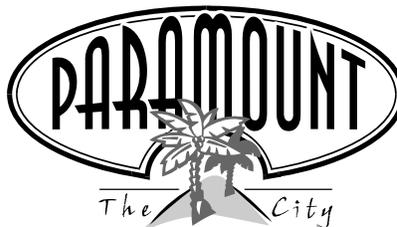


AGENDA

Paramount City Council
February 16, 2016



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

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 or put it on the staff table located at the front of the room. When your name is called, please go to the rostrum provided for the public. Persons are limited to a maximum of 5 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 Tom Hansen
ROLL CALL OF COUNCILMEMBERS:	Councilmember Gene Daniels Councilmember Peggy Lemons Councilmember Diane J. Martinez Vice Mayor Daryl Hofmeyer Mayor Tom Hansen

PUBLIC COMMENTS

REPORTS

1. [PUBLIC HEARING
ORDINANCE NO.
1062 \(Introduction\)](#) Readopting the Los Angeles County
Traffic Code

2. [PUBLIC HEARING
ORDINANCE NO.
1063 \(Introduction\)](#) Readopting the Los Angeles County
Health and Safety Code
3. [RECEIVE AND FILE](#) Los Angeles County Sheriff's Department
2015 Year-End Review
4. [PUBLIC HEARING
ORDINANCE NO.
1065 \(Introduction\)](#) Amending in Full Chapter 11G of the
Paramount Municipal Code Prohibiting All
Commercial Medical Marijuana Uses in
the City, Including Mobile Dispensaries,
and Prohibiting Cultivation for Medical Use
By a Qualified Patient or Primary
Caregiver, and Amending Chapter 44,
Article I Establishing Unlawful Uses
5. [CONSIDERATION](#) Proposed 2016 Special Events Schedule
and Modifications to Live Well Paramount
and Summer Concert/Food Truck Nights
6. [ORAL REPORT](#) Paramount Urban Renovation
Wayfinding Signs
7. [RECEIVE AND FILE](#) FY 2016 Midyear Budget

COMMENTS

- Staff
- Councilmembers

ADJOURNMENT

To a meeting on March 1, 2016 at 6:00 p.m.

FEBRUARY 16, 2016

PUBLIC HEARING

ORDINANCE NO. 1062

“AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF PARAMOUNT AMENDING SECTIONS 29-1 AND 29-1.1 OF THE PARAMOUNT MUNICIPAL CODE REGARDING INCORPORATION OF THE COUNTY TRAFFIC CODE”

1. HEAR STAFF REPORT
2. OPEN THE PUBLIC HEARING
3. HEAR TESTIMONY IN THE FOLLOWING ORDER:
 - (1) THOSE IN FAVOR
 - (2) THOSE OPPOSED
4. MOTION TO CLOSE THE PUBLIC HEARING

MOVED BY: _____

SECONDED BY: _____

ROLL CALL VOTE:

AYES: _____

NOES: _____

ABSENT: _____

ABSTAIN: _____

5. MOTION IN ORDER:

READ BY TITLE ONLY, WAIVE FURTHER READING, INTRODUCE ORDINANCE NO. 1062, 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: Maria Meraz

Date: February 16, 2016

Subject: ORDINANCE NO. 1062 - READOPTING THE LOS ANGELES COUNTY TRAFFIC CODE

The City of Paramount Municipal Code has always adopted and incorporated by reference the Los Angeles County Traffic Code. To ensure that our code is up-to-date, we annually reincorporate the latest version of the County code into our municipal code.

State law requires that a certain procedure be followed for adopting the County codes by reference. The City Council must have a first reading of the ordinance, and set a date for a public hearing on the ordinance. The first reading was conducted at the January Council meeting, and the public hearing is set for this evening.

RECOMMENDED ACTION

It is recommended that the City Council read by title only, waive further reading and introduce Ordinance No. 1062, and place it on the next regular agenda for adoption.

CITY OF PARAMOUNT
LOS ANGELES COUNTY, CALIFORNIA

ORDINANCE NO. 1062

AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF
PARAMOUNT AMENDING SECTIONS 29-1 AND 29-1.1 OF THE
PARAMOUNT MUNICIPAL CODE REGARDING INCORPORATION
OF THE COUNTY TRAFFIC CODE

THE CITY COUNCIL OF THE CITY OF PARAMOUNT DOES ORDAIN AS FOLLOWS:

Section 1. Sections 29-1 and 29-1.1 of the Paramount Municipal Code is hereby amended in its entirety as follows:

"Section 29-1. County Traffic Code Adopted.

Title 15 of the Los Angeles County Code, entitled "Vehicles and Traffic," being a code regulating traffic upon public highways, is hereby adopted by reference as the Traffic Code of the City."

"Section 29-1.1. Penalties; continuing violations.

The first and second violation of any provision of this Chapter may be cited as an infraction or punished as a misdemeanor. The third such violation shall be punished as a misdemeanor by a fine not exceeding \$500 or imprisonment for a term not exceeding six (6) months, or by both such fine and imprisonment. Such violations may also be redressed by civil action."

Each day that any violation of the Chapter continues shall constitute a separate offense.

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

Section 3. Effective Date. This Ordinance shall take effect thirty days after its adoption, 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 1st day of March 2016.

Tom Hansen, Mayor

Attest:

Lana Chikami, City Clerk

CITY OF PARAMOUNT
16400 COLORADO AVENUE
PARAMOUNT, CALIFORNIA

PUBLIC HEARING

NOTICE OF PROPOSED ORDINANCE NO. 1062

Notice is hereby given that the City of Paramount will conduct a hearing to consider adopting by reference the Los Angeles County Traffic Code.

The public hearing will be held at the regular meeting of the City Council to be held at 5:00 p.m. on February 16, 2016, in the Council Chambers, City Hall, 16400 Colorado Avenue, Paramount, California.

If you challenge the Ordinance in court, you may be limited to raising only those issues you or someone else raised at the public hearing described in this notice, or in written correspondence delivered to the City of Paramount at, or prior to, the public hearing.

Any correspondence regarding this matter should be sent to the City Clerk, City Hall, 16400 Colorado Avenue, Paramount California. For information please contact the Director of Public Safety, Maria Meraz, at (562) 220-2002.

Lana Chikami, City Clerk

PARAMOUNT JOURNAL
DATE OF PUBLICATION: February 4, 2016
3 affidavits please

FEBRUARY 16, 2016

PUBLIC HEARING

ORDINANCE NO. 1063

“AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF PARAMOUNT AMENDING SECTIONS 24-1 AND 24-6 OF THE PARAMOUNT MUNICIPAL CODE REGARDING INCORPORATION OF THE COUNTY HEALTH AND SAFETY CODE”

1. HEAR STAFF REPORT
2. OPEN THE PUBLIC HEARING
3. HEAR TESTIMONY IN THE FOLLOWING ORDER:
 - (1) THOSE IN FAVOR
 - (2) THOSE OPPOSED
4. MOTION TO CLOSE THE PUBLIC HEARING

MOVED BY: _____

SECONDED BY: _____

ROLL CALL VOTE:

AYES: _____

NOES: _____

ABSENT: _____

ABSTAIN: _____

5. MOTION IN ORDER:

READ BY TITLE ONLY, WAIVE FURTHER READING, INTRODUCE ORDINANCE NO. 1063, 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: Maria Meraz

Date: February 16, 2016

Subject: ORDINANCE NO. 1063 - READOPTING THE LOS ANGELES COUNTY HEALTH AND SAFETY CODE

The City of Paramount Municipal Code has always adopted and incorporated by reference the Los Angeles County Health and Safety Code. To ensure that our code is up-to-date, we annually reincorporate the latest version of the County code into our municipal code.

State law requires that a certain procedure be followed for adopting the County codes by reference. The City Council must have a first reading of the ordinance, and set a date for a public hearing on the ordinance. The first reading was conducted at the January Council meeting, and the public hearing is set for this evening.

RECOMMENDED ACTION

It is recommended that the City Council read by title only, waive further reading and introduce Ordinance No. 1063, and place it on the next regular agenda for adoption.

CITY OF PARAMOUNT
LOS ANGELES COUNTY, CALIFORNIA

ORDINANCE NO. 1063

AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF
PARAMOUNT AMENDING SECTIONS 24-1 AND 24-6 OF
THE PARAMOUNT MUNICIPAL CODE REGARDING
INCORPORATION OF THE COUNTY HEALTH AND
SAFETY CODE

THE CITY COUNCIL OF THE CITY OF PARAMOUNT DOES ORDAIN AS FOLLOWS:

Section 1. Sections 24-1 and 24-6 of the Paramount Municipal Code is hereby amended in its entirety as follows:

"Section 24-1. County Health Code Adopted.

Title 11 of the Los Angeles County Code, entitled "Health and Safety Code," being a code regulating public health and sanitation, is hereby adopted by reference as the Health Code of the City."

"Section 24-6. Penalty.

Notwithstanding any other provision of this chapter, violation of any of the provisions of this chapter incorporating the County Health Code and portions of the County Consumer Protection Code is punishable as misdemeanor by a fine of not more than \$500.00 or by imprisonment in the County jail for not more than six (6) months, or both. Each day during any portion of which any violation herein is committed, or continued to be permitted makes such violation a separate chargeable offense."

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

Section 3. Effective Date. This Ordinance shall take effect thirty days after its adoption, 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 1st day of March 2016.

Tom Hansen, Mayor

Attest:

Lana Chikami, City Clerk

CITY OF PARAMOUNT
16400 COLORADO AVENUE
PARAMOUNT, CALIFORNIA

PUBLIC HEARING

NOTICE OF PROPOSED ORDINANCE NO. 1063

Notice is hereby given that the City of Paramount will conduct a hearing to consider adopting by reference the Los Angeles County Health and Safety Code.

The public hearing will be held at the regular meeting of the City Council to be held at 5:00 p.m. on February 16, 2016, in the Council Chambers, City Hall, 16400 Colorado Avenue, Paramount, California.

If you challenge the Ordinance in court, you may be limited to raising only those issues you or someone else raised at the public hearing described in this notice, or in written correspondence delivered to the City of Paramount at, or prior to, the public hearing.

Any correspondence regarding this matter should be sent to the City Clerk, City Hall, 16400 Colorado Avenue, Paramount California. For information please contact the Director of Public Safety, Maria Meraz, at (562) 220-2002.

Lana Chikami, City Clerk

PARAMOUNT JOURNAL
DATE OF PUBLICATION: February 4, 2016
3 affidavits please

FEBRUARY 16, 2016

ORAL REPORT

LOS ANGELES COUNTY SHERIFF'S DEPARTMENT 2015 YEAR-END
REVIEW

FEBRUARY 16, 2016

ORDINANCE NO. 1065

“AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF PARAMOUNT AMENDING IN FULL CHAPTER 11G OF THE PARAMOUNT MUNICIPAL CODE PROHIBITING ALL COMMERCIAL MEDICAL MARIJUANA USES IN THE CITY, INCLUDING MOBILE DISPENSARIES, AND PROHIBITING CULTIVATION FOR MEDICAL USE BY A QUALIFIED PATIENT OR PRIMARY CAREGIVER, AND AMENDING CHAPTER 44, ARTICLE I ESTABLISHING UNLAWFUL USES”

MOTION IN ORDER:

READ BY TITLE ONLY, WAIVE FURTHER READING, INTRODUCE ORDINANCE NO. 1065, 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 E. Cavanaugh, City Attorney
By:
Date: February 16, 2016

Subject: ORDINANCE NO. 1065 - AMENDING IN FULL CHAPTER 11G OF THE PARAMOUNT MUNICIPAL CODE PROHIBITING ALL COMMERCIAL MEDICAL MARIJUANA USES IN THE CITY, INCLUDING MOBILE DISPENSARIES, AND PROHIBITING CULTIVATION FOR MEDICAL USE BY A QUALIFIED PATIENT OR PRIMARY CAREGIVER, AND AMENDING CHAPTER 44, ARTICLE I ESTABLISHING UNLAWFUL USES

Background

In 1996, the voters of the State of California approved Proposition 215 (codified as California Health and Safety Code § 11362.5 and entitled “The Compassionate Use Act of 1996” or “CUA”).

The intent of Proposition 215 was to enable persons who are in need of marijuana for medical purposes to use it without fear of criminal prosecution under limited, specified circumstances. The proposition further provides that “nothing in this section shall be construed to supersede legislation prohibiting persons from engaging in conduct that endangers others, or to condone the diversion of marijuana for non-medical purposes.” The ballot arguments supporting Proposition 215 expressly acknowledged “Proposition 215 does not allow unlimited quantities of marijuana to be grown anywhere.”

In 2004, the Legislature enacted Senate Bill 420 (codified as California Health & Safety Code § 11362.7 et seq. and referred to as the “Medical Marijuana Program” or “MMP”) to clarify the scope of Proposition 215 and to provide qualifying patients and primary caregivers who collectively or cooperatively cultivate marijuana for medical purposes with a limited defense to certain specified State criminal statutes. Assembly Bill 2650 (2010) and Assembly Bill 1300 (2011) amended the Medical Marijuana Program to expressly recognize the authority of counties and cities to “[a]dopt local ordinances that regulate the location, operation, or establishment of a medical marijuana cooperative or collective” and to civilly and criminally enforce such ordinances.

In addition, the Compassionate Care Act and the MMP lead to a large amount of litigation regarding local agencies’ ability to prohibit or regulate dispensaries, cultivation and related uses. In *City of Riverside v. Inland Empire Patients Health and Wellness Center, Inc.* (2013) 56 Cal.4th 729, the California Supreme Court held that “[n]othing in the CUA or the MMP expressly or impliedly limits the inherent authority of a local jurisdiction, by its own ordinances, to regulate the use of its land. . . .” Additionally, in *Maral v. City of Live Oak* (2013) 221

Cal.App.4th 975, the Court of Appeal held that “there is no right – and certainly no constitutional right – to cultivate medical marijuana. . . .” The Court in Maral affirmed the ability of a local governmental entity to prohibit the cultivation of marijuana under its land use authority.

The current ordinance, Urgency Ordinance No. 1037, does not explicitly ban the cultivation of marijuana, although it does so by implication. Also, the City’s Zoning Ordinance does not have a specific prohibition on marijuana dispensaries or cultivation. This Ordinance amendment will create such prohibition.

On October 9, 2015 Governor Brown signed 3 bills into law (AB 266, AB 243, and SB 643) that collectively are known as the Medical Marijuana Regulation and Safety Act (hereafter “MMRSA”). The bills become effective January 1, 2016. The MMRSA set up a State-licensing scheme for commercial medical marijuana uses while protecting local control by requiring that all such businesses must have a local license or permit to operate in addition to a State license. The MMRSA allows the City to completely prohibit commercial medical marijuana activities, including dispensaries, mobile dispensaries and cultivation. Alternatively, a City may choose to regulate medical marijuana uses along with the State (although the City ordinances must be as strict) or to leave regulation to the State. A medical marijuana use must have a local permit before applying for a state permit so a local ban effectively means no state permit may be obtained.

Discussion

The new legislation takes a different approach than the City’s current Ordinance, which was based on case law that had developed, and specifically the Inland Empire Patients’ case. The legislation provides definitions and sets out an overall system covering “commercial cannabis activity” with a broad definition of medical analysis. “Commercial cannabis activity” includes medical marijuana cultivation and sale from a mobile dispensary.

Second, under AB 243, a cultivation ban may be total or may exclude medical marijuana grown by a patient or caregiver for the patient’s use. If such a ban on cultivation is adopted, it must be done as a land use ban either directly or impliedly (i.e. because it’s not set out as an allowed use, it is banned). *This is an explicit ban on cultivation not contained in the current Ordinance.*

The adoption of the Ordinance is exempt from CEQA pursuant to CEQA Guidelines section 15305, minor alterations in land use limitations in areas with an average slope of less than 20% that do not result in any changes in land use or density and Section 15061(b)(3) which is the general rule that CEQA applies only to projects which have the potential for causing a significant effect on the environment and CEQA does not apply where it can be seen with certainty that there is no possibility that the activity may have a significant effect on the environment.

As stated above, The MMRSA allows the City to completely prohibit commercial medical marijuana activities, including dispensaries, mobile dispensaries and cultivation. Alternatively, a City may choose to regulate medical marijuana uses along with the State (although the City ordinances must be as strict) or to leave regulation to the State. A City Ordinance must be in effect by March 1, 2016 or the state regulations will control. There is currently state legislation, *AB 21 (Bonta)--Medical Marijuana Cultivation*, in which the March 1st deadline would be removed. AB 21 was presented to the Governor who did sign the bill this month; consequently, the March 1, 2016 deadline has been removed.

The Planning Commission held a duly noticed public hearing on February 9, 2016 at which time it considered all evidence presented, both written and oral, and at the end of the hearing voted to adopt a resolution recommending that the City Council adopt this Ordinance.

Recommended Action

It is recommended that the City Council read by title only, waive further reading, introduce Ordinance No. 1065, and place it on the next regular agenda for adoption.

Attachment
Ordinance No. 1065

CITY OF PARAMOUNT
LOS ANGELES COUNTY, CALIFORNIA

ORDINANCE NO. 1065

AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF PARAMOUNT, CALIFORNIA AMENDING IN FULL CHAPTER 11G OF THE PARAMOUNT MUNICIPAL CODE PROHIBITING ALL COMMERCIAL MEDICAL MARIJUANA USES IN THE CITY, INCLUDING MOBILE DISPENSARIES, AND PROHIBITING CULTIVATION FOR MEDICAL USE BY A QUALIFIED PATIENT OR PRIMARY CAREGIVER, AND AMENDING CHAPTER 44, ARTICLE I ESTABLISHING UNLAWFUL USES

THE CITY COUNCIL OF THE CITY OF PARAMOUNT DOES HEREBY ORDAIN AS FOLLOWS:

SECTION 1. Findings and Purpose. The City Council finds and declares as follows:

- A. In 1996, the voters of the State of California approved Proposition 215 (codified as California Health and Safety Code § 11362.5 and entitled “The Compassionate Use Act of 1996” or “CUA”).
- B. The intent of Proposition 215 was to enable persons who are in need of marijuana for medical purposes to use it without fear of criminal prosecution under limited, specified circumstances. The proposition further provides that “nothing in this section shall be construed to supersede legislation prohibiting persons from engaging in conduct that endangers others, or to condone the diversion of marijuana for non-medical purposes.” The ballot arguments supporting Proposition 215 expressly acknowledged that “Proposition 215 does not allow unlimited quantities of marijuana to be grown anywhere.”
- C. In 2004, the Legislature enacted Senate Bill 420 (codified as California Health & Safety Code § 11362.7 et seq. and referred to as the “Medical Marijuana Program” or “MMP”) to clarify the scope of Proposition 215 and to provide qualifying patients and primary caregivers who collectively or cooperatively cultivate marijuana for medical purposes with a limited defense to certain specified State criminal statutes. Assembly Bill 2650 (2010) and Assembly Bill 1300 (2011) amended the Medical Marijuana Program to expressly recognize the authority of counties and cities to “[a]dopt local ordinances that regulate the location, operation, or establishment of a medical marijuana cooperative or collective” and to civilly and criminally enforce such ordinances.
- D. In City of Riverside v. Inland Empire Patients Health and Wellness Center, Inc. (2013) 56 Cal.4th 729, the California Supreme Court held that “[n]othing in the

CUA or the MMP expressly or impliedly limits the inherent authority of a local jurisdiction, by its own ordinances, to regulate the use of its land. . . . Additionally, in Maral v. City of Live Oak (2013) 221 Cal.App.4th 975, the Court of Appeal held that “there is no right – and certainly no constitutional right – to cultivate medical marijuana. . . .” The Court in Maral affirmed the ability of a local governmental entity to prohibit the cultivation of marijuana under its land use authority.

- E. The Federal Controlled Substances Act, 21 U.S.C. § 801 et seq., classifies marijuana as a Schedule 1 Drug, which is defined as a drug or other substance that has a high potential for abuse, that has no currently accepted medical use in treatment in the United States, and that has not been accepted as safe for use under medical supervision. The Federal Controlled Substances Act makes it unlawful under federal law for any person to cultivate, manufacture, distribute or dispense, or possess with intent to manufacture, distribute or dispense, marijuana. The Federal Controlled Substances Act contains no exemption for medical purposes, although there is recent case law that raises a question as to whether the Federal Government may enforce the Act where medical marijuana is allowed.
- F. Successful enforcement actions involving storefront dispensaries have coincided with an increase in mobile marijuana dispensaries. In parts of the state, shuttered marijuana dispensaries have converted their operations to mobile delivery services. An attorney in the region is also advising his marijuana dispensary clients to change their business model to distribution from a mobile source to avoid bans on storefront enterprises.
- G. Mobile medical marijuana dispensaries have been associated with criminal activity. Delivery drivers, for example, have been targets of armed robbers who seek cash and drugs. As a result, many of the drivers for medical marijuana dispensaries reportedly carry weapons or have armed guards as protection. Examples of such criminal activity reported in the media include the following, each of which the City Council finds contain persuasive, documented evidence that mobile medical marijuana dispensaries and deliveries pose a threat to public health, safety and welfare.
 - 1. A West Covina delivery man was reportedly robbed after making a delivery. The delivery man told police that he was approached by two subjects in ninja costumes who chased him with batons and took the marijuana and money he was carrying.
 - 2. A Temecula deliveryman was reportedly robbed of cash outside of a restaurant, which led to a vehicular chase that continued until the robbers' vehicle eventually crashed on a freeway on-ramp.

3. Marijuana deliverymen in Imperial Beach were reportedly robbed after being stopped by assailants (one with a semiautomatic handgun) after making a stop.
 4. A deliveryman was reportedly robbed of three ounces of marijuana while making a delivery outside a restaurant in Riverside, and he told police that the suspect may have had a gun.
 5. A deliverywoman in La Mesa was reportedly shot in the face with a pellet gun by assailants who subsequently carjacked her vehicle.
 6. A marijuana delivery from a Los Angeles mobile marijuana dispensary turned deadly in Orange County when four individuals reportedly ambushed the dispensary driver and his armed security guard and tried to rob them. One of the suspects approached the delivery vehicle and confronted the driver and a struggle ensued. A second suspect armed with a handgun approached the security guard, who fired at the suspect, hitting him multiple times.
 7. A deliveryman was reportedly robbed of \$20,000 worth of marijuana (approximately 9 pounds) and a cellular phone in Fullerton, and he suffered a head injury during the crime.
- H. On October 9, 2015 Governor Brown signed three bills into law (AB 266, AB 243, and SB 643) which collectively are known as the Medical Marijuana Regulation and Safety Act (hereafter "MMRSA"). The MMRSA set up a State licensing scheme for commercial medical marijuana uses while protecting local control by requiring that all such businesses must have a local license or permit to operate in addition to a State license. The MMRSA allows the City to completely prohibit commercial medical marijuana activities.
- I. The City Council finds that commercial medical marijuana activities, as well as cultivation for personal medical use as allowed by the CUA and MMP can adversely affect the health, safety, and well-being of City residents. Citywide prohibition is proper and necessary to avoid the risks of criminal activity, degradation of the natural environment, malodorous smells and indoor electrical fire hazards that may result from such activities. Further, as recognized by the Attorney General's August 2008 Guidelines for the Security and Non-Diversion of Marijuana Grown for Medical Use, marijuana cultivation or other concentration of marijuana in any location or premises without adequate security increases the risk that surrounding homes or businesses may be negatively impacted by nuisance activity such as loitering or crime.

- J. The limited immunity from specified State marijuana laws provided by the Compassionate Use Act and Medical Marijuana Program does not confer a land use right or the right to create or maintain a public nuisance.
- K. The MMRSA contains language that requires the City to prohibit cultivation uses by March 1, 2016 either expressly or otherwise under the principles of permissive zoning, or the State will become the sole licensing authority. The MMRSA also contains language that requires delivery services to be expressly prohibited by local ordinance, if the City wishes to do so. The MMRSA is silent as to how the City must prohibit other type of commercial medical marijuana activities.
- L. While the City Council believes that cultivation and all commercial medical marijuana uses are prohibited under the City's permissive zoning regulations, it desires to enact this ordinance to expressly make clear that all such uses are prohibited in all zones throughout the City.
- M. The Planning Commission held a duly noticed public hearing on February 9, 2016 at which time it considered all evidence presented, both written and oral and at the end of the hearing voted to adopt Resolution No. PC 16:007, recommending that the City Council adopt this Ordinance.
- N. The City Council held a duly noticed public hearing on this Ordinance on February 16, 2016, at which time it considered all evidence presented, both written and oral.

SECTION 2. Authority. This ordinance is adopted pursuant to the authority granted by the California Constitution and State law, including but not limited to Article XI, Section 7 of the California Constitution, the Compassionate Use Act, the Medical Marijuana Program, and The Medical Marijuana Regulation and Safety Act.

SECTION 3. Chapter 11G of the Paramount Municipal Code is hereby amended in full to read as follows:

"Chapter 11G

MEDICAL MARIJUANA AND CULTIVATION

Sec. 11G-1. Definitions.

"Cannabis" shall have the same meaning as set forth in Business & Professions Code § 19300.5(f) as the same may be amended from time to time.

"Caregiver" or "primary caregiver" shall have the same meaning as set forth in Health & Safety Code § 11362.7 as the same may be amended from time to time.

“City” shall mean the City of Paramount.

“Commercial cannabis activity” shall have the same meaning as that set forth in Business & Professions Code § 19300.5(k) as the same may be amended from time to time.

“Cooperative” shall mean two or more persons collectively or cooperatively cultivating, using, transporting, possessing, administering, delivering or making available medical marijuana, with or without compensation.

“Cultivation” shall have the same meaning as set forth in Business & Professions Code § 19300.5(l) as the same may be amended from time to time.

“Cultivation site” shall have the same meaning as set forth in Business & Professions Code § 19300.5(x) as the same may be amended from time to time.

“Delivery” shall have the same meaning as set forth in Business & Professions Code § 19300.5(m) as the same may be amended from time to time.

“Dispensary” shall have the same meaning as set forth in Business & Professions Code § 19300.5(n) as the same may be amended from time to time. For purposes of this Chapter, “Dispensary” shall also include a cooperative.

“Dispensary” shall not include the following uses: (1) a clinic licensed pursuant to Chapter 1 of Division 2 of the California Health and Safety Code, (2) a health care facility licensed pursuant to Chapter 2 of Division 2 of the California Health and Safety Code, (3) a residential care facility for persons with chronic life-threatening illnesses licensed pursuant to Chapter 3.01 of Division 2 of the California Health and Safety Code, (4) a residential care facility for the elderly licensed pursuant to Chapter 3.2 of Division 2 of the California Health and Safety Code, (5) a residential hospice or home health agency licensed pursuant to Chapter 8 of Division 2 of the California Health and Safety Code. For purposes of this definition a Dispensary is a facility or location, whether fixed or mobile.

“Dispensing” shall have the same meaning as set forth in Business & Professions Code § 19300.5(o) as the same may be amended from time to time.

“Distribution” shall have the same meaning as set forth in Business & Professions Code § 19300.5(p) as the same may be amended from time to time.

“Distributor” shall have the same meaning as set forth in Business & Professions Code § 19300.5(q) as the same may be amended from time to time.

“Manufacturer” shall have the same meaning as set forth in Business & Professions Code § 19300.5(y) as the same may be amended from time to time.

“Manufacturing site” shall have the same meaning as set forth in Business & Professions Code § 19300.5(af) as the same may be amended from time to time.

“Medical cannabis,” “medical cannabis product,” or “cannabis product” shall have the same meanings as set forth in Business & Professions Code § 19300.5(ag) as the same may be amended from time to time.

“Medical Marijuana Regulation and Safety Act” or “MMRSA” shall mean the following bills signed into law on October 9, 2015 as the same may be amended from time to time: AB 243, AB 246, and SB 643.

“Nursery” shall have the same meaning as set forth in Business & Professions Code § 19300.5(ah) as the same may be amended from time to time.

“Qualifying patient” or “Qualified patient” shall have the same meaning as set forth in Health & Safety Code § 11362.7 as the same may be amended from time to time.

“Testing laboratory” shall have the same meaning as set forth in Business & Professions Code § 19300.5(z) as the same may be amended from time to time.

“Transport” shall have the same meaning as set forth in Business & Professions Code § 19300.5(am) as the same may be amended from time to time.

“Transporter” shall have the same meaning as set forth in Business & Professions Code § 19300.5(aa) as the same may be amended from time to time.

Sec. 11G-2. Prohibition.

- (a) Commercial cannabis activities of all types are expressly prohibited in all zones and all specific plan areas in the City of Paramount. No person shall establish, operate, conduct or allow a commercial cannabis activity anywhere within the City. It is the intent of this prohibition to include the commercial delivery of cannabis within the City from a fixed location, from a Mobile Dispensary, the prohibition on cultivation, and any effort to locate, operate, own, lease, supply, allow to be operated, or aid, abet, or assist in the operation of a commercial cannabis activity.
- (b) To the extent not already covered by subsection A above, all deliveries of medical cannabis are expressly prohibited within the City of Paramount. No person shall conduct any deliveries that either originate or terminate within the City.

- (c) This section is meant to prohibit all activities for which a State license is required. Accordingly, the City shall not issue any permit, license or other entitlement for any activity for which a State license is required under the MMRSA.
- (d) Cultivation of cannabis for non-commercial purposes, including cultivation by a qualified patient or a primary caregiver, is expressly prohibited in all zones and all specific plan areas in the City of Paramount. No person, including a qualified patient or primary caregiver, shall cultivate any amount of cannabis in the City, even for medical purposes.

Sec. 11G-3. Public nuisance.

Any use or condition caused, or permitted to exist, in violation of any provision of this Chapter 11-G shall be, and hereby is declared to be, a public nuisance and may be summarily abated by the City pursuant to Code of Civil Procedure Section 731 or any other remedy available to the City, whether in law or in equity, including but not limited to administrative citations.

Sec. 11G-4. Civil penalties.

In addition to any other enforcement permitted by this Chapter 11-G, the City Attorney may bring a civil action for injunctive relief and civil penalties pursuant to this code against any person or entity that violates this Chapter. In any civil action brought pursuant to this Chapter, a court of competent jurisdiction may award reasonable attorneys fees and costs to the prevailing party.”

SECTION 4. Section 44-2, Article 1, Chapter 44 of the Paramount Municipal Code is hereby amended to read as follows:

“Sec. 44-2. Purposes of chapter.

The purpose of this chapter is to classify uses and to regulate the location of such uses in such a manner as to group, as nearly as possible, those which are mutually compatible and to protect each such group of uses from the intrusion of incompatible uses which would destroy the security and stability of land and improvements and which would also prevent maximum convenience and service to the citizens of the city; to make it possible for the city to strategically locate public buildings; to make it possible for the city to efficiently and economically design, install and operate, in terms of location, size and capacity, public service facilities such as streets, drains and sewers, in order to adequately and permanently meet the ultimate requirements as determined by a defined intensity and type of land use; to require an orderly arrangement of essential related

facilities with particular reference to the traffic pattern and well-located and well-designed off-street parking areas and, through the medium of the Zoning Map which is a part of this chapter, to establish the geographical location and boundaries of the areas or zones to which the different classifications will apply.

A further purpose of this chapter is to establish required minimum lot areas, yards and open spaces as a means of providing a suitable environment for living, business and industry, and for the purpose of maintaining reasonable population densities and reasonable intensities of land use, all for the general purpose of conserving public health, safety, morals, convenience and general welfare.

Unlawful uses. Uses that are unlawful under federal or state law, or under the Paramount Municipal Code shall not be treated as permitted or conditionally permitted uses, and shall not be determined to be similar uses pursuant to this Code.”

SECTION 5. California Environmental Quality Act (CEQA). This ordinance is exempt from CEQA pursuant to CEQA Guidelines Section 15305, minor alterations in land use limitations in areas with an average slope of less than 20% that do not result in any changes in land use or density and Section 15061(b)(3) which is the general rule that CEQA applies only to projects which have the potential for causing a significant effect on the environment and CEQA does not apply where it can be seen with certainty that there is no possibility that the activity may have a significant effect on the environment.

SECTION 6. 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 7. To the extent the provisions of the Paramount Municipal Code as amended by this Ordinance are substantially the same as the provisions of that Code as they read immediately prior to the adoption of this Ordinance, then those provisions shall be construed as continuations of the earlier provisions and not as new enactments.

SECTION 8. 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.

APPROVED AND ADOPTED by the City Council of the City of Paramount this 1st
day of March 2016.

Tom Hansen, Mayor

Attest:

Lana Chikami, City Clerk

FEBRUARY 16, 2016

PROPOSED 2016 SPECIAL EVENTS SCHEDULE AND MODIFICATIONS TO
LIVE WELL PARAMOUNT AND SUMMER CONCERT/FOOD TRUCK
NIGHTS

MOTION IN ORDER:

APPROVE OR MODIFY THE PROPOSED DATES FOR THE UPCOMING
PROPOSED 2016 SPECIAL EVENTS SCHEDULE AND APPROVE OR
MODIFY THE PROPOSED CHANGES TO THE LIVE WELL PARAMOUNT
AND SUMMER CONCERT/FOOD TRUCK NIGHTS.

APPROVED: _____ DENIED: _____

MOVED BY: _____

SECONDED BY: _____

ROLL CALL VOTE:

AYES: _____

NOES: _____

ABSENT: _____

ABSTAIN: _____



To: Honorable City Council

From: John Moreno

By: David Johnson

Date: February 16, 2016

Subject: Proposed 2016 Special Events Schedule and Modifications to Live Well Paramount and Summer Concert/Food Truck Nights

We are bringing the proposed 2016 Special Events Schedule to you, as we have in the past, to assist us with establishing the dates for our special events. This allows us to schedule vendors and secure their services in a timely manner and to provide adequate advance notice to our county, state and federal representatives to solicit their attendance and participation. Listed below are the 2015 Special Events Schedule and the proposed 2016 Special Events Schedule for your consideration.

2015 Special Events Schedule

PEP Auction/Fundraiser	Friday, April 25, 2015 at 6:00 p.m.
Smarts, Arts & Healthy Hearts	Saturday, June 6, 2015 at 10:00 a.m.
Summer Food Truck Fridays	Fridays: June 19, 2015 – August 14, 2015
Halloween	Saturday, October 31, 2015 at 6:00 p.m.
Sr. Thanksgiving	Thursday, November 19, 2015 at 10:00 a.m.
Tree Lighting Ceremony	Wednesday, December 2, 2015 at 6:00 p.m.
Santa Train	Monday, December 7, 2015 – Thursday, December 10, 2015
Breakfast with Santa	Saturday, December 12, 2015 at 8:00 a.m.

Proposed 2016 Special Events Schedule

PEP Auction/Fundraiser	Friday, April 22, 2016 at 6:00 p.m.
Live Well Paramount	Saturday, May 14, 2016 at 10:00 a.m.
Summer Concerts/Food Truck Nights	Every other Thursday: June 2, 2016 - August 11, 2016
Halloween	Monday, October 31, 2016 at 6:00 p.m.
Sr. Thanksgiving	Thursday, November 17, 2016 at 10:00 a.m.
Tree Lighting Ceremony	Wednesday, November 30, 2016 at 6:00 p.m.
Santa Train	Monday, December 5, 2016 – Thursday, December 8, 2016
Breakfast with Santa	Saturday, December 10, 2016 at 8:00 a.m.

These events will maintain the same “ingredients” they have had in the past, though we will be proposing stylistic changes to some of the holiday events and we will provide more details to the City Council as we get closer to those events. We are, however, proposing more substantive changes to two events: Smarts, Arts & Healthy Hearts and the Summer Food Truck Friday events.

Live Well Paramount Event (formerly known as Smarts, Arts & Healthy Hearts)

We are proposing to rebrand the former Smarts, Arts & Healthy Hearts event into the Live Well Paramount event. The former title of the event was simply too much of a tongue twister. Advertisement and marketing for the Live Well Paramount event will include its subtitle of “Be Smart, Be Creative, Be Fit” that incorporates the main features of the event but still allows the event to be simply referred to the encapsulating name of Live Well Paramount. Live Well Paramount will still be an event that supports education, promotes local artists, and features a variety of health/fitness vendors to encourage residents to pursue healthy behaviors. Recognition of the Top 10 Paramount High School students by the City Council and Paramount Unified School District (PUSD) Board will continue. Similar to previous events, PUSD will have a booth so that residents can ask questions and pick up information about school programs.

Here are the significant changes that we are proposing to the event:

1. An improved and challenging 5K race course - The current 5K race course stays completely within the confines of Paramount Park, Paramount High School and Paramount High School West. The current course has a couple of tight turns that do not provide for a quick and smooth course. The course is also slightly under the distance to be an official 5K. We are proposing to change the course so that runners would exit from Paramount Park onto a protected lane of Paramount Blvd. heading north, turn on a protected lane of Rosecrans Ave. headed east, and turn back into the high school, through Paramount High School West and back into Paramount Park (see attached map). Two laps on this course would constitute an actual 5K.

Because we would be entering a protected lane on Paramount Blvd. and Rosecrans Ave., the course would require lane closure notification prior to the race, placement of cones along the protected lanes by Public Works, and involvement from Public Safety and the Sheriff’s Department to maintain a safe race course. There is a minor cost of approximately \$2,500 for these changes which is reflected in the Midyear Budget.

The 1K Walk/Fun Run will remain in its current course, entirely within the boundaries of Paramount Park and Paramount High School West (see attached map).

2. A concert and food event area – To increase event participation and to engage participants longer on-site, thereby increasing exposure to our vendors, we are proposing to provide 2 hours of on-stage live music as well as a dedicated food event area. We have included in the Midyear Budget an increase of \$2,000 to this event budget to accommodate the inclusion of paid musical groups and professional sound services. This addition also ties in with the expressed desires from the resident Town Hall meeting conducted over a year ago to have more community events that offer cultural and art activities like concerts.

We are proposing the changes to the 5K to address the comments by some of our more dedicated runners that have participated in the event and said that the course was not actually

5K in distance and had some difficult transitions. While we want the 5K/1K run to remain a “fun” run and not a competition, we want to accommodate these dedicated runners to make the event more fulfilling and challenging.

The proposed itinerary for Live Well Paramount would be a 10:00 a.m. race kickoff, an 11:00 a.m. stage presentation of the Top 10 students followed by 2 hours of live music and food. The event vendors would be open and available for participation from 10:00 a.m. to 1:00 p.m.

Summer Concerts and Food Truck Nights (formerly known as Food Truck Fridays)

Last summer, we ventured into dedicated nights at Paramount Park for our residents to socialize and dine at a variety of food trucks. Unfortunately, attendance was not strong which made it difficult to schedule and retain food truck vendors. To improve the event and increase participation, we are proposing the following:

1. Time/Day Change – We operated the food trucks last year on Fridays from 4:00 p.m. to 8:00 p.m. We heard from many attendees that the event started and ended too early. Friday was also problematic in that both vendors and attendees had a lot of other options to choose from and we subsequently had difficulties retaining food truck vendors and suffered low resident turnout as a result. In response to this, we are proposing that our food truck nights occur on Thursdays, a less popular night in the Food Truck industry, from 6:00 p.m. to 9:00 p.m. We are also working directly with the owner of a popular food truck that is also a former Paramount resident and 2006 graduate from Paramount High School. She is interested and willing to work with us to identify food truck vendors that will make our events successful. She is also counseling us to start small and grow the number of food trucks after we are able to increase overall attendance or risk losing food truck participation because of low sales.
2. Concerts – The food trucks by themselves are unlikely to be a success without a larger draw. We tried to plug in free, local entertainment at last year’s Food Truck Fridays but these groups (other than the Mariachi Divas that were funded from a Supervisor Knabe Art Grant) did not attract much attention or increase event attendance. We are proposing to offer a summer concert series supported by food trucks to provide dining options for attendees. A summer concert series again supports the desires heard during the resident Town Hall meeting. They wanted cultural events that were positive and inclusive for our community.

Since many of the local cities around us have successfully operated summer concert series, Recreation staff attended an event used by these same cities to identify and review various musical entertainment for these types of concerts. We have budgeted \$12,000 in the Midyear Budget to allow us to book musical groups and the required professional sound support. With City Council approval of the proposed funding for the summer concert series, we will begin booking a variety of musical entertainment that reflects our cultural diversity and exposes our residents to entertaining and engaging musical acts.

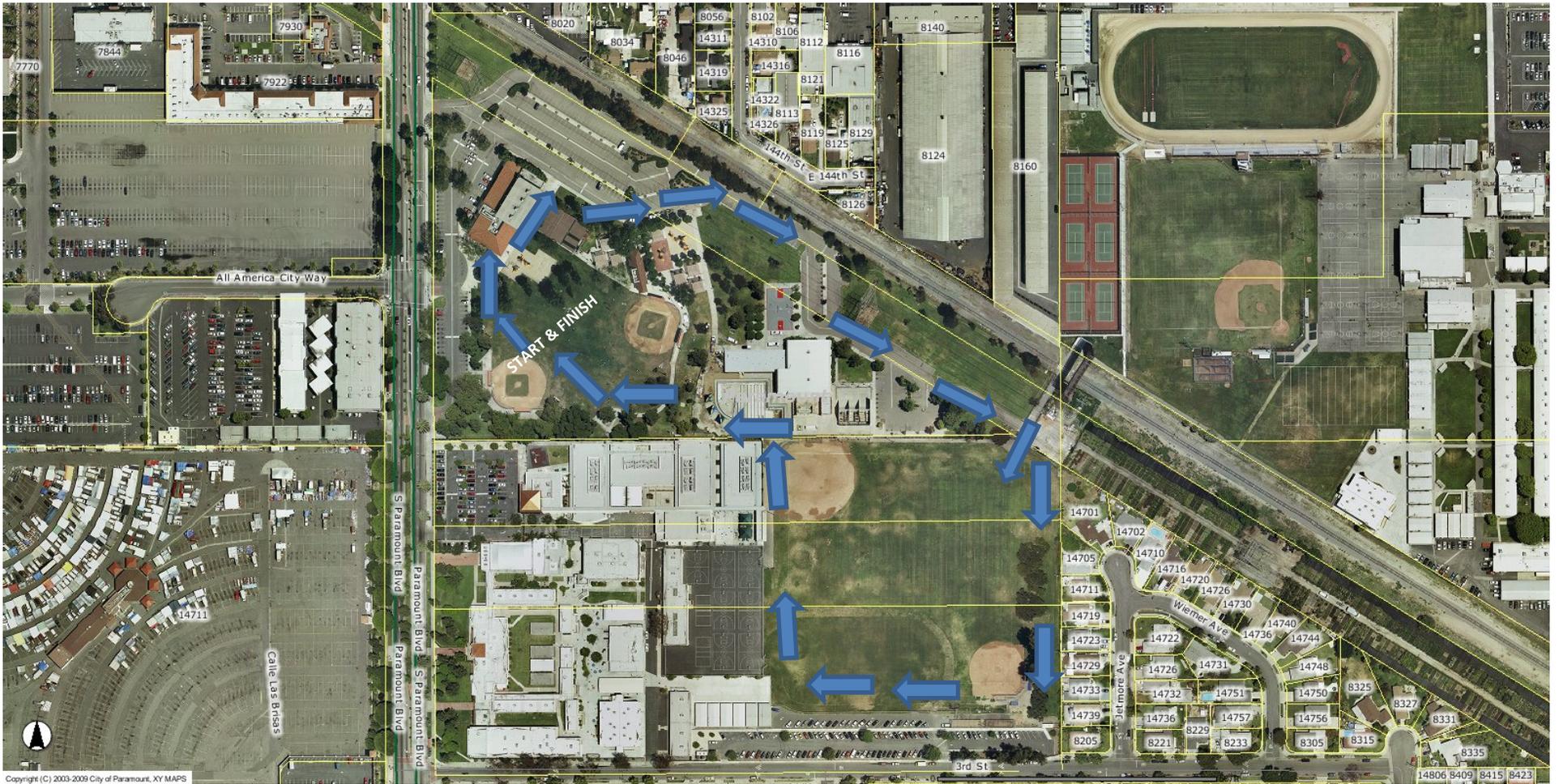
Recommended Action

It is recommended that the City Council approve or modify the proposed dates for the upcoming 2016 Special Events and to approve or modify the proposed changes to Live Well Paramount and Summer Concert/Food Truck Nights.

Live Well Paramount 5K Map (2 Laps)



Live Well Paramount 1K Map (1 Lap)



FEBRUARY 16, 2016

ORAL REPORT

PARAMOUNT URBAN RENOVATION - WAYFINDING SIGNS

FEBRUARY 16, 2016

FISCAL YEAR 2016 MIDYEAR BUDGET REVIEW

MOTION IN ORDER:

RECEIVE AND FILE THE FISCAL YEAR 2016 MIDYEAR BUDGET.

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 16, 2016

Subject: FY 2016 Midyear Budget Review

We are pleased to present to you our FY 2016 Midyear Budget review. 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 modest surplus 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 \$46.41 million in revenues/other sources and expend about \$49.43 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 – 7/1/15	\$ 11,935,500	\$ 9,410,100	\$ 2,453,750	\$ 23,799,350
Revenues/Other Sources	\$ 28,509,350	\$ 10,079,900	\$ 7,829,000	\$ 46,418,250
Expenditures				
Operations	\$ 26,695,050	\$ 7,261,950	\$ 8,375,300	\$ 42,332,300
CIPs	1,658,250	5,350,200	95,000	7,103,450
Total Expenditures	\$ 28,353,300	\$ 12,612,150	\$ 8,470,300	\$ 49,435,750
Current Year's Surplus/(Deficit)	<u>\$156,050</u>	<u>(\$2,532,250)</u>	<u>(\$641,300)</u>	<u>(\$3,017,500)</u>
Ending Fund Balance – 6/30/16	<u>\$ 12,091,550</u>	<u>\$ 6,877,850</u>	<u>\$ 1,812,450</u>	<u>\$ 20,781,850</u>

General Fund

In July, we projected a surplus of \$8,600 for the General Fund. At this time, we are estimating to end the year with a higher surplus amount of \$156,050. Overall, there is a \$105,250 decrease in revenues mainly related to the lower than expected sales tax and utility users tax (UUT). As you are well aware, as the price of gasoline continues to fall, it impacts the sales tax revenues negatively and, therefore, we are lowering our projection by approximately \$214,000. When it comes to the UUT, Measure P has brought in significant revenues over the past seven months; however, due to a perceived drop in the price of natural gas, we are lowering our UUT revenue projection for the remainder of FY 2016. Back in July, we budgeted an additional \$1.8 million related to the rate increase. We are reducing the estimate by \$295,550. As always, we will continue to monitor our incoming revenue and fine tune the data as we get closer to the end of the year. The good news is the bulk of the negative adjustments is offset by increases from a few other revenue sources, including MVLF, construction fees, development fees and other miscellaneous revenues.

On the expenditure side, there is a net savings of \$252,700 across various departments. Many of the decreases are related to unexpected personnel vacancies and savings from the Sheriff's contract. There are a few new items we are adding to the Midyear Budget, including the ADA consultant and the communication assessment. We will have a more thorough discussion of these items during the meeting.

Even with these adjustments, we estimate to end the year with a surplus of about \$156,050.

Restricted Funds

Consistent to what we budgeted in July, we anticipated and accounted for a budget shortfall to the tune of \$2.3 million dollars. 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 2016, some of these projects include the Paramount Boulevard renovation using the Capital Reserve Fund, and 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.

Water Rate Increase

The budget reflects an eight percent (8%) increase in our water rates effective in June 2016. The last fee increase, which was also 8%, took place in 2012. As many California water agencies are experiencing a deficit, we, too, are expecting a deficit of about \$641,000 for the Water Fund. The deficit is contributed to a number of factors. First, we continue to make major improvements to our water system such as opening a new well and starting construction on another one, in order to keep our water supply safe and strong for years to come. Secondly, as the drought continues in California, residents are making efforts to conserve water which, in turn, produces less revenue to run the water system. Lastly, our water production costs continue to rise including the costs of purchasing water from Central Basin, as well as the groundwater replenishment assessment charged by the Water Replenishment District. All of these factors have prompted the need for the increase in rates. However, despite the increase, our rates continue to remain at the lowest 4th among 15 agencies in the region. These survey results will be presented at Tuesday's City Council meeting. The proposed water rate table is detailed in Exhibit A (see attached).

FY 2016 MIDYEAR BUDGET REVIEW

Page 3

Recommended Action

It is recommended that the City Council receive and file the FY 2016 Midyear Budget Review.

H:\Finance\Admin\BUDGET\AGENDA\MY 2016 Budget Report.doc

**City of Paramount
Water Rate Schedule**

Account Type	Fee Code	Meter Size	Minimum Charge	Minimum Units*	1st Tier (\$ per unit)	2nd Tier	Units*					
							January-April		May-August		September-December	
							1st Tier	2nd Tier	1st Tier	2nd Tier	1st Tier	2nd Tier
Single Family Residential	aa	5/8"	\$19.21	10	\$3.25	\$4.37	11-54	55+	11-60	61+	11-49	50+
Single Family Residential	ab	3/4"	\$19.21	10	\$3.25	\$4.37	11-50	51+	11-51	52+	11-34	35+
Single Family Residential	ac	1"	\$36.06	15	\$3.25	\$4.37	16-91	92+	16-92	93+	16-73	74+
Single Family Residential	ad	1 1/2"	\$48.07	20	\$3.25	\$4.37	21-68	69+	21-97	98+	21-80	81+
Senior Citizen Residential**	ba	5/8"	\$18.51	12	\$3.10	\$4.37	13-40	41+	13-50	51+	13-35	36+
Senior Citizen Residential**	bb	3/4"	\$18.51	12	\$3.10	\$4.37	13-35	36+	13-33	34+	13-49	50+
Senior Citizen Residential**	bc	1"	\$34.72	17	\$3.10	\$4.37	18-88	89+	18-94	95+	18-51	52+
Multi-family Residential (Single Meter)	ca	5/8"	\$19.21	10	\$3.25	\$4.37	11-72	73+	11-99	100+	11-60	61+
Multi-family Residential (Single Meter)	cb	3/4"	\$19.21	10	\$3.25	\$4.37	11-47	48+	11-61	62+	11-49	50+
Multi-family Residential (Single Meter)	cc	1"	\$36.06	15	\$3.25	\$4.37	16-91	92+	16-128	129+	16-70	71+
Multi-family Residential (Common Meter)	da	5/8"	\$19.21	10	\$3.25	\$4.37	11-138	139+	11-146	147+	11-161	162+
Multi-family Residential (Common Meter)	db	3/4"	\$19.21	10	\$3.25	\$4.37	11-79	80+	11-82	83+	11-49	50+
Multi-family Residential (Common Meter)	dc	1"	\$36.06	15	\$3.25	\$4.37	16-211	212+	16-214	215+	16-196	197+
Multi-family Residential (Common Meter)	dd	1 1/2"	\$48.07	20	\$3.25	\$4.37	21-384	385+	21-403	404+	21-378	379+
Multi-family Residential (Common Meter)	de	2"	\$72.07	30	\$3.25	\$4.37	31-653	654+	31-692	693+	31-678	679+
Multi-family Residential (Common Meter)	df	3"	\$144.12	60	\$3.25	\$4.37	61-1,368	1,369+	61-1,032	1,033+	61-1,138	1,139+
Multi-family Residential (Common Meter)	dg	4"	\$240.04	100	\$3.25	\$4.37	101-1,313	1,314+	101-1,099	1,100+	101-1,464	1,465+
Multi-family Residential (Common Meter)	dh	6"	\$720.11	200	\$3.25	\$4.37	201-2,269	2,270+	201-2,851	2,852+	201-3,860	3,861+
Multi-family Residential (Common Meter)	di	8"	\$1,442.53	400	\$3.25	\$4.37	401-2,300	2,301+	401-2,900	2,901+	401-3,900	3,901+
Detached Houses (Common Meter)	ea	5/8"	\$19.21	10	\$3.25	\$4.37	11-105	106+	11-231	232+	11-91	92+
Detached Houses (Common Meter)	eb	3/4"	\$19.21	10	\$3.25	\$4.37	11-69	70+	11-97	98+	11-87	88+
Detached Houses (Common Meter)	ec	1"	\$36.06	15	\$3.25	\$4.37	16-213	214+	16-163	164+	16-177	178+
Detached Houses (Common Meter)	ed	1 1/2"	\$48.07	20	\$3.25	\$4.37	21-315	316+	21-310	311+	21-282	283+
Detached Houses (Common Meter)	ee	2"	\$72.07	30	\$3.25	\$4.37	31-629	630+	31-583	584+	31-460	461+
Detached Houses (Common Meter)	ef	3"	\$144.12	60	\$3.25	\$4.37	61-1,404	1,405+	61-1,700	1,701+	61-1,088	1,089+
Commercial/Retail	fa	5/8"	\$19.76	10	\$3.40	\$4.62	11-83	84+	11-95	96+	11-83	84+
Commercial/Retail	fb	3/4"	\$19.76	10	\$3.40	\$4.62	11-42	43+	11-60	61+	11-30	31+
Commercial/Retail	fc	1"	\$37.08	15	\$3.40	\$4.62	16-174	175+	16-193	194+	16-163	164+
Commercial/Retail	fd	1 1/2"	\$49.39	20	\$3.40	\$4.62	21-706	707+	21-879	880+	21-865	866+
Commercial/Retail	fe	2"	\$74.12	30	\$3.40	\$4.62	31-739	740+	31-808	809+	31-585	586+
Commercial/Retail	ff	3"	\$148.17	60	\$3.40	\$4.62	61-854	855+	61-1,010	1,011+	61-376	377+

City of Paramount
Water Rate Schedule

Account Type	Fee Code	Meter Size	Minimum Charge	Minimum Units*	1st Tier (\$ per unit)	2nd Tier	Units*					
							January-April		May-August		September-December	
							1st Tier	2nd Tier	1st Tier	2nd Tier	1st Tier	2nd Tier
Commercial/Retail	fh	6"	\$740.32	200	\$3.40	\$4.62	201-269	270+	201-292	293+	201-282	283+
Industrial/Manufacturing	ga	5/8"	\$19.76	10	\$3.40	\$4.62	11-78	79+	11-190	191+	11-76	77+
Industrial/Manufacturing	gb	3/4"	\$19.76	10	\$3.40	\$4.62	11-23	24+	11-18	19+	11-12	13+
Industrial/Manufacturing	gc	1"	\$37.08	15	\$3.40	\$4.62	16-252	253+	16-213	214+	16-183	184+
Industrial/Manufacturing	gd	1 1/2"	\$49.39	20	\$3.40	\$4.62	21-448	449+	21-513	514+	21-432	433+
Industrial/Manufacturing	ge	2"	\$74.12	30	\$3.40	\$4.62	31-1,059	1,060+	31-773	774+	31-609	610+
Industrial/Manufacturing	gf	3"	\$148.17	60	\$3.40	\$4.62	61-913	914+	61-1,161	1,162+	61-858	859+
Industrial/Manufacturing	gg	4"	\$246.78	100	\$3.40	\$4.62	101-9,014	9,015+	101-10,339	10,340+	101-10,013	10,014+
Industrial/Manufacturing	gh	6"	\$740.32	200	\$3.40	\$4.62	201-9,429	9,430+	201-12,803	12,804+	201-14,237	14,238+
Industrial/Manufacturing	gi	8"	\$1,482.96	400	\$3.40	\$4.62	401-7,893	7,894+	401-7,293	7,294+	401-9,206	9,207+
Industrial/Manufacturing	gj	10"	\$2,223.28	600	\$3.40		601+		601+		601+	
Irrigation	ha	5/8"	\$19.21	10	\$3.29	\$4.48	11-90	91+	11-97	98+	11-80	81+
Irrigation	hb	3/4"	\$19.21	10	\$3.29	\$4.48	11-117	118+	11-88	89+	11-118	119+
Irrigation	hc	1"	\$36.06	15	\$3.29	\$4.48	16-94	95+	16-105	106+	16-68	69+
Irrigation	hd	1 1/2"	\$48.07	20	\$3.29	\$4.48	21-681	682+	21-650	651+	21-482	483+
Irrigation	he	2"	\$72.07	30	\$3.29	\$4.48	31-681	682+	31-724	725+	31-685	686+
Irrigation	hf	3"	\$144.12	60	\$3.29	\$4.48	61-1,846	1,847+	61-2,726	2,727+	61-1,703	1,704+
Irrigation	hg	4"	\$240.04	100	\$3.29	\$4.48	101-2,618	2,619+	101-3,309	3,310+	101-4,265	4,266+
Reclaimed - Commercial/Retail	la	5/8"	\$19.76	10	\$2.73	\$3.69	11-83	84+	11-95	96+	11-83	84+
Reclaimed - Commercial/Retail	lb	3/4"	\$19.76	10	\$2.73	\$3.69	11-42	43+	11-60	61+	11-30	31+
Reclaimed - Commercial/Retail	lc	1"	\$37.08	15	\$2.73	\$3.69	16-174	175+	16-193	194+	16-163	164+
Reclaimed - Commercial/Retail	ld	1 1/2"	\$49.39	20	\$2.73	\$3.69	21-706	707+	21-879	880+	21-865	866+
Reclaimed - Commercial/Retail	le	2"	\$74.12	30	\$2.73	\$3.69	31-739	740+	31-808	809+	31-585	586+
Reclaimed - Commercial/Retail	lf	3"	\$148.17	60	\$2.73	\$3.69	61-854	855+	61-1,010	1,011+	61-376	377+
Reclaimed - Commercial/Retail	lh	6"	\$740.32	200	\$2.73	\$3.69	201-269	270+	201-292	293+	201-282	283+
Reclaimed - Industrial/Manufacturing	ma	5/8"	\$19.76	10	\$2.73	\$3.69	11-78	79+	11-190	191+	11-76	77+
Reclaimed - Industrial/Manufacturing	mb	3/4"	\$19.76	10	\$2.73	\$3.69	11-23	24+	11-18	19+	11-12	13+
Reclaimed - Industrial/Manufacturing	mc	1"	\$37.08	15	\$2.73	\$3.69	16-252	253+	16-213	214+	16-183	184+
Reclaimed - Industrial/Manufacturing	md	1 1/2"	\$49.39	20	\$2.73	\$3.69	21-448	449+	21-513	514+	21-432	433+
Reclaimed - Industrial/Manufacturing	me	2"	\$74.12	30	\$2.73	\$3.69	31-1,059	1,060+	31-773	774+	31-609	610+
Reclaimed - Industrial/Manufacturing	mf	3"	\$148.17	60	\$2.73	\$3.69	61-913	914+	61-1,161	1,162+	61-858	859+
Reclaimed - Industrial/Manufacturing	mg	4"	\$246.78	100	\$2.73	\$3.69	101-9,014	9,015+	101-10,339	10,340+	101-10,013	10,014+
Reclaimed - Industrial/Manufacturing	mh	6"	\$740.32	200	\$2.73	\$3.69	201-9,429	9,430+	201-12,803	12,804+	201-14,237	14,238+
Reclaimed - Industrial/Manufacturing	mi	8"	\$1,482.96	400	\$2.73	\$3.69	401-7,893	7,894+	401-7,293	7,294+	401-9,206	9,207+
Reclaimed - Industrial/Manufacturing	mj	10"	\$2,223.28	600	\$2.73		601+		601+		601+	

**City of Paramount
Water Rate Schedule**

Account Type	Fee Code	Meter Size	Minimum Charge	Minimum Units*	1st Tier (\$ per unit)	2nd Tier	Units*					
							January-April		May-August		September-December	
							1st Tier	2nd Tier	1st Tier	2nd Tier	1st Tier	2nd Tier
Reclaimed - Irrigation	na	5/8"	\$19.21	10	\$2.64	\$3.59	11-90	91+	11-97	98+	11-80	81+
Reclaimed - Irrigation	nb	3/4"	\$19.21	10	\$2.64	\$3.59	11-117	118+	11-88	89+	11-118	119+
Reclaimed - Irrigation	nc	1"	\$36.06	15	\$2.64	\$3.59	16-94	95+	16-105	106+	16-68	69+
Reclaimed - Irrigation	nd	1 1/2"	\$48.07	20	\$2.64	\$3.59	21-681	682+	21-650	651+	21-482	483+
Reclaimed - Irrigation	ne	2"	\$72.07	30	\$2.64	\$3.59	31-681	682+	31-724	725+	31-685	686+
Reclaimed - Irrigation	nf	3"	\$144.12	60	\$2.64	\$3.59	61-1,846	1,847+	61-2,726	2,727+	61-1,703	1,704+
Reclaimed - Irrigation	ng	4"	\$240.04	100	\$2.64	\$3.59	101-2,618	2,619+	101-3,309	3,310+	101-4,265	4,266+
Construction Meter	kf		\$61.79	1+	\$3.40							
Fire Services	ie	2"	\$52.06	na								
Fire Services	if	3"	\$69.72	na								
Fire Services	ig	4"	\$103.91	na								
Fire Services	ih	6"	\$155.89	na								
Fire Services	ii	8"	\$207.88	na								
Fire Services	ij	10"	\$260.17	na								
Fire Services	ik	12"	\$322.61	na								

* 1 unit = 100 cubic feet = 748 gallons

** Senior citizens, 62 years or older, who live in a single family residence

For further information regarding the FY 2016 Midyear Budget please contact Administrative Services at (562) 220-2027.