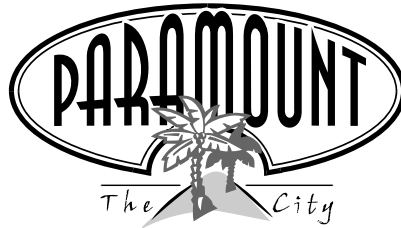


# AGENDA

Paramount City Council  
February 20, 2018



Adjourned Meeting  
City Hall Council Chambers  
5:00 p.m.

City of Paramount

16400 Colorado Avenue ♦ Paramount, CA 90723 ♦ (562) 220-2000 ♦ [www.paramountcity.com](http://www.paramountcity.com)

**Public Comments:** If you wish to make a statement, please complete a Speaker's Card at the beginning of the meeting. Speaker's Cards are located at the entrance. Give your completed card to a staff member and when your name is called, please go to the rostrum provided for the public. Persons are limited to a maximum of 3 minutes unless an extension of time is granted. No action may be taken on items not on the agenda except as provided by law.

**Americans with Disabilities Act:** In compliance with the Americans with Disabilities Act, if you need special assistance to participate in this meeting, please contact the City Clerk's office at (562) 220-2027 at least 48 hours prior to the meeting to enable the City to make reasonable arrangements to ensure accessibility to this meeting.

**Note:** Agenda items are on file in the City Clerk's office and are available for public inspection during normal business hours. Materials related to an item on this Agenda submitted after distribution of the agenda packet are also available for public inspection during normal business hours in the City Clerk's office. The office of the City Clerk is located at City Hall, 16400 Colorado Avenue, Paramount.

## Notes

CALL TO ORDER:

Mayor Peggy Lemons

ROLL CALL OF  
COUNCILMEMBERS:

Councilmember Laurie Guillen  
Councilmember Tom Hansen  
Councilmember Daryl Hofmeyer  
Vice Mayor Diane J. Martinez  
Mayor Peggy Lemons

## CITY COUNCIL PUBLIC COMMENT UPDATES

## PUBLIC COMMENTS

- 
- |    |  |  |
|----|--|--|
| 1. | <a href="#"><u>APPROVAL</u></a>                                      | Clean Power Alliance – Selection of Default Renewable Energy Tier  |
| 2. | <a href="#"><u>URGENCY<br/>ORDINANCE NO.<br/>1099 (Adoption)</u></a> | Reauthorizing the City's Public, Educational, and Governmental Access Support Fee and Declaring the Urgency Thereof  |
|    | AND  |  |
|    | <a href="#"><u>ORDINANCE NO.<br/>1100 (Introduction)</u></a>         | Reauthorizing and Readopting the City's Public, Educational, and Governmental Access Support Fee   |
| 3. | <a href="#"><u>RESOLUTION NO.<br/>18:001</u></a>                     | Authorizing Electric Vehicle Infrastructure Projects and Authorizing the City Manager or Designee to Submit an Application to the Mobile Source Air Pollution Reduction Committee for a 2017 Local Government Partnership Program Grant, to Accept Such Funds as Awarded and Take Such Actions in Furtherance of the Grant Program, and Authorizing the Allocation of Matching Funds in Connection Therewith |
| 4. | <a href="#"><u>RESOLUTION NO.<br/>18:002</u></a>                     | Approving and Adopting the Fiscal Year (FY) 2018 Midyear Municipal Operating and Capital Improvement Budget and Authorizing the City Manager to Administer Said Budget and Make Such Changes as May Be Necessary During the Fiscal Year to Maintain Standards and Levels of Services and Achieve the Intent of the City Council in Providing Municipal Services for FY 2018                                  |

#### **COMMENTS/COMMITTEE REPORTS**

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- Councilmembers
- Staff

#### **ADJOURNMENT**

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To a meeting on March 6, 2018 at 6:00 p.m.

FEBRUARY 20, 2018

CLEAN POWER ALLIANCE – SELECTION OF DEFAULT RENEWABLE  
ENERGY TIER

MOTION IN ORDER:

APPROVE THE SELECTION OF 50% DEFAULT RENEWABLE ENERGY  
TIER FOR PARAMOUNT RESIDENTIAL AND BUSINESS CUSTOMERS  
PARTICIPATING IN CLEAN POWER ALLIANCE SERVICES.

APPROVED: \_\_\_\_\_ DENIED: \_\_\_\_\_

MOVED BY: \_\_\_\_\_

SECONDED BY: \_\_\_\_\_

ROLL CALL VOTE:

AYES: \_\_\_\_\_

NOES: \_\_\_\_\_

ABSENT: \_\_\_\_\_

ABSTAIN: \_\_\_\_\_



**To:** Honorable City Council

**From:** John Moreno

**By:** Christopher S. Cash

**Date:** February 20, 2018

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**Subject: Clean Power Alliance - Selection of Default Renewable Energy Tier**

In December 2017, the City of Paramount joined the Los Angeles Community Choice Energy Authority. The Authority has since changed its name to Clean Power Alliance (CPA). CPA is requesting that each individual city and county member set the default renewable energy tier that will be offered to residents and businesses within their jurisdiction. This default renewable energy tier will be the default product into which residents and businesses will be automatically enrolled. It is anticipated that CPA will begin to provide service to Paramount residents and businesses in the fourth quarter of 2018.

**Renewable Energy Tiers**

Currently, CPA is planning to offer renewable energy tiers of 36% renewable, 50% renewable and 100% renewable. Based on current Southern California Edison (SCE) rates, the following net bill discounts would entail from each of the different tiers:

Clean Power Alliance Plan	Net Bill Discount from SCE Standard Plan	Net Bill Discount from SCE Comparable Plan
36% Renewable	4%	4%
50% Renewable	3%	12%
100% Renewable	-7%	10%

If a city or county selects 36% renewable as its default tier, then the customer would automatically be enrolled in the 36% renewable product; unless, the customer opts-up to either the 50% renewable product, the 100% renewable product, or the customer opts-out to stay with SCE.

On the other hand, if the default product is set to 50% renewable, then the customer would automatically be enrolled in the 50% renewable product; unless, the customer opts-up to the 100% renewable product, opts-down to the 36% renewable product, or the customer opts-out to stay with SCE.

Finally, if the default product is set to 100% renewable, then the customer would automatically be enrolled in the 100% renewable product; unless, the customer opts-down to either the 36% renewable product, the 50% renewable product, or the customer opts-out to stay with SCE.

It is important to note that the base 36% renewable product, and the rates necessary to support it, will increase each year to stay ahead of SCE's percentage of renewable energy so that CPA's lowest offering is always slightly greener than SCE's. For instance, in 2019 it may be 38% and in 2020 it may be 42% since the comparable SCE renewable percentage for those years is expected to be 36% in 2019 and 40% in 2020. As such, the rate will similarly adjust slightly upwards each year to reflect the increasing level of renewable energy provided. On the other hand, the 50% and 100% renewable will allow the CPA members to keep the initially default renewable percentage constant for several years which will mean that these customers will have greater rate stability.

### **Renewable Options v. Discounted Rates**

As a member of CPA, the City of Paramount joined to provide a better source of clean, green, renewable energy for its residents and businesses than currently provided by SCE. The City also joined in order to provide opportunities for lower cost energy commodity costs which would translate to savings for our residents and businesses. As such, the selection of a 50% default renewable energy tier would immediately provide our residents and businesses a greener energy commodity option and would also provide a projected 3% savings discount from current SCE rates. Therefore, we are recommending adoption of the 50% default renewable energy tier. It is anticipated that CPA will ask member agencies annually if they would like to change their default option. Also, included with this report is a Frequently Asked Questions attachment that was prepared by CPA on the selection of energy tiers.

### **City Membership**

As of February 1, 2018, there are twenty-five (25) cities (including Paramount, Downey, Hawaiian Gardens, and Whittier) and two (2) counties (Los Angeles and Ventura) that are members of CPA. Additional cities and counties are considering joining and could be added in the coming months.

### **Recommended Action**

It is recommended that the City Council approve the selection of a 50% default renewable energy tier for Paramount residential and business customers participating in Clean Power Alliance services.

## **Frequently Asked Questions**

### **Will all customers in the City get the same default tier?**

Yes, unless the customer opt-up, opt-down or opt-out.

### **Is there any coal or nuclear power in my power?**

CPA will not sign any contracts that include energy from coal or nuclear power resources.

### **Why does the City need to make this decision?**

CPA will launch your non-residential loads in June of 2018. In anticipation of this launch, CPA needs to know what kind and how much of each type of power the cities need so adequate amounts can be purchased for future use by the cities.

### **Can my City change the default option in the future?**

Yes, we expect that we will ask cities once a year if they would like to change their default option.

### **What types of default product options do the other CCA's offer?**

The other CCA's have offerings similar to the ones being offered CPA, though some do not offer a base (36%) tier but start at 50%. See Appendix B for a chart of CCA offerings.

### **Does the CPUC or SCE have to approve these default options**

No, this selection only needs to be approved by your City.

### **Are the rates noted in this memo the final rates for service starting in June 2018?**

No, the stated rates are indicative based upon CPA's best estimates of future power costs. Final rates will not be known until power contracts are finalized for 2018 deliveries. These power contracts and final rates should be completed by April 2018 for approval by the CPA Board. But it is very likely that final rates will offer the same percentage differences as should in the indicative rates included in the attached memo.

### **Can our City change its mind on the selection of default product options between our initial February 15 submission and the final determination at the March 1, 2018 CPA Board meeting?**

Yes.

### **How long will this rate comparison between CPA and SCE hold?**

SCE changes rates annually at the beginning of the year. In addition, additional smaller rate changes can occur during the year. However, it is expected that this rate comparison will hold until January 2019, at which time it is likely that both SCE and CPA will change rates.

**Are CPA customers still eligible for SCE programs, such as energy efficiency and renewable energy incentive programs?**

Yes, CPA customers remain eligible for SCE rebate programs since those are funded by Public Purpose Program fees. Those fees will still be paid on SCE bills as part of the SCE transmission and distribution portion of the bill.

**If a customer has solar panels and is on a net energy metering rate, will they still get that rate when enrolled in the CPA program?**

Yes, CPA will offer Net Energy Metering rates that are the same or better than those currently offered by SCE.

**Are CPA customers still eligible for CARE, FERA and Medical Baseline discounts?**

Yes. CARE, FERA and Medical Baseline is available to CPA customers as well as SCE customers and provides the same discount regardless of enrollment with CPA or SCE. Customers enrolled in CPA continue to receive their CARE, FERA and Medical Baseline discount within their SCE delivery charges; there is no need to reapply with CPA. New CARE, FERA and Medical Baseline enrollments or renewals must still be done through SCE's customer service center or website.

**How will CPA procure power to meet the selected Default Products?**

CPA will have short and long-term contracts with a variety of power suppliers to meet the energy needs of the CPA customers. The exact proportion of renewable resources varies with time, based on demand and availability. CPA will provide detailed information about the power supply in the annual Power Content Label reporting.

**How can the City be sure that CPA is actually procuring 36%, 50% or 100% renewable energy on the customer's behalf?**

CPA is required to report to the California Public Utilities Commission and California Energy Commission on an annual basis to verify the amount of renewable energy delivered to our customers. This is the same standard used by other California utilities, such as SCE, for verification purposes.

## Product Offerings by CCAs

	Product 1	Product 2	Product 3
<b>Clean Power Alliance</b>	36% Renewable	50% Renewable	100% Renewable
<b>SCE Service Area</b>			
<b><i>Apple Valley Choice Energy</i></b>	Core Choice (36% Renewable)	More Choice (50% Renewable)	
<b><i>Lancaster Choice Energy</i></b>	Clear Choice (36% Renewable)	Smart Choice (50% Renewable)	
<b><i>Pico Rivera Innovative Municipal Energy</i></b>	PRIME Power (50% Renewable)	Prime Future (100% Renewable)	
<b>PG&amp;E Service Area</b>			
<b><i>CleanPowerSF</i></b>	Green (40% Renewable)	Super Green (100% Renewable)	
<b><i>East Bay Community Energy</i></b>	Bright Choice (More Renewable than PG&E)	Brilliant 100 (100% Renewable)	
<b><i>Marin Clean Energy</i></b>	Light Green (50% Renewable)	Deep Green (100% Renewable)	Local Green (100% Local Renewable)
<b><i>Monterey Bay Community Power</i></b>	MBChoice (30% Renewable)	MBGreen+ (Customer Choice renewable share)	MB Share (Donate to low income and local GHG reduction)
<b><i>Peninsula Clean Energy</i></b>	ECOplus (50% Renewable)	ECO100 (100% Renewable)	
<b><i>Redwood Coast Energy Authority</i></b>	REPower (42% Renewable)	REPower+ (100% Renewable)	
<b><i>Silicon Valley Clean Energy</i></b>	Green Start (50% Renewable)	Green Prime (100% Renewable)	
<b><i>Sonoma Clean Power</i></b>	Clean Start (42% Renewable)	EverGreen (100% Renewable)	



FEBRUARY 20, 2018

**URGENCY ORDINANCE NO. 1099**

“AN URGENCY ORDINANCE OF THE CITY COUNCIL OF THE CITY OF  
PARAMOUNT REAUTHORIZING THE CITY’S PUBLIC, EDUCATIONAL, AND  
GOVERNMENTAL ACCESS SUPPORT FEE AND DECLARING THE  
URGENCY THEREOF”

MOTION IN ORDER:

READ BY TITLE ONLY, WAIVE FURTHER READING, AND ADOPT  
URGENCY ORDINANCE NO. 1099.

APPROVED: \_\_\_\_\_ DENIED: \_\_\_\_\_

MOVED BY: \_\_\_\_\_

SECONDED BY: \_\_\_\_\_

ROLL CALL VOTE:

AYES: \_\_\_\_\_

NOES: \_\_\_\_\_

ABSENT: \_\_\_\_\_

ABSTAIN: \_\_\_\_\_

**ORDINANCE NO. 1100**

“AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF PARAMOUNT  
REAUTHORIZING AND READOPTING THE CITY’S PUBLIC,  
EDUCATIONAL, AND GOVERNMENTAL ACCESS SUPPORT FEE”

MOTION IN ORDER:

READ BY TITLE ONLY, WAIVE FURTHER READING, INTRODUCE  
ORDINANCE NO. 1100, AND PLACE IT ON THE NEXT REGULAR AGENDA  
FOR ADOPTION.

APPROVED: \_\_\_\_\_ DENIED: \_\_\_\_\_

MOVED BY: \_\_\_\_\_

SECONDED BY: \_\_\_\_\_

ROLL CALL VOTE:

AYES: \_\_\_\_\_

NOES: \_\_\_\_\_

ABSENT: \_\_\_\_\_

ABSTAIN: \_\_\_\_\_



**To:** Honorable City Council

**From:** John Moreno

**By:** Kevin Chun and Jonathan Masannat

**Date:** February 20, 2018

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**Subject: URGENCY ORDINANCE NO. 1099 AND ORDINANCE NO. 1100  
REAUTHORIZING AND READOPTING THE CITY'S PUBLIC,  
EDUCATIONAL, AND GOVERNMENTAL (PEG) PROGRAMMING  
ACCESS SUPPORT FEE**

### **Background**

In 2006, the Digital Infrastructure and Video Competition Act of 2006 (DIVCA) was signed into law. DIVCA, among other objectives, established a procedure for issuing state franchises for cable service and open-video systems. The California Public Utilities Commission was granted the authority to issue video franchises, replacing the old system where municipalities would issue the franchises. In exchange for the cable companies' access to public right-of-ways, DIVCA authorizes municipalities to establish a fee to support Public, Educational, and Governmental (PEG) channel facilities consistent with federal law. The fee, which must be adopted by an ordinance, shall be 1% of gross revenues, or more in specified circumstances. The bill also requires cable providers to allocate a PEG channel for the municipality's use.

In 2008, the City Council adopted Ordinance No.1006 establishing such a fee, which is codified in Section 21-90 of the Paramount Municipal Code ("Municipal Code").

### **PEG Access Fee**

The City has one franchisee, Time Warner Cable Pacific West LLC dba Charter Communications, Inc., whose services are called Spectrum, that provides cable services to Paramount community members. Charter's franchise, which is valid for 10 years, recently expired and was renewed on January 2, 2018. DIVCA, however, requires that an ordinance adopting a PEG access fee expires when the state franchise expires. (*Public Utilities Code section 5870*). Thus, in order to continue collecting a PEG access fee, the City must readopt its earlier adopted ordinance to reauthorize the fee.

Once readopted, the 1% annual fee will apply to all current and future franchisees providing cable services within the City. The fee generates around \$35,000 per year to be used solely on capital costs for our PEG access facilities.

City staff is presenting two (2) ordinances for Council approval. An urgency measure which will reauthorize the City's PEG Access Support Fee immediately upon approval on February 20, 2018, and a regular ordinance which will follow the traditional rules of

approving the first reading and adopting at the second City Council meeting. Charter Communications has represented to City staff that the City must adopt such an ordinance by February 28, 2018 or risk losing PEG funding.

### **Recommended Action**

It is recommended that the City Council:

- a. Read by title only, waive further reading, and adopt Urgency Ordinance No. 1099, reauthorizing the City's Public, Educational, and Governmental Access Support Fee; and
- b. Read by title only, waive further reading, introduce Ordinance No. 1100, reauthorizing and readopting the City's Public, Educational, and Governmental Access Support Fee, and place it on the next regular agenda for adoption.

CITY OF PARAMOUNT  
LOS ANGELES COUNTY, CALIFORNIA

**URGENCY ORDINANCE NO. 1099**

AN URGENCY ORDINANCE OF THE CITY COUNCIL OF THE CITY OF  
PARAMOUNT REAUTHORIZING THE CITY'S PUBLIC, EDUCATIONAL,  
AND GOVERNMENTAL ACCESS SUPPORT FEE AND DECLARING  
THE URGENCY THEREOF

**WHEREAS**, Section 5870(n) of the Public Utilities Code, which was enacted as part of the Digital Infrastructure and Video Competition Act of 2006, authorized the City to adopt an Ordinance establishing a fee on state-franchised video service providers to support public, educational, and governmental ("PEG") access channel facilities; and

**WHEREAS**, in 2008 the City Council of the City of Paramount ("City") adopted Ordinance No. 1006 establishing such a fee, which is codified in Section 21-90 of the Paramount Municipal Code ("Municipal Code"); and

**WHEREAS**, Section 5870(n) of the Public Utilities Code states that such an Ordinance shall expire, and may be reauthorized, upon the expiration of a state franchise; and

**WHEREAS**, the first state franchise to include the City, California Video Franchise Certificate granted to Time Warner Cable Pacific West LLC dba Charter Communications, Inc. expired on December 31, 2017.

NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF PARAMOUNT  
DOES ORDAIN AS FOLLOWS:

Section 1.    Urgency Findings. The City Council finds as follows:

(a) Currently, the City depends upon the PEG access fee to support PEG access channel facilities, which are essential to providing City residents with important civic programming, including emergency alerts and community and governmental news. Pursuant to Public Utilities Code Section 5870(n), the City's PEG access fee codified in Section 21-90 of the Municipal Code expired upon the expiration of a state franchise. The first state franchise to include the City, California Video Franchise Certificate granted to Charter Communications, Inc. expired on December 31, 2017. If this fee is not reauthorized immediately, the City will lose funding for its PEG programming facilities. Any loss of funding would jeopardize a trustworthy, reliable and immediate means by which the City communicates with its residents. Any lapse in funding may also lead to confusion among state video franchisees operating within the City regarding the payment of PEG access fee leading the City to incur additional costs to recover any overdue fees.

(b) Therefore, the City Council finds and determines that the immediate preservation of the public peace, health and safety requires that this Ordinance be enacted as an Urgency Ordinance pursuant to Government Code Section 36937(b) and

take effect immediately upon adoption. If this Ordinance does not become effective immediately, but instead becomes effective thirty days after its second reading, funding for City PEG facilities could lapse causing residents who rely on PEG channels for emergency broadcasts and news updates to lose a vital source of City information. Therefore, this Ordinance is necessary for the immediate preservation of the public peace, health and safety and its urgency is hereby declared.

(c) This Ordinance is adopted under the authority of Section 36937 of the California Government Code. The statements of fact set forth in the preamble to this Ordinance are incorporated by this reference; consequently, the absence of this Ordinance may pose a public safety threat to health, safety and welfare of the residents within the City of Paramount. Therefore, the City Council finds, determines and declares that the immediate preservation of the public peace, health, safety and welfare necessitates the enactment of this Ordinance as an Urgency Ordinance, and accordingly, this Ordinance shall take effect immediately upon a 4/5ths vote.

Section 2. The City Council hereby reauthorizes the fee on state-franchised video service providers to support public, educational, and governmental channel facilities codified in Section 21-90 of the Municipal Code, which fee shall remain unchanged and in full effect as to all state-franchised video service providers.

Section 3. If any section, subsection, subdivision, sentence, clause, phrase, or portion of this Ordinance is for any reason held to be invalid or unconstitutional by the decision of any court of competent jurisdiction, such decision shall not affect the validity of the remaining portions of this Ordinance. The City Council hereby declares that it would have adopted this Ordinance, and each section, subsection, subdivision, sentence, clause, phrase, or portion thereof, irrespective of the fact that any one or more sections, subsections, subdivisions, sentences, clauses, phrases or portions thereof be declared invalid or unconstitutional.

Section 4. The City Clerk shall certify to the adoption of this Ordinance and cause the same to be published as required by law.

PASSED, APPROVED, AND ADOPTED this 20<sup>st</sup> day of February 2018.

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Peggy Lemons, Mayor

Attest:

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Lana Chikami, City Clerk

CITY OF PARAMOUNT  
LOS ANGELES COUNTY, CALIFORNIA

**ORDINANCE NO. 1100**

AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF  
PARAMOUNT REAUTHORIZING AND READOPTING THE CITY'S  
PUBLIC, EDUCATIONAL, AND GOVERNMENTAL ACCESS SUPPORT  
FEE

**WHEREAS**, Section 5870(n) of the Public Utilities Code, which was enacted as part of the Digital Infrastructure and Video Competition Act of 2006, authorized the City to adopt an Ordinance establishing a fee on state-franchised video service providers to support public, educational, and governmental ("PEG") access channel facilities; and

**WHEREAS**, in 2008 the City Council for the City of Paramount ("City") adopted Ordinance No.1006 establishing such a fee, which is codified in Section 21-90 of the Paramount Municipal Code ("Municipal Code"); and

**WHEREAS**, Section 5870(n) of the Public Utilities Code states that such an Ordinance shall expire, and may be reauthorized, upon the expiration of a state franchise, and that a fee may be adopted at any time; and

**WHEREAS**, the first state franchise to include the City, California Video Franchise Certificate granted to Time Warner Cable Pacific West LLC dba Charter Communications, Inc. expired on December 31, 2017.

NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF PARAMOUNT  
DOES ORDAIN AS FOLLOWS:

Section 1. The City Council hereby reauthorizes and readopts the fee on state-franchised video service providers to support public, educational, and governmental channel facilities codified in Section 21-90 of the Municipal Code, which shall remain unchanged and in full effect as to all state-franchised video service providers.

Section 2. If any section, subsection, subdivision, sentence, clause, phrase or portion of this Ordinance, is for any reason held to be invalid or unconstitutional by the decision of any court of competent jurisdiction, such decision shall not affect the validity of the remaining portions of this Ordinance. The City Council hereby declares that it would have adopted this Ordinance and each section, subsection, subdivision, sentence, clause, phrase, or portion thereof, irrespective of the fact that any one or more sections, subsections, subdivisions, sentences, clauses, phrases, or portions thereof be declared invalid or unconstitutional.

Section 3. This Ordinance shall be certified as to its adoption by the City Clerk and shall be published once in the Paramount Journal within 15 days after its adoption together with the names and members of the City Council voting for and against the Ordinance.

PASSED, APPROVED AND ADOPTED by the City Council of the City of  
Paramount this 6th day of March 2018.

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Peggy Lemons, Mayor

Attest:

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Lana Chikami, City Clerk



FEBRUARY 20, 2018

RESOLUTION NO. 18:001

“A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF PARAMOUNT AUTHORIZING ELECTRIC VEHICLE INFRASTRUCTURE PROJECTS AND AUTHORIZING THE CITY MANAGER OR DESIGNEE TO SUBMIT AN APPLICATION TO THE MOBILE SOURCE AIR POLLUTION REDUCTION COMMITTEE FOR A 2017 LOCAL GOVERNMENT PARTNERSHIP PROGRAM GRANT, TO ACCEPT SUCH FUNDS AS AWARDED AND TAKE SUCH ACTIONS IN FURTHERANCE OF THE GRANT PROGRAM, AND AUTHORIZING THE ALLOCATION OF MATCHING FUNDS IN CONNECTION THEREWITH”

MOTION IN ORDER:

READ BY TITLE ONLY AND ADOPT RESOLUTION NO. 18:001.

APPROVED: \_\_\_\_\_ DENIED: \_\_\_\_\_

MOVED BY: \_\_\_\_\_

SECONDED BY: \_\_\_\_\_

ROLL CALL VOTE:

AYES: \_\_\_\_\_

NOES: \_\_\_\_\_

ABSENT: \_\_\_\_\_

ABSTAIN: \_\_\_\_\_



**To:** Honorable City Council

**From:** John Moreno

**By:** Kevin M. Chun/John King

**Date:** February 20, 2018

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**Subject: Resolution No. 18:001 – Mobile Source Air Pollution Reduction Committee (MSRC) Local Government Partnership Program Grant**

## **Background**

The Mobile Source Air Pollution Reduction Review Committee (MSRC), formed after California Assembly Bill (AB) 2766 was signed into law in 1990, determines the distribution of discretionary funds from a surcharge on annual vehicle registration fees for air pollution reduction programs within the South Coast Air Basin. The MSRC is partnering directly at this time with cities and counties on a Local Government Partnership Program to encourage zero and near-zero emissions vehicles, particularly electric vehicles (EVs), to support the 2016 Air Quality Management Plan of the South Coast Air Quality Management District (SCAQMD).

## **Grant**

A total of \$72,580 in Local Government Partnership Program grant funds is available to the City of Paramount upon MSRC approval of a complete grant application. Of the eligible project categories, electric vehicle supply equipment (also known as "EVSE" or electric vehicle charging stations) is the category that can have the most profound impact on expanding public use of EVs. The MSRC will contribute up to 50% of the total EVSE cost for private access EVSE and up to 75% for publicly accessible EVSE.

## **Proposal**

Community Development Department staff will develop a detailed project implementation plan, and implementation will be scheduled for completion within 60 months with the goal of charging stations to be installed on public and private property with central and visible access. The plan will include publicly accessible EVSEs at the City Hall/Civic Center and Sheriff's Substation properties. Potential EVSEs on private property will include approximately four locations with upon approval of individual property owners. Further evaluation will consider a balance of commercial/retail charging stations to further support sustainable economic development, high employment centers to accommodate a greater number of EV owners, and multiple-family housing to promote EV ownership with residential EV infrastructure.

## **Analysis**

Staff is only aware at this time of a single EVSE within Paramount, located in a parking lot of Carlton Forge Works and inaccessible to the general public. Although a variety of incentives

are available in California to boost EV ownership, many otherwise interested drivers continue purchasing traditional gasoline or diesel-fueled vehicles due to a lack of EV infrastructure and relative slow charging time from household electrical outlets. (As a comparison, a typical “Level 1” charge from a residential outlet requires almost an entire day to fully charge an EV, while a commercial “Level 2” facility that the MSRC grant could fund fully charges an EV within hours). An expanded and higher-profile EVSE network will benefit current and prospective EV owners, and a transition away from internal combustion engines will benefit local and regional air quality and support broader City of Paramount sustainability efforts.

### **Recommended Action**

It is recommended that the City Council read by title only and adopt Resolution No. 18:001, authorizing electric vehicle infrastructure projects and authorizing the City Manager or designee to submit an application to the Mobile Source Air Pollution Reduction Committee for a 2017 Local Government Partnership Program grant, to accept such funds as awarded and take such actions in furtherance of the grant program, and authorizing the allocation of matching funds in connection therewith.

CITY OF PARAMOUNT  
LOS ANGELES COUNTY, CALIFORNIA

RESOLUTION NO. 18:001

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF PARAMOUNT AUTHORIZING ELECTRIC VEHICLE INFRASTRUCTURE PROJECTS AND AUTHORIZING THE CITY MANAGER OR DESIGNEE TO SUBMIT AN APPLICATION TO THE MOBILE SOURCE AIR POLLUTION REDUCTION COMMITTEE FOR A 2017 LOCAL GOVERNMENT PARTNERSHIP PROGRAM GRANT, TO ACCEPT SUCH FUNDS AS AWARDED AND TAKE SUCH ACTIONS IN FURTHERANCE OF THE GRANT PROGRAM, AND AUTHORIZING THE ALLOCATION OF MATCHING FUNDS IN CONNECTION THEREWITH

WHEREAS, the Mobile Source Air Pollution Reduction Review Committee (“MSRC”) has created a new Local Government Partnership Program to emphasize an accelerated transition to zero and near-zero emissions vehicles with essential supporting infrastructure for jurisdictions in the South Coast Air Quality Management District (SCAQMD), and supports implementation of the 2016 Air Quality Management Plan of the SCAQMD; and

WHEREAS, the MSRC requested proposals for Clean Transportation Funding from its 2017 Local Government Partnership Program; and

WHEREAS, the City of Paramount (“City”) desires to introduce electric vehicle (EV) infrastructure by implementing electric vehicle (EV) charging stations on public and private property; and

WHEREAS, the City’s Community Development Department intends to submit an application to MSRC to receive grant funding under the 2017 Local Grant Partnership Program in the amount of \$72,580.00 to obtain funding for the EV Projects; and

WHEREAS, the City is familiar with the terms and conditions of the 2017 Local Government Partnership Program which is set forth in MSRC’s Program Opportunity Notice and Invitation to Negotiate, PON2018-01 dated September 1, 2017; and

WHEREAS, the City is willing and able to conform to each of the terms, conditions, and limitations imposed upon the City of the 2017 Local Government Partnership Program; and

WHEREAS, the City remains supportive of the ongoing efforts to apply for and accept such allocation of funds through MSRC as may be awarded to the City.

WHEREAS, the City Council of the City of Paramount hereby determines and finds that in accordance with the California Environmental Quality Act (CEQA) and State CEQA Guidelines, the adoption of this Resolution by the Paramount City Council is exempt from CEQA pursuant to CEQA Guidelines Sections 15301 (Class 1, Existing

Facilities), 15303 (Class 3, New Construction or Conversion of Small Structures), and 15304 (f) (Class 4, Minor Alterations of Land, minor trenching and backfilling).

NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF PARAMOUNT DOES RESOLVE, DETERMINE AND ADJUDGE AS FOLLOWS:

1. The City Manager or designee of the Community Development Department is authorized to submit an application to MSRC for and on behalf of the City for the 2017 Local Government Partnership Program in the amount of \$72,580.00 ("Grant Amount") to fund and implement the EV projects.
2. The City Manager or designee is authorized and directed to accept the Grant Amount for and on behalf of the City of Paramount.
3. The City Manager or designee is hereby authorized and directed to execute any agreements, certificates, assurances, reports, plans, payment requests, or other documents as may be necessary for the purpose of obtaining the Grant Amount and complying with the 2017 Local Government Partnership Program, including any extension and amendments thereof, and take such actions as are necessary or required in furtherance of the 2017 Local Government Partnership Program.
4. The Paramount City Council hereby agrees to, and by this Resolution, does accept such Grant Amount or any such amount so awarded to the City without further action of the Paramount City Council being required.
5. The City hereby agrees to comply with each and all of the terms, conditions, and limitations imposed by the 2017 Local Government Partnership Program upon said Grant Amount or any such amount so awarded.
6. The City's Community Development Department and Public Works Department are authorized to undertake the EV projects.
7. The City is hereby authorized to allocate matching funds in association with the 2017 Local Government Partnership Program. The City will seek separate grant funding from other public and private sources to fulfill the required matching funds with the understanding that the absence of available secondary grant funds will require the City to directly fulfill the matching allocation.
8. The Paramount City Council hereby acknowledges receipt of MSRC-supplied presentation related to the 2017 Local Government Partnership Program.

PASSED, APPROVED, and ADOPTED this 20<sup>th</sup> day of February, 2018.

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Peggy Lemons, Mayor

Attest:

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Lana Chikami, City Clerk

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FEBRUARY 20, 2018

RESOLUTION NO. 18:002

“A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF PARAMOUNT, APPROVING AND ADOPTING THE FISCAL YEAR (FY) 2018 MIDYEAR MUNICIPAL OPERATING AND CAPITAL IMPROVEMENT BUDGET AND AUTHORIZING THE CITY MANAGER TO ADMINISTER SAID BUDGET AND MAKE SUCH CHANGES AS MAY BE NECESSARY DURING THE FISCAL YEAR TO MAINTAIN STANDARDS AND LEVELS OF SERVICES AND ACHIEVE THE INTENT OF THE CITY COUNCIL IN PROVIDING MUNICIPAL SERVICES FOR FY 2018”

MOTION IN ORDER:

READ BY TITLE ONLY AND ADOPT RESOLUTION NO. 18:002.

APPROVED: \_\_\_\_\_

DENIED: \_\_\_\_\_

MOVED BY: \_\_\_\_\_

SECONDED BY: \_\_\_\_\_

ROLL CALL VOTE:

AYES: \_\_\_\_\_

NOES: \_\_\_\_\_

ABSENT: \_\_\_\_\_

ABSTAIN: \_\_\_\_\_



**To:** Honorable City Council

**From:** John Moreno

**By:** Karina Lam/Clyde Alexander

**Date:** February 20, 2018

**Subject:** Resolution No. 18:002 – Approving the 2018 Midyear Budget

We are pleased to present to you our FY 2018 Midyear Budget. Every year we evaluate the budget at the midyear mark to see how we are doing relative to our Approved Budget projections. A more detailed oral presentation of midyear changes will be presented at the City Council meeting.

#### Citywide Financial Information

As our local economy remains steady during this fiscal year, we continue to face the challenges due to the elimination of redevelopment. The elimination has impacted our budget significantly, although we are happy to report that we are, once again, projecting a balanced budget in the General Fund (see below) while keeping our programs and services intact.

As of midyear, we project that, across all funds, we will generate approximately \$45.40 million in revenues/other sources and expend about \$46.98 million. This includes the General Fund, restricted funds and the water utility.

The following table summarizes the operations of the City:

	General Fund	Restricted Funds	Water Fund	Total All Funds
Beginning Fund Balance – 7/1/17	\$ 12,580,300	\$ 7,581,450	\$ 3,962,550	\$ 24,124,300
Revenues/Other Sources	\$ 25,908,900	\$ 10,695,150	\$ 8,792,400	\$ 45,396,450
Expenditures				
Operations	\$ 25,282,050	\$ 7,626,900	\$ 8,696,950	\$ 41,605,900
CIPs	530,850	4,746,550	95,000	5,372,400
Total Expenditures	<u>\$ 25,812,900</u>	<u>\$ 12,373,450</u>	<u>\$ 8,791,950</u>	<u>\$ 46,978,300</u>
Transfer of Funds				
Unrestricted Fund to Capital Reserve	<u>\$ (90,000)</u>	<u>\$ 90,000</u>	<u>\$ -</u>	<u>\$ -</u>
<b>Current Year's Surplus/(Deficit)</b>	<b><u>\$ 6,000</u></b>	<b><u>(\$ 1,588,300)</u></b>	<b><u>\$ 450</u></b>	<b><u>(\$ 1,581,850)</u></b>
<b>Ending Fund Balance – 6/30/18</b>	<b><u>\$ 12,586,300</u></b>	<b><u>\$ 5,993,150</u></b>	<b><u>\$ 3,963,000</u></b>	<b><u>\$ 22,542,450</u></b>



## FY 2018 MIDYEAR BUDGET REVIEW

### Page 2

#### General Fund

In July, we projected a balanced budget for the General Fund. At this time, we are still presenting a balanced budget, but happy to report that we are forecasting a better outlook. This allows us to not only conserve the CIP Reserve by \$212,500 in this fiscal year, but also add \$90,000 to the overall fund balance to a total of \$1,130,287. The General Fund is also conserving the Equipment Replacement Fund (ERF) by \$102,700 in the year. In addition, we mentioned at the February 6<sup>th</sup> Council meeting that we will be making a \$700,000 contribution to CalPERS as part of our effort to pay down the City's unfunded pension liability, and this has been reflected in the Midyear Budget as well.

Overall, there is a \$435,650 increase in revenues mainly related to revenues coming in higher than expected such as Sales Tax, MVLFF, Construction Permits etc. As always, we will continue to monitor our incoming revenues and fine tune the data as we get closer to the end of the year. On the expenditure side, there is a net savings of about \$363,400 due to unexpected personnel vacancies and savings across all departments. There are a number of items we are adjusting to the Midyear Budget as highlighted below:

Description	Cost
Publication changes for switch from Around Town to Community Roundup	\$9,000
New Education Blvd. Banners	\$8,000
Eliminate Jr. Pirates Football funding; Fund Soccer & Softball Leagues	\$20,000
Election services for mailing notices and also for NOI/recall petition	\$14,900
City Attorney contract, with addition of extra in-office day	\$62,700
Increase in Class & Comp Study	\$10,000
Initiate Comprehensive Fee Analysis Study	\$30,000
Addition of Grant Consultant	\$18,000
Addition of Contract Planner	\$24,000
Addition of Economic Development Consultant	\$15,000
Net increase in overall Public Safety services (approximate)	\$14,000
Code Enforcement litigation (Contreras)	\$50,000
Net increase in overall Public Works services (mostly unanticipated repairs)	\$71,000

Even with these adjustments, we estimate to end the year with a surplus of about \$6,000.

### Restricted Funds

Consistent to what we budgeted in July, we anticipated and accounted for a budget shortfall to the tune of \$1,588,300. This is attributed to the standard practice of, from time to time, using accumulated funds from prior years to finance projects related to one-time purchases and capital improvement projects. In FY 2018, some of these projects include various street projects using transportation funds. In projects such as these, the expenditures are reflected in the current year when the projects are actually initiated, while revenues were recorded in prior years. For accounting purposes, this results in a deficit in the current year for these special funds.

### Capital Improvement Projects

We continued our maintenance and renovation of City facilities and infrastructure in the fiscal year and the budget reflects our latest estimates on various projects. One significant project we are adding at this time is the resurfacing of the Pond at Paramount and Jackson. The Pond which was built about 20 years ago remains one of the main features and most visited attractions in town and is in real need of improvement. This new facelift of the Pond will complement the recent rebuild of our downtown. We are recommending replacing the entire ice surface and the cost is about \$210,000 funded entirely by the Art Fund. Another significant project is the AV upgrade to the Council Chambers which will cost a total of \$265,000 and will be fully funded by PEG/Public Access funds.

### Recommended Action

It is recommended that the City Council read by title only and adopt Resolution No. 18:002 approving the 2018 Midyear Budget.

CITY OF PARAMOUNT  
LOS ANGELES COUNTY, CALIFORNIA

**RESOLUTION NO. 18:002**

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF PARAMOUNT, APPROVING AND ADOPTING THE FISCAL YEAR (FY) 2018 MIDYEAR MUNICIPAL OPERATING AND CAPITAL IMPROVEMENT BUDGET AND AUTHORIZING THE CITY MANAGER TO ADMINISTER SAID BUDGET AND MAKE SUCH CHANGES AS MAY BE NECESSARY DURING THE FISCAL YEAR TO MAINTAIN STANDARDS AND LEVELS OF SERVICES AND ACHIEVE THE INTENT OF THE CITY COUNCIL IN PROVIDING MUNICIPAL SERVICES FOR FY 2018

WHEREAS, the City Manager has prepared the Fiscal Year 2018 Midyear Municipal Operating and Capital Improvement Budget (FY 2018 Budget) in accordance with the Paramount Municipal Code, Chapter II, Article II, Section 2-23 (h); and

WHEREAS, the City Council finds the budgeted capital improvements to be exempt from the provisions of the California Environmental Quality Act (CEQA) as Section 15301, 15302, 15303, 15304, and 15311 Categorical Exemptions: operation, repair, maintenance, or minor alteration of existing structures or facilities not expanding use; replacement or reconstruction of existing structures or facilities on the same site having the same purpose; new construction of limited small new facilities, and installation of small, new equipment and facilities; minor alterations in the condition of the land, such as grading, gardening, and landscaping that do not affect sensitive resources; and construction of minor structures accessory to existing facilities; and

WHEREAS, the City, pursuant to Federal regulations 24 CFR Part 570.301 under the Housing and Community Development Act (HCDA) of 1974, as amended, has obtained citizen comments on budgeted projects which will be undertaken using CDBG and HOME funds; and

WHEREAS, the City Council has reviewed the estimated Fiscal Year 2018 Budget, including revenues, expenditures, and fund balances as projected to the end of the fiscal year.

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Paramount, California, as follows:

Section 1. That the Fiscal Year 2018 Midyear Municipal Operating Budget is hereby approved and adopted as amended by the City Council and that appropriations be made, by department, in the following amounts:

<u>Department</u>	<u>Amount</u>
Council/Commissions	\$ 308,050
Community Promotion	290,000
City Attorney	328,300
City Manager/City Clerk	835,200
Administrative Services	1,396,350
Finance	3,904,450
Community Development	2,222,950
Public Safety	11,833,000
Community Services and Recreation	5,427,450
Public Works	<u>15,060,150</u>
 TOTAL OPERATING EXPENDITURES BY DEPT.	 <u>\$ 41,605,900</u>

Section 2. That the above appropriations for Fiscal Year 2018 shall be expended by the following funds:

<u>Fund</u>	<u>Amount</u>
General Fund	\$ 25,282,050
PERS	700,000
PEP	135,000
Community Development Block Grant	936,600
HOME Investment Partnership Act	211,050
After School Education and Safety	2,072,100
Gas Tax Fund	1,466,250
Traffic Safety Fund	75,000
AB 939 Fees	49,100
Air Quality Management District	97,450
Proposition A Transit Tax	1,124,500
Proposition C Transit Tax	168,400
Measure R Transit Tax	82,050
Maintenance District Funds	14,150
Other Grants Fund:	
Area E	800
Measure H	50,000
Park Maintenance – Dills Park	61,450
Park Maintenance – Paramount Park	22,600
State COPS	130,400
Used Oil	15,000
West Santa Ana Rail	15,000
Municipal Water Fund	8,696,950
Equipment Replacement Fund	<u>200,000</u>
 TOTAL OPERATING EXPENDITURES BY FUND	 <u>\$ 41,605,900</u>

Section 3. That the Fiscal Year 2018 Midyear Municipal Capital Improvement Budget is hereby approved and adopted as amended by the City Council and that appropriation be made, by project, in the following amounts:

<u>CAPITAL PROJECTS FOR FY 2018</u>	<u>Amount</u>
Installation of Services/Hydrants-2018	\$ 75,000
Annual Valve Replacement-2018	20,000
Garfield Avenue Widening	175,000
Arterial Street Resurfacing-2017	1,159,500
Arterial Street Resurfacing-2018	1,250,000
Neighborhood Street Resurfacing-2018	673,700
Annual Sidewalk Replacement-2018	200,000
Rosecrans Bridge Repair	613,050
Orange and Somerset Signal Improvements	205,000
Bike Park Conceptual Design	20,000
Orange Splash Pad	2,000
Paramount Park Futsal Court	650
Paramount Park Picnic Shelter Replacement	38,000
Paramount Park Comm Center Lighting Upgrades	17,000
Paramount Park Comm Center Stage Storage	10,000
Paramount Park Comm Center Freezer Repair	12,000
Paramount Pool Replaster	110,000
Spane Park Roof Replacement	130,000
Village Park Handball Court	15,000
Soccer Field Design	20,000
Pond Resurfacing	210,000
City Hall AC System Replacements	18,000
Neighborhood Enhancement Program-2018	50,000
Utility Box Murals	6,000
Clearwater AC System Replacements	45,000
City Hall AV Upgrade & Reconfiguration	265,000
Parkway Entry Signs	<u>32,500</u>
 TOTAL CAPITAL IMPROVEMENTS - FY 2018	 <u>\$ 5,372,400</u>

Section 4. That the above capital improvement project appropriations for Fiscal Year 2018 shall be expended by the following funds:

<u>Fund</u>	<u>Amount</u>
General Fund	\$ 530,850
I-710 Early Action Funds	175,000
Highway Bridge Repair	547,300
Proposition C Transit Tax	1,147,750
Measure R	545,000
Measure M	532,500
Measure A	240,000
Prop A Park Grant	2,650
Prop 42 – SB 1 Road Maintenance & Repair	318,700
Public Art Fees	236,000
Public Access Fee	265,000

<u>Fund</u>	<u>Amount</u>
SB821 Sidewalk/Bikeway	\$ 36,650
State Transportation Program-Local	700,000
Municipal Water Fund	<u>95,000</u>
 TOTAL CAPITAL IMPROVEMENT APPROPRIATIONS	 <u>\$ 5,372,400</u>

Section 5. That the City shall not undertake any capital improvements without adequate environmental review and approval.

Section 6. That the City Council hereby directs the City Manager to have the FY 2017 Midyear Budget prepared for general distribution.

Section 7. The Mayor, or presiding officer, is hereby authorized to affix his/her signature to this resolution signifying its adoption and the City Clerk or his/her duly appointed deputy is directed to attest thereto.

PASSED, APPROVED and ADOPTED by the City Council of the City of Paramount this 20<sup>th</sup> day of February, 2018.

\_\_\_\_\_  
Peggy Lemons, Mayor

Attest:

\_\_\_\_\_  
Lana Chikami, City Clerk