



CITY OF BUELLTON

CITY COUNCIL AGENDA

**Regular Meeting of April 14, 2016 – 6:00 p.m.
City Council Chambers, 140 West Highway 246
Buellton, California**

Materials related to an item on this agenda, as well as materials submitted to the City Council after distribution of the agenda packet, are available for public inspection in the Office of the City Clerk, located at 107 West Highway 246, during normal business hours.

CALL TO ORDER

Mayor Ed Andrisek

PLEDGE OF ALLEGIANCE

ROLL CALL

Council Members John Connolly, Leo Elovitz, Holly Sierra, Vice Mayor Dan Baumann, and Mayor Ed Andrisek

REORDERING OF AGENDA

PUBLIC COMMENTS

Speaker Slip to be completed and turned in to the City Clerk prior to commencement of meeting. Any person may address the Council on any subject pertaining to City business, including all items on the agenda not listed as a Public Hearing, including the Consent Agenda and Closed Session. Limited to three (3) minutes per speaker. By law, no action may be taken at this meeting on matters raised during Public Comments not included on this agenda.

CONSENT CALENDAR

(ACTION)

The following items are considered routine and non-controversial and are scheduled for consideration as a group. Any Council Member, the City Attorney, or the City Manager may request that an item be withdrawn from the Consent Agenda to allow for full discussion. Members of the Public may speak on Consent Agenda items during the Public Comment period.

- 1. Minutes of March 24, 2016 City Council Meeting**
- 2. List of Claims to be Approved and Ratified for Payment to Date for Fiscal Year 2015-16**
- 3. Resolution No. 16-05 – “A Resolution of the City Council of the City of Buellton, California, Approving a 2% Cost of Living Adjustment (COLA) for all Regular Full-Time Employees, Effective, July 1, 2016”**
 - ❖ (Staff Contact: Finance Director Carolyn Galloway-Cooper)

4. **Contract Amendment to the Agreement for Animal Control Services Between the County of Santa Barbara and the City of Buellton – Fiscal Year 2016-17 and Fiscal Year 2017-18**
❖ *(Staff Contact: City Manager Marc Bierdzinski)*
5. **Extension of Existing Contract with Metro Ventures Ltd. for Irma L. Tucker to Provide Professional Planning Services**
❖ *(Staff Contact: City Manager Marc Bierdzinski)*
6. **Resolution No. 16-06 – “A Resolution of the City Council of the City of Buellton, California, Authorizing the Filing of a Claim with the Santa Barbara County Association of Governments for Allocation of Transportation Development Act Funds for Fiscal Year 2016-17”**
❖ *(Staff Contact: Finance Director Carolyn Galloway-Cooper)*
7. **Growth Mitigation Annual Compliance Report for Fiscal Years 2013-14 and 2014-15**
❖ *(Staff Contact: Finance Director Carolyn Galloway-Cooper)*
8. **Acceptance of the 2014/2015 Road Maintenance Project**
❖ *(Staff Contact: Public Works Director Rose Hess)*

PRESENTATIONS

PUBLIC HEARINGS

COUNCIL MEMBER COMMENTS

COUNCIL ITEMS

WRITTEN COMMUNICATIONS

Written communications are included in the agenda packets. Any Council Member, the City Manager, or City Attorney may request that a written communication be read into the record.

COMMITTEE REPORTS

This Agenda listing is the opportunity for Council Members to give verbal Committee Reports on any meetings recently held for which the Council Members are the City representatives thereto.

BUSINESS ITEMS

(POSSIBLE ACTION)

9. **Discussion of an Ad Hoc Committee with the City of Solvang for Valley-Wide Library Funding**
❖ *(Staff Contact: City Manager Bierdzinski)*
10. **Consideration of Contract Extension with Kosmont Companies for Economic Development Services**
❖ *(Staff Contact: City Manager Bierdzinski)*

- 11. Resolution No. 16-04 – “A Resolution of the City Council of the City of Buellton, California, Approving Certain Information for Inclusion in an Official Statement Relating to the Central Coast Water Authority (CCWA) Refunding Revenue Bonds, Series 2016A (State Water Project Regional Facilities) and Approving Certain Other Matters in Connection Therewith”**
❖ *(Staff Contact: Finance Director Carolyn Galloway-Cooper)*

CITY MANAGER’S REPORT

CITY COUNCIL OF BUELLTON AS SUCCESSOR AGENCY OF THE FORMER BUELLTON REDEVELOPMENT AGENCY (POSSIBLE ACTION)

- 12. Letter to Oversight Board Requesting the Formal Dissolution of the Successor Agency**
❖ *(Staff Contact: Finance Director Carolyn Galloway Cooper)*

CLOSED SESSION ITEMS (POSSIBLE ACTION)

- 13. CONFERENCE WITH LEGAL COUNSEL – EXISTING LITIGATION (Government Code Section 54956.9(a))**
Terravant Wine Company, LLC v. City of Buellton, et al., Santa Barbara County Superior Court Case No. 16CV00839
Environment in the Public Interest v. City of Buellton, et al., Santa Barbara County Superior Court Case No. 16CV00883

ADJOURNMENT

The next meeting of the City Council will be held on Thursday, April 28, 2016 at 6:00 p.m.

CITY OF BUELLTON

CITY COUNCIL MEETING MINUTES
Regular Meeting of March 24, 2016
City Council Chambers, 140 West Highway 246
Buellton, California

CALL TO ORDER

Mayor Ed Andrisek called the meeting to order at 6:00 p.m.

PLEDGE OF ALLEGIANCE

ROLL CALL

Present: Council Members John Connolly, Leo Elovitz, Holly Sierra, Vice Mayor Dan Baumann, and Mayor Ed Andrisek

Staff: City Manager Marc Bierdzinski, City Attorney Steve McEwen, Finance Director Carolyn Galloway-Cooper, Public Works Director Rose Hess, Station Commander Lt. Shawn O'Grady, and City Clerk Linda Reid

REORDERING OF AGENDA

None

PUBLIC COMMENTS

None

CONSENT CALENDAR

- 1. Minutes of March 10, 2016 Regular City Council Meeting**
- 2. List of Claims to be Approved/Ratified for Payment to Date for Fiscal Year 2015-16**
- 3. Revenue and Expenditure Reports through February 29, 2016**

MOTION:

Motion by Council Member Sierra, seconded by Vice Mayor Baumann, approving Consent Calendar Items 1 through 3 as listed.

VOTE:

Motion passed by a roll call vote of 5-0.

Council Member Connolly – Yes

Council Member Elovitz – Yes

Council Member Sierra– Yes

Vice Mayor Baumann – Yes

Mayor Andrisek – Yes

PRESENTATIONS

None

PUBLIC HEARINGS

None

COUNCIL MEMBER COMMENTS/ITEMS

Council Member Sierra stated the Wine and Chili Festival was a very successful event.

Mayor Andrisek announced that he attended the 2016 Green Business Program Luncheon on March 23 at the Santa Ynez Valley Marriott.

Mayor Andrisek announced Habitat for Humanity is hosting a golf tournament on April 15 at Vandenberg Village Country Club.

Mayor Andrisek announced that Santa Barbara County Animal Control has appointed Dori Villalon as their new Operations Manager.

Mayor Andrisek announced that March 24 is World Tuberculosis Day.

Council Member Elovitz discussed the duties of an elected mayor and how items are to be placed on a meeting agenda.

Council Member Sierra requested that the engineering services request for proposals be brought back soon.

WRITTEN COMMUNICATIONS

None

COMMITTEE REPORTS

Mayor Andrisek announced that he attended the Central Coast Water Authority (CCWA) Board Meeting and provided an oral report regarding the meeting.

BUSINESS ITEMS**4. Consideration of Memorandum of Understanding for the Implementation of the Sustainable Groundwater Management Act (SGMA) in the Santa Ynez Valley Groundwater Basin with the Santa Ynez River Water Conservation District****RECOMMENDATION:**

That the City Council approve the Memorandum of Understanding for the Implementation of the Sustainable Groundwater Management Act in the Santa Ynez Valley Groundwater Basin with the Santa Ynez River Water Conservation District and direct the City Manager to execute the document.

STAFF REPORT:

Public Works Director Hess introduced Bruce Wales.

SPEAKERS/DISCUSSION:

Bruce Wales, General Manager of Santa Ynez River Water Conservation District discussed the Memorandum of Understanding for the Implementation of the Sustainable Groundwater Management Act in the Santa Ynez Valley Groundwater Basin.

The City Council discussed the following issues:

- Which agencies will participate in the Buellton Uplands Groundwater Sustainability Agency (GSA)
- Estimated timeline for implementation of the GSA

MOTION:

Motion by Council Member Sierra, seconded by Vice Mayor Baumann, approving the Memorandum of Understanding for the implementation of the Sustainable Groundwater Management Act in the Santa Ynez Valley Groundwater Basin with the Santa Ynez River Water Conservation District and directing the City Manager to execute the document.

VOTE:

Motion passed by a roll call vote of 5-0.

Council Member Connolly – Yes

Council Member Elovitz – Yes

Council Member Sierra– Yes

Vice Mayor Baumann – Yes

Mayor Andrisek – Yes

5. Presentation and Discussion Regarding MarBorg Contract**RECOMMENDATION:**

That the City Council provide direction to staff on extending the existing MarBorg Industries contract and if extended, identify the number of years associated with the extension.

STAFF REPORT:

City Manager Bierdzinski presented the staff report.

DOCUMENTS:

Staff Report with attachments as listed in the staff report.

SPEAKERS/DISCUSSION:

Mario Borgatello, Owner of MarBorg, thanked the Council for the opportunity to provide services for the City of Buellton.

Derek Carlson, Business Manager with MarBorg Industries discussed extending their contract with the City of Buellton. Mr. Carlson submitted documents specifying MarBorg/Buellton highlights, which was provided to the Council and made part of the record.

Mark Davis, Owner of Santa Barbara Koi, spoke about his excellent service experience with MarBorg regarding his property on the Avenue of Flags.

Darin Biamonte, Buellton, spoke about PAWS Park's relationship with MarBorg and their generosity to PAWS Park.

Scott Hadley, Buellton, discussed MarBorg's excellent service in Buellton.

Kathy Vreeland, Executive Director of the Buellton Chamber of Commerce and Visitors Bureau spoke about MarBorg's excellent service in Buellton.

Mike Hendrick, Corporate Director of Engineering for the Harrell Hospitality Group, LLC, spoke about the excellent service the Marriott receives from MarBorg Industries.

The City Council discussed the following issues:

- The excellent service received by businesses and residents in Buellton
- Timeframe of the contract extension

MOTION:

Motion by Council Member Sierra, seconded by Council Member Connolly, extending MarBorg Industries contract for 10 years and that staff bring the contract back for Council approval in April, 2016.

VOTE:

Motion passed by a roll call vote of 5-0.

Council Member Connolly – Yes

Council Member Elovitz – Yes

Council Member Sierra– Yes

Vice Mayor Baumann – Yes

Mayor Andrisek – Yes

6. Determination of Employee Cost of Living Adjustment (COLA) for Fiscal Year 2016-17

RECOMMENDATION:

That the City Council consider approval of a COLA for all full-time regular City employees for Fiscal Year 2016-17 in the amount of two percent.

STAFF REPORT:

Finance Director Galloway-Cooper presented the staff report.

DISCUSSION:

The City Council discussed the following issues:

- Whether surveyed cities are unionized
- A two percent increase is a reasonable level to support

DOCUMENTS:

Staff report with attachments as listed in the staff report.

MOTION:

Motion by Vice Mayor Baumann, seconded by Council Member Elovitz, approving employee COLA for all full-time regular employees for Fiscal Year 2016-17 in the amount of 2%, effective July 1, 2016.

VOTE:

Motion passed by a roll call vote of 5-0.

Council Member Baumann - Yes

Council Member Connolly - Yes

Council Member Elovitz - Yes

Vice Mayor Andrisek - Yes

Mayor Sierra – Yes

7. Discussion and Direction on Process to Obtain Surplus Solar/Wind Energy Equipment from the State of California

SPEAKERS/DISCUSSION:

Randy Arntson, President/CEO Endelos Energy, Inc. explained the process of obtaining surplus solar/wind energy equipment.

Jefferson Litten, representing Community Environmental Council, discussed the opportunity to acquire free solar panels for the City of Buellton and provided a handout for the record.

The City Council discussed the following issues:

- Costs and maintenance associated with the surplus solar products
- Space needed for installing the solar panels
- Disposal fees associated with the solar panels, including hazardous materials
- Unsightliness of the solar panels

- Concern over upgrading or repairing the solar equipment in the future
- Why Santa Barbara County declined acceptance of the donated solar panels
- Staff’s review of future surplus solar products

DIRECTION:

The City Council agreed by consensus to submit a letter of intent regarding obtaining future surplus solar energy equipment and requested that staff analyze the benefits and risks associated with any proposals.

CITY MANAGER’S REPORT

City Manager Bierdzinski provided an informational report to the City Council.

CLOSED SESSION ITEM

- 8. CONFERENCE WITH LEGAL COUNSEL – EXISTING LITIGATION
(Government Code Section 54956.9(a))
Terravant Wine Company, LLC v. City of Buellton, et al., Santa Barbara County Superior Court Case No. 16CV00839
Environment in the Public Interest v. City of Buellton, et al., Santa Barbara County Superior Court Case No. 16CV00883**
- 9. CONFERENCE WITH LEGAL COUNSEL – ANTICIPATED LITIGATION
Significant exposure to litigation pursuant to Government Code section 54956.9, subdivision (d) (2) (one case)**

The City Council met in closed session to discuss existing and anticipated litigation. No reportable action was taken.

ADJOURNMENT

Mayor Andrisek adjourned the regular meeting at 8:25 p.m. The next regular meeting of the City Council will be held on Thursday, April 14, 2016 at 6:00 p.m.

Ed Andrisek
Mayor

ATTEST:

Linda Reid
City Clerk

BACK-UP/SUPPORT DATA IS AVAILABLE FOR COUNCIL REVIEW IN CITY HALL

The following is a list of claims to be ratified and approved for payment by the City Council at the
April 14, 2016 Council Meeting.

Listed below is a brief summary of the attached claims:

EXHIBIT A *	A/P Packet #APPKT00223	\$292,319.22 (2 pages)
	A/P Packet #APPKT00221	90,123.41 (2 pages)
	A/P Packet #APPKT00215	36,244.99 (2 pages)
	Utility Packet# UBPKT00196	25.11 (1 page)

	Total Packets:
	\$418,712.73

	EXHIBIT B
	\$26,724.91

Staff Payroll	3/18/2016	\$37,780.00
Special Payroll	3/21/2016	1,226.03
Council Payroll	3/24/2016	2,197.71
Staff Payroll	4/1/2016	37,005.61

TOTAL AMOUNT OF CLAIMS:	Total Payroll:	\$78,209.35
		\$523,646.99

* The A/P Packets above will be approved on Council Agenda date of 4/14/16
 Checks to be signed on 4/14/16 tie to A/P Packet #APPKT00223
 Checks previously signed by staff to avoid late fees relate to A/P Packet #APPKT00215 & APPKT00221
 Utility Refund/Overpayment Checks previously signed by staff relate to UBPKT00196

Payments via Electronic Fund Transfer (EFT):
From 3/11/16 to 4/1/16

Bank Fees	3/11/2016	\$10.00
AFLAC	3/15/2016	609.03
Bank Fees	3/17/2016	25.00
Payroll Tax - Staff	3/21/2016	6,904.86
Payroll Tax - Staff	3/21/2016	2,233.72
Payroll Tax - Staff	3/23/2016	775.59
Calpers - Classic	3/24/2016	13,893.38
Calpers - PEPRRA	3/24/2016	2,022.59
Bank Fees	3/24/2016	12.00
Payroll Tax - CC	3/25/2016	23.20
Payroll Tax - CC	3/25/2016	96.84
Bank Fees	3/31/2016	65.00
Bank Fees	3/31/2016	38.70
Bank Fees	3/31/2016	15.00
Total		<u><u>\$26,724.91</u></u>



By Check Number

Vendor Number	Vendor Name	Payment Date	Payment Type	Discount Amount	Payment Amount	Number
Bank Code: General Checking-General Checking						
000870	ACCOUNTEMPS	04/05/2016	Regular	0.00	2,298.12	32678
000387	ALBERTSONS, LLC.	04/05/2016	Regular	0.00	90.63	32679
000968	ALFA LAVAL Inc.	04/05/2016	Regular	0.00	1,430.72	32680
001019	All Global Solutions International	04/05/2016	Regular	0.00	75.00	32681
000967	Berry General Engineering Contract	04/05/2016	Regular	0.00	18,531.21	32682
000047	BETSY ROSS FLAG GIRLS, INC.	04/05/2016	Regular	0.00	1,120.00	32683
000882	CALIFORNIA CONSERVATION CORPS	04/05/2016	Regular	0.00	3,200.00	32684
000783	CAMBRON ROOFING AND WATERPF	04/05/2016	Regular	0.00	325.00	32685
000626	CHANNEL COUNTIES DIVISION-LOCC	04/05/2016	Regular	0.00	140.00	32686
000107	CITY OF LOMPOC	04/05/2016	Regular	0.00	1,666.66	32687
000110	CVS PHARMACY INC.	04/05/2016	Regular	0.00	64.39	32688
000172	ECHO COMMUNICATIONS	04/05/2016	Regular	0.00	63.00	32689
001006	FIGUEROA MOUNTAIN BREWERY	04/05/2016	Regular	0.00	766.00	32690
001015	Flying Flags Travel Park	04/05/2016	Regular	0.00	804.00	32691
000201	G E CAPITAL	04/05/2016	Regular	0.00	150.12	32692
000826	GENUINE PARTS COMPANY INC	04/05/2016	Regular	0.00	142.94	32693
000223	HINDERLITER, de LLAMAS & ASSOCI	04/05/2016	Regular	0.00	909.34	32694
001020	Jenny Kai	04/05/2016	Regular	0.00	750.00	32695
000296	LOCAL GOVERNMENT PUBLICATION	04/05/2016	Regular	0.00	118.66	32696
000835	METRO VENTURES LTD	04/05/2016	Regular	0.00	7,960.00	32697
000326	MNS ENGINEERS, INC.	04/05/2016	Regular	0.00	106,617.50	32698
	Void	04/05/2016	Regular	0.00	0.00	32699
000059	MOTOR PRODUCTS INC. dba	04/05/2016	Regular	0.00	4.16	32700
001021	Nicole Carnevale	04/05/2016	Regular	0.00	750.00	32701
000801	O'REILLY AUTOMOTIVE STORES, INC	04/05/2016	Regular	0.00	45.11	32702
000379	POSTMASTER	04/05/2016	Regular	0.00	590.00	32703
000380	PRAXAIR DISTRIBUTION, INC.	04/05/2016	Regular	0.00	134.25	32704
000438	SANTA YNEZ VALLEY HARDWARE	04/05/2016	Regular	0.00	249.36	32705
000439	SANTA YNEZ VALLEY NEWS	04/05/2016	Regular	0.00	141.90	32706
000450	SB CO SHERIFF'S DEPARTMENT	04/05/2016	Regular	0.00	141,252.00	32707
000016	SCHAFF HOLDINGS, INC. dba	04/05/2016	Regular	0.00	67.50	32708
000454	SCOR CARDIAC CYCLISTS CLUB, INC.	04/05/2016	Regular	0.00	434.32	32709
001011	SKY RIVER RV	04/05/2016	Regular	0.00	598.25	32710
000161	STATE OF CALIFORNIA - DOJ	04/05/2016	Regular	0.00	64.00	32711
000681	STATEWIDE SAFETY & SIGNS, INC.	04/05/2016	Regular	0.00	101.01	32712
000482	SWRCB	04/05/2016	Regular	0.00	230.00	32713
000529	TRANSFIRST HEALTH & GOVERNMEI	04/05/2016	Regular	0.00	162.22	32714
000543	USA BLUEBOOK INC	04/05/2016	Regular	0.00	271.85	32715

Bank Code General Checking Summary

Payment Type	Payable Count	Payment Count	Discount	Payment
Regular Checks	60	37	0.00	292,319.22
Manual Checks	0	0	0.00	0.00
Voided Checks	0	1	0.00	0.00
Bank Drafts	0	0	0.00	0.00
EFT's	0	0	0.00	0.00
	60	38	0.00	292,319.22

Fund Summary

Fund	Name	Period	Amount
999	POOLED CASH	4/2016	292,319.22
			<u>292,319.22</u>



By Check Number

Vendor Number	Vendor Name	Payment Date	Payment Type	Discount Amount	Payment Amount	Number
Bank Code: General Checking-General Checking						
000870	ACCONTEMPS	04/01/2016	Regular	0.00	2,123.58	32662
000303	ART MERCADO	04/01/2016	Regular	0.00	100.00	32663
000868	BRIAN DUNSTAN	04/01/2016	Regular	0.00	50.00	32664
000065	BURKE, WILLIAMS & SORENSEN, LLF	04/01/2016	Regular	0.00	17,506.50	32665
000121	COC/BBA/VISITORS INFORMATION	04/01/2016	Regular	0.00	23,147.01	32666
000140	DAN HEEDY	04/01/2016	Regular	0.00	100.00	32667
000193	FIRST NATIONAL BANK OF OMAHA	04/01/2016	Regular	0.00	10,549.90	32668
	Void	04/01/2016	Regular	0.00	0.00	32669
000199	FOSTER D. REIF	04/01/2016	Regular	0.00	100.00	32670
000869	JOE PADILLA	04/01/2016	Regular	0.00	50.00	32671
000812	KOSMONT & ASSOCIATES, INC. dba	04/01/2016	Regular	0.00	6,886.59	32672
000545	KROS ANDRADE dba	04/01/2016	Regular	0.00	442.68	32673
000954	MICHAEL MacEACHERM	04/01/2016	Regular	0.00	4,000.00	32674
001010	RAFAEL RUIZ CLEANING	04/01/2016	Regular	0.00	1,650.00	32675
000450	SB CO SHERIFF'S DEPARTMENT	04/01/2016	Regular	0.00	3,065.00	32676
000894	VISITSYV	04/01/2016	Regular	0.00	20,352.15	32677

Bank Code General Checking Summary

Payment Type	Payable Count	Payment Count	Discount	Payment
Regular Checks	23	15	0.00	90,123.41
Manual Checks	0	0	0.00	0.00
Voided Checks	0	1	0.00	0.00
Bank Drafts	0	0	0.00	0.00
EFT's	0	0	0.00	0.00
	23	16	0.00	90,123.41

Fund Summary

Fund	Name	Period	Amount
999	POOLED CASH	4/2016	90,123.41
			<hr/> 90,123.41



By Check Number

Vendor Number	Vendor Name	Payment Date	Payment Type	Discount Amount	Payment Amount	Number
Bank Code: General Checking-General Checking						
000870	ACCONTEMPS	03/25/2016	Regular	0.00	2,225.39	32637
000820	ACWA/JPIA	03/25/2016	Regular	0.00	2,241.16	32638
000000	AMY FROHLICH	03/25/2016	Regular	0.00	70.00	32639
000028	ARAMARK UNIFORM SERVICES INC	03/25/2016	Regular	0.00	196.72	32640
000076	CAL-COAST IRRIGATION, INC.	03/25/2016	Regular	0.00	11.43	32641
000090	CaPERS LONG-TERM CARE PROGRA	03/25/2016	Regular	0.00	84.25	32642
000112	CLARK PEST CONTROL	03/25/2016	Regular	0.00	159.00	32643
000655	COAST NETWORX, INC.	03/25/2016	Regular	0.00	332.50	32644
000118	COASTAL COPY, LP	03/25/2016	Regular	0.00	961.54	32645
000713	COASTAL COPY, LP	03/25/2016	Regular	0.00	484.92	32646
000122	COMCAST CABLE	03/25/2016	Regular	0.00	127.32	32647
000138	D.L. ELECTRIC, INC.	03/25/2016	Regular	0.00	181.00	32648
001008	ENVIRONMENTAL AGRICULTURAL	03/25/2016	Regular	0.00	447.00	32649
000255	JOE MEEHAN	03/25/2016	Regular	0.00	234.57	32650
000352	P G & E	03/25/2016	Regular	0.00	20,065.30	32651
000372	PETTY CASH	03/25/2016	Regular	0.00	100.00	32652
000978	Staples Credit Plan	03/25/2016	Regular	0.00	656.79	32653
000883	SYV COMPUTER CENTER	03/25/2016	Regular	0.00	120.00	32654
000521	TODD PIPE & SUPPLY	03/25/2016	Regular	0.00	64.16	32655
000556	VERIZON WIRELESS	03/25/2016	Regular	0.00	609.41	32656
000782	WAGE WORKS	03/25/2016	Regular	0.00	127.00	32657
001009	WATER CONSULTANCY INC,	03/25/2016	Regular	0.00	5,130.00	32658
000768	WEX BANK	03/25/2016	Regular	0.00	1,485.53	32659
000899	WILDLING MUSEUM	03/25/2016	Regular	0.00	130.00	32660

Bank Code General Checking Summary

Payment Type	Payable Count	Payment Count	Discount	Payment
Regular Checks	32	24	0.00	36,244.99
Manual Checks	0	0	0.00	0.00
Voided Checks	0	0	0.00	0.00
Bank Drafts	0	0	0.00	0.00
EFT's	0	0	0.00	0.00
	32	24	0.00	36,244.99

Fund Summary

Fund	Name	Period	Amount
999	POOLED CASH	3/2016	36,244.99
			<hr/>
			36,244.99



City of Buellton, CA

Refund Check Register

Refund Check Detail

UBPKT00196 - Generate Refund Checks

Account	Name	Date	Check #	Amount	Code	Receipt	Amount	Type
03-07100-010	SHUEY, DANIEL	3/15/2016	✓ 32632	25.11			25.11	Generated From Billing
Total Refunds: 1				Total Refunded Amount:	25.11			

Revenue Code Summary

Revenue Code	Amount
996 - UNAPPLIED CREDITS	25.11
Revenue Total:	25.11

General Ledger Distribution

Posting Date: 03/15/2016

Account Number	Account Name	Posting Amount	IFT
Fund: 020 - WATER FUND			
020-10000	Claim On Pooled Cash	-25.11	Yes
020-22420	Unapplied Credits	25.11	
020 Total:		0.00	
Fund: 999 - POOLED CASH			
999-10001	Pooled Cash - General Checking	-25.11	
999-27000	Due To Other Funds	25.11	Yes
999 Total:		0.00	
Distribution Total:		0.00	

CITY OF BUELLTON
City Council Agenda Staff Report

City Manager Review: MPB
Council Agenda Item No.: 3

To: The Honorable Mayor and City Council

From: Carolyn Galloway-Cooper, Finance Director

Meeting Date: April 14, 2016

Subject: Resolution No. 16-05 – “A Resolution of the City Council of the City of Buellton, California, Approving a 2% Cost of Living Adjustment (COLA) for all Regular Full-Time Employees, Effective, July 1, 2016”

BACKGROUND

Buellton Municipal Code Section 2.08.060 authorizes the City Manager to prepare and submit a proposed annual salary plan to the City Council for its approval. On March 24, 2016, the City Council authorized a two-percent Cost of Living Adjustment (COLA) for all regular full-time employees, effective, July 1, 2016 and requested that staff bring back a resolution formally approving the COLA for Fiscal Year 2016-17.

FISCAL IMPACT

The fiscal impact of the COLA will be reflected in the Fiscal Year 2016-17 Budget and the overall increase including benefits would be \$31,000.

RECOMMENDATION

That the City Council approve Resolution No. 16-05 – “A Resolution of the City Council of the City of Buellton, California, Approving a 2% Cost of Living Adjustment (COLA) for all Regular Full-Time Employees, Effective, July 1, 2016”

ATTACHMENT

Resolution No. 16-05

RESOLUTION NO. 16-05

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF BUELLTON, CALIFORNIA, APPROVING A 2% COST OF LIVING ADJUSTMENT (COLA) FOR ALL REGULAR FULL-TIME EMPLOYEES, EFFECTIVE JULY 1, 2016

WHEREAS, Section 2.08.060 of the Buellton Municipal Code authorizes the City Manager to prepare and submit a proposed annual salary plan to the City Council for its approval; and

WHEREAS, the City Council has reviewed and approved the 2% COLA submitted on March 24, 2016; and

WHEREAS, the City Council values the work performed by its regular full-time employees; and

WHEREAS, based on financial information provided by the Finance Director, the City Council has determined that it is financially prudent to provide for an increase in salaries of regular full-time employees.

NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF BUELLTON DOES RESOLVE, DETERMINE, FIND, AND ORDER AS FOLLOWS:

SECTION 1. The City Council hereby 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 hereby directs adjustments to regular full-time employees' salaries to reflect a 2% cost of living adjustment, effective July 1, 2016.

SECTION 3. The fiscal impact of the salary adjustment will be reflected in the Fiscal Year 2016-17 City Budget.

SECTION 4. The City Clerk shall certify to the adoption of this Resolution.

PASSED, APPROVED and ADOPTED this 14th day of April, 2016.

Ed Andrisek
Mayor

ATTEST:

Linda Reid
City Clerk

CITY OF BUELLTON
City Council Agenda Staff Report

City Manager Review: MPB
Council Agenda Item No.: 4

To: The Honorable Mayor and City Council

From: Marc Bierdzinski, City Manager

Meeting Date: April 14, 2016

Subject: Contract Amendment to the Agreement for Animal Control Services Between the County of Santa Barbara and the City of Buellton – Fiscal Year 2016-17 and Fiscal Year 2017-18

BACKGROUND

Attached is the Contract Amendment for Animal Control Services between the County of Santa Barbara and the City of Buellton for the Regulation, Control, and Enforcement of Animal Control Ordinances within the City of Buellton for Fiscal Years 2016-17 and 2017-18 (Attachment 1). Animal Control is requesting consideration of a two year extension as opposed to the one-year extension that was granted last year.

The Agreement provides that the County’s Division of Animal Services shall perform both field and shelter services including, but not limited to, impounds, shelter boarding, euthanasia, injured animal care, dead animal pick-up and disposal, code enforcement, and twenty-four hour emergency service requests. The letter detailed the requested contract amendment is included as Attachment 2.

In FY 2016-17, there is an increase of \$1,544 (from \$35,093 to \$36,637) for the cost of various services provided by the Division of Animal Services. For FY 2017-18, the increase would be \$2,712 (from \$36,637 to \$39,349). The City cannot provide the same level of services for the amount charged through the Agreement. All other terms and conditions remain the same as in the Agreement for Animal Control Services for the last fiscal year. The services provided by the County have been satisfactory in providing animal control services within the City of Buellton.

FISCAL IMPACT

The cost for the services is \$36,637 for Fiscal Year 2016-17 and \$39,349 for Fiscal Year 2017-18. If the Amendment is approved, funds will be appropriated in the fiscal year budgets for said services.

RECOMMENDATION

That the City Council approve the fifth amendment and authorize the City Manager to sign the contract amendment for Fiscal Years 2016-17 and 2017-18.

ATTACHMENT

Attachment 1 – Contract Amendment to the Agreement for Animal Control Services
between the County of Santa Barbara and the City of Buellton for Fiscal Years
2016-17 and 2017-18

Attachment 2 – Letter from Animal Control

FIFTH AMENDMENT TO AGREEMENT

between

COUNTY OF SANTA BARBARA

and

CITY OF BUELLTON

for

ANIMAL CONTROL SERVICES

Effective July 1, 2016

WHEREAS, the County of Santa Barbara, a political subdivision of the State of California (hereafter COUNTY), and the City of Buellton, a municipal corporation in Santa Barbara County (hereafter CITY), entered into an Agreement for Animal Control Services (hereafter Agreement), which became effective on July 1, 2011; and

WHEREAS, the County and City (collectively referred to as "parties") have amended the Agreement on four prior occasions (such amendments shall be referred to individually as the First Amendment, Second Amendment, Third Amendment, and Fourth Amendment); and

WHEREAS, the parties desire to further amend the Agreement to extend the term and adjust the compensation payable to COUNTY for services performed under the Agreement; and

WHEREAS, this Fifth Amendment incorporates the terms and conditions set forth in the Agreement, First Amendment, Second Amendment, Third Amendment, and Fourth Amendment, except as modified by this Fifth Amendment.

NOW, THEREFORE, for good and valuable consideration, the receipt and sufficiency of which is hereby acknowledged, COUNTY and CITY hereby agree to amend the Agreement as follows:

1. **Definitions.** Capitalized terms used in this Fifth Amendment, to the extent not otherwise defined herein shall have the same meanings as in the Agreement and subsequent amendments.

2. **Amendments.**

The Agreement is amended as follows:

5. **TERM.** The term of this Agreement shall be from July 1, 2016, through June 30, 2018.

6. **COMPENSATION OF COUNTY.** For services rendered from the COUNTY-operated shelter in Lompoc between July 1, 2016 and June 30, 2017, CITY shall pay COUNTY \$36,637, billed in four equal quarterly payments of: \$9,159.25. For services rendered from the COUNTY-operated shelter in Lompoc between July 1, 2017 and June 30, 2018, CITY shall pay COUNTY \$39,349, billed in four equal quarterly payments of: \$9,837.25. Quarterly payments to COUNTY shall be made within thirty (30) days of receipt of invoice. Invoices shall be delivered to the CITY address specified in Section 3, NOTICES of Agreement.

3. **Counterparts.** This Fifth Amendment may be executed in several counterparts, all of which taken together shall constitute a single agreement between the parties.

Fifth Amendment to Agreement for Animal Control Services between the **County of Santa Barbara** and the **City of Buellton**.

IN WITNESS WHEREOF, the parties hereto have executed this Fifth Amendment to be effective July 1, 2016.

COUNTY OF SANTA BARBARA

MONA MIYASATO
COUNTY EXECUTIVE OFFICER

By: _____

Date: _____

APPROVED AS TO FORM:
MICHAEL C. GHIZZONI
COUNTY COUNSEL

APPROVED AS TO ACCOUNTING FORM:
ROBERT W GEIS, CPA
AUDITOR-CONTROLLER

By: _____
Deputy County Counsel

By: _____
Deputy

APPROVED
TAKASHI WADA, MD, MPH
DIRECTOR/HEALTH OFFICER
PUBLIC HEALTH DEPARTMENT

APPROVED AS TO FORM:
RAY AROMATORIO, ARM, AIC
RISK MANAGER

By: _____
Director

By: _____
Risk Manager

APPROVED:
JAN E. GLICK, MS
DIRECTOR OF ANIMAL SERVICES
PUBLIC HEALTH DEPARTMENT

By: _____

Fifth Amendment to Agreement for Animal Control Services between the **County of Santa Barbara** and the **City of Buellton**.

IN WITNESS WHEREOF, the parties hereto have executed this Fifth Amendment to be effective July 1, 2016.

CITY OF BUELLTON

By: _____
Marc Bierdzinski, City Manager

Date: _____

ATTEST:

By: _____
Linda Reid, City Clerk

APPROVED AS TO FORM:

By: _____
Stephen A. McEwen, City Attorney



Animal Services Administration

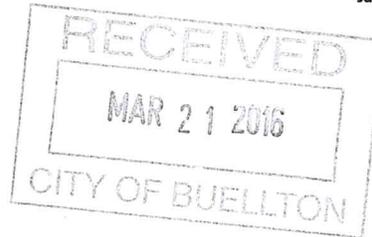
548 W. Foster Road ♦ Santa Maria, CA 93455
805/934-6953 ♦ FAX 805/934-6599

Takashi M. Wada, MD, MPH Director
Suzanne Jacobson, CPA Chief Financial Officer
Susan Klein-Rothschild, MSW Deputy Director
Polly Baldwin, MD, MPH Medical Director
Charity Dean, MD, MPH Health Officer

Jan E. Glick, MS Director of Animal Services

March 17, 2016

Marc Bierdzinski, City Manager
City of Buellton
PO Box 1819
Buellton, California 93427



Re: Animal Services Agreement Amendment FY 2016-2017

Dear Marc:

I understand things are going well in Buellton. The purpose of this letter is to update you on current events with County Animal Services and to discuss and propose the city contract fee for animal control services for Fiscal Year 2016-2017 and Fiscal Year 2017-2018.

The American Humane Association (AHA) provided a comprehensive program assessment of our Animal Services program in 2015. The assessment provided a review of operations, facilities, policies and procedures. The report contains many recommendations for developing policies and processes and making system improvements. The Public Health Department has convened a team of community stakeholders to advise the Public Health Department on the implementation of the recommendations. Together we are progressing with many program improvements utilizing a prioritized approach. We are committed to strengthening the program as we collaborate with our community partners, City partners, volunteers and the residents we serve. Documents that reflect our progress are available on the Public Health department website at <http://cosb.countyofsb.org/phd/animal.aspx?id=50536>.

The Public Health Department uses a per capita methodology to calculate the fee for contracts with the cities for animal control services. The proposed per capita rate for FY 2016-2017 is an increase of 3.6% over the current year per capita rate. This proposed per capita rate for the contracts is \$7.43. This rate is multiplied by the city population to determine the contract fee. Based on a population of 4,931 for the City of Buellton, the proposed fee for the upcoming year is \$36,637.

Current FY 2015-2016 of \$35,093 = \$7.172 per capita * 4,893 population

Proposed FY 2016-2017 of \$36,637 = \$7.43 per capita (+3.60%) * 4,931 population

In case the City is interested in a two year agreement, the proposed contract fee for year 2 is \$39,349. This is an estimate.

Proposed FY 2017-2018 of \$39,349 = \$7.98 per capita (+7.42%) 4,931 population

It is important to note that the proposed FY 2017-2018 rate is based on the proposed FY 2017-2018 budget for the program. We will recalculate the actual rate once we have updated information, most likely in March of 2017.

County Animal Services values our city partners and the opportunity to provide services to the cities. It is our goal to provide the best service possible and respond to any special needs each city might have. We look forward to working with the City of Buellton in the upcoming years. Please advise me of your preference for a one or a two year agreement and I will forward an original amendment and three original signature pages for the City to execute.

Feel free to call me at 934-6953, to discuss the contract renewal, any questions or any other animal related issues. If you would like more information on your city's calculation, I will do my best to provide that. If you would like for me to attend the Council meeting when this amendment is on the agenda, let me know and I will be sure to get it on my calendar.

Appreciatively,



Jan E. Glick, MS
Animal Services Director

CITY OF BUELLTON
City Council Agenda Staff Report

City Manager Review: MPB
Council Agenda Item No.: 5

To: The Honorable Mayor and City Council

From: Marc Bierdzinski, City Manager

Meeting Date: April 14, 2016

Subject: Extension of Existing Contract with Metro Ventures Ltd. for Irma L. Tucker to Provide Professional Planning Services

BACKGROUND

The contract for Irma L. Tucker, President of Metro Ventures, for professional planning services, expires on May 8, 2016. Ms. Tucker has eased the Planning Department workload significantly and she continues to be an excellent fit for the City. She has worked on numerous important projects and has been responsible for vital administrative tasks, including the following:

- Completion of the Housing Element
- Team leader on the Avenue of Flags Specific Plan
- Processing and plancheck of the Hampton Inn Development Plan
- Processing and plancheck of the Tilton Engineering Development Plan
- Assisted on the Live Oak Lanes project
- Fields planning questions at the counter and over the phone
- Member of the “green” team committee
- Review and processing of the Commons Project
- Runs the monthly project development meeting between staff, MNS Engineers, County Fire, and County Building, and prepares a monthly project status update for the City Council

The Planning Department workload continues to be heavy. Staff, therefore, would like to extend the contract with Irma Tucker for one year for Planning Department assistance and the completion of the Avenue of Flags Specific Plan project.

The current one-year contract is for 1040 hours (20 hours per week) at \$80 an hour for a not-to-exceed cost of \$83,200. Staff recommends the same number of hours and pay rate. Therefore, the cost would remain at \$83,200. Any additional extension of the contract would be brought back to the City Council for authorization.

This is a contract position and does not include any benefits.

FISCAL IMPACT

The City is still seeing a cost savings of not having a full time Planning Director while still having a contract planner on staff. Through two-thirds of Fiscal Year 15-16, Planning Department expenditures are at 54% of the projected budget. Ms. Tucker has spent 11% of her time on private development projects in which the city is reimbursed. She has spent 49% of her time working on the Avenue of Flags Specific Plan.

The \$83,200 will be included in contract services for Fiscal Year 2016-2017.

RECOMMENDATION

Staff recommends that the City Council authorize the City Manager to extend the existing contract for professional planning services with Metro Ventures Ltd. for a period of one year.

CITY OF BUELLTON
City Council Agenda Staff Report

City Manager Review: MPB
Council Agenda Item No.: 6

To: The Honorable Mayor and City Council

From: Carolyn Galloway-Cooper, Finance Director

Meeting Date: April 14, 2016

Subject: Resolution No. 16-06 – “A Resolution of the City Council of the City of Buellton, California, Authorizing the Filing of a Claim with the Santa Barbara County Association of Governments for Allocation of Transportation Development Act Funds for Fiscal Year 2016-17”

BACKGROUND

Resolution No. 16-06 authorizes the filing of a claim with the Santa Barbara County Association of Governments for the City’s allocation of Transportation Development Act (TDA) funds for Fiscal Year 2016-17. The money received by each local government must first be used to fund public transit needs that can be reasonably met. These needs are determined through a public hearing. Buellton’s public hearing was held earlier this year as part of a single meeting of the combined North County Agencies. At that hearing, it was determined that Buellton’s need for public transit was being met by the Santa Ynez Valley Transit. In accordance with the Act, we must continue to fund our share of its operation and must also provide funding for regional planning and pedestrian bikeway facilities.

Buellton’s maximum apportionment for Fiscal Year 2016-17 is \$197,978. Amounts for Regional Transportation Planning of \$5,821 and for Pedestrian and Bikeway Facilities of \$3,960 have been determined by the Santa Barbara County Association of Governments. Therefore, Buellton’s share of TDA funds available for transit for the Fiscal Year is \$188,197.

The projected budget for the Santa Ynez Valley Transit system was prepared by the City of Solvang, the administrator of Transit operations, and includes the City’s portion of transit service cost based on Buellton’s 34.6 percent share of the ridership (up from prior year at 29.4 percent). The amount budgeted as Buellton’s portion for fiscal year 2016-17 is \$188,197.

The TDA claim is as follows:

Regional Transportation Planning:	\$5,821
Pedestrian and Bikeway Facilities:	<u>3,960</u>
TOTAL TDA CLAIM	\$9,781

The Local Transportation Fund apportionment will be distributed as follows:

Maximum Apportionment for 2016-17	\$197,978
Less Total TDA Claim	<u>9,781</u>
Amount to be released to City of Solvang	\$188,197

FISCAL IMPACT

The City will receive \$197,978 as its maximum apportionment for Fiscal Year 2016-17, \$188,197 of which will be paid directly to the City of Solvang for operation of the transit system.

RECOMMENDATION

That the City Council approve Resolution No. 16-06 - “A Resolution of the City Council of the City of Buellton, California, Authorizing the Filing of a Claim with the Santa Barbara County Association of Governments for Allocation of Transportation Development Act Funds for Fiscal Year 2016-17”

ATTACHMENTS

- Resolution No. 16-06
- Attachment 1 - TDA Claim for FY 2016-17
- Attachment 2 - Transportation Development Act Local Transportation Fund (LTF) Apportionments for FY 2016-17
- Attachment 3 - Fiscal Year 2016-17 Transit Budget
- Attachment 4 - Santa Ynez Valley Transit Ridership Statistics (February 2015 – February 2016).

RESOLUTION NO. 16-06

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF BUELLTON, CALIFORNIA, AUTHORIZING THE FILING OF A CLAIM WITH THE SANTA BARBARA COUNTY ASSOCIATION OF GOVERNMENTS FOR ALLOCATION OF TRANSPORTATION DEVELOPMENT ACT FUNDS FOR FISCAL YEAR 2016-17

I. RECITALS:

- A. The Transportation Development Act, as amended, Public Utilities Code Section 99200, *et seq.* (hereafter, the “TDA”), provides for the allocation of funds from the Local Transportation Fund and the State Transit Assistance Fund, for use by eligible claimants for various transportation purposes; and
- B. Pursuant to the provisions of the TDA, as amended, and pursuant to the applicable rules and regulations thereunder set forth in Title 21 California Code of Regulations Section 6600, *et seq.*, (the “Regulations”), a prospective claimant wishing to receive an allocation from the Local Transportation Fund or the State Transit Assistance Fund (hereinafter “STA”) shall file its claim with the Santa Barbara County Association of Governments.

II. NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF BUELLTON DOES HEREBY RESOLVE AS FOLLOWS:

- A. Marc Bierdzinski, City Manager, or his designated representative, is hereby authorized and shall execute and file an appropriate claim pursuant to the terms of the TDA and the Regulations, together with all necessary supporting documents, with the Santa Barbara County Association of Governments for an allocation of TDA funds for the Fiscal Year 2016-17.
- B. That the authorized claim includes \$5,821.00 for regional transportation planning, \$3,960.00 for pedestrian and bicycle facilities, \$188,197 for transit or paratransit purposes, plus STA funds to be allocated for mass transportation or local transportation planning.
- C. A certified copy of this Resolution shall be transmitted by the City Manager to the Santa Barbara County Association of Governments in conjunction with the filing of the claim authorized hereby.

D. The City Clerk shall certify to the adoption of this Resolution.

PASSED, APPROVED and ADOPTED this 14th day of April, 2016.

Ed Andrisek
Mayor

ATTEST:

Linda Reid
City Clerk

DOCUMENT A (Instructions on pages 4-3 and 4-4)

TRANSPORTATION DEVELOPMENT ACT CLAIM FORM
(All claimants must complete this document)

Line

1 Project Year (FY) 2016-17

2 Claimant City of Buellton

3 Address P.O. Box 1819

4 Contact Person Marc Bierdzinski Title City Manager

5 Telephone Number 805-686-7429

6 The above named claimant hereby applies for allocations of Transportation Development Act funds for FY 2016-17 for the purposes and in the amount(s) specified below:

Purpose	Apportionment	Claimed
Local Transportation Fund		
7 Regional Transportation Planning (PUC 99262 & 99402)	\$ 5,821.00	\$ 5,821.00
<i>less amount released to SBCAG</i>	<i>minus</i>	\$ 5,821.00
8 Pedestrian & Bikeway Facilities (PUC 99234)	\$ 3,960.00	\$ 3,960.00
9 Articles 4 & 8:	\$ 188,197.00	
<i>less amounts released to:</i>		
10 <u>City of Solvang</u>	<i>minus</i>	\$ 188,197.00
11	<i>minus</i>	
12	<i>minus</i>	
<i>plus amounts released from:</i>		
13	<i>plus</i>	
14	<i>plus</i>	
15	<i>plus</i>	
16 Article 4 Transit (PUC 99260)		\$ -
17 Article 4.5 Community Transit (PUC 99275)		\$ -
18 Article 8a Streets & Roads (PUC 99400a)		
19 Article 8c Transit Contracts (PUC 99400c)		
20 TOTAL LTF	\$ 197,978.00	\$ 3,960.00
21 Amount to be held in reserve (CCR 6648)		
<i>By Claimant</i> <i>By SBCAG</i> 		
State Transit Assistance		
22 Transportation Planning		
23 Mass Transportation		
24 TOTAL STA		\$ -

DOCUMENT A (Continued)

25 TOTAL TRANSPORTATION DEVELOPMENT ACT CLAIM
(add lines 20 and 24)

\$ 3,960.00

Claimant acknowledges that payment by the County Auditor of an allocation made by the Association of Governments is subject to such monies being on hand and available for distribution and to the provision that such moneys be used only in accordance with the terms of the allocation instruction issued by the Association of Governments

26 By: _____
27 Title: City Manager
28 Date: 3/31/2016

I hereby attest to the reasonableness and accuracy of the financial statements included in Documents C, D, F, and G. (Sec. 6632)

29 Signed: _____
Chief Financial Officer
30 Name: Carolyn Galloway-Cooper
31 Title: Finance Director

Reference: CCR Section 6630

DOCUMENT D, PART A (Instructions on pages 4-7 and 4-8)

PROPOSED OPERATING BUDGET
(All transit claimants must complete this document)

<u>Line</u>	<u>Prior Year (FY)</u>	<u>Project Year (FY)</u>
1 Budget Year		2016-17
2 Total Eligible Operating Cost		
3 Estimated Fares		
4 Operating Deficit (subtract Line 3 from Line 2)	\$ -	\$ -
 <u>Other Operating Revenues</u>		
5 Property Taxes		
6 Local Transportation Fund		\$ 3,960.00
7 LTF Balance from Prior Year		
8 State Transit Assistance Fund		
9 Federal Operating Assistance		
10a Measure D/A - Local		
10b Measure D/A - Regional		
11 Other (specify):		
12 Other (specify):		
13 Other (specify):		
14 Net Surplus/(Deficit) (add Lines 5-13 to Line 4)	\$ -	\$ 3,960.00

Footnotes

Reference: CCR Section 6632

DOCUMENT D, PART B (Instructions on pages 4-7 and 4-8)

**PROPOSED CAPITAL BUDGET
(All transit claimants must complete this document)**

<u>Line</u>	<u>Prior Year (FY)</u>	<u>Project Year (FY)</u>
15 Budget Year	0	2016-17
<u>Capital Expenditures</u> (Itemize by Project)		
16		
17		
18		
19		
20		
21		
22		
23		
24 Total Capital Expenditures (Add Lines 16-23)	\$ -	\$ -
<u>Capital Revenues</u>		
25 Property Taxes		
26 Local Transportation Fund (LTF)		
27 LTF Reserve Account		
28 LTF Balance from Prior Year		
29 State Transit Assistance Fund (STAF)		
30 STAF Balance from Prior Year		
31 Federal Capital Assistance		
32 Other (specify):		
33 Other (specify):		
34 Other (specify):		
35 Other (specify):		
36 Total Capital Revenues (add Lines 25-35)	\$ -	\$ -
37 Net Surplus/(Deficit) (subtract Line 36 from Line 24)	\$ -	\$ -

DOCUMENT E (Instructions on page 4-9)

PROJECT DESCRIPTION & REGIONAL TRANSPORTATION PLAN CONFORMITY
(All claimants must complete this document)

Complete sections for *every article* under which you are claiming TDA funds.

ARTICLE 3 BIKE/PED CLAIMS [Cities and County]

Describe how you plan to use LTF Article 3 Bike/Ped funds. Include, as applicable, location, type of bike facility, length of project (if bike lane), construction start date, and expected date of opening.

Funds will be utilized toward design and construction of Bike and Pedestrian facilities as identified and prioritized in the City's Adopted Bicycle and Pedestrian Master Plan (2012). Monies will be accrued until the totals are sufficient to support projects.

List the corresponding RTP project and/or page numbers.

List the corresponding local bicycle plan project and/or page numbers.

ARTICLE 4 TRANSIT CLAIMS [COLT, Guadalupe, SBMTD, SMAT, and SYVT]

Describe how you plan to use LTF Article 4 Transit funds. Include, as applicable, type of project, construction start date, expected date of opening.

List the corresponding RTP project and/or page numbers.

ARTICLE 4.5 COMMUNITY TRANSIT SERVICES CLAIMS [Easy Lift and SMOOTH]

Describe how you plan to use LTF Article 4.5 CTSA funds. Include, as applicable, type of project, construction start date, expected date of opening.

List the corresponding RTP project and/or page numbers.

ARTICLE 8(c) TRANSIT CLAIMS [County only]

Describe how you plan to use LTF Article 8 Transit funds. Include, as applicable, type of project, construction start date, expected date of opening.

List the corresponding RTP project and/or page numbers.

ARTICLE 8(a) STREETS AND ROADS CLAIMS [Cities and County, if applicable]

Describe how you plan to use LTF Article 8 Streets/Roads funds. Include, as applicable, type of project, construction start date, expected date of opening.

Reference: CCR Section 6651

DOCUMENT H (Instructions on page 4-15)

STANDARD ASSURANCES FOR APPLICANTS – LTF
(All claimants must complete this document)

CLAIMANT ASSURANCES: Initial Each Section or Indicate N/A.

- 1) Claimant certifies it has submitted a satisfactory, independent fiscal audit, with required certification statement, to SBCAG and to the State Controller, pursuant to PUC 99245 and 21 CCR 6664, for the prior fiscal year (project year minus two). Claimant also assures this audit requirement will be completed for the current fiscal year (project year minus one).
Date of submittal to State Controller: _____
Date of submittal to SBCAG: _____
Applies to SBMTD, Easy Lift, and SMOOTH. SBCAG contracts for and submits fiscal audits for all other TDA claimants.
- 2) Claimant certifies that, per SBCAG Resolution 90-1, no more than 50% of the CTSA's operating budget for the year came from LTF. Claimant also certifies that its fiscal audit contains verification of this limitation (e.g., "[Easy Lift/SMOOTH] is [not] in compliance with requirement, per SBCAG Resolution 90-1, that no more than 50% of [Easy Lift's/SMOOTH's] operating budget for the year came from Local Transportation Funds.>").
Applies to Article 4.5 (CTSAs)
- 3) Claimant certifies it has submitted an annual report, documenting agency operations, in conformance with the uniform system of accounts and records, to SBCAG and to the State Controller, pursuant to PUC 99243, for the prior year (project year minus two). Claimant assures this report will be audited by an independent CPA. Claimant also assures this report will be completed for the current fiscal year (project year minus one).
Date of submittal to State Controller: _____
Date of submittal to SBCAG: _____
Applies to Articles 4 (transit), 4.5 (CTSAs), and 8 (transit)
- CCU 4) Claimant certifies it has submitted an annual report, regarding expenditure of funds received, to the State Controller, pursuant to 21 CCR 6665, for the prior year (project year minus two). Claimant assures this report will be audited by an independent CPA. Claimant also assures this report will be completed for the current fiscal year (project year minus one).
Date of submittal to State Controller: Oct-15
Applies to Articles 3 (bike/ped) and 8 (streets/roads)
- 5) Claimant certifies that (initial one):
a) the current cost of its retirement system is fully funded with respect to the officers and employees of its public transportation system (PUC 99271(a)); or
b) the operator is implementing a plan approved by SBCAG which will fully fund the retirement system for such officers and employees within 40 years (PUC 99271(a)); or
c) the operator has a private pension plan which sets aside and invests, on a current basis, funds sufficient to provide for the payment of future pension benefits and which is fully compliant with the requirements stated in PUC 99272 and 99273.
Applies to Articles 4 (transit), 4.5 (CTSAs), and 8 (transit)
- 6) Claimant certifies that, pursuant to PUC 99264, it does not routinely staff, with two or more persons, a vehicle for public transportation purposes designed to be operated by one person.
Applies to Articles 4 (transit), 4.5 (CTSAs), and 8 (transit)

DOCUMENT H (Continued)
(Instructions on page 4-15)

- 7) Claimant certifies that the transit operator's operating budget has not increased more than 15% over the preceding year, and does not include a substantial increase or decrease in scope of operations or capital budget provisions for major new fixed facilities. **If the budget does include such changes, documentation is attached** that identifies and substantiates the reason and need for the changes, pursuant to PUC 99266, CCR 6632(b). E.g., if there is a substantial change between the capital expenditures proposed in this claim and those described in the claimant's Short Range Transit Plan (SRTP) or Transit Development Program (TDP), the claimant must provide a statement that substantiates the need for this change. If the claimant has neither a SRTP nor a TDP, the claimant must provide a statement that describes the need for the proposed capital expenditure.
ATTACHMENTS MAY BE REQUIRED
Applies to Articles 4 (transit), 4.5 (CTSAs), and 8 (transit)
- 8) Claimant certifies that **attached is certification from the Department of California Highway Patrol** (CHP), completed within the last 13 months, that indicates the operator is in compliance with Section 1808.1 of the Vehicle Code. Section 1808.1 of the Vehicle Code requires, among other things, that operators participate in a pull notice system for obtaining current driver records from the Department of Motor Vehicles.
ATTACHMENTS REQUIRED
Applies to Articles 4 (transit), 4.5 (CTSAs), and 8 (transit)
- 9) Claimant certifies it is in compliance with PUC 99155: if it offers reduced fares to seniors, it offers the same reduced rate to disabled persons, handicapped persons, and disabled veterans, and it honors the federal Medicare card for identification to receive reduced fares.
Applies to Articles 4 (transit), 4.5 (CTSAs), and 8 (transit)
- 10) Claimant certifies it is in compliance with PUC 99155.5: dial-a-ride and paratransit services are accessible to handicapped persons and the service is provided to persons without regard to vehicle ownership and place of residence.
Applies to Articles 4 (transit), 4.5 (CTSAs), and 8 (transit)
- 11) Claimants that contract with another entity or entities for transit service certify that a copy of **the contract negotiated with that entity is attached**, pursuant to CCR 6630.
ATTACHMENTS REQUIRED
Applies to Articles 4 (transit) and 8 (transit)
- 12) Claimant certifies that, per SBCAG Resolution 90-1, **attached to this claim is an operations plan and budget** that describes existing and proposed service, and report on progress of coordination and consolidation objectives.
ATTACHMENTS REQUIRED
Applies to Article 4.5 (CTSAs)
- 13) Claimant certifies that, per SBCAG Resolution 90-1, it has **attached** an agreement to indemnify and hold harmless SBCAG from any claims, judgments or liabilities against the claimant. Claimant certifies it has also **attached proof of insurance coverage**, with limits of general liability to be specified.
ATTACHMENTS REQUIRED
Applies to Article 4.5 (CTSAs)
- 14) Claimant certifies that in its TDA claim, not less than 5% of the amount claimed under Article 4 will be expended for demand-response service for the elderly and individuals with disabilities, per SBCAG Resolution 90-1.
Applies to Articles 4 (transit) in service areas without a designated CTSA [COLT, SYVT]

DOCUMENT H (Continued)
(Instructions on page 4-15)

15) If SBCAG has found that there are unmet transit needs that are reasonable to meet within its jurisdiction, the claimant certifies it has attached a summary of the actions it plans to take to meet the needs.

ATTACHMENTS MAY BE REQUIRED
Applies to Article 8 (streets/roads)

The undersigned (must be the individual named in the authorizing resolution) hereby certifies that the above statements are true and correct.

Signature:

Name:

Marc Bierdzinski

Title:

City Manager

Date:

3/31/2016

Article 3 Bike/ Ped	Article 4 Transit	Article 4.5 Community Transit	Article 8(a) Streets & Roads	Article 8(c) Transit	REQUIRED FORMS CHECKLIST	
					Claimant:	Document Name
Cities and County	COLT, Guad., SBMTD, SMAT, SYVT	CTSAs: Easy Lift and SMOOTH	Cities and County	County		
X	X	X	X	X		Document A: Claim Form
X	X	X	X	X		Document B: Resolution
	X	X		X		Document C: Productivity Improvement
						Document D: Fiscal Reporting
	X	X		X		Part A Proposed Operating Budget
	X	X		X		Part B Proposed Capital Budget
X	X	X	X	X		Document E: Project Description & RTP Conformity
	X	X		X		Document F: Maximum Transit Allocation
						Document G: Fare and Local Support Ratios
	X			X		G.1 Fixed Route
	X (not SBMTD)	X				G.2 Demand Response
	X (not SBMTD)					G.3 Systemwide (combined)
						Document H: Standard Assurances
	SBMTD Only	X				H.1 Fiscal Audit
		X				H.2 LTF ≤ 50% of CTSA's operating budget
	X	X		X		H.3 State Controller Annual Report
X			X			H.4 State Controller Annual Report
	X	X		X		H.5 Retirement System Funding
	X	X		X		H.6 Staffing of Vehicles
	X	X		X		H.7 Budget Increase *
	X	X		X		H.8 CHP Certification **
	X	X		X		H.9 Fares for Senior and Disabled
	X	X		X		H.10 Accessibility to Disabled
	X			X		H.11 Contract for Transit Services **
		X				H.12 Operations Plan and Budget **
		X				H.13 Indemnify, Hold Harmless; Insurance **
	COLT & SYVT Only					H.14 5% Demand Response
			X			H.15 Unmet Needs *

*attachments may be required

**attachments required

I hereby certify that I have completed all forms necessary to comply with the requirements of the Transportation Development Act.		Submitted by:	
Signature:		Name:	Marc Bierzinski
Date:	3/31/2016	Title:	City Manager
		E-mail:	marcb@cityofbuellton.com
		Phone:	805-686-7429

Transportation Development Act Local Transportation Fund (LTF) Apportionments 2016-17

CLAIMANTS	Population ¹	% of Total Population	Maximum Apportionment ²	Bike & Ped. Funds (2%)	Planning Funds (3%)	Article 4.5 (5%)	Available for Articles 4 & 8
Buellton	4,931	1.1267200%	\$197,978	\$3,960	\$5,821		\$188,197
Guadalupe	7,205	1.6463228%	\$289,279	5,786	8,505		\$261,239 *
Lompoc	43,479	9.9348326%	\$1,745,669	34,913	51,323		\$1,659,433
Santa Maria	102,087	23.3266003%	\$4,098,764	81,975	120,504		\$3,701,471 *
Solvang	5,489	1.2542215%	\$220,382	4,408	6,479		\$209,495
SB County (Unincorp. North County)	64,536	14.7463248%	\$2,591,106	51,822	76,179		\$2,398,348 *
SMOOTH (S. M. Valley CTSA)						\$273,320	
So. Co. Claimants (See Below)	209,915	47.9649780%	\$8,428,022	168,560	247,784	400,584	\$7,611,094
Total	437,642	100.0000000%	\$17,571,200	\$351,424	\$516,595	\$673,904	\$16,029,277
SOUTH COUNTY CLAIMANTS							
SBMTD	209,915		\$7,858,878		\$247,784		\$7,611,094
Easy Lift			\$400,584			\$400,584	
Carpinteria	13,547	3.0954524%	\$10,878	\$10,878			
Goleta	30,765	7.0297184%	\$24,704	24,704			
Santa Barbara City	91,088	20.8133588%	\$73,143	73,143			
SB County (Unincorp. South County)	74,515	17.0264484%	\$59,835	59,835			
Total	209,915	47.9649780%	\$8,428,022	\$168,560	\$247,784	\$400,584	\$7,611,094

¹ January 2015 Department of Finance figures.

² TDA revenue estimate from County Auditor-Controller, January 2016.

* Adjusted to provide funding for SMOOTH (Santa Maria Valley CTSA).

** Per SB County, estimated revenue for FY 2016-17 is \$17,571,200 which is a 2.9% increase over FY 2015-16 revised estimated revenue of \$17,061,200.

ATTACHMENT 3

	FY 2015/16	FY 2016/17
Revenues		
Farebox (User Fees)	\$72,000	\$68,000
Federal Operating Funds (Section 5311)	\$323,497	\$189,028
Proposition 1B (PTMISEA)	\$155,000	\$30,000
TDA Article 4 (includes partner contributions)	\$530,745	\$618,579
Local Subsidy	\$10,400	\$15,400
Sale of Surplus Property	\$12,000	\$0
Interest Income	\$2,000	\$2,000
Transfer in - Reserves	-\$152,513	\$56,447
Total Revenue	\$953,129	\$979,454
Expenditures		
Operating Costs		
Operations	\$782,929	\$934,204
Maintenance	\$15,200	\$15,250
Subtotal	\$798,129	\$949,454
Capital Plan		
Vehicles	\$155,000	\$0
Bus Stops	\$0	\$30,000
Subtotal	\$155,000	\$30,000
Total Expenditures	\$953,129	\$979,454

*Please note figures are estimates and are subject to change.

ATTACHMENT 4

SYVT Ridership	Feb-15	Mar-15	Apr-15	May-15	Jun-15	Jul-15	Aug-15	Sep-15	Oct-15	Nov-15	Dec-15	Jan-16	Feb-16	Total
Fixed-route	2,791	3,231	3,285	3,102	3,480	3,465	3,137	2,877	3,177	2,609	2,664	2,284	2,511	38,613
Dial-A-Ride	458	541	495	501	507	498	497	504	576	480	484	452	464	464
Total Ridership	3,249	3,772	3,780	3,603	3,987	3,963	3,634	3,381	3,753	3,089	3,148	2,736	2,975	45,070

CITY OF BUELLTON
City Council Agenda Staff Report

City Manager Review: MPB
Council Agenda Item No.: 7

To: The Honorable Mayor and City Council

From: Carolyn Galloway-Cooper, Finance Director

Meeting Date: April 14, 2016

Subject: Growth Mitigation Annual Compliance Report for Fiscal Years 2013-14 and 2014-15

BACKGROUND

State of California Assembly Bill 16 (AB 1600) – the Mitigation Fee Act (Government Code Section 66000 *et seq.*) sets forth the standards against which monetary exactions on development projects are measured. For example, it established the criteria by which municipal governments may charge developments for the future cost of providing services to new residents. The philosophy is that all residents of a community deserve the same level of service. As residents are added to a community, the increased cost incurred by the municipal government to provide the same level of service to the community should be borne by the development.

The purpose of the City’s growth mitigation fee program is to finance the design, construction, and acquisition of facilities and equipment to maintain the City’s level of service.

Growth mitigation fees that are collected are segregated and placed in special funds that earn interest. Those funds are held for the facilities and equipment for which the fees are collected.

The City has three separate fees (Water, Wastewater and Traffic Mitigation) collected according to the Mitigation Fee Act. Attached is a summary listing of the fees, along with the balance for each fee account as of June 30, 2014 and June 30, 2015 (Attachment A).

It should be noted that the balances are negative for the Water, Wastewater and Traffic Mitigation fees identified in Attachment A. This indicates that there have been less fees received versus payments for related project planning, design, engineering and Capital Projects.

Regarding the Traffic Mitigation fees, the General Fund replenishes the negative balance if sufficient fee revenue is not received. The General Fund received Proposition 1B funds in April 2008 to cover the deficit. The deficit will be reviewed during the last quarter of 2016 to determine if a transfer from the General Fund is necessary.

Regarding the Enterprise Funds, Water and Wastewater use Connection Fees and reserves to cover the corresponding deficits. Staff separates the Connection Fees within each fund but is in the process of setting up separate Enterprise Capital Improvement funds for Capital Projects. "Connection Fees" will be separately tracked in these Capital Improvement funds. Staff will update Council during 2016-17 Budget hearings regarding the establishment of Enterprise Capital Improvement Funds.

Government Code section 66006(b)(1) sets forth the annual compliance reporting requirements as:

For each separate account or fund established pursuant to subdivision (a), the local agency shall, within 180 days after the last day of each fiscal year, make available to the public the following information for the fiscal year:

- A) A brief description of the type of fee in the account fund;*
- B) The amount of the fee;*
- C) The beginning and ending balance of the account or fund;*
- D) The amount of the collected fee and interest earned;*
- E) An identification of each public improvement on which the fees were expended and the amount of the expenditures on each improvement, including the total percentage of the cost of the public improvement that were funded with fees;*
- F) An identification of an approximate date by which the construction of the public improvement will commence if the local agency determines that sufficient funds have been collected to complete financing on an incomplete public improvement, as identified in Paragraph (2) of Subdivision (a) Section 66001, and the public improvement remains incomplete;*
- G) A description of each interfund transfer or loan made from the account or fund, including the public improvement on which the transferred or loaned fees will be expended, and, in the case of an interfund loan, the date on which the loan will be expended, and, in the case of an interfund loan, the date on which the loan will be repaid and the rate of interest that the account or fund will receive on the loan; and*
- H) The amount of refunds made pursuant to Subdivision (e) Section 66001 and any allocation pursuant to Subdivision (f) of Section 66001.*

FISCAL IMPACT

None

RECOMMENDATION

That the City Council receive this report prepared to satisfy Government Code Section 66006 (b)(1).

ATTACHMENTS

- Attachment A – Analysis of Changes in Fund Balances and Working Capital
- Attachment 1 - Traffic Mitigation Fee Analysis
- Attachment 2 - Water Mitigation Fee Analysis
- Attachment 3 - Wastewater Mitigation Fee Analysis

ATTACHMENT A

City of Buellton
 Annual Report on Developers' Funds Per GC 66000
 July 1, 2013 - June 30, 2014 and July 1, 2014 - June 30, 2015

cgc 3 16 16

Beginning Balance 7/1/13
 per 2012-13 Developer Report
 Adjustment per Audit
Adjusted beginning balance

REVENUE

Fees
 Interest
 Other
TOTAL

EXPENDITURES

Project planning, design, engineering and Support
 Public Works (Capital Projects)
 Debt Service
TOTAL

Excess of Revenue Over/Under Expenditures

Ending Balance 6/30/14

Traffic Mitigation	Water	Wastewater
(157,720)	(856,132)	(212,936)
58		
(157,662)	(856,132)	(212,936)
-	-	-
-	-	-
-	-	-
-	-	-
	181,396	445,426
-	181,396	445,426
-	(181,396)	(445,426)
(157,662)	(1,037,528)	(658,362)

Beginning Balance 7/1/14
 per 2013-14 Developer Report
Adjusted beginning balance

REVENUE

Fees
 Interest
 Other (Transfer from General Fund)
TOTAL

EXPENDITURES

Project planning, design, engineering and Support
 Public Works (Capital Projects)
 Debt Service
TOTAL

Excess of Revenue Over/Under Expenditures

Ending Balance 6/30/15

Traffic Mitigation	Water	Wastewater
(157,662)	(1,037,528)	(658,362)
(157,662)	(1,037,528)	(658,362)
93,507	184,600	89,227
93,507	184,600	89,227
	335,274	36,040
-	335,274	36,040
93,507	(150,674)	53,187
(64,155)	(1,188,202)	(605,175)

**ANNUAL
COMPLIANCE REPORT FOR TRAFFIC GROWTH MITIGATION FEES
FISCAL YEAR ENDING JUNE 30, 2014 and 2015**

A) A brief description of the type of fee in the account or fund.

Traffic Improvement fee - To provide for transportation improvements to accommodate traffic generated by future development within the City and its sphere of influence annexation areas.

B) The amount of the fee.

Single family	\$466.00 per unit
Multiple family	278.00
Senior/affordable	105.00
Commercial/Industrial	See note

Note: Commercial and Industrial traffic fees shall be based on land use categories

C) The beginning and ending balance of the account or fund

D) The amount of the fees collected and the interest earned.

See Attachment A

E) An identification of each public improvement on which fees were expended and the amount of the expenditures on each improvement including the total percentage of the cost of the public improvement that was funded with the fees.

See Attachment A

- F) An identification of the approximate date by which the construction of the public improvement will commence if the local agency determines that sufficient funds have been collected to complete financing on an incomplete public improvement, as identified in paragraph (2) of subdivision (a) of Section 66001, and the public improvement remains incomplete.**

Significant funds have not been collected.

- G) A description of each interfund transfer or loan made from the account or fund, including the public improvement on which the transferred or loaned fees will be expended, and, in the case of an interfund loan the date on which the loan will be repaid and the rate of interest that the account or fund will receive on the loan.**

No interfund transfer or loans utilizing these funds were made during the fiscal years 2014 or 2015.

- H) The amount of refunds made pursuant to subdivision (e) Section 66001 and any allocation pursuant to subdivision (f) of Section 66001.**

No refunds were made during the fiscal year.

**ANNUAL
COMPLIANCE REPORT FOR WATER GROWTH MITIGATION FEES
FISCAL YEAR ENDING JUNE 30, 2014 and 2015**

A) A brief description of the type of fee in the account or fund.

Water - To provide funding for the construction of facilities to ensure a continuing supply of potable water or purchase of State water entitlements.

B) The amount of the fee.

Single family	\$ 3,640 per unit
Multiple family	“
Senior/affordable	“
Commercial/Industrial	See note

Note: Commercial and Industrial fees are based on anticipated acre foot of water use.

C) The beginning and ending balance of the account or fund

D) The amount of the fees collected and the interest earned.

See Attachment A

E) An identification of each public improvement on which fees were expended and the amount of the expenditures on each improvement including the total percentage of the cost of the public improvement that was funded with the fees.

See Attachment A

F) An identification of the approximate date by which the construction of the public improvement will commence if the local agency determines that sufficient funds have been collected to complete financing on an incomplete public improvement, as identified in paragraph (2) of subdivision (a) of Section 66001, and the public improvement remains incomplete.

Not applicable.

G) A description of each interfund transfer or loan made from the account or fund, including the public improvement on which the transferred or loaned fees will be expended, and, in the case of an interfund loan the date on which the loan will be repaid and the rate of interest that the account or fund will receive on the loan.

No interfund transfer or loans utilizing these funds were made during the fiscal years 2014 and 2015.

H) The amount of refunds made pursuant to subdivision (e) Section 66001 and any allocation pursuant to subdivision (f) of Section 66001.

No refunds were made during the fiscal years 2014 and 2015.

**ANNUAL
COMPLIANCE REPORT FOR WASTEWATER GROWTH MITIGATION FEES
FISCAL YEAR ENDING JUNE 30, 2014 and 2015**

A) A brief description of the type of fee in the account or fund.

Wastewater - To provide funding for the construction of wastewater treatment plant improvements and expansions, wastewater interceptors and other closely related projects.

B) The amount of the fee.

Single family	\$ 2,640 basic connection
Multiple family	\$ 2,420 per unit
Commercial/Industrial	See note

Note: Commercial and Industrial fees are based on square footage and flow rates

C) The beginning and ending balance of the account or fund

D) The amount of the fees collected and the interest earned.

See Attachment A

E) An identification of each public improvement on which fees were expended and the amount of the expenditures on each improvement including the total percentage of the cost of the public improvement that was funded with the fees.

See Attachment A

F) An identification of the approximate date by which the construction of the public improvement will commence if the local agency determines that sufficient funds have been collected to complete financing on an incomplete public improvement, as identified in paragraph (2) of subdivision (a) of Section 66001, and the public improvement remains incomplete.

Not applicable.

G) A description of each interfund transfer or loan made from the account or fund, including the public improvement on which the transferred or loaned fees will be expended, and, in the case of an interfund loan the date on which the loan will be repaid and the rate of interest that the account or fund will receive on the loan.

No interfund transfer or loans utilizing these funds were made during the fiscal years 2014 and 2015.

H) The amount of refunds made pursuant to subdivision (e) Section 66001 and any allocation pursuant to subdivision (f) of Section 66001.

No refunds were made during the fiscal years.

CITY OF BUELLTON
City Council Agenda Staff Report

City Manager Review: MPB
Council Agenda Item No.: 8

To: The Honorable Mayor and City Council

From: Rose Hess, Public Works Director/City Engineer

Meeting Date: April 14, 2016

Subject: Acceptance of the 2014/2015 Road Maintenance Project

BACKGROUND

On September 10, 2015, the City Council awarded a contract Berry General Engineering Contractors, Inc. in the amount of \$293,194.80 for the 2014/2015 Road Maintenance Project. The award included an approved 20 percent contingency with the total amount not to exceed \$351,833.76. The project was substantially completed January 2016. The Project included pavement maintenance and various concrete improvements throughout the City and at River View Park. Berry also restriped a large portion of the City and added ADA-compliant on-street parking at PAWS Park, curbs at City Hall, and drainage improvements. Staff has inspected the construction and is satisfied that the project plans and specifications have been met.

FISCAL IMPACT

The final construction cost of the project, including change orders, was \$328,264.71. Funding for the construction of the project was allocated from Measure A Local Funds, General Fund and Gas Tax.

RECOMMENDATION

That the City Council accept the 2014/2015 Road Maintenance Project and instruct the City Engineer to file the attached Notice of Completion.

ATTACHMENT

Attachment 1 - Notice of Completion

NOTICE OF COMPLETION

Notice is hereby given that:

1. The undersigned is the owner or corporate officer of the interest or estate hereinafter described:
2. The full name of the owner is: City of Buellton
3. The full address of the owner is: 107 West Highway 246
P.O. Box 1819
Buellton, California 93427
4. The nature of the interest or estate of the owner is "in fee"
5. A work of improvement on the property hereinafter was completed on February 2016.
The work done includes pavement maintenance and various concrete improvements throughout the City and at River View Park. Restriping a large portion of the City was also completed with the addition of ADA compliant on-street parking at PAWS Park, curbs at City Hall, and drainage improvements within the City limits of the City of Buellton.
6. The name of the contractor, if any, for such work of improvement was Berry General Engineering Contractors, Inc.
7. The property on which said work of improvement was completed is in the City of Buellton, County of Santa Barbara, State of California, and is described as various streets within the City limits of the City of Buellton.

Dated: _____

Linda Reid, City Clerk

VERIFICATION

I, the undersigned, declare that I am the City Engineer of the declarant of the foregoing Notice of Completion. I have read said Notice of Completion and know the contents thereof and the same is true of my own knowledge. I declare under penalty of perjury that the foregoing is true and correct.

Executed on _____, 2016, at _____,
(Date of Signature) (City where signed)
 California.

Rose M. Hess, Public Works Director/City Engineer

CITY OF BUELLTON
City Council Agenda Staff Report

City Manager Review: MPB
Council Agenda Item No.: 9

To: The Honorable Mayor and City Council

From: Marc Bierdzinski, City Manager

Meeting Date: April 14, 2016

Subject: Discussion of an Ad Hoc Committee with the City of Solvang for Valley-Wide Library Funding

BACKGROUND

As directed by the City Council, staff has met with the City of Solvang and the Library Director from Santa Barbara to discuss the future staffing and funding of the Santa Ynez Valley libraries. A County representative also attended the meeting. A number of issues were discussed, including the per capita share of the County library funds. Staff believes that an ad hoc committee consisting of Buellton and Solvang Council Members should be formed to discuss library funding.

At its March 28, 2016, meeting, the Solvang City Council established an ad hoc subcommittee to discuss funding options for the Solvang and Buellton libraries. Solvang Council Members Jamieson and Skytt were appointed to the ad hoc subcommittee. The Solvang City Council also requested that the Buellton City Council establish a similar subcommittee (Attachment 1). Staff recommends moving forward with an ad hoc subcommittee to work cooperatively on library funding.

Up to two Council members may be appointed to this subcommittee. Staff would recommend that Council Member Baumann be appointed since he represents the City on the Library Advisory Board.

FISCAL IMPACT

Unknown at this time. The purpose of the Ad Hoc Subcommittee is to address funding issues. A draft budget for the Buellton library under several scenarios has been included as Attachment 2.

RECOMMENDATION

Staff recommends that the City Council create an Ad Hoc Subcommittee to meet with the City of Solvang Ad Hoc Subcommittee regarding valley-wide library funding and appoint two Council members to the subcommittee.

ATTACHMENTS

Attachment 1 – Letter from the City of Solvang
Attachment 2 – Draft Buellton Library Budget Scenarios



March 29, 2016

Mr. Marc Bierdzinski
P.O. Box 1819
Buellton, CA 93427

RE: Santa Barbara County Zone 1 Library Funding Distribution

Dear Marc:

At its March 28, 2016 meeting, the Solvang City Council established an ad hoc subcommittee to discuss Santa Barbara County funding options for the Solvang and Buellton libraries. The Subcommittee includes Council members Jamieson and Skytt. This letter is a request that the Buellton City Council establish a similar subcommittee.

We understand the Buellton City Council has requested the Buellton Library be open additional hours. The City of Solvang feels that the two affected communities should have input on the per capita funding distribution from Santa Barbara County and its effect on staffing levels at each branch.

If you would like to discuss the matter further please do not hesitate to contact me at (805) 688-5575.

Sincerely,

A handwritten signature in blue ink, appearing to read "B. Vidro".

Brad Vidro
City Manager

BUELLTON LIBRARY @ \$7.80 per capita

SERVICE POP.: 10,525 Sq. Ft. 1768 CARD HOLDERS: 2,547
 POPULATION: 4,931

	FY2012-13	FY2013-14	FY2014-15
CIRCULATION		66,054	
COMPUTER SESSIONS		11,408	
WIFI SESSIONS		1,710	
PROGRAMS & SCHOOL VISITS			
PROGRAM ATTENDANCE		1,779	
HOURS OPEN PER WEEK		47.0	
DAYS OPEN PER WEEK		6	

	FY-14-15	FY15-16	FY16-17	FY16-17
REVENUES				
COUNTY PER CAPITA	37,674	85,777	82,118	82,118
BALLOT MEASURE				
FINES & FEES	10,500	4,900	4,930	4,930
COPY FEES	1,700	2,500	3,000	3,000
CITY OF BUELLTON	91,641	91,641	91,641	91,641
INTEREST	0	200	200	200
BOOKSALES	0	2,000	2,000	2,000
DONATIONS	800	250	250	250
FRIENDS	5,358	3,025	0	0
LIBRARY FOUNDATION	2,050	2,350	0	0
TOTAL REVENUES	\$ 149,723	\$ 192,643	\$ 184,139	\$ 184,139

DRAFT

FY16-17	FY16-17
38,472	38,472
4,930	4,930
3,000	3,000
91,641	91,641
200	200
2,000	2,000
250	250
0	0
0	0
\$ 140,493	\$ 140,493

	FY-14-15	FY15-16	FY16-17	FY16-17
EXPENDITURES			CS part-time	CS full-time
SALARIES & BENEFITS		114,258	115,912	156,700
SUPPLIES AND SERVICES		18,240	12,642	12,642
BLACK GOLD FEE		23,000	25,000	25,000
UNIQUE MANAGEMENT		600	600	600
S.B. CITY ALLOCATED COSTS		10,531	10,575	10,575
ADMINISTRATIVE FEE		7,720	7,391	7,391
BOOK ACQUISITIONS		25,000	25,000	25,000
TOTAL EXPENDITURES		199,349	197,120	237,908

FY16-17	FY16-17
CS part-time	CS full-time
115,912	156,700
12,642	12,642
25,000	25,000
600	600
10,575	10,575
17,076	20,747
25,000	25,000
206,805	251,264

OVER/UNDER (6,706) (12,981) (53,769)

TOTAL RESERVES 60,166

53,460 40,479 6,397

(66,311) (110,770)

(12,851) (57,310)

CITY OF BUELLTON
City Council Agenda Staff Report

City Manager Review: MPB
Council Agenda Item No.: 10

To: The Honorable Mayor and City Council

From: Marc Bierdzinski, City Manager

Meeting Date: April 14, 2016

Subject: Consideration of Contract Extension with Kosmont Companies for Economic Development Services

BACKGROUND

Kosmont Companies' contract expires on June 30, 2016. Staff would like to extend the contract for Fiscal Year 2016-17 and has included a Third Amendment to the City's existing Agreement with Kosmont Companies as Attachment 1.

Attachment A to Attachment 1 (Contract Extension) is a work plan and budget for the remainder of Fiscal Year 2015-16 and for Fiscal Year 2016-17. The primary focus is on completion of the economic component of the Avenue of Flags Specific Plan and for Specific Plan implementation and business attraction services.

Kosmont Companies has been involved in attracting businesses such as Chipotle and The Habit to the City. They have recently been reaching out to Avenue of Flags property owners to assist them in understanding the Avenue of Flags Specific Plan and contacting potential developers regarding potential projects following the Specific Plan's adoption. Staff believes the relationship with Kosmont Companies has been beneficial to the City and would recommend extension of the contract.

FISCAL IMPACT

If approved, the following funds would be allocated:

- \$17,500 for the remainder of Fiscal Year 2015-16 to complete the economic section of the Avenue of Flags Specific Plan, plus additional services on an as-needed basis. Staff anticipates that these funds will be available in the contract services section of the Planning budget
- \$45,000 in the Fiscal Year 2016-17 for the services outlined in Attachment A to Attachment 1. This amount would be included in the Fiscal Year 2016-17 budget

RECOMMENDATION

That the City Council direct the City Manager to approve the Third Amendment to the Kosmont Companies contract (Attachment 1) for \$45,000 for Fiscal Year 2016-17, and to authorize an additional \$17,500 for Fiscal Year 2015-16, in accordance with the March 28, 2016, Work Plan (Attachment A to Attachment 1).

ATTACHMENT

Attachment 1 – Third Amendment to Agreement with Attachment A (March 28, 2016 Work Plan)

THIRD AMENDMENT TO AGREEMENT
between
CITY OF BUELLTON
and
KOSMONT & ASSOCIATES, INC., DBA KOSMONT COMPANIES

This **THIRD AMENDMENT TO AGREEMENT** (the "Amendment") is made and entered into this 14th day of April 2016 and by and between the City of Buellton, a Municipal corporation ("City"), and Kosmont & Associates, Inc., a California Corporation, DBA Kosmont Companies ("Consultant").

1. RECITALS

A. On July 27, 2013, the City and Consultant entered into that Agreement to provide economic development services to the City from June 27, 2013 to June 30, 2014 (the "Agreement"); and,

B. On April 10, 2014, the City and Consultant entered into a First Amendment to the Agreement (First Amendment) to provide economic development services to the City from July 1, 2014, to June 30, 2015; and

C. On April 28, 2015, the City and Consultant entered into a Second Amendment to the Agreement (Second Amendment) to provide economic development services to the City from July 1, 2015, to June 30, 2016; and

D. The City and Consultant desire to amend the Agreement to extend the term, scope of services, and payment to Consultant for services performed.

2. AMENDMENT

In consideration of the mutual covenants and recitals contained in the Agreement and this Amendment, which are incorporated herein, City and Consultant agree as follows:

1. Section 1 of the Agreement is hereby amended to read as follows:

"SECTION 1. TERM OF AGREEMENT.

Subject to the provisions of SECTION 19 "TERMINATION OF AGREEMENT" of this AGREEMENT, the term of this AGREEMENT shall be for a period of July 1, 2016 to June 30, 2017. Such term may be extended upon written agreement of both parties to this AGREEMENT.

2. Exhibit A to the Agreement is hereby amended to read as set forth in Attachment A, attached hereto and incorporated by this reference.

3. Except as expressly modified herein, all the terms referenced in this Amendment shall have the same meaning as the terms defined in the Agreement.

4. Except as expressly modified by this Amendment, all terms and provisions of the Agreement shall remain in full force and effect.

IN WITNESS WHEREOF, the City and Consultant have executed the Amendment as of the day and year first noted above.

KOSMONT & ASSOCIATES, INC, DBA KOSMONT COMPANIES

By: _____

Title: _____

By: _____

Title: _____

CITY OF BUELLTON

Marc Bierdzinski
City Manager

Approved as to Form

Stephen A. McEwen
City Attorney

Attest:

Linda Reid
City Clerk

Memorandum

To: Marc P. Bierdzinski, City Manager, City of Buellton

From: Ken K. Hira, Executive Vice President, Kosmont Companies
Joseph Dieguez, Senior Vice President, Kosmont Companies

Date: March 28, 2016

Subject: **Kosmont Companies Work Plan for Economic Development Services**

I. BACKGROUND

Kosmont Companies (“Kosmont”) was originally retained in July 2013 by the City of Buellton to provide economic development services, including the preparation of an Economic Development Strategy and Implementation Plan (“E.D. Plan”). Pursuant to direction from the City Council and Economic Development Task Force, Kosmont has since collaborated with City staff and the Chamber of Commerce on the implementation of the E.D. Plan, including outreach and meetings with targeted retailers and developers in connection with opportunity sites identified within the City. Kosmont has additionally collaborated with City staff and third party planning and architecture firms on the initial preparation of the Avenue of Flags Specific Plan (“Specific Plan), including participation and presentation at public workshops, planning commission, and City Council meetings.

City has expressed interest in retaining Kosmont for continued economic development advisory and implementation services into the next fiscal year (through June 30, 2017), and Kosmont proposes the following Work Plan accordingly.

II. WORK PLAN OUTLINE

Task 1: Specific Plan – Economic Development and Related Components

Based on feedback and direction received during Specific Plan public workshops, planning commission, and City Council meetings, Kosmont will collaborate with City staff and third party planning and architecture firms on the preparation of the Specific Plan. Kosmont will draft portions of the Specific Plan related to economic development, marketing and outreach, financing and incentives (including the development opportunity reserve [“DOR”] zoning incentive program), fiscal impacts and economic benefits, and various other sections of the document as appropriate on a collaborative basis. Kosmont will incorporate previously prepared market, demographic, and economic analyses and implementation strategies, including the update of certain demographic and economic data as relevant to the Specific Plan. Kosmont anticipates participation in additional public workshops, planning commission, and/or City Council meetings (up to three in-person meetings) as appropriate.

Task 2: Implementation of E.D. Plan and Specific Plan and Citywide Private Investment / Retail and Business Attraction

In parallel and in support of Specific Plan efforts, Kosmont will assist City with marketing and outreach to businesses including restaurants and other retailers, developers, hotels, and private investment in collaboration with City Staff and the Chamber of Commerce for targeted potential opportunity sites within the City. Activities will include coordination of meetings at International Council of Shopping Centers (“ICSC”) and other industry conferences, site tours, preliminary negotiations and transaction structuring, and other recruitment activities, as deemed appropriate by City and Kosmont.

As related to implementation of the E.D. Plan and the Specific Plan, Kosmont will assist City with pursuit and execution of potential economic incentives, funding sources, and/or financing structures in the context of potential public-private transactions, such as, but not limited to, special districts (e.g., enhanced infrastructure financing districts, or “EIFD”, parking districts), site specific tax revenue pledges, (taxable/tax-exempt) bonds or notes, lease or lease/leaseback financing, and/or grants.

Task 3: As-Needed Economic Development Services

At the City’s request, Kosmont is available to perform additional economic development services not included in Tasks 1 and 2, such as, but not limited to, development pro forma evaluation, analysis of possible fiscal impacts and economic benefits, and/or other economic development tasks.

III. BUDGET AUTHORIZATION

The compensation for Tasks 1 through 3 is estimated below for professional services (hourly) fees at Consultant’s billing rates as shown on Attachment A for the remainder of the current fiscal year (through June 30, 2016) and for the following fiscal year (July 1, 2016 through June 30, 2017). Task budgets may be re-allocated between tasks as deemed appropriate by Consultant in order to adequately provide services to City. Budget may be increased by City request at any point in time.

<i>Task</i>	<i>Current FY – thru 6/30/16</i>	<i>FY 2016/17</i>
1. Specific Plan – Econ. Dev. Components	\$12,500	\$25,000
2. Plan Implementation and Business Attraction	\$ 3,500	\$15,000
3. As-Needed Economic Development Services	\$ 1,500	\$ 5,000
Estimated Total Professional Services (Hourly) Fees	\$17,500	\$45,000

Kosmont requests that City generate an Agreement to authorize this Work Plan and Budget for execution by City and Kosmont. Thank you.

ATTACHMENT A

Kosmont Companies 2016 Public Agency Fee Schedule

Professional Services

President & CEO	\$305.00/hour
Executive Vice President	\$290.00/hour
Partner/Senior Vice President/Senior Consultant	\$275.00/hour
Vice President/Associate	\$195.00/hour
Project Analyst/Project Research	\$165.00/hour
Assistant Project Analyst/Assistant Project Manager	\$125.00/hour
GIS Mapping/Graphics Service	\$ 95.00/hour
Clerical Support	\$ 60.00/hour

- Additional Expenses

In addition to professional services (labor fees):

- 1) An **administrative fee** for in-house copy, fax, phone and postage costs will be charged, which will be computed at four percent (4.0 %) of monthly Kosmont Companies professional service fees incurred; **plus**
- 2) **Out-of-pocket expenditures**, such as travel and mileage, professional printing, and delivery charges for messenger and overnight packages will be charged at cost.
- 3) If Kosmont retains **Third Party Vendor(s)** for Client (with Client's advance approval), fees and cost will be billed to Client at 1.1X (times) fees and costs.
- 4) Consultant's **attendance or participation at any public meeting** requested by Client will be billed at the professional services (hourly) fees as shown on this Attachment A.

- Charges for Court/Deposition/Expert Witness-Related Appearances

Court-related (non-preparation) activities, such as court appearances, depositions, mediation, arbitration, dispute resolution and other expert witness activities, will be charged at a court rate of 1.5 times scheduled rates, with a 4-hour minimum.

Rates shall remain in effect until December 31, 2016.

CITY OF BUELLTON
City Council Agenda Staff Report

City Manager Review: MPB
Council Agenda Item No.: 11

To: The Honorable Mayor and City Council

From: Carolyn Galloway-Cooper, Finance Director

Meeting Date: April 14, 2016

Subject: Resolution No. 16-04 – “A Resolution of the City Council of the City of Buellton, California, Approving Certain Information for Inclusion in an Official Statement Relating to the Central Coast Water Authority (CCWA) Refunding Revenue Bonds, Series 2016A (State Water Project Regional Facilities) and Approving Certain Other Matters in Connection Therewith”

BACKGROUND

In September 2006, in order to provide funds to refinance the acquisition and construction of certain water system transmission facilities and improvements (“Project”), the Central Coast Water Authority (CCWA) issued its Refunding Revenue Bonds, Series 2006A. CCWA has proposed the issuance of Refunding Revenue Bonds, Series 2016A in order to refinance the Project by refunding all of the outstanding 2006 Bonds, fund a debt service fund and pay the costs of issuance for the Bonds.

The Refunding of the 2006 Bonds requires the preparation of an offering document known as the Preliminary Official Statement (in its final form, the Preliminary Official Statement is referred to as the Official Statement). The Official Statement will contain an appendix setting forth information on each participant in the Project.

Staff has prepared Appendix E for inclusion in the Official Statement relating to the Central Coast Water Authority Refunding Revenue Bonds, Series 2016A. The Continuing Disclosure Policies and Procedures (“Procedures”) are included as Attachment 1. The purpose of the Procedures is to memorialize and communicate procedures in connection with obligations, including notes, bonds and certificates of participation, issued by or on behalf of the City of Buellton (the “City”) so as to ensure that the City continues to comply with all applicable disclosure obligations and requirements under the federal securities laws.

FISCAL IMPACT

The refunding of the CCWA 2016 Revenue Bonds may result in a net present value (NPV) savings on debt service. The CCWA has not set an NPV savings target but they anticipate the NPV savings to be in excess of 8%. The City may realize a direct benefit as it is obligated to make payments pursuant to its water supply agreement, one component of which is debt service on the bonds. CCWA estimates revenue bond interest savings for the City of Buellton at between \$116,000 - \$117,000 (based on current market conditions and subject to change).

RECOMMENDATION

The City Council approve Resolution No. 16-04 - "A Resolution of the City Council of the City of Buellton, California, Approving Certain Information for Inclusion in an Official Statement Relating to the Central Coast Water Authority (CCWA) Refunding Revenue Bonds, Series 2016A (State Water Project Regional Facilities) and Approving Certain Other Matters in Connection Therewith"

ATTACHMENTS

Resolution No. 16-04
Appendix E to the Preliminary Official Statement
Attachment 1 – Continuing Disclosure Policies and Procedures

RESOLUTION NO. 16-04

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF BUELLTON, CALIFORNIA APPROVING CERTAIN INFORMATION FOR INCLUSION IN AN OFFICIAL STATEMENT RELATING TO THE CENTRAL COAST WATER AUTHORITY (CCWA) REFUNDING REVENUE BONDS, SERIES 2016A (STATE WATER PROJECT REGIONAL FACILITIES) AND APPROVING CERTAIN OTHER MATTERS IN CONNECTION THEREWITH

WHEREAS, the City of Buellton (the “Member”) is a member of the Central Coast Water Authority (the “Authority”); and

WHEREAS, in September 2006, in order to provide funds to refinance the acquisition and construction of certain water system transmission facilities and improvements (the “Project”), the Authority issued its Central Coast Water Authority Refunding Revenue Bonds, Series 2006A; and

WHEREAS, the Authority has proposed to issue its Central Coast Water Authority Refunding Revenue Bonds, Series 2016A (the “Bonds”) in order to (i) refinance the Project by refunding all of the outstanding 2006 Bonds, (ii) fund a debt service reserve fund for the Bonds and (iii) pay the costs of issuance for the Bonds; and

WHEREAS, the Member wishes to approve of the use of certain information with respect to the Member contained in the Preliminary Official Statement relating to the Bonds (the “Preliminary Official Statement”); and

NOW THEREFORE, the Member finds, determines, declares and resolves as follows:

1. The Continuing Disclosure Policies and Procedures, in substantially the form on file with the Member, are hereby approved and adopted.

2. Appendix E of the Preliminary Official Statement, in substantially the form on file with the Member (the “Member Information”), is hereby approved. The City Manager or the designee thereof (each an “Authorized Officer”) is hereby authorized to sign a certificate pursuant to Rule 15c2-12 promulgated under the Securities Exchange Act of 1934 (the “Exchange Act”) relating to the Member Information with respect to the Preliminary Official Statement. Each Authorized Officer is individually authorized and directed to approve, deliver and certify to the Member Information for the Official Statement for the Bonds (the “Official Statement”) in substantially the form provided for the Preliminary Official Statement, with such changes, insertions and omissions as may be approved by such Authorized Officer. Each Authorized Officer is authorized and directed to execute and deliver a certificate to the Authority pursuant to Rule 10b-5 promulgated under the Exchange Act, with respect to the Member Information with respect to the Official Statement.

3. Each Authorized Officer of the Member, acting singly, is hereby authorized and directed to execute and deliver any and all documents and instruments and to do and cause to be done any and all acts and things necessary or proper for carrying out the transactions contemplated by this Resolution. Any and all acts and things previously done by any officer of the Member which are necessary or proper for carrying out the transactions contemplated by this Resolution is hereby ratified.

4. This Resolution shall take effect immediately.

PASSED, APPROVED and ADOPTED this 14th day of April, 2016.

Ed Andrisek
Mayor

ATTEST:

Linda Reid
City Clerk

APPENDIX E

INFORMATION CONCERNING CITY OF BUELLTON

The information set forth below has been provided by the City of Buellton (the “City”). The Central Coast Water Authority (the “Authority”) makes no representations or warranties as to the accuracy or completeness of any of the information set forth below. Capitalized terms not otherwise defined herein shall have the respective meanings ascribed to them in the Water Supply Agreement, dated as of August 1, 1991, between the Authority and the City (the “Water Supply Agreement”).

Reference is hereby made to the portion of the Official Statement entitled “FACTORS AFFECTING PROJECT PARTICIPANTS AND WATER PURCHASERS GENERALLY” for a discussion of various factors, among others, which could adversely affect the City.

GENERAL

The Buellton Community Services District (the “District”) was formed in 1958 under the Community Services District Law, Division 2 of the State of California Government Code, for the primary purposes of furnishing potable water and sewage treatment and disposal within the District. As of February 1, 1992 the community of Buellton was incorporated, overlapping the entire area of the District. The District merged with the newly formed City on July 1, 1992 pursuant to Resolution No. 91-821 of the Santa Barbara Local Agency Formation Commission (the “LAFCO Resolution”).

The City is located in the Santa Ynez Valley (in the central portion of Santa Barbara County) between the cities of Lompoc and Solvang approximately 40 miles north of the City of Santa Barbara and 35 miles south of the City of Santa Maria at the intersection of Highways 101 and 246. The City has a population of approximately 4,863.

Over the past 5 years, the City has obtained an average of approximately 22% of the City water supply from the Authority, approximately 49% from City wells which pump from the Buellton Upland Groundwater Basin, and approximately 29% from City wells which pump from the Santa Ynez River alluvium.

The City provides water service throughout the City. As of June 30, 2015, the City had approximately 1,569 municipal and industrial connections. The City is the sole provider of water service to domestic customers excepting 2 residents who receive water from private wells. The City does not provide water service for agricultural businesses.

LAND AND LAND USE

The City encompasses an area of approximately 1,026 acres of which approximately 850 acres are developed (about 60% as residential and 40% as industrial/commercial). The City lies within a portion of the Santa Ynez Valley with the Santa Ynez River bordering the City on the south. The river valley creates flat land gently sloping to the hills north of the river. The majority of the City is within the flat land and gentle slope area.

The City has adopted a General Plan which projects that the buildout of the City will be substantially complete in 2025 at which time the City will have a population of 6,000. Over the last five years, the population has increased by approximately 1.3%.

GOVERNMENT AND MANAGEMENT

The City is a general law city and is governed by a five-member City Council, the members of which are elected by the registered voters of the City to staggered four-year terms. The current City Council members and their occupations are set forth below:

<i>Council Member</i>	<i>Expiration of Term</i>	<i>Occupation</i>
Ed Andrisek, Mayor	2018	Retired (part-time retail)
Dan Baumann, Vice Mayor	2018	Business Owner
John Connolly	2018	Teacher
Leo Elovitz	2016	Marketing
Holly Sierra	2016	Postmaster

MUNICIPAL SERVICES AND CITY POWERS

The City offers its residents a broad range of municipal services, including but not limited to, land-use regulation and planning, street maintenance, sanitation and sewer, water and police. The City contracts with the County of Santa Barbara (the "County") to provide police services to the City through the County sheriff. The County sheriff has a substation located within the City. Fire service is provided to the City through a County Fire District and the City has no responsibility for fire service. Trash pickup, recycling, television cable service and electrical and gas services are provided to the City through franchise agreements. The City has all of the powers of a general law city in the State of California including the power of eminent domain and taxing powers as limited by State law.

EMPLOYEES AND EMPLOYEE BENEFITS

General. The City employs 18 full time persons, 7 of whom work in the field and 5 of whom work in accounting and administration. Field employees are cross trained in the areas of water treatment, distribution and waste water treatment and collection. No employees of the City are currently represented by a union, and the City has not experienced any strike or other labor action.

Day to day management of the Water Department is delegated to the Public Works Director, Rose Hess, who has been with the City for 4 years. Ms. Hess obtained a Bachelor's Degree in Civil Engineering from California State Polytechnic University, Pomona and is also a licensed Civil Engineer. She is a QSD/QSP (qualified stormwater designer/qualified stormwater practitioner). She has over 24 years of experience working in the public sector.

Pension Plan. The City contributes to the California Public Employees' Retirement System ("PERS"), a cost-sharing multiple-employer pension system which provides retirement and disability benefits, annual cost-of-living adjustments and death benefits to plan members and beneficiaries and acts as a common investment and administrative agent for participating public agencies within the State. Benefit provisions and all other requirements are established by State statute and the City. Audited annual financial statements and ten-year trend data are available from PERS at 400 Q Street, Sacramento, California 95811. PERS reports this information approximately seventeen months after the end of its June 30 fiscal year

The City contributes the employee and employer shares for the Miscellaneous Plan. The City is required to contribute the actuarially determined remaining amounts necessary to fund the benefits for its members. The actuarial methods and assumptions used are those adopted by the PERS Board of Administration. The required employer contribution rate for the fiscal year 2014-15 was 13.85% of annual payroll. The contribution requirements of the plan members are established by State statute and the employer contribution rate is established and may be amended by PERS. The City's contributions to PERS for the fiscal

years 2015, 2014 and 2013 were \$154,787, \$155,534, and \$156,732, respectively, and equal 100% of the required contributions for each fiscal year.

The three-year trend information for the annual pension costs of the City is as follows:

Three-Year Trend Information for PERS

<i>Fiscal Year</i>	<i>Annual Pension Cost (APC)</i>	<i>Percentage of APC Contributed</i>	<i>Net Pension Obligation</i>
06/30/15	\$ 154,787	100%	\$0
06/30/14	155,534	100	0
06/30/13	156,732	100	0

The tables below display a short history of the Entry Age Normal Accrued Liability, the Actuarial Value of Assets, the Unfunded Liability (or Excess Assets), Funded Status (i.e., the ratio of the Actuarial Value of Assets to Entry Age Normal Accrued Liability), the estimated annual covered payroll and the Unfunded Actuarial Accrued Liability (“UAAL”) as a percentage of that covered payroll. This data is based upon the most recent actuarial valuation dated June 30, 2014 as provided by PERS.

Funded Status of the Plan

<i>Valuation Date</i>	<i>Entry Age Normal Accrual Liability</i>	<i>Actuarial Value of Assets</i>	<i>Unfunded Liability / (Excess Assets)</i>	<i>Funded Status</i>	<i>Annual Covered Payroll</i>	<i>UAAL As of % of Payroll</i>
6/30/14	\$730,461	\$6,119,235	\$1,185,378	83.8%	\$1,170,181	6.2%
6/30/13	6,485,216	5,151,752	1,333,464	79.4%	1,125,185	5.8
6/30/12	6,043,958	4,546,304	1,497,654	75.2%	1,131,639	5.3

As a condition of the LAFCO Resolution, upon the merger of the District with the City, all District personnel were transferred to positions in the City together with all employment contracts, civil service rights, seniority rights, retirement rights, and other employee benefits and rights of said employees upon the effective date of the merger of the District with the City as provided for in subdivision (1) of Section 56844 of the State of California Government Code.

Further information with respect to the City’s pension plan is set forth in Note 10 to the City’s audited financial statements for the fiscal year ended June 30, 2015, attached hereto as Exhibit 1 to this Appendix E. For more information with respect to PERS, see Appendix Q attached to the Official Statement.

Other Post-Employment Benefits. In addition to providing pension benefits, the City currently provides certain health care benefits for retired employees (“OPEB”). Medical coverage is provided through PERS under the Public Employees' Medical and Hospital Care Act (“PEMHCA”), also referred to as PERS Health. The City contributes up to \$800 per month on behalf of each active employee and covered dependents. The employee is responsible for excess, if any of the total PEMHCA premium over \$800 per month.

The City offers the same medical plans to its retirees as to its active employees, with the general exception that upon reaching age 65 and becoming eligible for Medicare, the retiree must join one of the Medicare Supplement coverage’s offered under PEMHCA. Employees become eligible to retire and receive City-paid healthcare benefits upon attainment of age 50 and five years of covered PERS service, or by attaining qualifying disability retirement status. The City’s contribution on behalf of retirees is the same as for active employees – 100% of PEMHCA premium for retiree and covered dependents, not to exceed \$800 per

month. Benefits continue for the lifetime of the retiree with survivor benefits extended to surviving spouses. As of June 30, 2015, there were 8 retirees and 18 employees receiving benefits, respectively.

The City’s annual other postemployment benefit cost is calculated based on the annual required contribution (“ARC”) of the employer. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover the normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed 30 years.

The City’s annual OPEB cost, the percentage of annual OPEB cost contributed to the plan and the net OPEB obligation for the last three Fiscal Years are set forth below.

<i>Fiscal Year Ended</i>	<i>Annual OPEB Cost</i>	<i>Percentage of Annual OPEB Cost Contributed</i>	<i>Net OPEB Obligation</i>
6/30/2015	\$249,198	21%	\$1,057,722
6/30/2014	252,822	20	861,278
6/30/2013	256,515	19	658,042

For Fiscal Year 2016, the City has budgeted \$69,580 in order to fully fund the ARC.

Governmental Accounting Standards Board Statement No. 45 (“GASB 45”) requires governmental agencies that fund post-employment benefits on a pay-as-you-go basis, such as the City, to account for and report the outstanding obligations and commitments related to such post-employment benefits in essentially the same manner as for pensions. For the City, the reporting obligation began with Fiscal Year 2015. For the Fiscal Year ended June 30, 2015, the City contributed \$249,198 to the plan, which represents 21% of the cost for such Fiscal Year. While requiring the City to disclose the unfunded actuarial accrued liability and the ARC in its financial statements, GASB 45 does not require the City to amortize the ARC.

Further information with respect to the City’s post-employment benefits funding status is set forth in Note 11 to the City’s audited financial statements for Fiscal Year 2015 attached as Exhibit 1 to this Appendix E.

BUDGET PROCESS

Prior to June 1 of each year, the City Manager submits to the Council a proposed budget for the fiscal year commencing the following July 1. The Council generally conducts public workshops to obtain comments from residents and ratepayers. Subsequent to the public workshops, the Council approves the budget prior to July 1. The budget of the City is prepared on a cash basis and includes the enterprise funds of the City, special revenue funds of the City, as well as the general fund of the City. For budgeting purposes, the City sets user charges to cover operating expenses of the enterprises, and tax and assessment collections are used to finance general administrative expenses, capital projects and debt service. The fiscal year 2016 budget was approved on May 28, 2015.

CITY INSURANCE

The City is a member of the California Joint Powers Insurance Authority (“JPIA”). The JPIA is composed of 122 California public entities and is organized under a joint powers agreement pursuant to California Government Code §6500 et seq. The purpose of the JPIA is to arrange and administer programs for the pooling of self-insured losses, to purchase excess insurance or reinsurance, and to arrange for group purchased insurance for property and other lines of coverage. The City currently maintains the following insurance coverages:

General and Automobile Liability. General and automobile liability claims from \$30,000 to \$750,000 are pooled based on the City’s share of losses under \$30,000. General and automobile claims of \$750,000 to

\$5,000,000 are pooled based on payroll and claims in excess thereof are covered through reinsurance and/or excess insurance policies.

Workers' Compensation. The City also maintains workers' compensation insurance through the JPIA of up to \$2,000,000. Claims in excess thereof are covered through excess insurance policies.

Environmental Insurance. The City participates in the JPIA's pollution legal liability and remediation legal liability policy. The policy covers sudden and gradual pollution of scheduled property, streets and storm drains owned by the City.

Earthquake and Flood Insurance. The City purchases earthquake and flood insurance through the JPIA on certain City property. The City currently has earthquake protection in the amount of \$6,262,385. There is a deductible of 5% per unit of value with a minimum deductible of \$100,000. The City's water system is covered by such policy.

Crime Insurance. The City purchases crime insurance coverage through the JPIA in the amount of \$1,000,000 with a \$2,500 deductible.

During the past three fiscal years, there have not been any claims, settlements or judgments that exceeded pooled or insured coverage. Further information with respect to the City's insurance policies is set forth in Note 9 to the City's audited financial statements for the fiscal year ended June 30, 2015, attached as Exhibit 1 to this Appendix E.

OUTSTANDING INDEBTEDNESS

Pursuant to the LAFCO Resolution, the City acquired all of the assets and liabilities of the District as of July 1, 1992. The City currently has no outstanding long term obligations, other than the Water Supply Agreement.

WATER SUPPLY

General

Over the past 5 years, the City has obtained an average of approximately 22% of the City water supply from the Authority, approximately 49% from City wells which pump from the Buellton Upland Groundwater Basin, and approximately 29% from City wells which pump from the Santa Ynez River alluvium.

Authority Project Allotment

The District contracted for 578 acre feet of project allotment from the Authority (the "Project Allotment"). The obligation of the District was transferred to the City pursuant to the LAFCO Resolution. Project Allotment water is being used for improvement of water quality, the reduction of the share of groundwater overdraft and servicing possible future growth of the City. The estimated share of the Authority Bond debt service of the City is approximately 2%.

Local Groundwater Basin

The City currently pumps approximately 1,200 acre feet of groundwater per year from the Buellton Upland Groundwater Basin. Entitlement to groundwater in the Buellton Upland Groundwater Basin has not been adjudicated. The City estimates the safe yield of the Buellton Upland Groundwater Basin to be approximately 2,500 acre-feet per year. The major groundwater pumpers in the Buellton Upland Groundwater Basin are the City and agricultural businesses. The City pumps approximately 30% of the total amount of

water pumped from the groundwater basin. Studies provided to the City indicate that the groundwater basin is not in an overdraft condition.

River Alluvium

The Santa Ynez River alluvium, located in the southern part of Santa Barbara County is about 900 square miles in area and is drained by the Santa Ynez River. Along the river, groundwater occurs in the river channel deposits. The City draws water from the Buellton Subarea, a subarea of the Santa Ynez River Alluvium.

The District received an appropriative right from the State Water Resources Control Board in 1969 for the diversion and use of 1,385 acre-feet per year of water from the Santa Ynez River Alluvium. The river alluvium is replenished by natural seepage from the river, seepage from tributaries, return flows and controlled releases from Lake Cachuma to satisfy downstream water rights and is not subject to overdraft. This right was transferred to the City pursuant to the LAFCO Resolution.

Challenges to Department of Water Resources Water Supplies.

DWR faces various challenges in continuing to supply imported water to its respective member agencies. The ability of the City to provide water service is dependent upon its receipt of imported water from the State Water Project. No assurance can be given that additional water supplies will be secured, or that the City will receive its Project Allotment. A description of the challenges DWR faces in continuing to supply imported water as well as a variety of other operating information with respect to DWR is included in detail under the caption “STATE WATER PROJECT WATER SUPPLY” in DWR’S Official Statement dated August 25, 2015, relating to its Central Valley Project Water System Revenue Bonds Series AU (Index Floating Rate Bonds) (“DWR’s Water Supply Disclosure”). DWR’s Water Supply Disclosure is the disclosure of DWR and, accordingly, the Authority and the City do not make any representations as to the accuracy or completeness of DWR’s Water Supply Disclosure or as to the absence of material adverse changes in DWR’s Water Supply Disclosure after the date hereof.

DWR has entered into certain continuing disclosure agreements pursuant to which it is contractually obligated for the benefit of owners of certain outstanding obligations to file with certain information repositories annual reports, notices of certain material events as defined under Rule 15c2-12 of the Exchange Act (“Rule 15c2-12”) and annual audited financial statements (the “Department of Water Resources Information”). This information is to be filed by DWR with the Municipal Securities Rulemaking Board’s Electronic Municipal Market Access System for municipal securities disclosures, maintained on the Internet at <http://emma.msrb.org/>. DWR disclosure documents and annual reports should be reviewed for information pertaining to water supply matters. *DWR has not entered into any contractual commitment with the Authority, the City, the Trustee or the Owners of the Bonds to provide Department of Water Resources Information to the Authority, the City, the Trustee or the Owners of the Bonds. The Authority and the City have not incorporated by reference the information filed by DWR described above and neither the Authority, the City nor the Underwriters assume any responsibility for the accuracy of DWR Information.*

City Drought Response Actions and Impact

As described in the Official Statement under the caption “FACTORS AFFECTING PROJECT PARTICIPANTS AND WATER PURCHASERS GENERALLY — California Drought,” Governor Edmund G. Brown proclaimed a drought emergency on January 17, 2014 and subsequently issued an executive order mandating certain reductions in potable urban water usage (the “Executive Order”). As a water supplier with less than 3,000 connections, under the related SWRCB regulations which resulted from the Executive Order, the City is required to achieve a 25% reduction as compared to the City’s water usage in 2013 or restrict outdoor irrigation to no more than two days per week. On November 13, 2015, the Governor issued Executive Order B-36-15, which calls for an extension of urban water use restrictions until October 31, 2016 should

drought conditions persist through January 2016. On February 2, 2016, the reductions mandated by the Executive Order were extended through October 31, 2016. See “FACTORS AFFECTING PROJECT PARTICIPANTS AND WATER PURCHASERS GENERALLY — California Drought” in the Official Statement.

In 2014, the City declared a Stage 2 Drought Alert, restricting irrigation use to certain times and requiring conservation efforts, particularly in compliance with the State’s drought mandate. The City has been very proactive regarding water conservation by supporting habits and actions towards water conservation. The City provides landscape rebates and free low-flow shower fixtures. Landscape water conservation has been quite successful. Business outreach includes conservation practices in restaurants, posting drought conditions in hotels and reduction of water for laundry service. The City plans to continue its outreach program for water conservation through 2016.

As of January 1, 2016, the City has achieved a 30% reduction in potable water usage from its residential customers as compared to residential potable water usage in 2013; however, the 21% reduction in overall potable water usage achieved by the City was below the 25% reduction established by SWRCB regulations enacted pursuant to the Executive Order. To date, the City has not received a “Notice of Violation for Failure to Meet Water Conservation Standard” from the SWRCB.

While reductions in water usage resulting from implementation of the Executive Order may adversely affect the City’s projected operating results set forth under the caption “—Projected Operating Results and Water Supply Agreement Coverage,” the City does not currently believe that such reductions, if achieved, will have a material adverse effect on the ability of the City to make its Contract Payments under the Water Supply Agreement. The City is obligated under the Water Supply Agreement to set rates and charges sufficient to provide revenues from the water system at least equal to 125% of the Contract Payments due in each Fiscal Year. The ability of the City to modify its current rate structure could, however, be limited by certain California Constitutional provisions, including but not limited to Proposition 218. See the caption “CONSTITUTIONAL LIMITATIONS ON APPROPRIATIONS AND CHARGES” in the Official Statement.

THE WATER SYSTEM

General

The water system of the City is a reservoir gravity system with the wells pumping water through the grid to the reservoirs and the reservoirs then supplying water back to the system. The reservoirs of the City are located in the hills northwest of the commercial center of the City. The water distribution system of the City includes over 20 miles of pipelines ranging in size from four inches to 12 inches in diameter.

In connection with the distribution system, the City operates five wells, one booster pump station, two water treatment plants and three reservoirs. The three reservoirs have the respective capacities of 100,000 gallons, 300,000 gallons and 850,000 gallons, with an overall storage capacity of 1.25 million gallons.

The City has the capacity to deliver approximately 2,300 acre feet annually.

Historic Water Connections and Sales Revenues

The following table shows the number of active domestic water connections to the City-water system for fiscal years 2011-2015, together with the amount of its annual domestic water sales revenues of the City.

<i>Historic Water Connections and Sales Revenues</i>				
<i>Fiscal Year Ending June 30</i>	<i>Connections</i>	<i>% Increase/ (Decrease)</i>	<i>Sales Revenues</i>	<i>% Increase/ (Decrease)</i>
2015	1,569	0.0%	\$1,436,127	(6.3)
2014	1,569	0.0	1,532,887	4.9
2013	1,569	0.0	1,460,658	6.7
2012	1,570	0.8	1,368,805	(1.3)
2011	1,557	N/A	1,387,651	N/A

Source: City.

Historic Water Deliveries and Sources of Water Delivered

The City records the volume of water delivery by the City water system. The following table presents a summary of historic water deliveries and the source of that water in acre feet per year for fiscal years 2011-2015.

<i>Historic Water Deliveries and Sources of Water Delivered (In acre-feet per year)</i>					
<i>Fiscal Year Ending June 30</i>	<i>Deliveries</i>				<i>% Increase/ (Decrease)</i>
	<i>Authority</i>	<i>Santa Ynez River Alluvium</i>	<i>Groundwater Basin</i>	<i>Total</i>	
2015 ⁽¹⁾	5	372	764	1,141	(12.2)%
2014	50	762	488	1,300	6.0
2013	373	369	484	1,226	21.1
2012	528	22	462	1,012	(14.5)
2011	326	152	706	1,184	N/A

⁽¹⁾ Deliveries for fiscal year 2015 reflect the effects of mandatory conservation measures required by the Executive Order. See the caption “— City Drought Response Actions and Impact.”

Source: City.

Water connections have remained stable over the past five years. Sales revenues have increased by approximately 1% over the past five years, primarily due to increases in rates implemented over the three year period from fiscal year 2012 to fiscal year 2015. A rate study is underway for possible rate increases beginning in fiscal year 2017.

Largest Customers

The following table sets forth the ten largest customers of the water system of the City as of June 30, 2015, as determined by the amount of their respective annual payments.

<i>Customer</i>	<i>Water Usage⁽¹⁾</i>	<i>Annual Payment</i>
Professional Investment Planning	19,008	\$72,151
Buellton Union School District	20,614	42,772
Rancho De Maria	16,073	34,078

Flying Flags Assoc. L.P	12,702	26,470
Santa Ynez Valley Marriott	12,495	26,062
The Inn Group	8,218	18,235
Terravant Wine Co.	7,945	16,849
Rivergrove Mobilehome Park	7,108	16,869
DAYS Inn	5,133	11,559
Buellton Shell	<u>3,231</u>	<u>6,730</u>
Totals	112,517	\$271,775

⁽¹⁾ In hundred cubic feet.
Source: City.

The ten largest customers accounted for approximately 19% of City water sales revenues for fiscal year 2015.

Water Rates and Charges

General. The City is not subject to the jurisdiction of, or regulation by, the State of California Public Utilities Commission. The City annually determines the adequacy of the water system rate structure after full consideration of expected operations, maintenance and capital costs. The City currently sets water charges to pay the cost of groundwater pumping, water treatment and current operation expenses for the water system and coverage of obligations of the City under the Water Supply Agreement.

Water Service Charges. The City separates City customers into two classes of service – residential and commercial. Charges are associated with the water meter size (and an additional dwelling unit fee of \$13.00 per dwelling unit) and quantity of water used. As a result, the water quantity charge for residential and commercial customers is now \$1.97 per 100 cubic feet. The water meter charges are set forth below:

<i>Meter Size</i>	<i>Monthly Service Charge</i>	<i>Meter Size</i>	<i>Monthly Service Charge</i>
up to ¾”	\$24.20	3”	\$60.60
1”	\$26.65	4”	\$78.80
1½”	\$31.48	6”	\$109.11
2”	\$41.21	8”	\$145.51

The City reserves the right to increase rates or charges to meet its obligations under the Water Supply Agreement. See the caption “— Management Discussion of Fiscal Year 2011 through 2015 Historic Operating Results.” A new rate study is currently being performed which may increase rates for fiscal year 2017. Such increases will be further subject to approval by the City Council following requisite public hearing and majority protest opposition under Proposition 218. See the caption “Constitutional Limitations on Appropriations and Charges — Proposition 218” in the Official Statement.

Collection Procedures. The City is on a monthly billing cycle, sending out bills for the prior month service. Payment is due upon receipt and is considered delinquent if not paid by the 20th day of the following month. If payment is not received, a delinquency notice appears on the next water bill. Currently 10% of the accounts, which account for approximately 1% of the water system Revenues, are delinquent. The City reports, however, that upon receipt of such delinquent notices almost all customers pay delinquent amounts within two weeks. Water service for all accounts not paid in full within 55 days of the original billing date are discontinued by the City until full payment is made, including late penalties and a \$20.00 reconnection fee, if reinstated during business hours and \$53.00 after hours.

Connection Fees. The City charges connection fees for improvement or expansion of water treatment and distribution facilities to meet the requirements of community growth. The current connection fee for single family residences is \$3,640. The current connection fee for commercial and all other uses and meter sizes will be based on \$5,200 per acre foot per year of anticipated water use.

Future Water System Improvements

Future water system improvements plans include major maintenance repairs to the water treatment plants including refurbishment of the recycled backwash water at both water treatments plants, as well as security and emergency equipment improvements at the water treatment plant and the booster station. Replacements and improvements are planned over the distribution system including a water meter replacement program. These improvements are expected to be funded using water fund reserves.

Projected Water Connections and Sales Revenues

The City current estimates the number of active water connections, and water sales revenues for fiscal years 2016-2020 will be as shown in the following table.

Projected Water Connections and Sales Revenues

<i>Fiscal Year Ending June 30</i>	<i>Connections</i>	<i>% Increase</i>	<i>Sales Revenues</i>	<i>% Increase</i>
2016	1,649	5.1%	\$1,464,850	2.0%
2017	1,729	4.9	1,494,147	2.0
2018	1,809	4.6	1,524,030	2.0
2019	1,889	4.4	1,554,511	2.0
2020	1,969	4.2	1,585,601	2.0

Source: City.

Projected Water Deliveries and Sources of Water Delivered

The City currently estimates that domestic water system deliveries, and the source of water to be delivered for fiscal years 2016-2020 will be as shown in the following table.

*Projected Water Deliveries
(In acre-feet per year)*

<i>Fiscal Year Ending June 30</i>	<i>Authority</i>	<i>Santa Ynez River</i>		<i>Total</i>	<i>% Increase/ (Decrease)</i>
		<i>Alluvium</i>	<i>Groundwater Basin</i>		
2016 ⁽¹⁾	50	600	650	1,300	13.9%
2017	50	600	750	1,400	7.7
2018	100	600	800	1,500	7.1
2019	100	600	800	1,500	0.0
2020	100	600	800	1,500	0.0

⁽¹⁾ Projected deliveries for fiscal year 2016 reflect projected effects of mandatory conservation measures required by the Executive Order. See the caption “— City Drought Response Actions and Impact.” Projected amounts for fiscal year 2017 and thereafter reflect continued drought measures and anticipated development growth.

Source: City.

Water connections are projected to increase by approximately 80 connections in each of the next five fiscal years, while sales revenues are projected to increase by 10% over the same time period. Sales revenues are projected to increase as a result of increases in projected connections and water deliveries.

Water System Financial Information

Financial Statements. A copy of the most recent audited financial statement of the City prepared by JJACPA, Inc (the “Auditor”), is attached as Exhibit 1 hereto (the “Financial Statements”). The Auditor letter

concludes that the financial statements present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, the aggregate remaining fund information, and the budgetary comparison information of the City as of June 30, 2015, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

The financial statements have been prepared on a combined basis and include revenues from the Water Department, Sewer Department and General Department of the City. The obligation of the City to make payments pursuant to the Water Supply Agreement is, however, limited to Revenues of the water system, and the City is not obligated to apply any other revenues to make such payments.

The summary operating results contained under the caption “—Historic Operating Results and Water Supply Agreement Coverage” are derived from these Financial Statements and the financial statements for prior Fiscal Years (excluding certain non-cash items and after certain other adjustments) and are qualified in their entirety by reference to such statements, including the notes thereto.

The financial statements of the City have been prepared in conformity with accounting principles generally accepted in the United States of America. The Governmental Accounting Standards Board (“GASB”) is the accepted standard setting body for governmental accounting financial reporting purposes. The City accounts for moneys received and expenses paid in accordance with generally accepted accounting principles applicable to governmental agencies such as the City (“GAAP”). In certain cases GAAP requires or permits moneys collected in one Fiscal Year to be recognized as revenue in a subsequent Fiscal Year and requires or permits expenses paid or incurred in one Fiscal Year to be recognized in a subsequent Fiscal Year. See Note 1 to the City’s audited financial statements for fiscal year 2015 set forth in Exhibit 1 hereto for a discussion of the accounting policies applicable to the City. Except as otherwise expressly noted herein, all financial information derived from the City’s audited financial statement reflect the application of GAAP.

Historic Operating Results and Water Supply Agreement Coverage. The following table is a summary of operating results and Water Supply Agreement Coverage of the water system for fiscal years 2011-2015. These results have been derived from the City financial statements but exclude certain non-cash items and include certain other adjustments. The table has not been audited by the Auditor.

**Historic Operating Results and Water Supply Agreement Coverage
Fiscal Year Ending June 30**

	2015	2014	2013	2012	2011
Revenues					
Water Sales ⁽¹⁾	\$1,436,127	\$1,532,887	\$1,460,658	\$ 1,368,805	\$ 1,387,651
Connection Fees ⁽²⁾	184,600	--	--	20,008	58,896
Other Fees and Income ⁽³⁾	17,140	18,223	45,974	35,182	36,460
Interest Income	<u>4,655</u>	<u>4,546</u>	<u>5,611</u>	<u>7,458</u>	<u>11,300</u>
Total Revenues	\$1,642,522	\$1,555,656	\$1,512,243	\$ 1,431,453	\$ 1,494,307
Operating Expenses					
Operations and Maintenance Expenses ⁽⁴⁾	\$632,937	<u>\$ 553,211</u>	<u>\$ 550,655</u>	<u>\$ 598,093</u>	<u>\$ 486,807</u>
Total Operating Expenses	632,937	\$ 553,211	\$ 550,655	\$ 598,093	\$ 486,807
Revenues Remaining	\$1,009,585	\$1,002,445	\$ 961,588	\$ 833,360	\$ 1,007,500
Coverage Reserve Fund Deposit ⁽⁵⁾	<u>274,861</u>	<u>258,427</u>	<u>258,427</u>	<u>258,300</u>	<u>257,898</u>
Adjusted Net Revenues	\$1,284,446	\$1,260,872	\$1,220,015	\$ 1,091,660	\$ 1,265,398
Water Supply Agreement	\$1,043,536	\$ 962,999	\$1,017,156	\$ 894,257	\$ 938,136
Coverage Ratio	1.23	1.31	1.20	1.22	1.35
Available for Capital Improvements and Other Purposes	\$(33,951)	\$ 39,446	\$ (55,568)	\$ (60,097)	\$ 69,364

(1) Includes service charges.

(2) Includes other fees.

(3) Includes income from rent.

(4) Includes personnel, operating expenses, and regulatory compliance.

(5) For a discussion of the Authority Rate Coverage Reserve Fund Policy see the caption "Rate Coverage Reserve Fund" in the body of the Official Statement.

Source: City.

Management Discussion of Fiscal Year 2011 through 2015 Historic Operating Results. For fiscal years 2011 through 2014, Revenues remaining after the payment of Operating Expenses have been less than amounts payable to the Authority under the Water Supply Agreement without respect to the Coverage Reserve Fund Deposit. In fiscal years 2012 and 2013, the District's debt service coverage (including the Coverage Reserve Fund Deposit) was below 1.25. In fiscal years 2011 through 2014, the City paid a portion of the amounts due to the Authority from reserves, resulting in no decrease in the Coverage Reserve Fund Deposit.

Starting in fiscal year 2012, the City's water system began experiencing sales revenue decreases as a result of declining connection fees. In fiscal year 2014, the City reduced costs to offset revenue declines, including reducing general City overhead allocated to the water system. In February 2016, the City approved a contractor to perform rate studies, which are expected to be completed in June 2016. Rate increases may take place in fiscal year 2017 (see the caption "— Water System Rates and Charges").

Projected Operating Results and Water Supply Agreement Coverage. The estimated projected operating results and Water Supply Agreement Coverage for the City water system for fiscal years 2016-2020 are set forth below, reflecting certain significant assumptions concerning future events and circumstances. The financial forecast represents the estimate of projected financial results of the City based upon the judgment of the City of the most probable occurrence of certain important future events. The assumptions set forth in the footnotes to the chart below are material in the development of the financial projections of the City, and variations in the assumptions may produce substantially different financial results. Actual operating results achieved during the projection period may vary from those presented in the forecast and such variations may be material.

**Projected Operating Results and Water Supply Agreement Coverage
Fiscal Year Ending June 30**

	2016	2017	2018	2019	2020
Revenues					
Water Sales ⁽¹⁾	\$1,464,850	\$1,494,147	\$1,524,030	\$1,554,511	\$1,585,601
Connection Fees ⁽²⁾	550,000	550,000	550,000	550,000	550,000
Other Fees and Income ⁽³⁾	34,775	35,000	36,000	37,000	40,000
Interest Income	<u>3,000</u>	<u>3,000</u>	<u>3,000</u>	<u>3,000</u>	<u>3,000</u>
Total Revenues	\$2,052,625	\$2,082,147	\$2,113,030	\$2,144,511	\$2,178,601
Operating Expenses					
Operations and Maintenance Expenses ⁽⁴⁾	<u>900,000</u>	<u>915,000</u>	<u>920,000</u>	<u>925,000</u>	<u>925,000</u>
Total Operating Expenses	\$900,000	\$915,000	\$920,000	\$925,000	\$925,000
Revenues Remaining	\$1,152,625	\$1,167,147	\$1,193,030	\$1,219,511	\$1,253,601
Coverage Reserve Fund Deposit ⁽⁵⁾	<u>274,861</u>	<u>275,000</u>	<u>275,000</u>	<u>275,000</u>	<u>275,000</u>
Adjusted Net Revenues	\$1,427,486	\$1,442,147	\$1,468,030	\$1,494,511	\$1,528,601
Water Supply Agreement⁽⁶⁾	\$1,103,595	\$1,125,667	\$1,148,180	\$1,171,144	\$1,194,567
Coverage Ratio	1.29	1.28	1.28	1.28	1.28
Available for Capital Improvements and Other Purposes	\$49,030	\$41,480	\$44,850	\$48,367	\$59,034

(1) Assumes water service charges set forth under the caption "THE WATER SYSTEM – Water System Rates and Charges," projected water connections and sales revenues set forth under the caption of "THE WATER SYSTEM – Projected Water Connections and Sales Revenues," and projected water deliveries set forth under the caption of "THE WATER SYSTEM – Projected Water Deliveries and Sources of Water Delivered."

(2) Assumes connection fees as set forth under the caption "THE WATER SYSTEM – Water System Rates and Charges" and projected connections as set forth under the caption "THE WATER SYSTEM – Projected Water Connections and Sales Revenues."

(3) Income from other fees and income is estimated to decrease by approximately 18% for fiscal year 2016, estimated to increase by approximately 1% for fiscal year 2017, and estimated to increase 3% for fiscal years 2018 and 2019 and increase by 8% for fiscal year 2020.

(4) Estimated to increase by 42% for fiscal year 2016 due to implementation of a meter replacement program and allocation of City overhead to the water system in a manner consistent with City practices prior to fiscal year 2014, and are projected to increase between 2% and 3% per annum through fiscal year 2019 and remain relatively stable for fiscal year 2020.

(5) For a discussion of the Authority Rate Coverage Reserve Fund Policy see the caption "Rate Coverage Reserve Fund" in the body of the Official Statement

(6) Projections are inclusive of all estimated payments to the Authority, as required under the Water Supply Agreement, including but not limited to the contractual share of City: payments to DWR under the State Water Supply Contract, as amended (including capital, operation, maintenance, power and replacement costs of the DWR Facilities), debt service on the Bonds for the Authority Project, all Authority operating and administrative costs (including Fixed and Variable Operations and Maintenance for the Authority Project), and all other costs.

Source: City.

CONTINUING DISCLOSURE

The City has not entered into a continuing disclosure undertaking in connection with the issuance of the Bonds. The City is obligated under the Water Supply Agreement to provide to the Authority audited financial statements and certain operating information each fiscal year, which will assist the Authority in complying with the Continuing Disclosure Agreement the Authority executed in connection with the Bonds. See the caption “CONTINUING DISCLOSURE” in the Official Statement and Appendix P attached to the Official Statement for a description of the annual information and operating data required to be provided by the Authority.

Over the past five years, the City provided the required audited financial reports to the Authority in a timely manner. In order to better comply with the obligations under the Water Supply Agreement, the City adopted disclosure policies and procedures (the “Disclosure Policy”) on [April 14, 2016.] A copy of such Disclosure Policy may be obtained from the City.

CITY OF BUELLTON DISCLOSURE PROCEDURES

PURPOSE

The purpose of these Disclosure Procedures (the “Procedures”) is to memorialize and communicate procedures in connection with obligations, including notes, bonds and certificates of participation, issued by or on behalf of the City of Buellton (the “City”) so as to ensure that the City continues to comply with all applicable disclosure obligations and requirements under the federal securities laws.

BACKGROUND

The City from time to time issues revenue bonds, notes or other obligations or causes certificates of participation to be executed and delivered (collectively, “Obligations”) in order to fund or refund capital investments, other long-term programs and working capital needs. In offering Obligations to the public, and at other times when the City makes certain reports, the City must comply with the “anti-fraud rules” of federal securities laws. (“Anti-fraud rules” refers to Section 17 of the Securities Act of 1933 and Section 10(b) of the Securities and Exchange Act of 1934, and regulations adopted by the Securities and Exchange Commission under those Acts, particularly “Rule 10b-5” under the 1934 Act.)

The core requirement of these rules is that potential investors in Obligations must be provided with all “material” information relating to the offered Obligations. The information provided to investors must not contain any material misstatements, and the City must not omit material information which would be necessary to provide to investors a complete and transparent description of the Obligations and the City’s financial condition. In the context of the sale of securities, a fact is generally considered to be “material” if there is a substantial likelihood that a reasonable investor would consider it to be important in determining whether or not to purchase the securities being offered.

When Obligations are offered, the two central disclosure documents which are prepared are a preliminary official statement (“POS”) and a final official statement (“OS”, and collectively with the POS, “Official Statement”). The Official Statement generally consists of (i) the forepart (which describes the specific transaction including maturity dates, interest rates, redemption provisions, the specific type of financing, the leased premises (in certificate of participation financings) and other matters particular to the financing, (ii) a section which provides information on the City, including its financial condition as well as certain operating information (“City Section”), and (iii) various other appendices, including the City’s audited financial report, form of the proposed legal opinion, and form of continuing disclosure undertaking. Investors use the Official Statement as one of their primary resources for making informed investment decisions regarding the Obligations.

DISCLOSURE PROCESS

When the City determines to issue Obligations directly, the City Finance Director requests the involved departments to commence preparation of the portions of the Official Statement (including particularly the City Section) for which they are responsible. While the general format and content of the Official Statement may not normally change substantially from offering to offering, except as necessary to reflect major events, the City Finance Director and other relevant staff are responsible for reviewing and preparing or updating certain portions of the City Section which are within their particular areas of knowledge. Once the draft POS has been substantially updated the entire draft POS is shared with the

City Manager for review and input. Additionally, all participants in the disclosure process are separately responsible for reviewing the entire draft POS.

Members of the financing team, including the Bond Counsel and a financial advisor, if one is engaged with respect to the Obligations (the “Financial Advisor”), assist staff in determining the materiality of any particular item, and in the development of specific language in the City Section. Members of the financing team also assist the City in the development of a “big picture” overview of the City’s financial condition, included in the City section. This overview highlights particular areas of concern. Bond Counsel has a confidential, attorney-client relationship with officials and staff of the City.

The Finance Director or a member of the financing team at the direction thereof schedules one or more meetings or conference calls of the financing team (which includes City officials, General Counsel, Bond Counsel and the City’s Financial Advisor (and the underwriters of the Obligations, and the underwriters’ counsel, if the proposed financing is being undertaken as a negotiated transaction)), and new drafts of the forepart of the draft POS and the City Section are circulated and discussed. Such communications may occur via electronic means rather than by meetings or conference calls. During this part of the process, there is substantial contact among City staff and other members of the financing team to discuss issues which may arise, determine the materiality of particular items and ascertain the prominence in which the items should be disclosed.

Prior to distributing a POS to potential investors, there is typically a formal conference call which includes City officials involved in the preparation of the POS and members of the financing team (and the underwriters and the underwriters’ counsel, if the financing is a negotiated transaction) during which the POS is reviewed in its entirety to obtain final comments and to allow the underwriters, if any, to ask questions of the City’s senior officials. This is referred to as a “due diligence” meeting.

A substantially final form of the POS is provided to the City Board of Directors in advance of approval to afford such Board of Directors an opportunity to review the POS, ask questions and make comments. The substantially final form of the POS is approved by the Board of Directors which generally authorizes certain senior staff to make additional corrections, changes and updates to the POS in consultation with General Counsel and Bond Counsel.

At the time the POS is posted for review by potential investors, senior City officials execute certificates deeming certain portions of the POS complete (except for certain pricing terms) as required by SEC Rule 15c2-12.

Between the posting of the POS for review by potential investors and delivery of the final OS to the underwriter for redelivery to actual investors in the Obligations, any changes and developments will have been incorporated into the POS, including particularly the City Section, if required. If necessary to reflect developments following publication of the POS or OS, as applicable, supplements will be prepared and published.

In connection with the closing of the transaction, one or more senior City officials execute certificates stating that certain portions of the OS, as of the date of each OS and as of the date of closing, does not contain any untrue statement of material fact or omit to state any material fact necessary to make the statements contained in the Official Statement in light of the circumstances under which they were made, not misleading. General Counsel also provides an opinion letter (generally addressed to the underwriters) advising that information contained in the City Section of the OS (or specified portions thereof) as of its date did not, and as of the date of the closing, does not contain any untrue statement of a material fact or omitted or omits to state any material fact necessary to make the statements therein, in light of the circumstances under which they were made, not misleading. General Counsel does not opine

to the underwriters or to other third parties as to any financial, statistical, economic or demographic data or forecasts, charts, tables, graphs, estimates, projections, assumptions or expressions of opinion, and certain other customary matters.

CITY SECTION

The information contained in the City Section is developed by personnel under the direction of the Finance Director, with the assistance of the financing team. In certain circumstances, additional officials will be involved, as necessary. The following principles govern the work of the respective staffs that contribute information to the City Section:

- City staff involved in the disclosure process are responsible for being familiar with its responsibilities under federal securities laws as described above.
- City staff involved in the disclosure process should err on the side of raising issues when preparing or reviewing information for disclosure. Officials and staff are encouraged to consult General Counsel, Bond Counsel or members of the financing team if there are questions regarding whether an issue is material or not.
- Care should be taken not to shortcut or eliminate any steps outlined in the Procedures on an ad hoc basis. However, the Procedures are not necessarily intended to be a rigid list of procedural requirements, but instead to provide guidelines for disclosure review. If warranted, based on experience during financings or because of additional SEC pronouncements or other reasons, the City should consider revisions to the Procedures.
- The process of updating the City Section from transaction to transaction should not be viewed as being limited to updating tables and numerical information. While it is not anticipated that there will be major changes in the form and content of the City Section at the time of each update, everyone involved in the process should consider the need for revisions in the form, content and tone of the sections for which they are responsible at the time of each update.
- The City must make sure that the staff involved in the disclosure process is of sufficient seniority such that it is reasonable to believe that, collectively, they are in possession of material information relating to the City, its operations and its finances.

JOINT POWERS AGENCY FINANCINGS

The City is a member of various joint powers agencies. These joint powers agencies finance or refinance facilities from time to time. In connections with such financings and refinancings, these joint powers agencies may prepare offering documents which include information provided by the City which constitutes a City Section as discussed above. These Procedures apply to City Sections prepared in connection with such joint powers agency financings and refinancings.

TRAINING

Periodic training for the staff involved in the preparation of the Official Statement (including the City Section) is coordinated by the finance team and the Finance Director. These training sessions are provided to assist staff members involved in identifying relevant disclosure information to be included in the City Section. The training sessions also provide an overview of federal laws relating to disclosure, situations in which disclosure rules apply, the purpose of the Official Statement and the City Section, a description of previous SEC enforcement actions and a discussion of recent developments in the area of

municipal disclosure. Attendees at the training sessions are provided the opportunity to ask questions of finance team members, including Bond Counsel concerning disclosure obligations and are encouraged to contact members of the finance team at any time if they have questions.

ANNUAL CONTINUING DISCLOSURE REQUIREMENTS

In connection with the issuance or execution and delivery of Obligations, the City will be required to enter into contractual agreements (“Continuing Disclosure Undertakings”) to provide annual reports related to its financial condition (including its audited financial statements) as well as notice of certain events relating to the Obligations specified in the Continuing Disclosure Undertakings. The City must comply with the specific requirements of each Continuing Disclosure Undertaking. The City’s Continuing Disclosure Undertakings will generally require that the annual reports be filed within 270 days after the end of the City’s fiscal year, and material event notices are generally required to be filed within 10 business days of their occurrence.

Specific events which require “material event” notices are set forth in each particular Continuing Disclosure Certificate.

The Finance Director shall be responsible for preparing and filing the annual reports and material event notices required pursuant to the Continuing Disclosure Undertakings. Particular care shall be paid to the timely filing of any changes in credit ratings on Obligations (including changes resulting from changes in the credit ratings of insurers of particular Obligations).

CITY OF BUELLTON
Successor Agency Agenda Staff Report

City Manager Review: MPB
Council Agenda Item No.: 12

To: The Honorable Mayor and Agency Members

From: Carolyn Galloway-Cooper, Finance Director

Meeting Date: April 14, 2016

Subject: Letter to Oversight Board Requesting the Formal Dissolution of the Successor Agency

BACKGROUND

The Successor Agency is now ready to formally terminate its existence pursuant to Health and Safety Code Section 34187(b). The Successor Agency has paid off all debts of the former Redevelopment Agency and disposed of all real property. A letter from the Successor Agency requesting the Oversight Board to dissolve the Successor Agency is the next step. A copy of the letter will be sent to the Santa Barbara County Auditor-Controller. The Auditor-Controller will confirm that all funds have been paid to them. A written confirmation from the California Department of Finance approving our request is also required. Upon receipt of this approval, the Oversight Board shall adopt a resolution of dissolution. As a final step, they will submit it to the Successor Agency, Santa Barbara County Auditor-Controller and the Department of Finance.

FISCAL IMPACT

This letter requesting formal dissolution of the Successor Agency has no fiscal impact. When the Successor Agency is finally dissolved by adopting a final resolution, the Successor Agency will no longer exist and its name will be removed from the official list of agencies within the State of California. The resolution will provide a provision that should there be any remaining agreements with the former Redevelopment Agency; the Successor Agency will have the power to act to terminate those agreements.

RECOMMENDATION

That the Successor Agency authorize the City Manager to send a letter requesting the Oversight Board dissolve the Successor Agency.

ATTACHMENT

Attachment 1 – Health and Safety Code Section 34187(b)

ATTACHMENT 1



HEALTH AND SAFETY CODE - HSC

DIVISION 24. COMMUNITY DEVELOPMENT AND HOUSING [33000 - 37964] (*Heading of Division 24 amended by Stats. 1975, Ch. 1137.*)

PART 1.85. DISSOLUTION OF REDEVELOPMENT AGENCIES AND DESIGNATION OF SUCCESSOR AGENCIES [34170 - 34191.6] (*Part 1.85 added by Stats. 2011, 1st Ex. Sess., Ch. 5, Sec. 7.*)

CHAPTER 5. Duties of the Auditor-Controller [34182 - 34188.8] (*Chapter 5 added by Stats. 2011, 1st Ex. Sess., Ch. 5, Sec. 7.*)

34187. (a) (1) Commencing May 1, 2012, whenever a recognized obligation that had been identified in the Recognized Payment Obligation Schedule is paid off or retired, either through early payment or payment at maturity, the county auditor-controller shall distribute to the taxing entities, in accordance with the provisions of the Revenue and Taxation Code, all property tax revenues that were associated with the payment of the recognized obligation.

(2) Notwithstanding paragraph (1), the department may authorize a successor agency to retain property tax that otherwise would be distributed to affected taxing entities pursuant to this subdivision, to the extent the department determines the successor agency requires those funds for the payment of enforceable obligations. Upon making a determination, the department shall provide the county auditor-controller with information detailing the amounts that it has authorized the successor agency to retain. Upon determining the successor agency no longer requires additional funds pursuant to this subdivision, the department shall notify the successor agency and the county auditor-controller. The county auditor-controller shall then distribute the funds in question to the affected taxing entities in accordance with the provisions of the Revenue and Taxation Code.

(b) When all of the enforceable obligations have been retired or paid off, all real property has been disposed of pursuant to Section 34181 or 34191.4, and all outstanding litigation has been resolved, the successor agency shall, within 30 days of meeting the aforementioned criteria, submit to the oversight board a request, with a copy of the request to the county auditor-controller, to formally dissolve the successor agency. The oversight board shall approve the request within 30 days, and shall submit the request to the department.

(c) If a redevelopment agency was not allocated property tax revenue pursuant to either subdivision (b) of Section 16 of Article XVI of the California Constitution or Section 33670 prior to February 1, 2012, the successor agency shall, no later than November 1, 2015, submit to the oversight board a request to formally dissolve the successor agency. The oversight board shall approve this request within 30 days, and shall submit the request to the department.

(d) The department shall have 30 days to approve or deny a request submitted pursuant to subdivisions (b) or (c).

(e) When the department has approved a request to formally dissolve a successor agency, the successor agency shall take both of the following steps within 100 days of the department's notification:

(1) Dispose of all remaining assets as directed by the oversight board. Any proceeds from the disposition of assets shall be transferred to the county auditor-controller for distribution to the affected taxing entities pursuant to Section 34183.

(2) Notify the oversight board that it has complied with paragraph (1).

(f) Upon receipt of the notification required in paragraph (2) of subdivision (e), the oversight board shall verify all

obligations have been retired or paid off, all outstanding litigation has been resolved, and all remaining assets have been disposed of with any proceeds remitted to the county auditor-controller for distribution to the affected taxing entities. Within 14 days of verification, the oversight board shall adopt a final resolution of dissolution for the successor agency, which shall be effective immediately. This resolution shall be submitted to the sponsoring entity, the county auditor-controller, the State Controller's Office, and the department by electronic means and in a manner of each entity's choosing.

(g) Subdivisions (b) to (f), inclusive, does not apply to those entities specifically recognized as already dissolved by the department by October 1, 2015.

(h) When all enforceable obligations have been retired or paid off as specified in subdivision (b), all passthrough payment obligations required pursuant to Sections 33401, 33492.140, 33607, 33607.5, 33607.7, and 33676, or any passthrough agreement between a redevelopment agency and a taxing entity that was entered into prior to January 1, 1994, shall cease, and no property tax shall be allocated to the Redevelopment Property Tax Trust Fund for that agency. The Legislature finds and declares that this subdivision is declaratory of existing law.

(i) When a successor agency is finally dissolved under subdivision (b), with respect to any existing community facilities district formed by a redevelopment agency, the legislative body of the city or county that formed the redevelopment agency shall become the legislative body of the community facilities district, and any existing obligations of the former redevelopment agency or its successor agency, in its capacity as the legislative body of the community facilities district, shall become the obligations of the new legislative body of the community facilities district. This subdivision shall not be construed to result in the continued payment of any of the passthrough payment obligations identified in subdivision (h).

(Amended by Stats. 2015, Ch. 325, Sec. 18. Effective September 22, 2015.)