employer upon execution of an Adoption Agreement, as amended from time to time.
- 1.23** "Trustee" shall mean U.S. Bank National Association, or any successor trustee appointed by the Employers as provided herein. The Trustee shall serve as trustee of the Trust established pursuant to the provisions of this Trust Agreement until such Trustee resigns or is removed as provided in Article III.

ARTICLE II

THE TRUST

2.1 Multiple Employer Trust

The Trust is a multiple employer trust arrangement established to provide economies of scale and efficiency of administration to public agencies that adopt it to hold the assets used to fund the agency's OPEB Obligation or Pension Obligation or both. The Trust is divided into Agency Accounts to hold the Assets of each Employer as described in Section 2.4.

2.2 Purpose

The Trust is established with the intention that it qualify as a tax-exempt trust performing an essential governmental function within the meaning of Section 115 of the Code and any regulations issued thereunder and as a tax-exempt trust under the provisions of the relevant state's statutory provisions of each Employer. This Trust Agreement shall be construed and the Trust shall be administered in a manner consistent with such intention. The fundamental purpose of the Trust is to fund the Employer's OPEB Obligation or Pension Obligation or both. It is intended that adopting Employers retain an interest in the underlying securities held in the Trust on their behalf, rather than in the Trust itself.

The Employer hereby represents and warrants that the assets held hereunder (including the Assets) are not assets of any qualified plan under Code Section 401(a), regardless of the character of such assets once distributed. The Employer hereby acknowledges that the Trust does not constitute a qualified trust under Code Section 401(a).

2.3 Employers

Any public agency may, by action of its governing body in writing accepted by the Trustee, adopt the provisions of the Trust Agreement. Executing an adoption instrument for the Trust ("Adoption Agreement"), in the form attached hereto as Exhibit "A" (or such other form as may be approved by the Trustee), shall

constitute such adoption, unless the Trustee requires additional evidence of adoption. In order for such adoption to be effective, the public agency must also execute an Agreement for Administrative Services with Public Agency Retirement Services, the Trust Administrator, pursuant to Section 3.6 of this Trust Agreement. Such adopting Employer shall then become an Employer of the Trust.

Each such Employer shall, at a minimum, furnish the Trust Administrator with the following documents to support its adoption of the Trust:

- (a) a certified copy of the resolution(s) of the governing body of the Employer authorizing the adoption of the Trust Agreement and the appointment of the Plan Administrator for such Employer;
- (b) an original of the Adoption Agreement executed by the Plan Administrator or other duly authorized Employer employee;
- (c) an original of the Agreement for Administrative Services with Public Agency Retirement Services executed by the Plan Administrator or other duly authorized Employer employee and Public Agency Retirement Services;
- (d) an address notice; and
- (e) such other documents as the Trustee may reasonably request.
- (f) Any action taken by the Plan Administrator for an Employer shall be deemed to have been taken by such Employer. Any notice given to or delivered by the Plan Administrator for an Employer shall be deemed to have been given to or delivered by such Employer.

2.4 Agency Accounts

(a) Upon an Employer's adopting the Trust Agreement, as provided in Section 2.3, a separate "**Agency Account**" shall be established under the Trust for that Employer, and all Assets of the Trust attributable to that Employer shall be held in that Employer's Agency Account.

(b) An Employer's Agency Account comprises three subaccounts: a "**Pension Account**", an "**OPEB Account**", and a "**Suspense Account**". The Assets of the Trust that are held in the Employer's Pension Account will be available only to fund the Employer's Pension Obligation and defray the reasonable expenses associated with the same. The Assets of the Trust that are held in the Employer's OPEB Account will be available only to fund the Employer's OPEB Obligation and defray the reasonable expenses associated with the same.

(c) The Assets of the Trust that are held in an Employer's Agency Account shall not be available to pay any obligations incurred by any other Employer as provided in Section 2.8.

(d) All contributions and transfers received by the Trust on behalf of the Employer will be held in the Employer's Agency Account and will be allocated to the subaccounts under the Agency Account as follows:

(1) If the Employer maintains a Pension Account or OPEB Account (and not both a Pension Account and an OPEB Account), all contributions and transfers received by the Trust on the Employer's behalf will be allocated to that subaccount.

(2) If the Employer maintains both a Pension Account and an OPEB Account, contributions and transfers received by the Trust on the Employer's behalf will be allocated to either the Pension Account or OPEB Account, as directed by the Plan Administrator. To the extent the Plan Administrator does not provide such direction, the Employer hereby directs the Trustee to allocate such contributions and transfers to the Suspense Account and to use the assets of the Suspense Account to purchase a position in the sweep vehicle identified on an **exhibit** hereto or, if none is identified, to hold such assets un-invested. The Plan Administrator may at any time direct the reallocation of cash from the Suspense Account to either the Pension Account or the OPEB Account.

(3) Once allocated to the Pension Account or the OPEB Account, amounts under the Trust may not subsequently be transferred to the other subaccount.

2.5 Assets of Agency Account

The assets held in an Agency Account shall consist of all contributions and transfers received by the Trust on behalf of the Employer, together with the income and earnings from such contributions and transfers, and any increments accruing to the Agency Account, net of any investment losses, benefits, expenses or other costs ("**Assets**"). All contributions or transfers shall be received by the Trustee in cash or in other property acceptable to the Trustee. The Trustee shall manage and administer the Assets held in Agency Accounts without distinction between principal and income. The Trustee and the Trust Administrator shall have no duty to compute any amount to be transferred or paid to the Agency Account by the Employer, and the Trustee and the Trust Administrator shall not be responsible for the collection of any contributions or transfers to the Agency Account.

2.6 Aggregate Balance for Investment and Administration

The balances of the Assets of more than one Agency Account may be aggregated by the Trustee in one or more Omnibus Accounts for investment and administrative purposes, to provide economies of scale and efficiency of administration to the Agency Accounts. The responsibility for Agency Account level accounting (including subaccount-level accounting within each Agency Account) within this Omnibus Account(s) shall be that of the Trust Administrator.

2.7 Trustee Accounting

The Trustee shall be responsible only for maintaining records and maintaining accounts for the aggregate assets of the Trust. The responsibility for accounting and subaccounting for each Agency Account, based upon the Omnibus Account(s), shall be that of the Trust Administrator.

2.8 No Diversion of Assets

The Assets in each Employer's Agency Account shall be held in trust for the exclusive purpose of funding the Employer's OPEB Obligation or Pension Obligation or both and defraying the reasonable expenses associated with the same. The Assets in each Agency Account shall not be used for or diverted to, any other purpose, including, but not limited to, the satisfaction of any other Employer's Pension Obligation or OPEB Obligation.

2.9 Type and Nature of Trust

Neither the full faith and credit nor the taxing power of each Employer is pledged to the distribution of amounts hereunder. Except for contributions and other amounts hereunder, no other amounts are pledged to the distribution of benefits hereunder. Distributions of benefits are neither general nor special obligations of any Employer, but are payable solely from the Assets held in such Employer's Agency Account, as more fully described herein. No employee of any Employer or beneficiary may compel the exercise of the taxing power by any Employer.

Distributions of Assets from any Agency Account are not debts of any Employer within the meaning of any constitutional or statutory limitation or restriction. Such distributions are not legal or equitable pledges, charges, liens or encumbrances, upon any of an Employer's property, or upon any of its income, receipts, or revenues, except amounts in the accounts which are, under the terms of each Plan and the Trust set aside for distributions. Neither the members of the governing body of any Employer nor its officers, employees, agents or volunteers are liable hereunder.

2.10 Loss of Tax-Exempt Status as to Any Employer

If any Employer participating in the Trust receives notice from the Internal Revenue Service that the Trust as to such Employer fails to satisfy the requirements of Section 115 of the Code, or if any Employer consents to the Internal Revenue Service's determination that the Trust fails to meet such requirements, Assets having a value equal to the funds then held in such Employer's Agency Account shall be segregated and placed in a separate trust by the Trustee for the exclusive benefit of such Employer's Eligible Employees within a reasonable time after the Trust Administrator notifies the Trustee of the Internal Revenue Service's determination. Each Employer participating in the Trust agrees to immediately notify the Trust Administrator upon receiving such

notice or giving such consent. The separate trust provided for in this Section 2.10 shall thereafter be considered as a separate trust containing all of the provisions of this Trust Agreement until terminated as provided in this Trust Agreement.

ARTICLE III

ADMINISTRATIVE MATTERS

3.1 Appointment of Trustee

The Employers may, with the approval of two-thirds (2/3) or more of the Employers then participating in the Trust, act to appoint a bank, trust company, retirement board, insurer, committee or such other entity as permitted by law, to serve as the trustee of this Trust. Such action must be in writing. Upon the written acceptance of such entity it shall become the Trustee of the Trust. If the Trustee is removed or resigns pursuant to Section 3.2, the Employers shall appoint a successor Trustee in accordance with the voting requirements set forth in this Section 3.1.

3.2 Resignation or Removal of Trustee

The Employers may act to remove the Trustee, provided that such action must satisfy the voting requirements set forth in Section 3.1 and notice of such action must be promptly delivered to the Trust Administrator, the Trustee and each Plan Administrator. The Trustee may also resign at any time by giving at least ninety (90) days prior written notice to the Trust Administrator and to the Plan Administrator of each Employer that has adopted the Trust Agreement and not terminated its participation in the Trust; provided, however, that the Trustee may resign immediately upon the earlier of the approval date or the effective date of any amendment of the Trust Agreement by the Employers that would change or modify the duties, powers or liabilities of the Trustee hereunder without the Trustee's consent. The Trustee shall, upon the appointment and acceptance of a successor trustee, transfer and deliver the Assets and all records relating to the Trust to the successor, after reserving such reasonable amount as it shall deem necessary to provide for its fees and expenses and any sums chargeable against the Trust for which it may be liable. The Trustee shall do all acts necessary to vest title of record in the successor trustee.

3.3 Withdrawal of Employer

An Employer may elect to withdraw from the Trust by giving at least thirty (30) days prior written notice to the Trustee and the Trust Administrator. If an Employer so elects to withdraw, Assets having a value equal to the funds held in such Employer's Agency Account shall be segregated by the Trustee and, as soon as practicable, shall be transferred to one or more trusts maintained by the Employer, provided that (i) for Assets transferred from the OPEB Account, any such trust shall satisfy the requirements of Section 115 of the Code, (ii) for Assets

transferred from the Pension Account, any such trust shall satisfy the requirements of either Section 115 or 401(a) of the Code, and (iii) all assets held by any such trust and previously held in the Employer's Pension Account or OPEB Account shall qualify as "plan assets" within the meaning of GASB Statement No. 68 (Accounting and Financial Reporting for Pensions—An Amendment of GASB Statement No. 27) or GASB Statement No. 45 (Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions), respectively, in each case as reasonably determined by the Employer and certified in writing by the Employer to the Trust Administrator. The Employer shall appoint a trustee for such Employer's separate trust and, upon the trustee's acceptance of that appointment, the trustee will be vested with title to the transferred Assets.

3.4 The Plan Administrator

The governing body of each Employer shall have plenary authority for the administration and investment of such Employer's Agency Account pursuant to any applicable state laws and applicable federal laws and regulations. Each Employer shall by resolution designate a Plan Administrator. Unless otherwise specified in the instrument the Plan Administrator shall be deemed to have authority to act on behalf of the Employer in all matters pertaining to the Employer's participation in the Trust and in regard to the Agency Account of the Employer. Such appointment of a Plan Administrator shall be effective upon receipt and acknowledgment by the Trustee and the Trust Administrator and shall be effective until the Trustee and the Trust Administrator are furnished with a resolution of the Employer that the appointment has been modified or terminated.

3.5 Failure to Appoint Plan Administrator

If a Plan Administrator is not appointed, or such appointment lapses, the Employer shall be deemed to be the Plan Administrator. As used in this document the term "Plan Administrator" shall be deemed to mean "Employer" when a Plan Administrator has not been appointed for such Employer.

3.6 Delegatee

The Plan Administrator, acting on behalf of the Employer, may delegate certain authority, powers and duties to a Delegatee to act in those matters specified in the delegation. Any such delegation must be in a writing that names and identifies the Delegatee, states the effective date of the delegation, specifies the authority and duties delegated, is executed by the Plan Administrator, is acknowledged in writing by the Delegatee, and is certified as required in Section 3.7 to the Trust Administrator. Such delegation shall be effective until the Trustee and the Trust Administrator are directed in writing by the Plan Administrator that the delegation has been rescinded or modified.

3.7 Certification to Trustee

The governing body of each Employer, or other duly authorized official, shall certify in writing to the Trustee and the Trust Administrator the names and specimen signatures of the Plan Administrator and Delegatee, if any, and all others authorized to act on behalf of the Employer whose names and specimen signatures shall be kept accurate by the Employer acting through a duly authorized officer or governing body of the Employer. The Trustee and the Trust Administrator shall have no liability if they act upon the direction of a Plan Administrator or Delegatee that has been duly authorized, as provided in Section 3.6, if that Plan Administrator or Delegatee is no longer authorized to act, unless the Employer has informed the Trustee and the Trust Administrator of such change.

3.8 Directions to Trustee

All directions to the Trustee from the Plan Administrator or Delegatee must be in writing and must be signed by the Plan Administrator or Delegatee, as the case may be. For all purposes of this Trust Agreement, direction shall include any certification, notice, authorization, application or instruction of the Plan Administrator, Delegatee or Trustee appropriately communicated. The above notwithstanding, direction may be implied if the Plan Administrator or Delegatee has knowledge of the Trustee's intentions and fails to file written objection.

The Trustee shall have the power and duty to comply promptly with all proper directions of the Plan Administrator or Delegatee, appointed in accordance with the provisions of this Trust Agreement. In the case of any direction deemed by the Trustee to be unclear or ambiguous the Trustee may seek written instructions from the Plan Administrator, the Employer or the Delegatee on such matter and await their written instructions without incurring any liability. If at any time the Plan Administrator or the Delegatee should fail to give directions to the Trustee, the Trustee may act in the manner that in its discretion seems advisable under the circumstances for carrying out the purposes of the Trust and/or the applicable Agency Account which may include not taking any action. The Trustee may request directions or clarification of directions received and may delay acting until clarification is received. In the absence of timely direction or clarification, or if the Trustee considers any direction to be a violation of the Trust Agreement or any applicable law, the Trustee shall in its sole discretion take appropriate action, or refuse to act upon a direction.

3.9 Appointment of Trust Administrator

The Employers may, with the approval of two-thirds (2/3) or more of the Employers then participating in the Trust, act to appoint a bank, trust company, retirement board, insurer, committee or such other entity as permitted by law, to serve as Trust Administrator of the Trust. Such action must be in writing. Upon the written acceptance of such entity it shall become the Trust Administrator of

the Trust. If the Trust Administrator is removed or resigns pursuant to Section 3.13, the Employers shall appoint a successor Trust Administrator in accordance with the voting requirements set forth in this Section 3.9.

3.10 Trust Administrator

The Trust Administrator's duties involve the performance of the following services pursuant to the provisions of this Trust Agreement and the Agreement for Administrative Services:

- (a) Performing periodic accounting of each Agency Account (including subaccount-level accounting within each Agency Account) and reconciling such Agency Account balances with the Trust/Omnibus Account;
- (b) Directing the Trustee to make distributions from the appropriate subaccount under an Agency Account in accordance with Section 5.9.
- (c) Allocating contributions, earnings and expenses to each Agency Account and the underlying subaccounts;
- (d) Directing the Trustee to pay the fees of the Trust Administrator and to do such other acts as shall be appropriate to carry out the intent of the Trust;
- (e) Such other services as the Employer and the Trust Administrator may agree in the Agreement for Administrative Services pursuant to Section 2.3.

The Trust Administrator shall be entitled to rely on, and shall be under no duty to question, any direction and/or data received from the Plan Administrator, or other duly authorized entity, in order to perform its authorized duties under this Trust Agreement. The Trust Administrator shall not have any duty to compute contributions made to the Trust, determine or inquire whether contributions made to the Trust by the Plan Administrator or other duly authorized entity are adequate to meet an Employer's Pension Obligation or OPEB Obligation as may be determined under any applicable GASB pronouncement; or determine or inquire whether contributions made to the Trust are in compliance with the Employer's OPEB Plan or Pension Plan. The Trust Administrator shall not be liable for nonperformance of duties if such nonperformance is directly caused by erroneous, and/or late delivery of, directions or data from the Plan Administrator, or other duly authorized entity.

3.11 Additional Trust Administrator Services

The Plan Administrator may at any time retain the Trust Administrator as its agent to perform any act, keep any records or accounts and make any computations which are required of the Employer or the Plan Administrator by this Trust Agreement or by the Employer's policies and/or applicable collective bargaining agreements. The Trust Administrator shall be separately compensated

for such service and such services shall not be deemed to be contrary to the Trust Agreement.

3.12 Trust Administrator's Compensation

As may be agreed upon from time to time by the Employer and Trust Administrator, the Trust Administrator will be paid reasonable compensation for services rendered or reimbursed for expenses properly and actually incurred in the performance of duties with respect to such Employer's Agency Account and to the Trust.

3.13 Resignation or Removal of Trust Administrator

The Employers may act to remove the Trust Administrator, provided that such action must satisfy the voting requirements set forth in Section 3.9 and notice of such action must be promptly delivered to the Trust Administrator, the Trustee and each Plan Administrator. The Trust Administrator may also resign at any time by giving at least one hundred and twenty (120) days prior written notice to the Trustee and to the Plan Administrator of each Employer that has adopted the Trust Agreement and not terminated its participation in the Trust; provided, however, that the Trust Administrator may resign immediately upon the earlier of the approval date or the effective date of any amendment of the Trust Agreement by the Employers that would change or modify the duties, powers or liabilities of the Trust Administrator hereunder without the Trust Administrator's consent. The Trust Administrator shall, upon the appointment and acceptance of a successor trust administrator, transfer all records relating to the Trust to the successor.

ARTICLE IV

THE TRUSTEE

4.1 Powers and Duties of the Trustee

Except as otherwise provided in Article V and subject to Article VI, the Trustee shall have full power and authority with respect to property held in the Trust to do all such acts, take all proceedings, and exercise all such rights and privileges, whether specifically referred to or not in this document, as could be done, taken or exercised by the absolute owner, including, without limitation, the following:

(a) To invest and reinvest the Assets or any part hereof in any one or more kind, type, class, item or parcel of property, real, personal or mixed, tangible or intangible; or in any one or more kind, type, class, item or issue of investment or security; or in any one or more kind, type, class or item of obligation, secured or unsecured; or in any combination of them (including those issued by the Trustee of any of its affiliates, to the extent permitted by applicable law), and to retain the property for the period of time that the Trustee deems appropriate;

(b) To acquire and sell options to buy securities ("call" options) and to acquire and sell options to sell securities ("put" options);

(c) To buy, sell, assign, transfer, acquire, loan, lease (for any purpose, including mineral leases), exchange and in any other manner to acquire, manage, deal with and dispose of all or any part of the Trust property, for cash or credit and upon any reasonable terms and conditions;

(d) To make deposits, with any bank or savings and loan institution, including any such facility of the Trustee or an affiliate thereof provided that the deposit bears a reasonable rate of interest;

(e) To invest and reinvest the Assets, or any part thereof in any one or more collective investment trust funds, including common and group trust funds that consist exclusively of assets of exempt pension and profit sharing trusts and individual retirement accounts qualified and tax exempt under the Code, that are maintained by the Trustee or an affiliate thereof. The declaration of trust or plan of operations for any such common or collective fund is hereby incorporated herein and adopted into this Trust Agreement by this reference. The combining of money and other assets of the Trust with money and other assets of other non-qualified trusts in such fund or funds is specifically authorized. Notwithstanding anything to the contrary in this Trust Agreement, the Trustee shall have full investment responsibility over Assets of the Trust invested in such commingled funds. If the plan and trust for any reason lose their tax exempt status, and the Assets have been commingled with assets of other tax exempt trusts in Trustee's collective investment funds, the Trustee shall within 30 days of notice of such loss of tax exempt status, liquidate the Trust's units of the collective investment fund(s) and invest the proceeds in a money market fund pending investment or other instructions from the Plan Administrator. The Trustee shall not be liable for any loss or gain or taxes, if any, resulting from said liquidation;

(f) To place uninvested cash and cash awaiting distribution in one or more mutual funds and/or commingled investment funds maintained by or made available by the Trustee or any of its affiliates, and to receive compensation from the sponsor of such fund(s) for services rendered, separate and apart from any Trustee's fees hereunder. The Trustee or its affiliate may also be compensated for providing investment advisory services to any mutual fund or commingled investment funds;

(g) To borrow money for the purposes of the Trust from any source with or without giving security; to pay interest; to issue promissory notes and to secure the repayment thereof by pledging all or any part of the Assets;

(h) To take all of the following actions: to vote proxies of any stocks, bonds or other securities; to give general or special proxies or powers of attorney with or

without power of substitution; to exercise any conversion privileges, subscription rights or other options, and to make any payments incidental thereto; to consent to or otherwise participate in corporate reorganizations or other changes affecting corporate securities and to delegate discretionary powers and to pay any assessments or charges in connection therewith; and generally to exercise any of the powers of an owner with respect to stocks, bonds, securities or other property held in the Trust;

(i) To make, execute, acknowledge and deliver any and all documents of transfer and conveyance and any and all other instruments that may be necessary or appropriate to carry out the powers herein granted;

(j) To raze or move existing buildings; to make ordinary or extraordinary repairs, alterations or additions in and to buildings; to construct buildings and other structures and to install fixtures and equipment therein;

(k) To pay or cause to be paid from the Trust any and all real or personal property taxes, income taxes or other taxes or assessments of any or all kinds levied or assessed upon or with respect to the Trust;

(l) To exercise all the further rights, powers, options and privileges granted, provided for, or vested in trustees generally under applicable federal or state laws, as amended from time to time, it being intended that, except as herein otherwise provided, the powers conferred upon the Trustee herein shall not be construed as being in limitation of any authority conferred by law, but shall be construed as consistent or in addition thereto.

4.2 Additional Trustee Powers

In addition to the other powers enumerated above, the Trustee in any and all events is authorized and empowered:

(a) To invest funds pending required directions in any type of interest-bearing account, including, without limitation, time certificates of deposit or interest-bearing accounts issued by the Trustee, or any mutual fund or short term investment fund ("Fund"), whether sponsored or advised by the Trustee or any affiliate thereof; the Trustee or its affiliates may be compensated for providing such investment advice and providing other service to such Fund, in addition to any Trustee's fees received pursuant to this Trust Agreement;

(b) To cause all or any part of the Trust to be held in the name of the Trustee (which in such instance need not disclose its fiduciary capacity) or, as permitted by law, in the name of any nominee, and to acquire for the Trust any investment in bearer form, but the books and records of the Trust shall at all times show that all such investments are a part of the Trust and the Trustee shall hold evidences of title to all such investments;

- (c) To serve as custodian with respect to the Trust Assets;
- (d) To employ such custodians, agents and counsel as may be reasonably necessary in managing and protecting the Assets and to pay them reasonable compensation from the Trust; to employ any broker-dealer or other agent, including any broker-dealer or other agent affiliated with the Trustee, and pay to such broker-dealer or other agent, at the expense of the Trust, its standard commissions or compensation; to settle, compromise or abandon all claims and demands in favor of or against the Trust; and to charge any premium on bonds purchased at par value to the principal of the Trust without amortization from the Trust, regardless of any law relating thereto;
- (e) In addition to the powers listed herein, to do all other acts necessary or desirable for the proper administration of the Trust, as though the absolute owner thereof;
- (f) To prosecute, compromise and defend lawsuits, but without obligation to do so, all at the risk and expense of the Trust; and to tender its defense to the Employer in any legal proceeding where the interests of the Trustee and the Employer are not adverse;
- (g) To exercise and perform any and all of the other powers and duties specified in this Trust Agreement or the Plan;
- (h) To permit such inspections of documents at the principal office of the Trustee as are required by law, subpoena or demand by a United States agency;
- (i) To comply with all requirements imposed by applicable provisions of law;
- (j) To seek written instructions from the Plan Administrator or other fiduciary on any matter and await their written instructions without incurring any liability. If at any time the Plan Administrator or the fiduciary should fail to give directions to the Trustee, the Trustee may act in the manner that in its discretion seems advisable under the circumstances for carrying out the purposes of the Trust;
- (k) To compensate such executive, consultant, actuarial, accounting, investment, appraisal, administrative, clerical, secretarial, medical, custodial, depository and legal firms, personnel and other employees or assistants as are engaged by the Plan Administrator in connection with funding the Employer's OPEB Obligation or Pension Obligation or both and to pay from the Trust the necessary expenses of such firms, personnel and assistants, to the extent not paid by the Plan Administrator;

(l) To act upon proper written directions of the Plan Administrator or Delegatee, including directions given by photostatic transmissions using facsimile signature, and such other forms of directions as the parties shall agree;

(m) To pay from the Trust the expenses reasonably incurred in the administration of the Trust;

(n) To maintain insurance for such purposes, in such amounts and with such companies as the Plan Administrator shall elect, including insurance to cover liability or losses occurring by reason of the acts or omissions of fiduciaries but only if such insurance permits recourse by the insurer against the fiduciary in the case of a breach of a fiduciary obligation by such fiduciary.

ARTICLE V

INVESTMENTS

5.1 Discretionary Versus Directed Investment

For the Pension Account and the OPEB Account under the Agency Account, the Employer shall elect either a discretionary or directed investment approach. The Employer may elect the same or different investment approaches for those two subaccounts. The Employer hereby elects a directed approach for the Suspense Account. If the Employer elects a discretionary investment approach for a subaccount, the Employer shall further elect between the various investment strategies offered and the Trustee, in accordance with Article IV, shall have absolute discretion over the investment of the Assets held in such subaccount under the Employer's Agency Account. If the Employer elects a directed investment approach for a subaccount, the Trustee shall direct the investment of the Assets of such subaccount under the Employer's Agency Account in accordance with the direction provided by such Employer.

5.2 Trustee Fees

As may be agreed upon, in writing, between the Plan Administrator and Trustee, the Trustee will be paid reasonable compensation for services rendered or reimbursed for expenses properly and actually incurred in the performance of duties with respect to the applicable Agency Account or the Trust.

5.3 Contributions

Eligible Employees are not permitted to make contributions to the Trust. The Plan Administrator shall, on behalf of the Employer, make all contributions to the Trustee. Such contributions shall be in cash unless the Trustee agrees to accept a contribution that is not in cash. All contributions shall be paid to the Trustee for investment and reinvestment pursuant to the terms of this Trust Agreement. The Trustee shall not have any duty to determine or inquire whether any contributions

to the Trust made to the Trustee by any Plan Administrator are in compliance with the Employer's Pension Plan or OPEB Plan; nor shall the Trustee have any duty or authority to compute any amount to be paid to the Trustee by any Plan Administrator; nor shall the Trustee be responsible for the collection or adequacy of the contributions to meet an Employer's Pension Obligation or OPEB Obligation. The contributions received by the Trustee from each Employer shall be held and administered pursuant to the terms hereof without distinction between income and principal.

5.4 Records

(a) The Trustee shall maintain accurate records and detailed accounts of all investments, receipts, disbursements and other transactions hereunder at the Trust level. Such records shall be available at all reasonable times for inspection by the Trust Administrator. The Trustee shall, at the direction of the Trust Administrator, submit such valuations, reports or other information as the Trust Administrator may reasonably require.

(b) The Assets of the Trust shall be valued at their fair market value on the date of valuation, as determined by the Trustee based upon such sources of information as it may deem reliable; provided, however, that the Plan Administrator shall instruct the Trustee as to valuation of assets which are not readily determinable on an established market. The Trustee may rely conclusively on such valuations provided by the Plan Administrator and shall be indemnified and held harmless by the Employer with respect to such reliance. If the Plan Administrator fails to provide such values, the Trustee may take whatever action it deems reasonable, including employment of attorneys, appraisers or other professionals, the expense of which will be an expense of administration of the Trust. Transactions in the account involving such hard to value assets may be postponed until appropriate valuations have been received and Trustee shall have no liability therefore.

5.5 Statements

(a) Periodically as specified, and within sixty days after December 31, or the end of the Trust's fiscal year if different, Trustee shall render to the Trust Administrator as directed, a written account showing in reasonable summary the investments, receipts, disbursements and other transactions engaged in by the Trustee during the preceding fiscal year or period with respect to the Trust. Such account shall set forth the assets and liabilities of the Trust valued as of the end of the accounting period.

(b) The Trust Administrator may approve such statements either by written notice or by failure to express objections to such statements by written notice delivered to the Trustee within 90 days from the date the statement is delivered to the Trust Administrator. Upon approval, the Trustee shall be released and discharged as to all matters and items set forth in such statement as if such

account had been settled and allowed by a decree from a court of competent jurisdiction.

5.6 Wire Transfers

The Trustee shall follow the Plan Administrator's, Delegatee's, or Trust Administrator's wire transfer instructions in compliance with the written security procedures provided by the party providing the wire transfers. The Trustee shall perform a telephonic verification to the Plan Administrator, Trust Administrator, or Delegatee, or such other security procedure as selected by the party providing wire transfer directions, prior to wiring funds or following facsimile directions as Trustee may require. The Plan Administrator assumes the risk of delay of transfer if Trustee is unable to reach the Plan Administrator, or in the event of delay as a result of attempts to comply with any other security procedure selected by the directing party.

5.7 Exclusive Benefit

The Assets of an Employer's Agency Account shall be held in trust for the exclusive purpose of funding the Employer's OPEB Obligation or Pension Obligation or both and defraying the reasonable expenses associated with the same and shall not be used for or diverted to any other purpose. No party shall have authority to use or divert the Assets of an Agency Account of an Employer for the satisfaction of any other Employer's Pension Obligation or OPEB Obligation or any other Employer's expenses.

5.8 Delegation of Duties

The Plan Administrator, Delegatee, or Trust Administrator, may at any time retain the Trustee as its agent to perform any act, keep any records or accounts and make any computations that are required of the Plan Administrator, Delegatee or Trust Administrator by this Trust Agreement or by the Plan. The Trustee may be compensated for such retention and such retention shall not be deemed to be contrary to this Trust Agreement.

5.9 Distributions

(a) The Trustee shall, from time to time, upon the written direction of the Plan Administrator or Delegatee, make distributions from the Assets of the Trust under the OPEB Account to the insurers, third party administrators, service providers or other entities providing benefits or services under the OPEB Plan, or to Eligible Employees and Eligible Beneficiaries for reimbursement of OPEB Plan premiums (or other payments for OPEB Plan benefits) paid by the Eligible Employee or Eligible Beneficiary, or to the Employer for reimbursement of OPEB Plan benefits and expenses paid by the Employer, in such manner in such form(s), in such amounts and for such purposes as may be specified in such directions.

(b) In addition, the Trustee shall, from time to time, upon the written direction of the Plan Administrator or Delegatee, make distributions from the Assets of the Trust under the Pension Account directly to (i) the Qualified Trust as employer contributions, (ii) any insurers, third party administrators, service providers or other entities providing services in connection with determining the Employer's Pension Obligation, or (iii) the Employer as reimbursement for the Employer's payment of amounts described in this Section 5.9(b)(i) and (ii).

(c) In no event shall the Trustee have any responsibility respecting the application of distributions from the Assets of the Trust, or for determining or inquiring into whether such distributions are in accordance with the Employer's OPEB Plan, Pension Plan, policies, or applicable collective bargaining agreements.

ARTICLE VI

FIDUCIARY RESPONSIBILITIES

6.1 More Than One Fiduciary Capacity

Any one or more of the fiduciaries with respect to the Trust Agreement or the Trust may, to the extent required thereby or as directed by the Plan Administrator pursuant to this Trust Agreement, serve in more than one fiduciary capacity with respect to the Trust Agreement and the Trust.

6.2 Fiduciary Discharge of Duties

Except as otherwise provided by applicable law, each fiduciary shall discharge such fiduciary's duties with respect to the Trust Agreement and the Trust:

(a) solely in the interest of the Eligible Employees and for the exclusive purpose of funding the Employer's OPEB Obligation or Pension Obligation or both and defraying the reasonable expenses associated with the same; and

(b) with the care, skill, prudence, and diligence under the circumstances then prevailing that a prudent man acting in a like capacity and familiar with such matters would use in the conduct of an enterprise of like character and with like aims.

6.3 Limitations on Fiduciary Responsibility

To the extent allowed by the laws of the state of each Employer:

No fiduciary shall be liable with respect to a breach of fiduciary duty by any other fiduciary if such breach was committed before such party became a fiduciary or after such party ceased to be a fiduciary.

No fiduciary shall be liable for a breach by another fiduciary except as provided by law.

No fiduciary shall be liable for carrying out a proper direction from another fiduciary, including refraining from taking an action in the absence of a proper direction from the other fiduciary possessing the authority and responsibility to make such a direction, which direction the fiduciary in good faith believes to be authorized and appropriate.

6.4 Indemnification of Trustee by Employer

The Trustee shall not be liable for, and Employer shall (to the extent allowed by the laws of the state of each Employer) indemnify, defend (as set out in Section 6.8 of this Trust Agreement), and hold the Trustee (including its officers, agents, employees and attorneys) and other Employers harmless from and against any claims, demands, loss, costs, expense or liability imposed on the indemnified party, including reasonable attorneys' fees and costs incurred by the indemnified party, arising as a result of Employer's active or passive negligent act or omission or willful misconduct in the execution or performance of its duties under this Trust Agreement.

6.5 Indemnification of Employer by Trustee

The Employer shall not be liable for, and Trustee shall (to the extent allowed by the laws of the state of each Employer) indemnify, defend (as set out in Section 6.8 of this Trust Agreement), and hold the Employer (including its officers, agents, employees and attorneys) and other Employers harmless from and against any claims, demands, loss, costs, expense or liability imposed on the indemnified party, including reasonable attorneys' fees and costs incurred by the indemnified party, arising as a result of Trustee's active or passive negligent act or omission or willful misconduct in the execution or performance of its duties under this Trust Agreement.

6.6 Indemnification of Trustee by Trust Administrator

The Trustee shall not be liable for, and Trust Administrator shall (to the extent allowed by the laws of the state of each Employer) indemnify and hold the Trustee (including its officers, agents, employees and attorneys) harmless from and against any claims, demands, loss, costs, expense or liability imposed on the indemnified party, including reasonable attorneys' fees and costs incurred by the indemnified party, arising as a result of Trust Administrator's active or passive negligent act or omission or willful misconduct in the execution or performance of its duties under this Trust Agreement.

6.7 Indemnification of Trust Administrator by Trustee

The Trust Administrator shall not be liable for, and Trustee shall (to the extent allowed by the laws of the state of each Employer) indemnify and hold the Trust

Administrator (including its officers, agents, employees and attorneys) harmless from and against any claims, demands, loss, costs, expense or liability imposed on the indemnified party, including reasonable attorneys' fees and costs incurred by the indemnified party, arising as a result of Trustee's active or passive negligent act or omission or willful misconduct in the execution or performance of its duties under this Trust Agreement.

6.8 Indemnification Procedures

Promptly after receipt by an indemnified party of notice or receipt of a claim or the commencement of any action for which indemnification may be sought, the indemnified party will notify the indemnifying party in writing of the receipt or commencement thereof. When the indemnifying party has agreed to provide a defense as set out above that party shall assume the defense of such action (including the employment of counsel, who shall be counsel reasonably satisfactory to such indemnitee) and the payment of expenses, insofar as such action shall relate to any alleged liability in respect of which indemnity may be sought against the indemnifying party. Any indemnified party shall have the right to employ separate counsel in any such action and to participate in the defense thereof, but the fees and expenses of such counsel shall not be at the expense of the indemnifying party unless (i) the employment of such counsel has been specifically authorized by the indemnifying party or (ii) the named parties to any such action (including any impleaded parties) include both the indemnifying party and the indemnified party and representation of both parties by the same counsel would be inappropriate due to actual or potential differing interest between them. The indemnifying party shall not be liable to indemnify any person for any settlement of any such action effected without the indemnifying party's consent. The indemnification procedures of this Trust Agreement shall survive the termination of the Trust, any Employer's participation in the Trust and/or this Trust Agreement.

6.9 No Joint and Several Liability

This document is not intended to and does not create any joint powers agreement or any joint and several liability. No Employer shall be responsible for any contributions, costs or distributions of any other Employer.

ARTICLE VII

AMENDMENT, TERMINATION AND MERGER

7.1 No Contractual Obligation

An Employer's participation in the Trust does not create, and is not intended to create, any contractual obligation to Eligible Employees. Therefore, no Employer is contractually obligated to Eligible Employees solely due to its participation in

the Trust to continue providing benefits under its Pension Plan or OPEB Plan or to make contributions to the Trust.

7.2 Amendment of Trust

(a) The Trust Agreement may be amended only by the approval of two-thirds (2/3) or more of the Employers then participating in the Trust. Any such amendment by the Employers shall be set forth in an instrument in writing and shall be delivered to the Trustee, the Trust Administrator and all Plan Administrators not less than one hundred and eighty (180) days before the effective date of such amendment; provided, however, that any party may waive in writing such 180-day requirement with respect to any amendment (and such waiver shall not constitute a waiver with respect to any other amendment); and provided, further, that a waiver in writing of such 180-day requirement by two-thirds (2/3) or more of the Plan Administrators of the Employers participating in the Trust as of the date the amendment is adopted shall constitute a waiver of such 180-day requirement by all of the Employers then participating in the Trust. In addition, the Trust Administrator or the Trustee shall have the right to amend this Trust Agreement from time to time (without the requirement of a vote of Employers) solely for the purpose of keeping the Trust Agreement in compliance with the Code and applicable state law. Any such amendment by the Trust Administrator or the Trustee shall be set forth in an instrument in writing and shall be delivered to the Trustee, the Trust Administrator and all Plan Administrators promptly as each is made.

(b) Any amendment of the Trust Agreement may be current, retroactive or prospective, provided, however, that no amendment shall:

(1) Cause the Assets of any Agency Account to be used for or diverted to purposes other than for the exclusive purpose of funding the Employer's OPEB Obligation or Pension Obligation or both and defraying the reasonable expenses associated with the same.

(2) Permit the Assets of any Agency Account to be used for the benefit of any other Employer.

7.3 Termination of Employer's Obligation to Provide Pension Benefits or OPEB

A termination of the Employer's obligation to provide benefits under the Employer's Pension Plan or OPEB Plan for which the Employer's Agency Account was established shall not, in itself, effect a termination of the Agency Account. Upon a termination of the Employer's obligation to provide benefits under its Pension Plan or OPEB Plan, the Assets of the Employer's Pension Account or OPEB Account, as applicable, will be distributed by the Trustee when directed by the Plan Administrator in accordance with this Section 7.3. From and after the date of such termination and until final distribution of all Assets under the Employer's Agency Account, the Trustee shall continue to have all the powers

provided herein as are necessary or expedient for the orderly liquidation and distribution of such Assets, and the Agency Account shall continue until the Assets have been completely distributed. Any Assets remaining in the Pension Account or OPEB Account will be used first to satisfy any remaining Pension Obligation or OPEB Obligation, respectively, pursuant to the Employer's Pension Plan or OPEB Plan (to the extent that such distribution constitutes the exercise of an "essential governmental function" within the meaning of Section 115 of the Code) and to satisfy any of such Employer's obligations under this Trust Agreement. Any Assets remaining in the Employer's Pension Account or OPEB Account (as applicable) after giving effect to the preceding sentence will be paid to the Employer to the extent permitted by law and consistent with the requirements of Section 115 of the Code.

7.4 Fund Recovery Based on Mistake of Fact

Except as hereinafter provided or in accordance with Section 7.3, the Assets of the Trust shall never inure to the benefit of the Employer. The Assets shall be held for the exclusive purpose of funding the Employer's OPEB Obligation or Pension Obligation or both and defraying the reasonable expenses associated with the same. However, in the case of a contribution which is made by an Employer because of a mistake of fact, that portion of the contribution relating to the mistake of fact (exclusive of any earnings or losses attributable thereto) may be returned to the Employer, provided such return occurs within two (2) years after discovery by the Employer of the mistake. If any repayment is payable to the Employer, then, as a condition to such repayment, and only if requested by Trustee, the Employer shall execute, acknowledge and deliver to the Trustee its written undertaking, in a form satisfactory to the Trustee, to indemnify, defend and hold the Trustee harmless from all claims, actions, demands or liabilities arising in connection with such repayment.

7.5 Termination of Trust

(a) The Trust and this Trust Agreement may be terminated by the unanimous agreement of all Employers, which action must be in writing and delivered to the Trustee and Trust Administrator. Upon termination of the Trust under this Section 7.5(a), the Assets of each Employer's Pension Account or OPEB Account, as applicable, will be distributed by the Trustee when directed by the Plan Administrator in accordance with this Section 7.5(a). From and after the date of such termination and until final distribution of all Assets under each Employer's Agency Account, the Trustee shall continue to have all the powers provided herein as are necessary or expedient for the orderly liquidation and distribution of such Assets, and the Agency Account shall continue until the Assets have been completely distributed. Any Assets remaining in the Pension Account or OPEB Account will be used first to satisfy any remaining Pension Obligation or OPEB Obligation, respectively, pursuant to the Employer's Pension Plan and OPEB Plan (to the extent that such distribution constitutes the exercise of an "essential governmental function" within the meaning of Section 115 of the Code) and to

satisfy any of such Employer's obligations under this Trust Agreement. Any Assets remaining in the Employer's Pension Account or OPEB Account (as applicable) after giving effect to the preceding sentence will be paid to the Employer to the extent permitted by law and consistent with the requirements of Section 115 of the Code.

(b) Contributions to the Trust are conditioned on initial qualification of the Trust under Section 115 of the Code. If the Trust receives an adverse determination with respect to its initial qualification, then the Trust and this Trust Agreement will automatically terminate without any action by any Employer or other parties. After such termination, the Assets of each Employer's Pension Account or OPEB Account, as applicable, will be returned by the Trustee to the Employer as directed by the Plan Administrator in accordance with this Section 7.5(b) to the extent permitted by law and consistent with the requirements of Section 115 of the Code. This Section 7.5(b) will cease to apply upon the Trust's receipt of a favorable determination with respect to its initial qualification.

(c) The Trust and this Trust Agreement may be terminated only as described in this Section 7.5. In no case will the assets of the Trust be distributed on termination to an entity that is not a state, a political subdivision of a state or an entity the income of which is excluded from gross income under Section 115 of the Code.

ARTICLE VIII

MISCELLANEOUS PROVISIONS

8.1 Nonalienation

Eligible Employees do not have an interest in the Trust. Accordingly, the Trust shall not in any way be liable to attachment, garnishment, assignment or other process, or be seized, taken, appropriated or applied by any legal or equitable process, to pay any debt or liability of an Eligible Employee or any other party. Trust Assets shall not be subject to the claims of any Employer or the claims of its creditors.

8.2 Saving Clause

In the event any provision of this Trust Agreement is held illegal or invalid for any reason, said illegality or invalidity shall not affect the remaining parts of the Trust Agreement, but this instrument shall be construed and enforced as if said provision had never been included.

8.3 Applicable Law

This Trust Agreement and the Trust shall be construed, administered and governed under the Code and the law of the State of California. To the extent any

of the provisions of this Trust Agreement are inconsistent with the Code or applicable state law, the provisions of the Code or state law shall control. In the event, however, that any provision is susceptible to more than one interpretation, such interpretation shall be given thereto as is consistent with the Trust Agreement being a tax-exempt trust within the meaning of the Code.

8.4 Joinder of Parties

In any action or other judicial proceedings affecting this Trust Agreement, it shall be necessary to join as parties only the Trustee, the Plan Administrator or Delegatee. No participant or other persons having an interest in the Trust or any Agency Account shall be entitled to any notice or service of process unless otherwise required by law. Any judgment entered in such a proceeding or action shall be binding on all persons claiming under this Trust Agreement; provided, however, that nothing in this Trust Agreement shall be construed as to deprive a participant of such participant's right to seek adjudication of such participant's rights under applicable law.

8.5 Employment of Counsel

The Trustee may consult with legal counsel (who may be counsel for the Trustee, the Trust Administrator or any Employer) with respect to the interpretation of this Agreement or the Trustee's duties hereunder or with respect to any legal proceedings or any questions of law and shall be entitled to take action or not to take action in good faith reliance on the advice of such counsel and charge the Trust and, as applicable, one or more Agency Accounts.

8.6 Gender and Number

Words used in the masculine, feminine or neuter gender shall each be deemed to refer to the other whenever the context so requires; and words used in the singular or plural number shall each be deemed to refer to the other whenever the context so requires.

8.7 Headings

Headings used in this Trust Agreement are inserted for convenience of reference only and any conflict between such headings and the text shall be resolved in favor of the text.

8.8 Counterparts

This Trust Agreement may be executed in an original and any number of counterparts by the Plan Administrator (executing an Adoption Agreement), the Trust Administrator and the Trustee, each of which shall be deemed to be an original of the one and the same instrument.

IN WITNESS WHEREOF, the Plan Administrator (by executing the Adoption Agreement), the Trustee and the Trust Administrator have executed this Trust Agreement by their duly authorized agents on the Effective Date.

U.S. BANK NATIONAL ASSOCIATION

"Trustee"

By:  _____

Signature

Susan M. Hughes

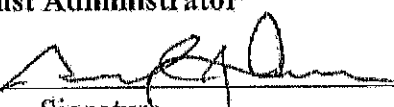
Typed or printed name

Its: Vice President & Relationship Manager

PUBLIC AGENCY

RETIREMENT SERVICES

"Trust Administrator"

By:  _____

Signature

Daniel Johnson

Typed or printed name

Its: President

ATTACHMENT "B"

AGREEMENT FOR ADMINISTRATIVE SERVICES

AGREEMENT FOR ADMINISTRATIVE SERVICES

This agreement ("Agreement") is made this ____ day of _____, 2017, between Phase II Systems, a corporation organized and existing under the laws of the State of California, doing business as Public Agency Retirement Services and PARS (hereinafter "PARS") and the City of Stanton ("Agency").

WHEREAS, the Agency has adopted the PARS Public Agencies Post-Employment Benefits Trust for the purpose of pre-funding pension obligations and/or OPEB obligations ("Plan"), and is desirous of retaining PARS as Trust Administrator to the Trust, to provide administrative services.

NOW THEREFORE, the parties agree:

1. **Services.** PARS will provide the services pertaining to the Plan as described in the exhibit attached hereto as "Exhibit 1A" ("Services") in a timely manner, subject to the further provisions of this Agreement.
2. **Fees for Services.** PARS will be compensated for performance of the Services as described in the exhibit attached hereto as "Exhibit 1B".
3. **Payment Terms.** Payment for the Services will be remitted directly from Plan assets unless the Agency chooses to make payment directly to PARS. In the event that the Agency chooses to make payment directly to PARS, it shall be the responsibility of the Agency to remit payment directly to PARS based upon an invoice prepared by PARS and delivered to the Agency. If payment is not received by PARS within thirty (30) days of the invoice delivery date, the balance due shall bear interest at the rate of 1.5% per month. If payment is not received from the Agency within sixty (60) days of the invoice delivery date, payment plus accrued interest will be remitted directly from Plan assets, unless PARS has previously received written communication disputing the subject invoice that is signed by a duly authorized representative of the Agency.
4. **Fees for Services Beyond Scope.** Fees for services beyond those specified in this Agreement will be billed to the Agency at the rates indicated in the PARS' standard fee schedule in effect at the time the services are provided and shall be payable as described in Section 3 of this Agreement. Before any such services are performed, PARS will provide the Agency with a detailed description of the services, terms, and applicable rates for such services. Such services, terms, and applicable rates shall be agreed upon in writing and executed by both parties.
5. **Information Furnished to PARS.** PARS will provide the Services contingent upon the Agency's providing PARS the information specified in the exhibit attached hereto as "Exhibit 1C" ("Data"). It shall be the responsibility of the Agency to certify the accuracy, content and completeness of the Data so that PARS may rely on such information without further audit. It shall further be the responsibility of the Agency to deliver the Data to PARS in such a manner that allows for a reasonable amount of time for the Services to be performed. Unless specified in Exhibit 1A, PARS shall be under no duty to question Data received from the Agency, to compute contributions made to the

Plan, to determine or inquire whether contributions are adequate to meet and discharge liabilities under the Plan, or to determine or inquire whether contributions made to the Plan are in compliance with the Plan or applicable law. In addition, PARS shall not be liable for non performance of Services to the extent such non performance is caused by or results from erroneous and/or late delivery of Data from the Agency. In the event that the Agency fails to provide Data in a complete, accurate and timely manner and pursuant to the specifications in Exhibit 1C, PARS reserves the right, notwithstanding the further provisions of this Agreement, to terminate this Agreement upon no less than ninety (90) days written notice to the Agency.

6. **Records.** Throughout the duration of this Agreement, and for a period of five (5) years after termination of this Agreement, PARS shall provide duly authorized representatives of Agency access to all records and material relating to calculation of PARS' fees under this Agreement. Such access shall include the right to inspect, audit and reproduce such records and material and to verify reports furnished in compliance with the provisions of this Agreement. All information so obtained shall be accorded confidential treatment as provided under applicable law.
7. **Confidentiality.** Without the Agency's consent, PARS shall not disclose any information relating to the Plan except to duly authorized officials of the Agency, subject to applicable law, and to parties retained by PARS to perform specific services within this Agreement. The Agency shall not disclose any information relating to the Plan to individuals not employed by the Agency without the prior written consent of PARS, except as such disclosures may be required by applicable law.
8. **Independent Contractor.** PARS is and at all times hereunder shall be an independent contractor. As such, neither the Agency nor any of its officers, employees or agents shall have the power to control the conduct of PARS, its officers, employees or agents, except as specifically set forth and provided for herein. PARS shall pay all wages, salaries and other amounts due its employees in connection with this Agreement and shall be responsible for all reports and obligations respecting them, such as social security, income tax withholding, unemployment compensation, workers' compensation and similar matters.
9. **Indemnification.** PARS and Agency hereby indemnify each other and hold the other harmless, including their respective officers, directors, employees, agents and attorneys, from any claim, loss, demand, liability, or expense, including reasonable attorneys' fees and costs, incurred by the other as a consequence of, to the extent, PARS' or Agency's, as the case may be, negligent acts, errors or omissions with respect to the performance of their respective duties hereunder.
10. **Compliance with Applicable Law.** The Agency shall observe and comply with federal, state and local laws in effect when this Agreement is executed, or which may come into effect during the term of this Agreement, regarding the administration of the Plan. PARS shall observe and comply with federal, state and local laws in effect when this Agreement is executed, or which may come into effect during the term of this Agreement, regarding Plan administrative services provided under this Agreement.

11. **Applicable Law.** This Agreement shall be governed by and construed in accordance with the laws of the State of California. In the event any party institutes legal proceedings to enforce or interpret this Agreement, venue and jurisdiction shall be in any state court of competent jurisdiction.
12. **Force Majeure.** When a party's nonperformance hereunder was beyond the control and not due to the fault of the party not performing, a party shall be excused from performing its obligations under this Agreement during the time and to the extent that it is prevented from performing by such cause, including but not limited to: any incidence of fire, flood, acts of God, acts of terrorism or war, commandeering of material, products, plants or facilities by the federal, state or local government, or a material act or omission by the other party.
13. **Ownership of Reports and Documents.** The originals of all letters, documents, reports, and data produced for the purposes of this Agreement shall be delivered to, and become the property of the Agency. Copies may be made for PARS but shall not be furnished to others without written authorization from Agency.
14. **Designees.** The Plan Administrator of the Agency, or their designee, shall have the authority to act for and exercise any of the rights of the Agency as set forth in this Agreement, subsequent to and in accordance with the written authority granted by the Governing Body of the Agency, a copy of which writing shall be delivered to PARS. Any officer of PARS, or his or her designees, shall have the authority to act for and exercise any of the rights of PARS as set forth in this Agreement.
15. **Notices.** All notices hereunder and communications regarding the interpretation of the terms of this Agreement, or changes thereto, shall be effected by delivery of the notices in person or by depositing the notices in the U.S. mail, registered or certified mail, return receipt requested, postage prepaid and addressed as follows:
 - (A) To PARS: PARS; 4350 Von Karman Avenue, Suite 100, Newport Beach, CA 92660; Attention: President
 - (B) To Agency: City of Stanton; 7800 Katella Avenue, Stanton, CA 90680-3162; Attention: City ManagerNotices shall be deemed given on the date received by the addressee.
16. **Term of Agreement.** This Agreement shall remain in effect for the period beginning January 10, 2017 and ending January 9, 2020 ("Term"). This Agreement may be terminated at any time by giving thirty (30) days written notice to the other party of the intent to terminate. Absent a thirty (30) day written notice to the other party of the intent to terminate, this Agreement will continue unchanged for successive twelve month periods following the Term.
17. **Amendment.** This Agreement may not be amended orally, but only by a written instrument executed by the parties hereto.
18. **Entire Agreement.** This Agreement, including exhibits, contains the entire understanding of the parties with respect to the subject matter set forth in this Agreement.

In the event a conflict arises between the parties with respect to any term, condition or provision of this Agreement, the remaining terms, conditions and provisions shall remain in full force and legal effect. No waiver of any term or condition of this Agreement by any party shall be construed by the other as a continuing waiver of such term or condition.

19. **Attorneys Fees.** In the event any action is taken by a party hereto to enforce the terms of this Agreement the prevailing party herein shall be entitled to receive its reasonable attorney's fees.
20. **Counterparts.** This Agreement may be executed in any number of counterparts, and in that event, each counterpart shall be deemed a complete original and be enforceable without reference to any other counterpart.
21. **Headings.** Headings in this Agreement are for convenience only and shall not be used to interpret or construe its provisions.
22. **Effective Date.** This Agreement shall be effective on the date first above written, and also shall be the date the Agreement is executed.

AGENCY:

BY: _____
James A. Box

TITLE: City Manager

DATE: _____

PARS:

BY: _____
Tod Hammeras

TITLE: Chief Financial Officer

DATE: _____

EXHIBIT 1A
SERVICES

PARS will provide the following services for the City of Stanton Public Agencies Post-Employment Benefits Trust:

1. Plan Installation Services:

- (A) Meeting with appropriate Agency personnel to discuss plan provisions, implementation timelines, actuarial valuation process, funding strategies, benefit communication strategies, data reporting, and submission requirements for contributions/reimbursements/distributions;
- (B) Providing the necessary analysis and advisory services to finalize these elements of the Plan;
- (C) Providing the documentation needed to establish the Plan to be reviewed and approved by Agency legal counsel. Resulting final Plan documentation must be approved by the Agency prior to the commencement of PARS Plan Administration Services outlined in Exhibit 1A, paragraph 2 below.

2. Plan Administration Services:

- (A) Monitoring the receipt of Plan contributions made by the Agency to the trustee of the PARS Public Agencies Post-Employment Benefits Trust ("Trustee"), based upon information received from the Agency and the Trustee;
- (B) Performing periodic accounting of Plan assets, reimbursements/distributions, and investment activity, based upon information received from the Agency and/or Trustee;
- (C) Coordinating the processing of distribution payments pursuant to authorized direction by the Agency, and the provisions of the Plan, and, to the extent possible, based upon Agency-provided Data;
- (D) Coordinating actions with the Trustee as directed by the Plan Administrator within the scope this Agreement;
- (E) Preparing and submitting a monthly report of Plan activity to the Agency, unless directed by the Agency otherwise;
- (F) Preparing and submitting an annual report of Plan activity to the Agency;
- (G) Facilitating actuarial valuation updates and funding modifications for compliance with GASB 45/75, if prefunding OPEB obligations;
- (H) Coordinating periodic audits of the Trust;
- (I) Monitoring Plan and Trust compliance with federal and state laws.

3. PARS is not licensed to provide and does not offer tax, accounting, legal, investment or actuarial advice.

EXHIBIT 1B
FEES FOR SERVICES

PARS will be compensated for performance of Services, as described in Exhibit 1A based upon the following schedule:

An annual asset fee shall be paid from Plan Assets based on the following schedule:

<u>For Plan Assets from:</u>			<u>Annual Rate:</u>
\$0	to	\$10,000,000	0.25%
\$10,000,001	to	\$15,000,000	0.20%
\$15,000,001	to	\$50,000,000	0.15%
\$50,000,001	and above		0.10%

Annual rates are prorated and paid monthly. The annual asset fee shall be calculated by the following formula [Annual Rate divided by 12 (months of the year) multiplied by the Plan asset balance at the end of the month]. Trustee and Investment Management Fees are not included.

EXHIBIT 1C
DATA REQUIREMENTS

PARS will provide the Services under this Agreement contingent upon receiving the following information:

1. Executed Legal Documents:
 - (A) Certified Resolution
 - (B) Adoption Agreement to the Public Agencies Post-Employment Benefits Trust
 - (C) Trustee Investment Forms

2. Contribution – completed Contribution Transmittal Form signed by the Plan Administrator (or authorized Designee) which contains the following information:
 - (A) Agency name
 - (B) Contribution amount
 - (C) Contribution date
 - (D) Contribution method (Check, ACH, Wire)

3. Distribution – completed Payment Reimbursement/Distribution Form signed by the Plan Administrator (or authorized Designee) which contains the following information:
 - (A) Agency name
 - (B) Payment reimbursement/distribution amount
 - (C) Applicable statement date
 - (D) Copy of applicable premium, claim, statement, warrant, and/or administrative expense evidencing payment
 - (E) Signed certification of reimbursement/distribution from the Plan Administrator (or authorized Designee)

4. Other information pertinent to the Services as reasonably requested by PARS and Actuarial Provider.

CITY OF STANTON

REPORT TO THE CITY COUNCIL

TO: Honorable Mayor and Members of the City Council

DATE: January 10, 2017

SUBJECT: CITY CLERK'S CERTIFICATION OF SUFFICIENT SIGNATURES ON REFERENDUM PETITION SEEKING TO REPEAL PORTIONS OF ORDINANCE NO. 1060 RESTRICTING MARIJUANA BUSINESSES WITHIN THE CITY; AND REQUESTING FURTHER DIRECTION FROM CITY COUNCIL

REPORT IN BRIEF:

In reaction to the potential passage of California Proposition 64 (termed the "Adult Use of Marijuana Act"), the City Council adopted Ordinance No. 1060, which would establish zoning regulations that limit marijuana businesses and activities in the City to the greatest extent under Proposition 64. Ordinance No. 1060 was adopted by the City Council on October 25, 2016. Prior to its effective date, a group of Stanton residents/proponents timely filed a signed petition seeking to repeal portions of Ordinance No. 1060 by referendum.

Pursuant to the California Elections Code, the City Clerk's office verified that the petition contains the minimum number of required signatures to qualify the referendum for the ballot. If the proponents are successful, the referendum would repeal virtually all of the restrictions on marijuana use, possession, cultivation, business, etc. contained in Ordinance No. 1060.

The remainder of this report will provide the City Council with options under the California Elections Code to address this referendum petition.

RECOMMENDED ACTION:

1. Receive, file, and accept the Certificate of Sufficient Signatures on Referendum Petition seeking to repeal portions of Ordinance No. 1060 as valid in all respects; and
2. Provide direction to staff as to further action on the Referendum Petition.

BACKGROUND:

On January 26, 2016, the City Council adopted Ordinance No. 1047, an amendment to the City's business licensing regulations, which enacted a Citywide ban on all marijuana dispensaries, manufacturers, cultivation and related business activities.

In anticipation of the potential passage of California Proposition 64 (termed the "Adult Use of Marijuana Act"), the City Council adopted Ordinance No. 1060. This Ordinance would repeal the business licensing regulations in Ordinance No. 1047 and replace them with zoning regulations that would limit marijuana businesses and activities in the City to the greatest extent under Proposition 64. To summarize, Ordinance No. 1060 established the following limits:

- Personal recreational use, possession, purchase, transport or dissemination of marijuana would be illegal in all areas of the City to the fullest extent allowed by California law. While Proposition 64 (as preemptive State law) will allow limited marijuana use, possession, etc. in Stanton, this language ensures that no marijuana activities beyond the minimum authorized by Proposition 64 are allowed in Stanton;
- Outdoor marijuana cultivation would be prohibited Citywide;
- Indoor marijuana cultivation would be prohibited Citywide, except for "limited home cultivation". "Limited home cultivation" means cultivation of up to 6 plants within the cultivator's private residence or within an accessory structure on the same premises. The plants must not be visible from any public place (e.g., sidewalk) and the cultivator must first secure a permit from the City's Planning Division. Ordinance No. 1060 would prohibit commercial or large-scale cultivation enterprises because they go well beyond "limited home cultivation". These standards are consistent with Proposition 64;
- Marijuana business or commercial activities, including collectives, cooperatives, dispensaries, delivery services, operators, establishments, or providers would continue to be prohibited Citywide. While Proposition 64 requires cities to allow "limited home cultivation" of marijuana, as described above, Proposition 64 allows cities to continue prohibiting commercial marijuana businesses or activities;
- Establishes penalties for violations of these standards, and declares such violations a public nuisance which may be abated by the City pursuant to California law and the Stanton Municipal Code.

Ordinance No. 1060 was adopted by the City Council on October 25, 2016. Under State law, the Ordinance's effective date would have been 30 days after adoption (November 25, 2016). However, on November 22, 2016, a group of Stanton residents/proponents filed a signed petition with the City Clerk's Office seeking to repeal portions of Ordinance No. 1060 by referendum. The petition was timely filed prior to the Ordinance's effective date.

ANALYSIS/JUSTIFICATION:

Pursuant to the California Elections Code, the City Clerk's office, in conjunction with the Orange County Registrar of Voters, verified that the petition contained 1,764 valid signatures. The Elections Code requires the valid signatures of at least 10 percent of the City's registered voters to qualify a local referendum. With 1,764 verified signatures, the petition has met the 10% standard (minimum 1,429 out of a total of 14,291 registered voters in the City). Therefore, the referendum measure has obtained the required signatures to qualify for the ballot. The Certificate as to Verification of Signatures on

Petition is attached to this report and it is recommended that the City Council receive, file, and accept the Certificate as valid in all respects.

It is particularly noted that this referendum seeks to repeal specific portions of Ordinance No. 1060. If the proponents are successful, the referendum would amend Ordinance No. 1060 as follows:

- Repeal the prohibition on personal recreational use, possession, etc. of marijuana in excess of Proposition 64 limits;
- Maintain the Citywide prohibition on outdoor marijuana cultivation;
- Repeal the general prohibition on indoor marijuana cultivation except for "limited home cultivation". This would remove Ordinance No. 1060's prohibition on commercial or large-scale cultivation enterprises;
- Repeal the general prohibition on marijuana business or commercial activities. This would remove Ordinance No. 1060's prohibition on marijuana dispensaries, delivery services, providers, etc.;
- Repeal the penalties for violations of these standards.

While the City Attorney's Office is still analyzing the full legal effect of the referendum, should the proponents succeed, the City could be left with virtually no standards with which to regulate marijuana activities. Further, under Elections Code Section 9241, the City Council would be prohibited from enacting another ordinance that is the same or substantially similar to Ordinance No. 1060 for one year.

Since the referendum measure has qualified, the Elections Code requires the City Council to reconsider the challenged ordinance.

After the City Council has reconsidered the matter, it has three options under the Elections Code:

- a. Repeal the challenged ordinance;
- b. Submit the referendum measure to the voters at the next regular municipal election. A "regular election" is one where Council Members are elected. That would be November 6, 2018;
- c. Submit the Measure to the voters at a special election no earlier than 88 days after the City Council calls the election.

FISCAL IMPACT:

Repealing the ordinance would have no material costs. Submitting the referendum at the next regular municipal election would cost an estimated \$6,000. Submitting the referendum at a Special Election could cost up to \$30,000.

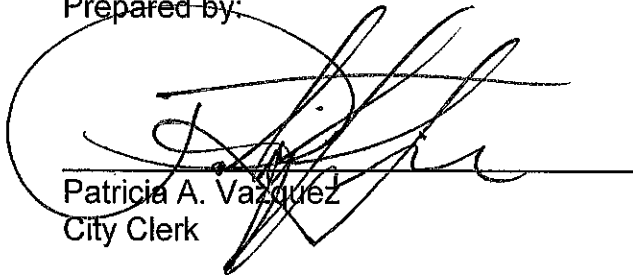
LEGAL REVIEW

The City Attorney has reviewed this staff report.

PUBLIC NOTIFICATION:

Through the regular agenda process.

Prepared by:



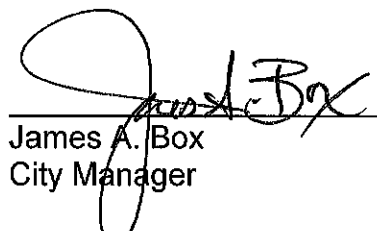
Patricia A. Vazquez
City Clerk

Concurred by:



Stephen M. Parker, CPA
Administrative Services Director

Approved by:



James A. Box
City Manager

Attachment:

A. Certificate as to Verification of Signatures on Petition - Repeal Measure

State of California)
County of Orange)

I further certify that from said examination I have determined the following facts regarding this document:

WITNESS my hand and Official Seal this 28th day of December, 2016.



NEAL KELLEY
Registrar of Voters
Orange County



Petition Result Breakdown

#AA158 Referendum Against an Ordinance Passed Stanton

#AA158 Referendum Against an Ordinance Passed by The City Council

Signatures Required	1429		
Raw Count	2,107		
Sample Size	2,107	Percent of Sigs Checked	Percent of Sample Size
Sigs Checked	1,764		
Sigs Not Checked	343		16.3 %
Sigs Valid	1,429	81.0 %	67.8 %
Sigs Invalid	335	19.0 %	15.9 %
Duplicated	52	3.0 %	2.5 %
Non-duplicate Invalids	283	16.0 %	13.4 %

RESULT ABBR	RESULT DESCRIPTION		
Approved	Approved	1,429	81.0 %
NotReg	Not Registered	146	8.3 %
OutOfDist	Out of District	5	0.3 %
Duplicate	Signed more than once	52	2.9 %
RegLate	Registered Late	1	0.1 %
RegDiffAdd	Registered at a Different Address	42	2.4 %
Declncmp	Declaration Incomplete	9	0.5 %
NoResAdd	No Residence Address Given	10	0.6 %
SigNoMatch	Signatures Don't Match	69	3.9 %
WrongCnty	Page Filed in Wrong County	1	0.1 %

STATISTICS SUMMARY	Value	% Raw	% Req		
Pages Processed	578	100.0 %			
Total Checked	1764	83.7 %	123.4 %		
Uncorrected Valid	1429	67.8 %	100.0 %		
Duplicate Adjustment	0			Min Required (95%):	1357.6
Estimated Valid	1429	67.8 %	100.0 %	Min Required to pass Based on Sample (110%):	1571.9