



A G E N D A



**CITY OF IMPERIAL BEACH
CITY COUNCIL
PLANNING COMMISSION
PUBLIC FINANCING AUTHORITY
HOUSING AUTHORITY**

IMPERIAL BEACH REDEVELOPMENT AGENCY SUCCESSOR AGENCY

AUGUST 17, 2016

**Council Chambers
825 Imperial Beach Boulevard
Imperial Beach, CA 91932**

REGULAR MEETING - 6:00 P.M.

THE CITY COUNCIL ALSO SITS AS THE CITY OF IMPERIAL BEACH PLANNING COMMISSION, PUBLIC FINANCING AUTHORITY, HOUSING AUTHORITY AND IMPERIAL BEACH REDEVELOPMENT AGENCY SUCCESSOR AGENCY

The City of Imperial Beach is endeavoring to be in total compliance with the Americans with Disabilities Act (ADA). If you require assistance or auxiliary aids in order to participate at City Council meetings, please contact the City Clerk's Office at (619) 628-2347, as far in advance of the meeting as possible.

REGULAR MEETING CALL TO ORDER

ROLL CALL

PLEDGE OF ALLEGIANCE

AGENDA CHANGES

MAYOR/COUNCIL REIMBURSEMENT DISCLOSURE/COMMUNITY ANNOUNCEMENTS/REPORTS ON ASSIGNMENTS AND COMMITTEES

COMMUNICATIONS FROM CITY STAFF

PUBLIC COMMENT- *Each person wishing to address the City Council regarding items not on the posted agenda may do so at this time. In accordance with State law, Council may not take action on an item not scheduled on the agenda. If appropriate, the item will be referred to the City Manager or placed on a future agenda.*

PRESENTATIONS (1.1-1.2)

- 1.1* WELCOMING CITIES PROCLAMATION. (0410-30)**
- 1.2* PRESENTATION FROM INSTITUTE OF PUBLIC STRATEGIES REGARDING DEEMED APPROVED ALCOHOL ESTABLISHMENTS. (0240-07)**

* No Staff Report.

CONSENT CALENDAR (2.1-2.5)-*All matters listed under Consent Calendar are considered to be routine by the City Council and will be enacted by one motion. There will be no separate discussion of these items, unless a Councilmember or member of the public requests that particular item(s) be removed from the Consent Calendar and considered separately. Those items removed from the Consent Calendar will be discussed at the end of the Agenda.*

2.1 MINUTES.

Recommendation: That the City Council approves the Regular Meeting Minutes of June 15, 2016 and August 3, 2016.

Continued on Next Page

Any writings or documents provided to a majority of the City Council/Planning Commission/Public Financing Authority/Housing Authority/I.B. Redevelopment Agency Successor Agency regarding any item on this agenda will be made available for public inspection in the office of the City Clerk located at 825 Imperial Beach Blvd., Imperial Beach, CA 91932 during normal business hours.

CONSENT CALENDAR (Continued)

2.2 RATIFICATION OF WARRANT REGISTER. (0300-25)

Recommendation: It is respectfully requested that the City Council ratifies the warrant register.

2.3 RECEIVE JUNE 2016 TREASURER'S REPORT. (0300-90)

Recommendation: That the City Council receives the monthly Treasurer's Report.

2.4 RESOLUTION NO. 2016-7730 APPROPRIATING \$80,000 FROM GAS TAX UNDESIGNATED RESERVE TO BIKEWAY VILLAGE- 13TH STREET CLASS 2 BIKEWAY CONSTRUCTION PROJECT CIP PROJECT NO. S15-702. (0680-20)

Recommendation: Adopt resolution.

2.5 RESOLUTION NO. 2016-7732 APPROVING THE THIRD AMENDMENT TO EMPLOYMENT AGREEMENT BETWEEN THE CITY AND CITY MANAGER, ANDY HALL. (0530-60)

Recommendation: Adopt resolution.

ORDINANCES – INTRODUCTION/FIRST READING (3)

None.

PUBLIC HEARINGS (4)

None.

REPORTS (5.1)

5.1 ADOPTION OF RESOLUTION NO. 2016-7731 APPROPRIATING FUNDS AND AUTHORIZING PAYMENT OF \$524,300.64 FOR THE CITY OF IMPERIAL BEACH SHARE OF THE NEXTGEN REGIONAL COMMUNICATIONS SYSTEM FOR THE REPLACEMENT 800 MHz PUBLIC SAFETY COMMUNICATIONS SYSTEM. (0250-30)

Recommendation: Adopt resolution.

I.B. REDEVELOPMENT AGENCY SUCCESSOR AGENCY REPORTS (6)

None.

ITEMS PULLED FROM THE CONSENT CALENDAR (IF ANY)

ADJOURN REGULAR MEETING

The Imperial Beach City Council welcomes you and encourages your continued interest and involvement in the City's decision-making process.

FOR YOUR CONVENIENCE, A COPY OF THE AGENDA AND COUNCIL MEETING PACKET MAY BE VIEWED IN THE OFFICE OF THE CITY CLERK AT CITY HALL OR ON OUR WEBSITE AT www.ImperialBeachCA.gov

/s/
Jacqueline M. Hald, MMC
City Clerk

MINUTES

Item 2.1

**CITY OF IMPERIAL BEACH
CITY COUNCIL
PLANNING COMMISSION
PUBLIC FINANCING AUTHORITY
HOUSING AUTHORITY
IMPERIAL BEACH REDEVELOPMENT AGENCY SUCCESSOR AGENCY**

JUNE 15, 2016

**Council Chambers
825 Imperial Beach Boulevard
Imperial Beach, CA 91932**

**CLOSED SESSION MEETING - 5:00 P.M.
REGULAR MEETING - 6:00 P.M.**

CLOSED SESSION MEETING CALL TO ORDER

Mayor Dedina called the Closed Session Meeting to order at 5:00 p.m.

ROLL CALL

Councilmembers present: Bilbray (arrived at 5:15 p.m.), Bragg
Councilmembers absent: Patton
Mayor Present: Dedina
Mayor Pro Tem Present: Spriggs
Staff Present: City Manager Hall, City Attorney Lyon, City Clerk Hald

CLOSED SESSION

1. CONFERENCE WITH LABOR NEGOTIATORS

Pursuant to Government Code section 54957.6:

Agency Designated Representatives: City Manager, City Attorney, Assistant City Manager,
Human Resources Manager, Administrative Services Director

Employee Organizations: Imperial Beach Firefighters' Association (IBFA), Local 4692
Service Employees International Union (SEIU), Local 221

Unrepresented Employees: Confidential, Mid-management, Management

Mayor Dedina adjourned the meeting to Closed Session at 5:01 p.m. and he reconvened the meeting to Open Session at 6:00 p.m.

Reporting out of Closed Session, City Attorney Lyon announced City Council discussed Closed Session Item No. 1, direction was given and no reportable action was taken.

ADJOURN CLOSED SESSION

Mayor Dedina adjourned the Closed Session Meeting at 6:01 p.m.

REGULAR MEETING CALL TO ORDER

Mayor Dedina called the Regular Meeting to order at 6:01 p.m.

ROLL CALL

Councilmembers present: Bilbray, Patton, Bragg
Councilmembers absent: None
Mayor Present: Dedina
Mayor Pro Tem Present: Spriggs
Staff Present: City Manager Hall, City Attorney Lyon, City Clerk Hald,
Administrative Services Director Bradley, City Planner Nakagawa

PLEDGE OF ALLEGIANCE

The Pledge of Allegiance was led by Xavier Alexander Ingram. He recently earned certification through the HBI Electrical Program at San Diego Job Corps. and is in the process of joining the U.S. Army.

AGENDA CHANGES

City Manager Hall announced in accordance with Government Code Section 54954.2.(b)(2), an urgency item needed to be added to the agenda because there was a need to take immediate action before the next regularly scheduled City Council meeting and the need for action came to the attention of the City subsequent to the posting of the regular meeting agenda. The item for consideration is Resolution No. 2016-7722 appropriating an additional \$200,000 from the Sewer Enterprise Fund Reserve and approving change orders necessary to complete the Pump Station No. 10 Rehabilitation CIP Project (W13-101).

MOTION BY SPRIGGS, SECOND BY PATTON, TO ADD AS AN URGENCY ITEM RESOLUTION NO 2016-7722 APPROPRIATING AN ADDITIONAL \$200,000 FROM THE SEWER ENTERPRISE FUND RESERVE AND APPROVING CHANGE ORDERS NECESSARY TO COMPLETE THE PUMP STATION NO. 10 REHABILITATION CIP PROJECT (W13-101) TO THE AGENDA AS ITEM NO. 5.3 IN ACCORDANCE WITH GOVERNMENT CODE SECTION 54954.2.(b)(2). MOTION CARRIED UNANIMOUSLY.

MAYOR/COUNCIL REIMBURSEMENT DISCLOSURE/COMMUNITY ANNOUNCEMENTS/REPORTS ON ASSIGNMENTS AND COMMITTEES

Councilmember Patton said his heart goes out to those in Orlando, Florida. He reported on his attendance at the South County Economic Development Council meeting and the Global Wellness Event. He announced the upcoming IB5K event.

Councilmember Bragg reported she, Councilmember Patton and Mayor Dedina attended the Mar Vista High School Graduation and noted that \$2.9 million in scholarships was awarded to seniors. She announced the MTS para-transit driver strike is over and recognized the Yellow Cab drivers for handling 1,500 para-transit riders per day. She attended the Chamber of Commerce meeting and announced their Installation Dinner will be on June 25th, the Sun and Sea Festival will be on July 16th, the Mayor's Breakfast is on July 15th and only a few commemorative bricks are available for purchase. She spoke about the tragedy in Orlando, Florida.

Mayor Pro-Tem Spriggs reported on his attendance at the League of California Cities Policy Meeting in Sacramento. He spoke about participation in the last meeting of the Sea Level Rise Steering Committee and said that he will continue to be engaged on this issue.

Mayor Dedina reported on SANDAG's preparation for their \$0.05 cent sales tax initiative. He thanked Councilmember Patton and his son for participating in the fitness activities at the Global Wellness Event. He announced the following upcoming events: 4th of July Fireworks show, the Mayor's Breakfast preceded by a 3K beach/walk/run, a Zumba class, a surf and paddle around the pier, and announced the events that will take place at the Sun and Sea Festival on July 16th. He spoke about recently notifying the IBWC and EPA about a leaking sewage pipe which was addressed by Mexican authorities.

COMMUNICATIONS FROM CITY STAFF

City Manager Hall reported the Elm Ave. project will begin on June 20th and the construction schedule will be posted on the City's website. There will be some lane restrictions on SR75 in late summer to early fall from 8:00 a.m. to 4:00 p.m. Monday through Friday as the Navy constructs the new main gate into the Coastal Campus.

Ed Vea showed a video of the Fiesta del Mar event and gave a PowerPoint presentation on the results of the survey that was given to attendees.

PUBLIC COMMENT

Ed Sorrels questioned the status of opening up Bayside Park to the kids. He also encouraged the City to place signs where they can be seen (additional speaking time donated by Lisa Warmbrodt).

Andy Hall stated staff will continue to work with the school district regarding this matter.

Kimberly Paris stated she would like to have a Farmer's Market style setup on the 4th of July.

PRESENTATIONS (1.1)

1.1 PRESENTATION ON PARKS AND RECREATION NEEDS ASSESSMENT SURVEY RESULTS. (1020-90)

Management Analyst Vea gave a PowerPoint presentation on the item. The top facility services where the greatest needs were not met in Imperial Beach were swimming pools, dog parks, boating & fishing, fitness centers, and restrooms.

Marcia Bachman spoke in support for a dog park.

Ed Vea stated that the Parks and Recreation Committee can consider the survey results when making decisions.

Councilmember Patton commented that City Council can incorporate the survey results when considering the budget.

Mayor Pro Tem Spriggs spoke about the history of the dog park issue and noted that it keeps returning due to community interest in the matter. He requested that the dog park issue be placed on a future City Council meeting agenda with potential locations identified.

Councilmember Bragg commented on the length and time it took to complete the survey. She spoke in support for placing the dog park issue on a future agenda.

Mayor Dedina stated the dog park issue can be placed on a future agenda.

City Manager Hall spoke about the difficulty in identifying a location for a dog park and he said that an update on the issue will be presented at the next City Council meeting.

Mayor Dedina announced the Sweetwater Union High School District has tentative plans to spend \$6M for a new pool at Mar Vista High School and that there may be potential for sharing use of that facility. He also stated there is consensus to have the dog park issue on a future City Council meeting agenda.

CONSENT CALENDAR (2.1-2.5)

MOTION BY PATTON, SECOND BY BRAGG, TO APPROVE CONSENT CALENDAR ITEM NOS. 2.1 THROUGH 2.5. MOTION CARRIED UNANIMOUSLY.

2.1 MINUTES.

City Council approved the Special Workshop Meeting Minutes of May 11, 2016 and the Regular Meeting Minutes of May 18, 2016 and June 1, 2016.

2.2 RATIFICATION OF WARRANT REGISTER. (0300-25)

City Council ratified the warrant register.

2.3 RECEIVE APRIL 2016 TREASURER'S REPORT. (0300-90)

City Council received the monthly Treasurer's report.

2.4 RESOLUTION NO. 2016-7718 DESIGNATING THE OFFICE OF THE CITY CLERK TO MAKE AVAILABLE TO THE PUBLIC UPON REQUEST THE ENTERPRISE SYSTEMS CATALOG IN COMPLIANCE WITH SENATE BILL 272/GOVERNMENT CODE SECTION 6270.5. (0460-40)

City Council adopted the resolution.

2.5 RESOLUTION NO. 2016-7719 AUTHORIZING THE CITY MANAGER TO EXECUTE AGREEMENTS WITH THE SAN DIEGO UNIFIED PORT DISTRICT FOR FINANCIAL ASSISTANCE AND OTHER MATTERS ASSOCIATED WITH THE SYMPHONY BY THE SEA AND FIESTA DEL MAR EVENTS AND RESOLUTION NOS. 2016-7720 AND 2016-7721 AUTHORIZING SUBMITTAL OF FUNDING REQUESTS AND APPLICATIONS FOR THE COUNTY OF SAN DIEGO NEIGHBORHOOD REINVESTMENT PROGRAM. (0430-40)

City Council adopted the resolutions.

ORDINANCES – INTRODUCTION/FIRST READING

None.

PUBLIC HEARINGS

None.

REPORTS (5.1-5.3)

5.1 FINAL CLIMATE READY PRESENTATION FOR THE IMPERIAL BEACH SEA LEVEL RISE STUDY. (MF 1025)

City Planner Nakagawa introduced the item. He noted that this was the final presentation and will be followed by a written report.

Dr. David Revell gave a PowerPoint presentation on the item. He reviewed the project goals, the coastal hazards, vulnerability and assessment sectors, key vulnerability findings, adaption strategies chosen (including benefits and costs), implementation and future work.

Alice De La Torre, President of Cortez HOA, stated the Board and homeowners are concerned about high tides. She expressed concern about the riprap in front of her complex because they appear to have sunken down and questioned how to address the issue, how to move the rocks in front of the building and she asked for assistance from the City.

Dr. Revell said the sand and the beach is her friend and he explained that the sand is protecting the rocks. He further explained that maintenance of the rocks would require a coastal permit.

Councilmember Patton stated he appreciated the presentation and noted the benefits of having more information and education on the matter. He questioned which agencies are on board with the issue.

Dr. Revell spoke about the multiple partners who are involved and noted that the City of Coronado has been absent and needs to be engaged.

Mayor Pro Tem Spriggs noted that not only will there be coastal impacts but there will also be Bayfront and estuary impacts. He stressed the need to bring-in other partners such as the cities of San Diego, Chula Vista National City and Coronado, the Estuary, Navy and the County to work on finding and funding solutions.

Dr. Revell spoke about adaption strategies and responded to questions about sand nourishment, regional efforts, the groins model, and who pays for protection.

Mayor Dedina recognized the City Council and the City for embracing the issue.

Mayor Dedina called a recess at 8:15 p.m. and called the meeting back to order at 8:20 p.m.

ROLL CALL

Councilmembers present: Bilbray, Patton, Bragg
Councilmembers absent: None
Mayor Present: Dedina
Mayor Pro Tem Present: Spriggs

REPORTS (Continued)

5.2 REVIEW FISCAL YEAR 2015-16 (FY16) FINANCIAL RESULTS. RESOLUTION 2016-7717 OF THE CITY COUNCIL OF THE CITY OF IMPERIAL BEACH, CALIFORNIA, AMENDING THE BUDGET FOR THE FISCAL YEARS 2016-17 (FY17) AND ELECTING THE POPULATION AND PRICE ADJUSTMENT FACTORS AND ESTABLISHING FISCAL YEAR 2016-17 APPROPRIATIONS LIMIT OF THE CITY OF IMPERIAL BEACH PURSUANT TO CALIFORNIA CONSTITUTION ARTICLE XIII B, AND SECTION 7900 ET SEQ. OF THE CALIFORNIA GOVERNMENT CODE.(0330-30)

Administrative Services Director Bradley gave a PowerPoint presentation on the item and he responded to questions of City Council regarding the General Fund being debt free, the increase in TOT, the Successor Agency Pass Thru, Gas Tax, park maintenance expenditures, the account balance ceiling, and revenue assumptions. He noted that there is sufficiency in reserves (\$3.6M) to weather poor performing years, if needed.

Mayor Pro Tem Spriggs cautioned against being overly optimistic about revenues and spoke for keeping expenses flexible in case the revenues don't pan out. He stressed the importance of maintaining the quality of life by maintaining the right amount of financial discipline.

In response to Mayor Pro Tem Spriggs' concerns regarding revenue and expenditure assumptions, City Manager Hall stated staff is projecting revenues to rise but if they don't changes would be made to the expenditures (such as flattening them out or some of the expenses would not occur). He also noted that in the projections, expenses are shown at the maximum that they can occur and revenues are much more conservative.

MOTION BY BILBRAY, SECOND BY BRAGG, TO ADOPT RESOLUTION NO. 2016-7717 AMENDING THE BUDGET FOR THE FISCAL YEARS 2016-17 (FY17) AND ELECTING THE POPULATION AND PRICE ADJUSTMENT FACTORS AND ESTABLISHING FISCAL YEAR 2016-17 APPROPRIATIONS LIMIT OF THE CITY OF IMPERIAL BEACH PURSUANT TO CALIFORNIA CONSTITUTION ARTICLE XIII B, AND SECTION 7900 ET SEQ. OF THE CALIFORNIA GOVERNMENT CODE. MOTION CARRIED UNANIMOUSLY.

5.3 RESOLUTION NO 2016-7722 APPROPRIATING AN ADDITIONAL \$200,000 FROM THE SEWER ENTERPRISE FUND RESERVE AND APPROVNG CHANGE ORDERS NECESSARY TO COMPLETE THE PUMP STATION NO. 10 REHABILITATION CIP PROJECT (W13-101). (0830-35)

City Manager Hall gave a report on the item.

No discussion.

MOTION BY BILBRAY, SECOND BY PATTON, TO ADOPT RESOLUTION NO 2016-7722 APPROPRIATING AN ADDITIONAL \$200,000 FROM THE SEWER ENTERPRISE FUND RESERVE AND APPROVNG CHANGE ORDERS NECESSARY TO COMPLETE THE PUMP STATION NO. 10 REHABILITATION CIP PROJECT (W13-101). MOTION CARRIED UNANIMOUSLY.

I.B. REDEVELOPMENT AGENCY SUCCESSOR AGENCY REPORTS (6)

None.

ITEMS PULLED FROM THE CONSENT CALENDAR (IF ANY)

None.

ADJOURN REGULAR MEETING

Mayor Dedina adjourned the Regular Meeting at 9:07 p.m.

Serge Dedina,
Mayor

Jacqueline M. Hald, MMC
City Clerk

DRAFT

CITY OF IMPERIAL BEACH
CITY COUNCIL
PLANNING COMMISSION
PUBLIC FINANCING AUTHORITY
HOUSING AUTHORITY
IMPERIAL BEACH REDEVELOPMENT AGENCY SUCCESSOR AGENCY

AUGUST 3, 2016

Council Chambers
825 Imperial Beach Boulevard
Imperial Beach, CA 91932

REGULAR AND CLOSED SESSION MEETINGS - 6:00 P.M.

REGULAR MEETING CALL TO ORDER

Mayor Dedina called the Regular Meeting to order at 6:02 p.m.

ROLL CALL

Councilmembers present: Bragg
Councilmembers absent: Bilbray, Patton
Mayor Present: Dedina
Mayor Pro Tem Present: Spriggs
Staff Present: City Manager Hall, Deputy City Attorney Sjoblom, Deputy City Clerk Carballo, Assistant City Manager Dush, Administrative Services Director Bradley

PLEDGE OF ALLEGIANCE

The Pledge of Allegiance was led by Sergeant Gurrola of the San Diego County Sheriff's Department.

Mayor Dedina requested a moment of silence for Police Officer Jonathan DeGuzman who lost his life in the line of duty.

AGENDA CHANGES

None.

MAYOR/COUNCIL REIMBURSEMENT DISCLOSURE/COMMUNITY ANNOUNCEMENTS/REPORTS ON ASSIGNMENTS AND COMMITTEES

Councilmember Bragg went on record to say that MTS is opposed to the Airport Authority's suggestion of renaming the Middletown station as an airport station. MTS considers it to be extremely misleading to the public. As Chairman of the County's Accessibility Committee, she stated they are totally opposed to it, and there are no amenities for people with disabilities so they are on record as being in opposition. She announced Kiwanis and the Unified Port District will be hosting the IB Fishing Derby on Saturday at Pier Plaza. She thanked the Relay for Life committee for a successful relay where over \$30,000 was raised. She commended staff for their efforts and the Fire Department's participation in the event.

Mayor Pro Tem Spriggs spoke about Sudberry's presentation on the progress of the Breakwater project where they proposed the idea of a hotel on the western commercial plot. He commended the community for their attendance, comments, energy and interest. He reported on his attendance at the Chamber Breakfast where Port Commissioner Dan Malcom spoke on all the projects along San Diego Bay. He commented on the success of the Surf Dog Competition and the music concert sponsored by Pier South at Dunes Park. He reported on his meeting with City Manager Hall and Administrative Services Director Bradley regarding the 5-year budget forecast that was discussed at a previous Council Meeting.

Mayor Dedina announced the services for recently fallen San Diego Police Department Officer Jonathan DeGuzman. He stated he and City Manager Hall along with several Sheriff's officers would be attending and extended his condolences to the family. He commended the Sheriff's Department for their efforts in Imperial Beach resulting in the second lowest crime rate in San Diego County and thanked them for their sacrifice and service. He stated the previous week he and City Manager Hall attended a meeting of the San Diego branch of the NAACP with other County law enforcement and city officials where they focused on crime prevention efforts. He reported on his attendance at the Change of Command ceremony in Coronado, the Night Out Against Crime event and a meeting regarding the issues with the sewage coming from south of the border. He stated discharging sewage into the ocean is absolutely unacceptable.

COMMUNICATIONS FROM CITY STAFF

None.

PUBLIC COMMENT

Vanessa Garcia, Public Affairs Manager for SDG&E, expressed her excitement for the 4 Walls Grant SDG&E is providing for renovation for community gathering places using reclaimed materials and offered her support.

Karen Odermatt stated the Chamber of Commerce relocated to 154 Palm Ave, east entrance. She stated that the concert at Pier South was in conjunction with the Business Improvement District.

Kimberly Paris spoke in support of having music at the farmer's market. She requested support from City Council and the City Manager to continue to have music while not disturbing the residents. She also requested support from City Council and staff to expand the farmer's market.

Albert Kinecht spoke regarding the presentation by Sudberry. He stated letters were sent by Sudberry to the residents regarding the proposed new hotel. He requested another canvassing because in the initial canvassing the contact phone number was incorrect. He suggested expanding the canvassing area to begin at the existing Pier South Hotel and go 500 feet out to include residents that are actually in the neighborhood and stated the new hotel idea wasn't well received in the immediate neighborhood.

Paula Hall and Dan Winters of the Sweetwater Union High School District presented the City with a resolution honoring the City of Imperial Beach's 60th Anniversary.

PRESENTATIONS (1)

None.

CONSENT CALENDAR (2.1-2.2)

MOTION BY SPRIGGS, SECOND BY BRAGG, TO APPROVE CONSENT CALENDAR ITEM NOS. 2.1 AND 2.2. MOTION CARRIED BY THE FOLLOWING VOTE:

**AYES: COUNCILMEMBERS: BRAGG, SPRIGGS, DEDINA
NOES: COUNCILMEMBERS: NONE
ABSENT: COUNCILMEMBERS: BILBRAY, PATTON**

2.1 RATIFICATION OF WARRANT REGISTER. (0300-25)
City Council ratified the warrant register.

2.2 APPROVE RELEASE, WAIVER AND ASSIGNMENT OF CLAIMS FOR SDG&E GRANT AWARDED TO 4 WALLS INTERNATIONAL COMPANY TO ENHANCE 2 CITY LICENSED VACANT LOTS INTO COMMUNITY GATHERING SPACE. (0300-90)
City Council ratified the City Manager's Release Agreement with SDG&E.

ORDINANCES – INTRODUCTION/FIRST READING (3)

None.

PUBLIC HEARINGS (4)

None.

REPORTS (5.1)

5.1 ASSEMBLY BILL 1234 – ETHICS TRAINING. (0410-95)

Deputy City Attorney Sjoblom gave a PowerPoint presentation and provided ethics training in accordance with Assembly Bill 1234.

I.B. REDEVELOPMENT AGENCY SUCCESSOR AGENCY REPORTS (6)

None.

ITEMS PULLED FROM THE CONSENT CALENDAR (IF ANY)

None.

ADJOURN REGULAR MEETING

Mayor Dedina adjourned the Regular Meeting at 9:00 p.m.

CLOSED SESSION MEETING CALL TO ORDER

Mayor Dedina called the Closed Session meeting to order at 9:01 p.m.

ROLL CALL

Councilmembers present: Bilbray (arrived at 9:02), Patton (arrived at 9:02), Bragg
Councilmembers absent: None
Mayor Present: Dedina
Mayor Pro Tem Present: Spriggs
Staff Present: City Manager Hall, Deputy City Attorney Sjoblom

CLOSED SESSION

MOTION BY SPRIGGS, SECOND BY BRAGG, TO ADJOURN TO CLOSED SESSION UNDER:

1. PUBLIC EMPLOYEE PERFORMANCE EVALUATION

Pursuant to Government Code §54957

Title: City Manager

MOTION CARRIED BY THE FOLLOWING VOTE:

AYES: COUNCILMEMBERS: BRAGG, SPRIGGS, DEDINA
NOES: COUNCILMEMBERS: NONE
ABSENT: COUNCILMEMBERS: BILBRAY, PATTON

Mayor Dedina adjourned the meeting to Closed Session at 9:32 p.m. and he reconvened the meeting to Open Session at 9:33 p.m.

Reporting out of Closed Session, Deputy City Attorney Sjoblom announced Councilmembers Bilbray and Patton were present in closed session, City Council discussed Item No.1 and direction was given to staff.

ADJOURN CLOSED SESSION

Mayor Dedina adjourned the Closed Session meeting at 9:34 p.m.

Serge Dedina,
Mayor

Sunem Carballo,
Deputy City Clerk

DRAFT



STAFF REPORT
CITY OF IMPERIAL BEACH

TO: HONORABLE MAYOR AND CITY COUNCIL
FROM: ANDY HALL, CITY MANAGER *SI*
MEETING DATE: AUGUST 17, 2016
ORIGINATING DEPT: DOUG BRADLEY, ADMINISTRATIVE SERVICES DEPARTMENT *DB*
SUBJECT: RATIFICATION OF WARRANT REGISTER

EXECUTIVE SUMMARY:

Approval of the warrant register in the amount of \$ 941,925.00.

FISCAL ANALYSIS: Warrants are issued from budgeted funds and there is no additional impact on reserves.

RECOMMENDATION:

It is respectfully requested that the City Council ratify the warrant register.

OPTIONS:

- Receive and file the report from the City Manager
- Provide direction to the City Manager to take a specific action
- Request additional information and an additional report

BACKGROUND/ANALYSIS:

As of April 7, 2004 all large warrants above \$100,000 will be separately highlighted and explained on the staff report.

Vendor:	Check:	Amount:	Description:
County of San Diego	88998	\$ 530,488.82	Jun 2016 Law Enf Services

The following registers are submitted for Council ratification:

Accounts Payable

DATE	CHECK #	EFT #	AMOUNT (\$)
07/29/2016	88968-89010	229-236	745,242.13
	<i>Sub-total</i>		745,242.13

Payroll Checks/Direct Deposit

DATE	CHECK #		AMOUNT (\$)
PPE 7/21/16	47166-47187		196,682.87
	<i>Sub-total</i>		196,682.87

TOTAL \$ 941,925.00

Note: check numbers not in sequence have been voided.

ENVIRONMENTAL DETERMINATION:

Not a project as defined by CEQA.

Attachments:

1. Warrant Register
2. Warrant Register as Budgeted FY2016

City of Imperial Beach

Warrant Register by Check/EFT Number

Check /EFT #	Vendor	Description	Account #	Invoice #	PO #	Amount
2016-07-29						
2016-07-29 229	AFLAC	PAYROLL AP PPE 7/07/16	101-0000-209.01-13	20160714	(blank)	\$ 332.48
		PAYROLL AP PPE 7/21/16	101-0000-209.01-13	20160728	(blank)	\$ 332.48
230	CALIFORNIA STATE DISBURSEMENT UI	PAYROLL AP PPE 7/21/16	101-0000-209.01-07	20160728	(blank)	\$ 355.84
231	COLONIAL LIFE & ACCIDENT	PAYROLL AP PPE 7/07/16	101-0000-209.01-13	20160714	(blank)	\$ 50.09
		PAYROLL AP PPE 7/21/16	101-0000-209.01-13	20160728	(blank)	\$ 50.09
232	I B FIREFIGHTERS ASSOCIATION	PAYROLL AP PPE 7/21/16	101-0000-209.01-08	20160728	(blank)	\$ 330.00
233	ICMA RETIREMENT TRUST 457	PAYROLL AP PPE 7/21/16	101-0000-209.01-10	20160728	(blank)	\$ 6,466.49
234	SEIU LOCAL 221	PAYROLL AP PPE 7/21/16	101-0000-209.01-08	20160728	(blank)	\$ 1,684.73
235	STATE OF CALIFORNIA FTB	PAYROLL AP PPE 7/21/16	101-0000-209.01-07	20160728	(blank)	\$ 509.00
236	US BANK	PAYROLL AP PPE 7/21/16	101-0000-209.01-20	20160728	(blank)	\$ 3,823.16
88968	AMEC FOSTER WHEELER ENVIROMEN	JUN 2016 SD BAY WQIP	101-5050-540.20-06	536960884	160549	\$ 29,985.62
		JUN 2016 SD BAY WQIP IMPL	101-5050-435.20-06	536960885	160540	\$ 568.00
		JUN 2016 SD BAY WQIP IMPL	101-5050-435.21-04	536960885	160786	\$ 1,999.30
88969	AMERICAN MESSAGING	JUL 2016	101-3020-422.27-05	L1074045QG	170100	\$ 37.22
		JUL 2016	101-3030-423.30-02	L1074045QG	170100	\$ 53.48
88970	ARJIS	FY 16/17 ARJIS JPA FEES	101-3010-421.21-04	AR170840	F17023	\$ 18,464.00
88971	ASBURY ENVIRONMENTAL SERVICES	PAINT WASTE PICKUP	101-5040-434.21-04	I500-00062983	170003	\$ 563.80
		USED OIL PICKUP	101-5040-434.21-04	I500-00064199	170003	\$ 120.00
88972	AT&T	C602224839777	503-1923-419.27-04	8346852	(blank)	\$ (122.88)
		9391033944	503-1923-419.27-04	8367712	(blank)	\$ 257.07
		9391033947	503-1923-419.27-04	8367740	(blank)	\$ 165.95
		9391033954	503-1923-419.27-04	8344318	(blank)	\$ 17.56
		9391033959	503-1923-419.27-04	8344320	(blank)	\$ 0.12
		9391033960	503-1923-419.27-04	8344321	(blank)	\$ 166.03
		9391033952	503-1923-419.27-04	8344322	(blank)	\$ 19.90
		9391033948	503-1923-419.27-04	8352285	(blank)	\$ 19.91
		9391033949	503-1923-419.27-04	8352286	(blank)	\$ 0.11
		9391033951	503-1923-419.27-04	8352296	(blank)	\$ 0.11
		9391033950	503-1923-419.27-04	8313039	(blank)	\$ 19.22
		9391033958	503-1923-419.27-04	8344326	(blank)	\$ 26.52
		9391036910	503-1923-419.27-04	8344476	(blank)	\$ 0.01
		9391053499	503-1923-419.27-04	8344516	(blank)	\$ 42.65
		9391053500	503-1923-419.27-04	8344517	(blank)	\$ 34.38
		9391053670	503-1923-419.27-04	8344527	(blank)	\$ 66.56
		9391053671	503-1923-419.27-04	8344528	(blank)	\$ 29.88
		9391053672	503-1923-419.27-04	8344529	(blank)	\$ 48.97
88973	AZTEC LANDSCAPING INC	7TH/RAINBOW EXCAVATE	101-5010-431.21-04	14706L-IN	160660	\$ 256.00
88974	MISCELLANEOUS "DEVELOPERS"	BOND REFUND 119 ELM AVE	101-0000-221.01-05	TEP 16-56	(blank)	\$ 6,045.90
88975	CHULA VISTA ANIMAL CARE FACILITY	JUN 2016 AC SVCS	101-3050-425.20-06	JUN 2016	160357	\$ 783.28

City of Imperial Beach

Warrant Register by Check/EFT Number

Check /EFT #	Vendor	Description	Account #	Invoice #	PO #	Amount
2016-07-29	88976	COUNTY RECORDER	NOE 1085 PALM AVE	101-0000-221.01-02	MF 1203	(blank) \$ 50.00
	88977	COUNTY RECORDER	NOE 812 OCEAN LANE	101-0000-221.01-02	MF 1197	(blank) \$ 50.00
	88978	COURT-ORDERED DEBT COLLECTIONS	PAYROLL AP PPE 7/21/16	101-0000-209.01-07	20160728	(blank) \$ 38.32
	88979	D.A.R. CONTRACTORS	JUN 2016	101-3050-425.20-06	061601229	160247 \$ 347.00
	88980	MISCELLANEOUS "DEVELOPERS"	BOND REFUND 608 3RD ST	101-0000-221.01-05	TEP 16-38	(blank) \$ 8,349.00
	88981	DEPARTMENT OF JUSTICE	JUN 2016	101-1130-412.21-04	175122	160101 \$ 196.00
	88982	DRUG TESTING NETWORK INC	JUL 2016 DRUG TESTING	101-1130-412.20-06	83069	170071 \$ 352.90
	88983	EAGLE NEWSPAPER	JUN 2016 LEGAL NOTICES	401-5020-532.20-06	96043	160017 \$ 110.00
			JUN 2016 LEGAL NOTICES	401-5020-532.20-06	96149	160017 \$ 110.00
			JUN 2016 WORKSHOP ADS	101-1230-513.20-06	95936	(blank) \$ 335.00
	88984	EL TAPATIO INC	7/20/16 COUNCIL MEETING D	101-1010-411.28-04	12773	F17022 \$ 85.86
	88985	FLYERS ENERGY LLC	601 G DEISEL/1094.1 G REG	501-1921-419.28-15	16-291975	170036 \$ 4,128.34
	88986	HUDSON SAFE-T LITE RENTALS	DELINEATORS W/BASES RENTL	101-3020-422.30-02	0006302016	170054 \$ 570.00
			SQUARE POSTS	101-5010-431.21-23	00037589	160061 \$ 239.76
			GLASS BEAD	101-5010-431.21-23	00037918	170054 \$ 179.03
	88987	INTERNATIONAL CODE COUNCIL INC	HOLDEN,J 2016/2017 MEMBER	101-3040-424.28-12	3098037	(blank) \$ 135.00
	88988	JOHN FRENCH	TUITION REIMBURSEMENT	101-1130-412.29-01	07-05-2016	170082 \$ 250.00
	88989	KANE, BALLMER & BERKMAN	ATTORNEY SERVICES	216-1240-413.20-06	22627	(blank) \$ 2,860.00
			ATTORNEY SERVICES	303-1250-413.20-01	22624	(blank) \$ 907.50
			ATTORNEY SERVICES	303-1250-413.20-01	22628	(blank) \$ 247.50
	88990	LANCE, SOLL & LUNGHARD LLP	2016 AUDIT-GASB 68	101-1210-413.20-06	18340	(blank) \$ 12,500.00
	88991	LLOYD PEST CONTROL	JUN 2016 CITY HALL	101-1910-419.20-22	1946940	160094 \$ 36.00
			JUN 2016 FIRE DEPT	101-1910-419.20-22	1946941	160094 \$ 36.00
			JUN 2016 SHERIFF DEPT	101-1910-419.20-22	1947088	160094 \$ 36.00
			JUN 2016 SPORTS PARK	101-1910-419.20-22	1926315	160094 \$ 51.00
			JUN 2016 DEMPSEY CENTER	101-1910-419.20-22	1928024	160094 \$ 60.00
			JUN 2016 MV CENTER	101-1910-419.20-22	1947153	160094 \$ 53.00
	88992	NEXT DAY PRINTED TEES	T-SHIRTS	101-1110-412.28-08	73077	160851 \$ 3,298.00
			TERRY TOWELS	101-1110-412.28-08	73078	160851 \$ 2,088.80
	88993	NGUOI VIET TODAY	NOTICE OF ELECTION 2016 I	101-1020-411.21-06	7497	F17018 \$ 30.00
	88994	NOLTE ASSOCIATES, INC.	JUN 2016 PW YARD WASH PIT	101-5000-532.20-06	48465	160289 \$ 145.00
			JUN 2016 ENGINEER SVCS	202-5016-531.20-06	48483	160529 \$ 1,442.78
			JUN 2016 ANNUAL SEWER	601-5060-536.20-06	48742	160605 \$ 2,000.00
			MAY 2016 PLAN CHECKS	101-0000-221.01-02	48001	(blank) \$ 72.50
			MAY 2016 PLAN CHECKS	101-0000-221.01-02	48003	(blank) \$ 995.64
			MAY 2016 PLAN CHECKS	101-0000-221.01-02	48004	(blank) \$ 125.00
			MAY 2016 PLAN CHECKS	101-0000-221.01-02	48005	(blank) \$ 62.50
			MAY 2016 PLAN CHECKS	101-0000-221.01-02	48007	(blank) \$ 62.50
			MAY 2016 PLAN CHECKS	101-0000-221.01-02	48008	(blank) \$ 1,170.87
			MAY 2016 PLAN CHECKS	216-1240-413.20-06	48002	(blank) \$ 560.00

City of Imperial Beach

Warrant Register by Check/EFT Number

Check /EFT #	Vendor	Description	Account #	Invoice #	PO #	Amount
2016-07-29	88994	NOLTE ASSOCIATES, INC.	JUN 2016 PLAN CHECKS	101-0000-221.01-02	48458	(blank) \$ 385.00
			JUN 2016 PLAN CHECKS	101-0000-221.01-02	48459	(blank) \$ 62.50
			JUN 2016 PLAN CHECKS	101-0000-221.01-02	48461	(blank) \$ 2,900.00
			JUN 2016 PLAN CHECKS	101-0000-221.01-02	48462	(blank) \$ 290.00
	88995	PAL GENERAL ENGINEERING INC.	JUN 2016 13TH ST BIKEWAY	402-5000-532.20-06	10201-5	160536 \$ 3,823.75
	88996	PATRICK SULLIVAN	REIMBURSE LIVESCAN FEES	101-1130-412.21-04	1010	(blank) \$ 23.00
	88997	PAULINA MAMAHUA	REIMBURSE EMPLOYEE LUNCH	101-3020-422.30-02	149279	(blank) \$ 200.00
	88998	SAN DIEGO COUNTY SHERIFF	JUN 2016 LAW ENF SERVICES	101-3010-421.20-06	07-12-2016	(blank) \$ 523,315.11
			JUN 2016 COPPS PRG	212-3036-421.20-06	07-12-2016	(blank) \$ 8,333.33
			JUN 2016 TOW FEE CREDIT	101-0000-338.60-03	07-12-2016	(blank) \$ (1,159.62)
	88999	MISCELLANEOUS VENDOR	776 10TH STREET	217-5000-532.20-06	3	(blank) \$ 50,695.75
	89000	SCAN C/O CITY OF TORRANCE	HALD,J- 16/17 SCAN NATOA	101-1020-411.28-12	10.80.16330	F17019 \$ 80.00
	89001	SCANTECH GRAPHICS, INC	LARGE MAPS	101-1110-412.29-04	296134	(blank) \$ 448.08
			LARGE MAPS	101-1110-412.29-04	296408	(blank) \$ 183.86
	89002	SO CAL INDUSTRIES	2016 4TH OF JULY RESTROOM	101-1110-412.28-08	233099	F17024 \$ 2,021.00
	89003	SOFTWAREONE INC.	OFFICE 365 CLOUD SVC	503-1923-419.21-04	US-PSI-501476	170075 \$ 7,915.88
	89004	SOUTH COAST EMERGENCY VEHICLE S	E-39 PASSENGER MIRROR	501-1921-419.28-16	480708	170088 \$ 768.84
	89005	SOUTH COUNTY ECONOMIC	FY 16/17 MEMBERSHIP DUES-	101-1010-411.28-12	1041-16	F17021 \$ 3,250.00
			SUMMIT SPONSOR	101-1010-411.28-04	112-16	(blank) \$ 2,250.00
	89006	SOUTHWEST WETLANDS INTERPRETIV	JAN-MAR 2016 CLIMATE RDY	101-1230-513.20-06	1697	(blank) \$ 3,736.83
			MAR 2016 CLIMATE READY GR	101-1230-513.20-06	1704	(blank) \$ 1,804.83
	89007	THE FILIPINO PRESS, INC	NOTICE OF ELECTION 2016	101-1020-411.21-06	4739-16	F17017 \$ 60.00
	89008	MISCELLANEOUS REFUNDS	REFUND OVER PAYMENT	101-0000-311.60-01	(blank)	(blank) \$ 345.00
			VALE NORMA	101-0000-121.00-00	MR Refund	(blank) \$ 13,195.00
	89009	U.S. SECURITY ASSOCIATES, INC.	06/24-06/26 SECURITY	101-3010-421.21-04	1322670	160792 \$ 960.00
	89010	VERIZON BUSINESS SERVICES	JUN 2016 VOIP SV202864	503-1923-419.27-04	69829808	(blank) \$ 233.36
			JUN 2016 VOIP SV202862	503-1923-419.27-04	69830297	(blank) \$ 155.51
			JUN 2016 VOIP SV202863	503-1923-419.27-04	69830320	(blank) \$ 147.18
			JUN 2016 VOIP SV202861	503-1923-419.27-04	69830501	(blank) \$ 848.11
2016-07-29 Total						\$ 745,242.13
Grand Total						\$ 745,242.13

City of Imperial Beach
Warrant Register as Budgeted (FY2016)

Expense	Budget	Previous Registers	2016-07-29	
				Remaining Budget
101 GENERAL FUND				
ADVERTISING	\$ 5,500	\$ 3,699		\$ 1,801
ATTORNEY SERVICES	\$ 27,751	\$ 27,751		\$ (0)
ATTORNEY SERVICES-OTHER	\$ 110,724	\$ 101,497		\$ 9,227
AUTO ALLOWANCE	\$ 49,359	\$ 45,744		\$ 3,615
BANKING/FIN SRVCS CHARGES	\$ 42,931	\$ 43,002		\$ (71)
CELL PHONE ALLOWANCE	\$ 11,722	\$ 11,273		\$ 449
COMMUNITY PROGRAMS	\$ 124,800	\$ 105,836	\$ 5,387	\$ 13,577
CONTRACTS-ELECTIONS	\$ 1,000	\$ 1,283		\$ (283)
COPIER LEASES	\$ 36,848	\$ 36,912		\$ (64)
COUNCIL/RDA BOARD PAY	\$ 41,999	\$ 42,226		\$ (227)
EMPLOYEE RECOGNITION AWRD	\$ 2,650	\$ 1,315		\$ 1,335
EQUIPMENT	\$ 32,115	\$ 32,115		\$ 0
FEES & LICENSES	\$ 13,360	\$ 12,184		\$ 1,176
FICA	\$ 375,543	\$ 378,092		\$ (2,549)
FIRE EXTINGUISHER SERVICE	\$ 550	\$ 279		\$ 271
FLSA WAGES	\$ 25,581	\$ 25,581		\$ (0)
GAS & ELECTRIC (SDG&E)	\$ 245,060	\$ 216,980		\$ 28,080
HOUSING ALLOWANCE	\$ 3,840	\$ 3,840		\$ -
LIFE INSURANCE	\$ 16,294	\$ 15,987		\$ 307
MAINTENANCE & REPAIR	\$ 46,157	\$ 41,991		\$ 4,166
MEMBERSHIP DUES	\$ 43,848	\$ 42,805		\$ 1,043
MGT MEDICAL REIMBURSEMENT	\$ 3,150	\$ 2,139		\$ 1,011
MILEAGE REIMBURSEMENT	\$ 550	\$ 150		\$ 400
NUISANCE ABATEMENT CHARGE	\$ 1,000	\$ 128		\$ 872
OFFICE SUPPLIES	\$ 19,428	\$ 18,119		\$ 1,309
OPERATING SUPPLIES	\$ 281,644	\$ 277,963		\$ 3,681
OTHER SERVICES & CHARGES	\$ 23,230	\$ 23,317	\$ 632	\$ (719)
OVERTIME	\$ 185,857	\$ 183,148		\$ 2,709
PARS CITY CONTRIBUTION	\$ 23,653	\$ 23,647		\$ 6
PERS-CITY PORTION	\$ 838,135	\$ 837,871		\$ 264
PEST CONTROL SERVICE	\$ 4,300	\$ 3,575	\$ 272	\$ 453
PLAN CHECK SERVCIES	\$ 996	\$ 100		\$ 897
POSTAGE & FREIGHT	\$ 11,775	\$ 11,213		\$ 562
PRINTING SERVICES	\$ 5,705	\$ 4,574		\$ 1,131
PROFESSIONAL SERVICES	\$ 8,477,043	\$ 6,978,429	\$ 573,521	\$ 925,093
RCS PROGRAM	\$ 43,350	\$ 43,350		\$ 0
RENT-EQUIPMENT	\$ 3,400	\$ 1,660		\$ 1,740
RENT-UNIFORMS	\$ 22,937	\$ 23,479		\$ (542)
SALARIES FULL-TIME	\$ 4,353,942	\$ 4,358,535		\$ (4,593)
SALARIES PART-TIME	\$ 692,410	\$ 691,910		\$ 500
SECTION 125 CAFETERIA	\$ 777,311	\$ 781,938		\$ (4,627)
SECURITY & ALARM	\$ 5,460	\$ 2,410		\$ 3,050
SMALL TOOLS/NON-CAPITAL	\$ 6,974	\$ 7,019		\$ (45)
STAND-BY PAY		\$ 619		\$ (619)
SUBSCRIBE & PUBLICATIONS	\$ 4,151	\$ 1,911		\$ 2,240
TECHNICAL SERVICES	\$ 466,624	\$ 412,238	\$ 3,434	\$ 50,951
TEMPORARY STAFFING	\$ 60,629	\$ 60,073		\$ 556
TRAFFIC CONTROL	\$ 47,863	\$ 47,863	\$ 240	\$ (240)
TRAINING & EDUCATION-MOU	\$ 7,340	\$ 6,515		\$ 826

City of Imperial Beach
Warrant Register as Budgeted (FY2016)

	Budget	Previous Registers	2016-07-29	
TRANSFER OUT	\$ 312,332	\$ 312,332		\$ (0)
TRAVEL, TRAINING, MEETING	\$ 65,392	\$ 60,153	\$ 2,250	\$ 2,989
UNEMPLOYMENT INSURANCE	\$ 55,873	\$ 56,941		\$ (1,068)
UTILITIES-CELL PHONES	\$ 16,930	\$ 16,905		\$ 25
UTILITIES-SEWER	\$ 10,332	\$ 10,672		\$ (340)
UTILITIES-TELEPHONE	\$ 200	\$ -		\$ 200
UTILITIES-WATER	\$ 96,750	\$ 92,890		\$ 3,860
WORKER'S COMP INSURANCE	\$ 71,209	\$ 71,209		\$ -
PERS-EMPLOYEE PORTION		\$ -		\$ -
TECHNICAL SERVICES		\$ -		\$ -
201 GAS TAX FUND				\$ -
AUTO ALLOWANCE	\$ 190	\$ 60		\$ 130
CELL PHONE ALLOWANCE	\$ 60	\$ 20		\$ 40
FICA	\$ 1,890	\$ 568		\$ 1,322
PERS-CITY PORTION	\$ 2,620	\$ 799		\$ 1,821
PROFESSIONAL SERVICES	\$ 663,550	\$ 397,008		\$ 266,542
RENT-UNIFORMS		\$ 9		\$ (9)
SALARIES FULL-TIME	\$ 23,050	\$ 6,868		\$ 16,182
SECTION 125 CAFETERIA	\$ 3,590	\$ 1,127		\$ 2,463
TRANSFER OUT	\$ 789,000	\$ 711,000		\$ 78,000
UNEMPLOYMENT INSURANCE		\$ 12		\$ (12)
202 PROP "A" (TRANSNET) FUND				\$ -
AUTO ALLOWANCE	\$ 530	\$ 344		\$ 186
CELL PHONE ALLOWANCE	\$ 180	\$ 115		\$ 65
FICA	\$ 3,480	\$ 1,860		\$ 1,620
PERS-CITY PORTION	\$ 4,810	\$ 2,538		\$ 2,272
PROFESSIONAL SERVICES	\$ 1,235,000	\$ 415,029	\$ 1,443	\$ 818,529
SALARIES FULL-TIME	\$ 43,850	\$ 23,250		\$ 20,600
SECTION 125 CAFETERIA	\$ 7,150	\$ 3,254		\$ 3,896
TRANSFER OUT	\$ 209,100	\$ 209,100		\$ -
UNEMPLOYMENT INSURANCE		\$ 74		\$ (74)
210 CDBG-FEDERAL ASSISTANCE				\$ -
EQUIPMENT	\$ 4,545	\$ 4,545		\$ -
PROFESSIONAL SERVICES	\$ 192,456			\$ 192,456
212 SLESF (COPS) FUND				\$ -
PROFESSIONAL SERVICES	\$ 100,000	\$ 97,877	\$ 8,333	\$ (6,210)
215 LLMD-ASSMT DIST #67 FUND				\$ -
GAS & ELECTRIC (SDG&E)	\$ 27,000	\$ 25,286		\$ 1,714
PROFESSIONAL SERVICES	\$ 2,000	\$ 560		\$ 1,441
216 HOUSING AUTHORITY				\$ -
ATTORNEY SERVICES	\$ 7,500	\$ 4,750		\$ 2,750
FICA	\$ 3,529	\$ 779		\$ 2,750
PERS-CITY PORTION	\$ 8,788	\$ 5,049		\$ 3,739
PROFESSIONAL SERVICES	\$ 24,100	\$ 24,483	\$ 3,420	\$ (3,803)
SALARIES PART-TIME	\$ 18,633	\$ 10,185		\$ 8,448
UNEMPLOYMENT INSURANCE	\$ 434			\$ 434
301 SA DEBT SERVICE FUND				\$ -
BOND INTEREST (2010 TAB)	\$ 1,051,836	\$ 1,051,836		\$ (0)
BOND PRINCIPAL (2010 TAB)	\$ 245,000	\$ -		\$ 245,000
INTEREST BOND (2013 TAB)	\$ 762,957	\$ 762,956		\$ 1
303 REDEV OBLIG RETIRE FUND				\$ -
ATTORNEY SERVICES	\$ 159,000	\$ 141,700	\$ 1,155	\$ 16,145
AUTO ALLOWANCE		\$ 42		\$ (42)
CELL PHONE ALLOWANCE		\$ 7		\$ (7)

City of Imperial Beach
Warrant Register as Budgeted (FY2016)

	Budget	Previous Registers	2016-07-29	2016-07-29
FICA		\$ 132		\$ (132)
OTHER SERVICES & CHARGES	\$ 9,000	\$ 7,206		\$ 1,794
PERS-CITY PORTION		\$ 178		\$ (178)
PROFESSIONAL SERVICES	\$ 121,000	\$ 86,520		\$ 34,480
SALARIES FULL-TIME	\$ 250,000	\$ 223,249		\$ 26,751
SECTION 125 CAFETERIA		\$ 152		\$ (152)
TRANSFER OUT	\$ 3,546,454	\$ 3,546,082		\$ 372
UNEMPLOYMENT INSURANCE		\$ 0		\$ (0)
401 CAPITAL IMPROVEMENT FUND				\$ -
AUTO ALLOWANCE	\$ 2,690	\$ -		\$ 2,690
CELL PHONE ALLOWANCE	\$ 900	\$ -		\$ 900
FICA	\$ 11,200	\$ 0		\$ 11,200
PERS-CITY PORTION	\$ 15,190	\$ (0)		\$ 15,190
PROFESSIONAL SERVICES	\$ 3,681,250	\$ 1,024,817	\$ 220	\$ 2,656,213
SALARIES FULL-TIME	\$ 138,590	\$ 0		\$ 138,590
SECTION 125 CAFETERIA	\$ 25,180	\$ 0		\$ 25,180
402 C.I.P. 2010 BOND				\$ -
AUTO ALLOWANCE	\$ 700	\$ 436		\$ 264
CELL PHONE ALLOWANCE	\$ 240	\$ 145		\$ 95
FICA	\$ 13,950	\$ 3,141		\$ 10,809
PERS-CITY PORTION	\$ 18,980	\$ 4,423		\$ 14,557
PROFESSIONAL SERVICES	\$ 5,225,002	\$ 2,137,493	\$ 3,824	\$ 3,083,685
RENT-UNIFORMS		\$ 62		\$ (62)
SALARIES FULL-TIME	\$ 173,070	\$ 41,045		\$ 132,025
SECTION 125 CAFETERIA	\$ 12,510	\$ 5,023		\$ 7,487
UNEMPLOYMENT INSURANCE		\$ 138		\$ (138)
420 PARKS MAJOR MAINTENAN CIP				\$ -
AUTO ALLOWANCE		\$ 56		\$ (56)
CELL PHONE ALLOWANCE		\$ 13		\$ (13)
FICA		\$ 135		\$ (135)
PERS-CITY PORTION		\$ 181		\$ (181)
PROFESSIONAL SERVICES	\$ 300,000	\$ 40,474		\$ 259,526
SALARIES FULL-TIME		\$ 1,654		\$ (1,654)
SECTION 125 CAFETERIA		\$ 264		\$ (264)
UNEMPLOYMENT INSURANCE		\$ 3		\$ (3)
501 VEHICLE REPLACEMENT/MAINT				\$ -
EQUIPMENT	\$ 7,824	\$ -		\$ 7,824
FEES & LICENSES	\$ 4,350	\$ 4,293		\$ 57
FICA	\$ 8,373	\$ 8,298		\$ 75
FIRE EXTINGUISHER SERVICE	\$ 400	\$ 400		\$ -
LIFE INSURANCE	\$ 265	\$ 170		\$ 95
MAINTENANCE & REPAIR	\$ 33,329	\$ 33,644		\$ (315)
OPERATING SUPPLIES	\$ 4,100	\$ 3,915		\$ 185
OTHER SERVICES & CHARGES	\$ 2,400	\$ 2,621		\$ (221)
OVERTIME	\$ 300	\$ 135		\$ 165
PERS-CITY PORTION	\$ 20,362	\$ 20,289		\$ 73
RENT-EQUIPMENT	\$ 13,460	\$ 13,460		\$ -
SALARIES FULL-TIME	\$ 104,234	\$ 82,482		\$ 21,752
SECTION 125 CAFETERIA	\$ 15,660	\$ 15,579		\$ 81
SMALL TOOLS/NON-CAPITAL	\$ 4,176	\$ 2,711		\$ 1,465
TEMPORARY STAFFING	\$ 35,000	\$ 32,801		\$ 2,199
UNEMPLOYMENT INSURANCE	\$ 868	\$ 935		\$ (67)
VEHICLE OPERATE-FUEL/OIL	\$ 201,311	\$ 166,057		\$ 35,254
VEHICLE OPERATE-PARTS M&O	\$ 27,000	\$ 28,350		\$ (1,350)

City of Imperial Beach
Warrant Register as Budgeted (FY2016)

	Budget	Previous Registers	2016-07-29	2016-07-29
WORKER'S COMP INSURANCE	\$ 3,266	\$ 3,266	\$ -	\$ -
502 RISK MANAGEMENT FUND				
ATTORNEY SERVICES	\$ 77,300	\$ 142,907	\$ (65,607)	\$ -
AUTO ALLOWANCE	\$ 1,980	\$ 1,774	\$ 206	\$ -
CELL PHONE ALLOWANCE	\$ 600	\$ 283	\$ 317	\$ -
FICA	\$ 5,911	\$ 5,580	\$ 331	\$ -
INSURANCE PREMIUM/DEPOSIT	\$ 157,046	\$ 44,825	\$ 112,221	\$ -
INSURANCE PREMIUM/WK COMP	\$ 84,185	\$ (40,616)	\$ 124,801	\$ -
LIFE INSURANCE	\$ 269	\$ 305	\$ (36)	\$ -
MGT MEDICAL REIMBURSEMENT	\$ 126	\$ 126	\$ -	\$ -
OPERATING SUPPLIES	\$ -	\$ -	\$ -	\$ -
OTHER SERVICES & CHARGES		\$ (2)	\$ 2	\$ -
OVERTIME		\$ 21	\$ (21)	\$ -
PAYMENT OF CLAIMS	\$ 45,179	\$ 133,807	\$ (88,628)	\$ -
PERS-CITY PORTION	\$ 6,080	\$ 6,029	\$ 51	\$ -
PYMT OF WORK COMP CLAIMS	\$ 150,000	\$ 189,897	\$ (39,897)	\$ -
SALARIES FULL-TIME	\$ 73,512	\$ 74,479	\$ (967)	\$ -
SECTION 125 CAFETERIA	\$ 9,947	\$ 9,581	\$ 366	\$ -
TECHNICAL SERVICES	\$ 27	\$ 3,087	\$ (3,060)	\$ -
THIRD PARTY ADMIN (W/C)	\$ 28,871	\$ 31,618	\$ (2,747)	\$ -
TRAVEL, TRAINING, MEETING	\$ 128	\$ 128	\$ (0)	\$ -
UNEMPLOYMENT INSURANCE	\$ 347	\$ 347	\$ (0)	\$ -
WORKER'S COMP INSURANCE	\$ 1,025	\$ 1,025	\$ -	\$ -
503 TECHNOLOGY/COMMUNICATIONS				
AUTO ALLOWANCE	\$ 4,800	\$ 4,153	\$ 647	\$ -
CELL PHONE ALLOWANCE	\$ 960	\$ 623	\$ 337	\$ -
EQUIPMENT	\$ 19,608	\$ 2,323	\$ 17,285	\$ -
FEES & LICENSES	\$ 7,601	\$ 7,743	\$ (142)	\$ -
FICA	\$ 13,516	\$ 11,929	\$ 1,587	\$ -
H.T.E. MAINTENANCE	\$ 52,292	\$ 52,352	\$ (60)	\$ -
LIFE INSURANCE	\$ 571	\$ 588	\$ (17)	\$ -
MAINTENANCE & REPAIR	\$ -	\$ -	\$ -	\$ -
MEMBERSHIP DUES	\$ 640	\$ 267	\$ 373	\$ -
MGT MEDICAL REIMBURSEMENT	\$ 84	\$ 84	\$ -	\$ -
OFFICE SUPPLIES	\$ 500	\$ 186	\$ 314	\$ -
OPERATING SUPPLIES	\$ 5,822	\$ 3,552	\$ 2,270	\$ -
OTHER SERVICES & CHARGES	\$ 49	\$ 49	\$ (0)	\$ -
OVERTIME	\$ 1,600	\$ 1,569	\$ 31	\$ -
PARS CITY CONTRIBUTION	\$ 883	\$ 690	\$ 193	\$ -
PERS-CITY PORTION	\$ 19,271	\$ 18,508	\$ 763	\$ -
POSTAGE & FREIGHT	\$ 200	\$ 39	\$ 161	\$ -
PROFESSIONAL SERVICES	\$ 4,564	\$ 3,591	\$ 973	\$ -
QUESYST	\$ 6,600	\$ 6,600	\$ -	\$ -
SALARIES FULL-TIME	\$ 142,102	\$ 145,521	\$ (3,419)	\$ -
SALARIES PART-TIME	\$ 18,259	\$ 18,244	\$ 15	\$ -
SECTION 125 CAFETERIA	\$ 17,501	\$ 17,227	\$ 274	\$ -
SMALL TOOLS/NON-CAPITAL	\$ 29,600	\$ 29,631	\$ (31)	\$ -
TECHNICAL SERVICES	\$ 38,230	\$ 37,746	\$ 484	\$ -
TRAVEL, TRAINING, MEETING	\$ 2,250	\$ 2,431	\$ (181)	\$ -
UNEMPLOYMENT INSURANCE	\$ 1,389	\$ 1,508	\$ (119)	\$ -
UTILITIES-CELL PHONES	\$ 4,000	\$ 3,696	\$ 304	\$ -
UTILITIES-TELEPHONE	\$ 26,668	\$ 25,276	\$ 2,176	\$ (785)
504 FACILITY MAINT/REPLACMNT				
AUTO ALLOWANCE		\$ 33	\$ (33)	\$ -

City of Imperial Beach
Warrant Register as Budgeted (FY2016)

	Budget	Previous Registers	2016-07-29	2016-07-29
CELL PHONE ALLOWANCE		\$ 11		\$ (11)
FICA		\$ 113		\$ (113)
PERS-CITY PORTION		\$ 149		\$ (149)
PROFESSIONAL SERVICES	\$ 100,000	\$ 16,485		\$ 83,515
SALARIES FULL-TIME		\$ 1,358		\$ (1,358)
SECTION 125 CAFETERIA		\$ 212		\$ (212)
TECHNICAL SERVICES	\$ 58,600	\$ 17,891		\$ 40,709
601 SEWER ENTERPRISE FUND				\$ -
AUTO ALLOWANCE		\$ 666		\$ (666)
CELL PHONE ALLOWANCE		\$ 110		\$ (110)
EQUIPMENT	\$ 40,400	\$ -		\$ 40,400
FEES & LICENSES	\$ 2,950	\$ 1,424		\$ 1,526
FICA	\$ 23,386	\$ 23,339		\$ 47
GAS & ELECTRIC (SDG&E)	\$ 69,900	\$ 69,864		\$ 36
LIFE INSURANCE	\$ 664	\$ 618		\$ 46
MAINTENANCE & REPAIR	\$ 40,800	\$ 39,600		\$ 1,200
MEMBERSHIP DUES	\$ 900	\$ 729		\$ 171
OPERATING SUPPLIES	\$ 13,895	\$ 13,519		\$ 376
OTHER SERVICES & CHARGES	\$ 8,400	\$ 3,800		\$ 4,600
OVERTIME	\$ 17,200	\$ 17,323		\$ (123)
PERS-CITY PORTION	\$ 52,938	\$ 52,885		\$ 53
PROFESSIONAL SERVICES	\$ 2,984,360	\$ 13,192	\$ 2,000	\$ 2,969,168
RENT-EQUIPMENT	\$ 1,000			\$ 1,000
RENT-UNIFORMS		\$ 0		\$ (0)
SALARIES FULL-TIME	\$ 257,693	\$ 260,518		\$ (2,825)
SECTION 125 CAFETERIA	\$ 47,594	\$ 47,587		\$ 7
SECURITY & ALARM	\$ 4,000	\$ 3,380		\$ 620
SMALL TOOLS/NON-CAPITAL	\$ 3,000	\$ 3,159		\$ (159)
STAND-BY PAY	\$ 21,000	\$ 18,543		\$ 2,457
TECHNICAL SERVICES	\$ 2,671,300	\$ 2,321,844		\$ 349,456
TEMPORARY STAFFING	\$ 30,000	\$ 26,898		\$ 3,102
TRAVEL, TRAINING, MEETING	\$ 5,200	\$ 915		\$ 4,285
UNEMPLOYMENT INSURANCE	\$ 2,170	\$ 2,586		\$ (416)
UTILITIES-TELEPHONE	\$ 2,500	\$ 197		\$ 2,303
UTILITIES-WATER	\$ 6,700	\$ 2,409		\$ 4,291
WORKER'S COMP INSURANCE	\$ 6,532	\$ 6,532		\$ -
Revenue		\$ (3,800,856)		\$ (3,800,856)
Asset		\$ 141,160,119		\$ 141,160,119
Liability		\$ (11,914,349)		\$ (11,914,349)
Fund Balance		\$ (61,250,109)		\$ (61,250,109)
Grand Total			\$ 626,813	\$ 626,813

Checks issued for next FY2017

\$ 118,429
\$ 745,242



STAFF REPORT
CITY OF IMPERIAL BEACH

TO: HONORABLE MAYOR AND CITY COUNCIL
FROM: ANDY HALL, CITY MANAGER 
MEETING DATE: AUGUST 17, 2016
ORIGINATING DEPT.: DOUG BRADLEY ADMINISTRATIVE SERVICES DEPARTMENT 
SUBJECT: RECEIVE JUNE 2016 TREASURER'S REPORT

EXECUTIVE SUMMARY:

The monthly treasurer's report for June 2016 is submitted for review. Contained in this report is a complete listing of assets, monthly transactions, portfolio summary, statement of compliance with investment policy and a statement that the city has adequate funds to meet cash flow needs.

RECOMMENDATION:

Staff recommends that the City Council receive the monthly treasurer's report.

RATIONALE:

In compliance with the Investment Policy, staff is providing a monthly Treasurers Report which details the City's investment portfolio.

OPTIONS:

1. Receive the monthly treasurer's report.

BACKGROUND:

The City staff has been directed to provide a monthly treasurers report. Within this report is a detailed asset listing, monthly transaction history, a portfolio summary, a statement of compliance with the investment policy and a statement that the city has adequate funds to meet cash flow needs.

ANALYSIS:

The City has funds invested by Chandler Asset Management, in the Local Area Investment Fund, our checking account with Union Bank, in an Escrow Account reserved for the 9th and Palm project, and Bond Reserves held at Wells Fargo. The total amount of cash deposits equal **\$35,540,144**. The estimated annual income from this investment is **\$200,000**.

The funds in which this cash belongs to are listed in the table below. Within each of these funds, the cash is categorized as unassigned, assigned, or restricted. The details of these designations can be found in the City's Financial Statements.

City of Imperial Beach
Treasurer Report: Cash by Fund = Deposit Account

CASH BY FUND (cash belongs here)

	Actual
⊕ GENERAL FUND	\$ 17,463,899
⊕ HOUSING AUTHORITY	\$ 827,613
⊕ 2010 BOND FUND	\$ 3,691,515
⊕ OTHER GOVERNMENT FUNDS	\$ 1,898,928
⊕ SEWER FUND	\$ 2,617,054
⊕ INTERNAL SERVICES	\$ 4,618,732
⊕ AGENCY FUNDS	\$ 395,496
⊕ SUCCESSOR AGENCY	\$ 4,026,902
Grand Total	\$ 35,540,139

CASH DEPOSIT ACCOUNTS (cash deposited here)

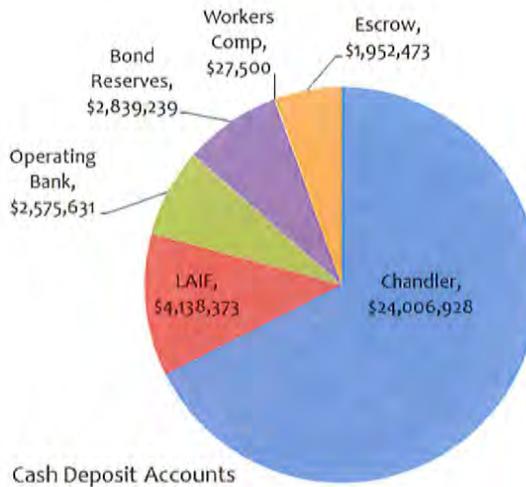
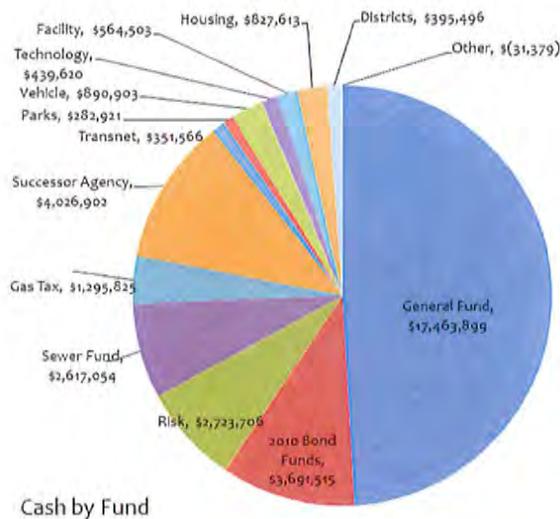
	Actual
CHANDLER ASSET MANAGEMENT	\$ 24,006,928
LOCAL AREA INVESTMENT FUND	\$ 4,138,373
OPERATING BANK	\$ 2,575,631
2010 BOND RESERVES	\$ 2,839,239
WORKERS COMP ACCOUNT	\$ 27,500
9TH AND PALM ESCROW ACCOUNT	\$ 1,952,473
Grand Total	\$ 35,540,144

Chadler Asset Management Reconciliation

Book Balance	\$ 24,006,928
Market Appreciation	\$ 68,925
Statement Balance	\$ 24,075,853

UNIOIN/Chase Bank Reconciliation

Book Balance	\$ 2,575,631
Outstanding Checks & Deposits	\$ (14,143)
Statement Balance	\$ 2,561,488



The transactions and holdings as detailed in the monthly statement are in compliance with the City's Investment Policy (see attachment 1). The City has adequate funds to meet its cash flow requirements for the next six months.

ENVIRONMENTAL DETERMINATION:

Not a project as defined by CEQA.

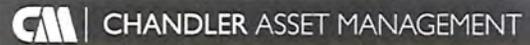
FISCAL IMPACT:

The interest income is included in the fiscal budget.

Attachments:

1. Chandler Asset Management monthly account statement.

Note: Other investment statements available upon request.



Monthly Account Statement

City of Imperial Beach

June 1, 2016 through June 30, 2016

Chandler Team

Custodian

US Bank

Information contained herein is confidential. We urge you to compare this statement to the one you receive from your qualified custodian. Prices are provided by IDC, an independent pricing source.



PORTFOLIO CHARACTERISTICS

Average Duration	1.74
Average Coupon	1.26 %
Average Purchase YTM	1.22 %
Average Market YTM	0.78 %
Average S&P/Moody Rating	AA/Aa1
Average Final Maturity	1.95 yrs
Average Life	1.81 yrs

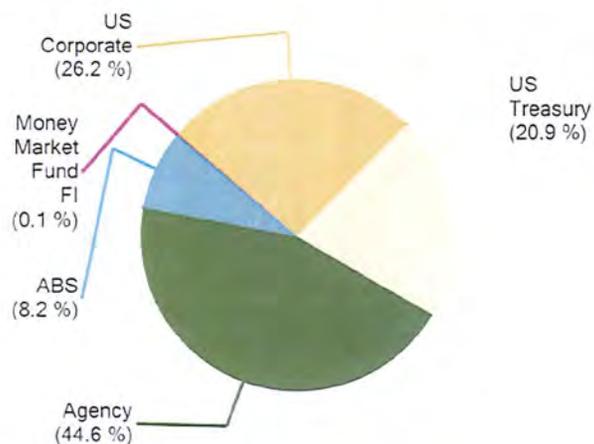
ACCOUNT SUMMARY

	Beg. Values as of 5/31/16	End Values as of 6/30/16
Market Value	23,893,437	24,006,928
Accrued Interest	53,594	68,925
Total Market Value	23,947,032	24,075,853
Income Earned	25,670	24,438
Cont/WD		-1.701
Par	23,815,448	23,820,025
Book Value	23,802,076	23,810,904
Cost Value	23,820,304	23,829,915

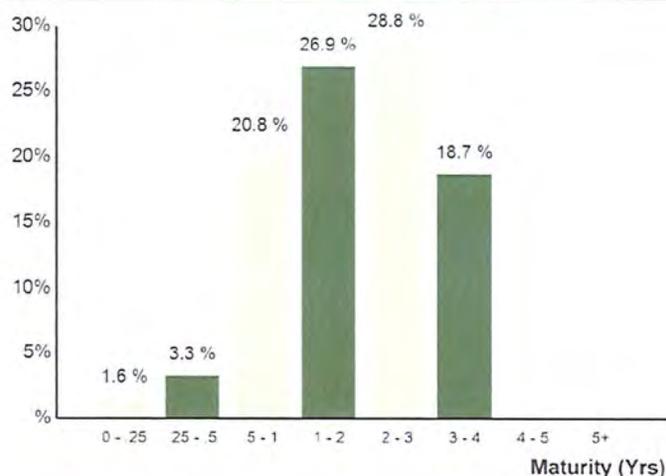
TOP ISSUERS

Issuer	% Portfolio
Government of United States	20.9 %
Federal National Mortgage Assoc	15.2 %
Federal Home Loan Mortgage Corp	14.9 %
JP Morgan Chase & Co	8.4 %
Federal Farm Credit Bank	7.5 %
Federal Home Loan Bank	6.9 %
Berkshire Hathaway	4.2 %
Honda ABS	2.8 %
	80.9 %

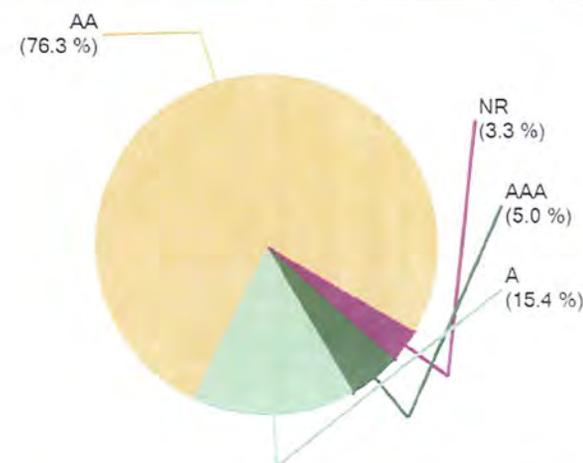
SECTOR ALLOCATION



MATURITY DISTRIBUTION



CREDIT QUALITY (S&P)



PERFORMANCE REVIEW

Total Rate of Return As of 6/30/2016	Current Month	Latest 3 Months	Year To Date	1 Yr	Annualized			7/31/2013	Since 7/31/2013
					3 Yrs	5 Yrs	10 Yrs		
City of Imperial Beach	0.55 %	0.53 %	1.58 %	1.66 %	N/A	N/A	N/A	1.19 %	3.52 %
BAML 1-3 Yr US Treasury Index	0.60 %	0.53 %	1.43 %	1.31 %	N/A	N/A	N/A	0.96 %	2.81 %



COMPLIANCE WITH INVESTMENT POLICY

Assets managed by Chandler Asset Management are in full compliance with State law and the City's investment policy.

Category	Standard	Comment
Treasury Issues	No limitations	Complies
Federal Agencies	20% max callable notes	Complies
Municipal Securities	"A" rated; 5% max per issuer	Complies
Banker's Acceptances	"A-1" rated; "A"-rated issuer; 40% maximum; 5% max per issuer; <180 days maturity	Complies
Commercial Paper	"A-1" rated; "A"-rated issuer; 25% maximum; 5% max per issuer; <270 days maturity	Complies
Medium Term Notes	"A" rated; 30% maximum; 5% max per issuer; 5 years maximum maturity	Complies*
Negotiable Certificates of Deposit	"A" or "A-1" rated issuers; 30% maximum; 5% max per issuer; 5 years max maturity	Complies
Bank/Time Deposits	20% maximum; 5% max per issuer; FDIC Insured or Collateralized	Complies
Mortgage Pass-throughs, CMOs and Asset Backed Securities	"AA"-rated issue; "A"-rated issuer; 20% maximum; 5% max per ABS issuer	Complies
Repurchase Agreements	1 year maximum maturity	Complies
Money Market Mutual Funds	"AAA" rated or SEC adviser; 20% maximum; 10% max per fund	Complies
Local Government Investment Pools	not used by adviser	Complies
Local Agency Investment Fund	\$50 million per account	Complies
Weighted Average Maturity	3 years	Complies
Maximum Maturity	5 years	Complies

*JP Morgan Chase represents 8.4% of the portfolio and is rated A3/A; however, it was purchased prior to November 2012.

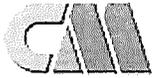


Reconciliation Summary

As of 6/30/2016

BOOK VALUE RECONCILIATION	
Beginning Book Value	\$23,802,075.50
Acquisition	
+ Security Purchases	\$404,080.00
+ Money Market Fund Purchases	\$92,609.62
+ Money Market Contributions	\$0.00
+ Security Contributions	\$0.00
+ Security Transfers	\$0.00
Total Acquisitions	\$496,689.62
Dispositions	
- Security Sales	\$310,911.40
- Money Market Fund Sales	\$93,374.78
- MMF Withdrawals	\$1,701.17
- Security Withdrawals	\$0.00
- Security Transfers	\$0.00
- Other Dispositions	\$0.00
- Maturities	\$0.00
- Calls	\$0.00
- Principal Paydowns	\$82,956.11
Total Dispositions	\$488,943.46
Amortization/Accretion	
+/- Net Accretion	(\$339.56)
	(\$339.56)
Gain/Loss on Dispositions	
+/- Realized Gain/Loss	\$1,422.11
	\$1,422.11
Ending Book Value	\$23,810,904.21

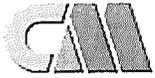
CASH TRANSACTION SUMMARY	
BEGINNING BALANCE	\$24,788.67
Acquisition	
Contributions	\$0.00
Security Sale Proceeds	\$310,911.40
Accrued Interest Received	\$1,336.88
Interest Received	\$9,652.75
Dividend Received	\$0.76
Principal on Maturities	\$0.00
Interest on Maturities	\$0.00
Calls/Redemption (Principal)	\$0.00
Interest from Calls/Redemption	\$0.00
Principal Paydown	\$82,956.11
Total Acquisitions	\$404,857.90
Disposition	
Withdrawals	\$1,701.17
Security Purchase	\$404,080.00
Accrued Interest Paid	\$1,543.06
Total Dispositions	\$407,324.23
Ending Book Value	\$22,322.34



Holdings Report

As of 6/30/16

CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port Gain/Loss	Moody/S&P Fitch	Maturity Duration
ABS									
89231MAC9	Toyota Auto Receivables Owner 2014-A 0.67% Due 12/15/2017	91,702.89	03/11/2014 0.68 %	91,685.94 91,699.61	99.93 0.90 %	91,641.17 27.31	0.38 % (58.44)	Aaa / AAA NR	1.46 0.29
89231TAB6	Toyota Auto Receivables Owner 2015-C 0.92% Due 2/15/2018	112,833.81	08/18/2015 0.81 %	112,824.74 112,827.85	100.04 0.81 %	112,877.36 46.14	0.47 % 49.51	Aaa / AAA NR	1.63 0.34
43814GAC4	Honda Auto Receivables 2014-2 A3 0.77% Due 3/19/2018	117,485.63	05/13/2014 0.32 %	117,471.51 117,481.48	99.95 0.89 %	117,426.18 32.67	0.49 % (55.30)	Aaa / AAA NR	1.72 0.43
47787VAC5	John Deere Owner Trust 2014-A A3 0.92% Due 4/16/2018	154,413.55	04/02/2014 0.87 %	154,388.81 154,407.08	99.98 0.96 %	154,386.68 63.14	0.64 % (20.40)	Aaa / NR AAA	1.79 0.42
43814HAC2	Honda Auto Receivables 2014-3 A3 0.88% Due 6/15/2018	151,570.35	08/12/2014 0.80 %	151,541.11 151,559.90	99.98 0.93 %	151,535.19 59.28	0.63 % (24.71)	NR / AAA AAA	1.96 0.49
161571GC2	Chase CHAIT Pool #2013-A8 1.01% Due 10/15/2018	195,000.00	09/03/2015 0.95 %	195,266.60 195,196.02	100.07 0.77 %	195,130.65 87.53	0.81 % (65.37)	Aaa / AAA AAA	2.29 0.27
47788MAB6	John Deere Owner Trust 2016-A A2 1.15% Due 10/15/2018	265,000.00	02/23/2016 0.98 %	264,999.21 264,999.31	100.09 1.04 %	265,246.72 135.44	1.10 % 247.41	Aaa / NR AAA	2.29 0.79
477877AD6	John Deere Owner Trust 2014-B A3 1.07% Due 11/15/2018	239,696.53	Various 0.90 %	239,722.75 239,716.13	100.04 1.00 %	239,797.92 113.99	1.00 % 81.79	Aaa / NR AAA	2.38 0.60
89236WAC2	Toyota Auto Receivables Owner 2015-A 1.12% Due 2/15/2019	230,000.00	02/24/2015 0.80 %	229,965.22 229,980.85	100.18 0.92 %	230,413.77 114.49	0.96 % 432.92	Aaa / AAA NR	2.63 0.87
43813NAC0	Honda Auto Receivables 2015-2 A3 1.04% Due 2/21/2019	280,000.00	05/13/2015 1.05 %	279,957.02 279,969.79	100.08 0.96 %	280,233.80 80.89	1.16 % 264.01	NR / AAA AAA	2.65 0.98
43814QAC2	Honda Auto Receivables 2016-2 A3 1.39% Due 4/15/2020	130,000.00	05/24/2016 1.40 %	129,997.48 129,997.54	100.73 1.04 %	130,949.65 80.31	0.54 % 952.11	Aaa / NR AAA	3.79 2.03
Total ABS		1,967,702.76	0.90 %	1,967,820.39 1,967,835.56	0.94 %	1,969,639.09 841.19	8.18 % 1,803.53	Aaa / AAA Aaa	2.32 0.71
AGENCY									
3133ECWV2	FFCB Note 0.875% Due 12/7/2016	500,000.00	08/07/2013 0.87 %	500,130.00 500,016.98	100.17 0.47 %	500,870.00 291.67	2.08 % 853.02	Aaa / AA+ AAA	0.44 0.44
3135G0GY3	FNMA Note 1.25% Due 1/30/2017	290,000.00	Various 0.85 %	292,981.88 290,665.77	100.45 0.47 %	291,311.10 1,520.48	1.22 % 645.33	Aaa / AA+ AAA	0.59 0.58
3137EADC0	FHLMC Note 1% Due 3/8/2017	375,000.00	07/26/2013 0.99 %	375,120.00 375,022.76	100.33 0.52 %	376,229.63 1,177.08	1.57 % 1,206.87	Aaa / AA+ AAA	0.69 0.68
3137EADF3	FHLMC Note 1.25% Due 5/12/2017	500,000.00	08/07/2013 1.07 %	503,265.00 500,749.07	100.58 0.58 %	502,875.50 850.69	2.09 % 2,126.43	Aaa / AA+ AAA	0.87 0.86
3137EADH9	FHLMC Note 1% Due 6/29/2017	190,000.00	01/29/2015 0.72 %	191,271.10 190,523.73	100.41 0.59 %	190,772.92 10.56	0.79 % 249.19	Aaa / AA+ AAA	1.00 0.99
3135G0MZ3	FNMA Note 0.875% Due 8/28/2017	500,000.00	03/06/2014 1.00 %	497,800.00 499,267.24	100.28 0.64 %	501,381.00 1,494.79	2.09 % 2,113.76	Aaa / AA+ AAA	1.16 1.15
3137EADL0	FHLMC Note 1% Due 9/29/2017	500,000.00	07/31/2014 1.19 %	497,116.50 498,865.06	100.48 0.61 %	502,392.00 1,277.78	2.09 % 3,526.94	Aaa / AA+ AAA	1.25 1.24



Holdings Report

As of 6/30/16

CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port Gain/Loss	Moody/S&P Fitch	Maturity Duration
AGENCY									
3133EDDV1	FFCB Note 1.16% Due 10/23/2017	185,000.00	01/29/2015 0.87 %	186,443.00 185,693.28	100.70 0.62 %	186,301.11 405.36	0.78 % 607.83	Aaa / AA+ AAA	1.32 1.30
3133EEQM5	FFCB Note 1.11% Due 2/20/2018	510,000.00	08/28/2015 0.94 %	512,065.50 511,368.62	100.73 0.66 %	513,733.71 2,059.98	2.14 % 2,365.09	Aaa / AA+ AAA	1.64 1.62
3137EADP1	FHLMC Note 0.875% Due 3/7/2018	510,000.00	03/06/2014 1.29 %	501,677.31 506,502.31	100.18 0.76 %	510,939.93 1,413.13	2.13 % 4,437.62	Aaa / AA+ AAA	1.68 1.67
3130A4GJ5	FHLB Note 1.125% Due 4/25/2018	500,000.00	05/27/2015 1.02 %	501,467.00 500,914.98	100.82 0.67 %	504,075.50 1,031.25	2.10 % 3,160.52	Aaa / AA+ AAA	1.82 1.80
3135G0WJ8	FNMA Note 0.875% Due 5/21/2018	500,000.00	Various 1.44 %	490,030.70 494,861.88	100.40 0.66 %	501,979.00 486.11	2.09 % 7,117.12	Aaa / AA+ AAA	1.89 1.87
3135G0E33	FNMA Note 1.125% Due 7/20/2018	500,000.00	Various 1.20 %	498,934.27 499,292.28	100.88 0.69 %	504,399.51 2,515.62	2.11 % 5,107.23	Aaa / AA+ AAA	2.05 2.02
3135G0E58	FNMA Note 1.125% Due 10/19/2018	495,000.00	Various 1.14 %	494,705.15 494,793.07	100.92 0.72 %	499,548.06 1,113.75	2.08 % 4,754.99	Aaa / AA+ AAA	2.30 2.27
3135G0G72	FNMA Note 1.125% Due 12/14/2018	515,000.00	10/30/2015 1.17 %	514,232.65 514,395.30	100.91 0.75 %	519,681.87 273.59	2.16 % 5,286.57	Aaa / AA+ AAA	2.46 2.42
3135G0H63	FNMA Note 1.375% Due 1/28/2019	500,000.00	01/06/2016 1.39 %	499,835.00 499,860.87	101.44 0.81 %	507,216.50 2,921.88	2.12 % 7,355.63	Aaa / AA+ AAA	2.58 2.52
3133782M2	FHLB Note 1.5% Due 3/8/2019	500,000.00	02/09/2016 0.99 %	507,710.00 506,734.22	101.82 0.82 %	509,082.00 2,354.17	2.12 % 2,347.78	Aaa / AA+ AAA	2.69 2.62
3137EADZ9	FHLMC Note 1.125% Due 4/15/2019	475,000.00	03/18/2016 1.14 %	474,843.25 474,857.53	100.85 0.82 %	479,036.08 1,484.38	2.00 % 4,178.55	Aaa / AA+ AAA	2.79 2.74
313379EE5	FHLB Note 1.625% Due 6/14/2019	240,000.00	05/20/2016 1.14 %	243,499.20 243,377.03	102.26 0.85 %	245,431.92 184.17	1.02 % 2,054.89	Aaa / AA+ AAA	2.96 2.88
3133EFW52	FFCB Note 1.15% Due 7/1/2019	600,000.00	04/25/2016 1.13 %	600,408.00 600,384.81	100.87 0.86 %	605,221.20 1,725.00	2.52 % 4,836.39	Aaa / AA+ AAA	3.00 2.94
3137EADK2	FHLMC Note 1.25% Due 8/1/2019	500,000.00	04/29/2015 1.40 %	496,880.00 497,737.85	101.23 0.85 %	506,134.00 2,604.17	2.11 % 8,396.15	Aaa / AA+ AAA	3.09 3.01
313380FB8	FHLB Note 1.375% Due 9/13/2019	400,000.00	06/23/2016 1.05 %	404,080.00 404,055.71	101.48 0.90 %	405,932.80 1,650.00	1.69 % 1,877.09	Aaa / AA+ NR	3.21 3.12
3137EADM8	FHLMC Note 1.25% Due 10/2/2019	500,000.00	05/27/2015 1.51 %	494,500.00 495,885.39	101.19 0.88 %	505,937.50 1,545.14	2.11 % 10,052.11	Aaa / AA+ AAA	3.26 3.18
3135G0ZY2	FNMA Note 1.75% Due 11/26/2019	325,000.00	07/31/2015 1.50 %	328,447.28 327,713.72	102.81 0.91 %	334,141.60 552.95	1.39 % 6,427.88	Aaa / AA+ AAA	3.41 3.30
Total Agency		10,610,000.00	1.15 %	10,607,442.79 10,613,539.46	0.72 %	10,704,624.44 30,943.70	44.59 % 91,084.98	Aaa / AA+ Aaa	2.05 2.01



Holdings Report

As of 6/30/16

CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
MONEY MARKET FUND FI									
31846V203	First American Govt Obligation Fund	22,322.34	Various 0.00 %	22,322.34 22,322.34	1.00 0.00 %	22,322.34 0.00	0.09 % 0.00	Aaa / AAA NR	0.00 0.00
Total Money Market Fund FI		22,322.34	N/A	22,322.34 22,322.34	0.00 %	22,322.34 0.00	0.09 % 0.00	Aaa / AAA NR	0.00 0.00
US CORPORATE									
88579YAD3	3M Co. Note 1.375% Due 9/29/2016	350,000.00	08/07/2013 0.83 %	355,827.50 350,458.46	100.18 0.63 %	350,640.50 1,229.86	1.46 % 182.04	A1 / AA- NR	0.25 0.25
458140AH3	Intel Corp Note 1.95% Due 10/1/2016	285,000.00	12/19/2013 0.79 %	294,014.55 285,819.50	100.31 0.73 %	285,873.24 1,389.38	1.19 % 53.74	A1 / A+ A+	0.25 0.25
084670BD9	Berkshire Hathaway Note 1.9% Due 1/31/2017	1,000,000.00	04/11/2012 1.61 %	1,013,489.00 1,001,643.88	100.67 0.75 %	1,006,662.00 7,969.44	4.21 % 5,018.12	Aa2 / AA A+	0.59 0.58
48125VLC2	JP Morgan Chase Floating Rate Note 1.548% Due 2/6/2017	2,000,000.00	02/01/2012 1.55 %	2,000,000.00 2,000,000.00	100.47 0.76 %	2,009,470.00 4,556.53	8.37 % 9,470.00	A3 / A- NR	0.61 0.10
36962G5W0	General Electric Capital Corp Note 2.3% Due 4/27/2017	300,000.00	04/25/2014 1.19 %	309,714.00 302,666.24	101.00 1.08 %	302,992.80 1,226.67	1.26 % 326.56	A1 / AA+ NR	0.82 0.81
91159HHD5	US Bancorp Callable Note Cont 4/15/2017 1.65% Due 5/15/2017	300,000.00	04/29/2014 1.19 %	304,026.00 301,072.61	100.48 1.04 %	301,436.40 632.50	1.25 % 363.79	A1 / A+ AA	0.87 0.78
94974BFG0	Wells Fargo Corp Note 1.5% Due 1/16/2018	300,000.00	09/09/2014 1.64 %	298,596.00 299,353.06	100.56 1.13 %	301,680.00 2,062.50	1.26 % 2,326.94	A2 / A AA-	1.55 1.51
808513AK1	Charles Schwab Corp Callable Note Cont 2/10/2018 1.5% Due 3/10/2018	315,000.00	Various 1.50 %	314,969.60 314,991.23	100.94 0.91 %	317,959.43 1,456.88	1.33 % 2,968.20	A2 / A A	1.69 1.58
24422ESB6	John Deere Capital Corp Note 1.3% Due 3/12/2018	115,000.00	12/03/2014 1.55 %	114,088.05 114,525.63	100.53 0.98 %	115,609.85 452.65	0.48 % 1,084.22	A2 / A NR	1.70 1.67
747525AG8	Qualcomm Inc Note 1.4% Due 5/18/2018	370,000.00	Various 1.45 %	369,416.00 369,633.32	100.89 0.92 %	373,289.30 589.95	1.55 % 3,655.98	A1 / A+ NR	1.88 1.85
166764BA7	Chevron Corp Note 1.79% Due 11/16/2018	310,000.00	11/09/2015 1.79 %	310,000.00 310,000.00	101.34 1.22 %	314,147.80 693.63	1.31 % 4,147.80	Aa2 / AA- NR	2.38 2.32
037833BQ2	Apple Inc Note 1.7% Due 2/22/2019	300,000.00	02/16/2016 1.71 %	299,949.00 299,955.01	101.69 1.05 %	305,078.70 1,813.33	1.27 % 5,123.69	Aa1 / AA+ NR	2.65 2.57
89236TDE2	Toyota Motor Credit Corp Note 1.4% Due 5/20/2019	300,000.00	05/17/2016 1.45 %	299,580.00 299,596.11	100.59 1.19 %	301,756.80 478.33	1.26 % 2,160.69	Aa3 / AA- A	2.89 2.82
Total US Corporate		6,245,000.00	1.46 %	6,283,669.70 6,249,715.05	0.88 %	6,286,596.82 24,551.65	26.21 % 36,881.77	A1 / A+ A+	1.08 0.90



Holdings Report

As of 6/30/16

CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
US TREASURY									
912828TW0	US Treasury Note 0.75% Due 10/31/2017	500,000.00	09/11/2014 1.14 %	493,946.99 497,425.49	100.24 0.57 %	501,211.00 631.79	2.08 % 3,785.51	Aaa / AA+ AAA	1.34 1.32
912828UJ7	US Treasury Note 0.875% Due 1/31/2018	500,000.00	10/29/2014 1.01 %	497,775.12 498,916.56	100.46 0.58 %	502,324.00 1,826.92	2.09 % 3,407.44	Aaa / AA+ AAA	1.59 1.57
912828UR9	US Treasury Note 0.75% Due 2/28/2018	500,000.00	12/04/2014 1.09 %	494,611.05 497,230.23	100.27 0.59 %	501,367.00 1,253.40	2.09 % 4,136.77	Aaa / AA+ AAA	1.67 1.65
912828RH5	US Treasury Note 1.375% Due 9/30/2018	500,000.00	12/04/2014 1.28 %	501,759.49 501,035.51	101.65 0.63 %	508,261.50 1,728.14	2.12 % 7,225.99	Aaa / AA+ AAA	2.25 2.21
912828WD8	US Treasury Note 1.25% Due 10/31/2018	500,000.00	10/29/2014 1.30 %	499,005.58 499,420.49	101.39 0.65 %	506,933.50 1,052.99	2.11 % 7,513.01	Aaa / AA+ AAA	2.34 2.30
912828SX9	US Treasury Note 1.125% Due 5/31/2019	495,000.00	09/29/2015 1.14 %	494,788.96 494,832.30	101.23 0.70 %	501,071.67 471.67	2.08 % 6,239.37	Aaa / AA+ AAA	2.92 2.87
912828UB4	US Treasury Note 1% Due 11/30/2019	500,000.00	10/29/2015 1.37 %	492,736.05 493,928.86	100.65 0.81 %	503,261.50 423.50	2.09 % 9,332.64	Aaa / AA+ AAA	3.42 3.35
912828UL2	US Treasury Note 1.375% Due 1/31/2020	500,000.00	01/06/2016 1.55 %	496,525.11 496,936.95	101.91 0.83 %	509,531.00 2,870.88	2.13 % 12,594.05	Aaa / AA+ AAA	3.59 3.48
912828UV0	US Treasury Note 1.125% Due 3/31/2020	500,000.00	02/09/2016 1.05 %	501,446.99 501,311.01	101.02 0.85 %	505,078.00 1,413.93	2.10 % 3,766.99	Aaa / AA+ AAA	3.75 3.66
912828VA5	US Treasury Note 1.125% Due 4/30/2020	480,000.00	01/28/2016 1.32 %	476,064.11 476,454.40	100.98 0.86 %	484,706.40 915.00	2.02 % 8,252.00	Aaa / AA+ AAA	3.84 3.74
Total US Treasury		4,975,000.00	1.23 %	4,948,659.45 4,957,491.80	0.71 %	5,023,745.57 12,588.22	20.92 % 66,253.77	Aaa / AA+ Aaa	2.67 2.61
TOTAL PORTFOLIO		23,820,025.10	1.22 %	23,829,914.67 23,810,904.21	0.78 %	24,006,928.26 68,924.76	100.00 % 196,024.05	Aa1 / AA Aaa	1.95 1.74
TOTAL MARKET VALUE PLUS ACCRUED						24,075,853.02			



Transaction Ledger

5/31/16 Thru 6/30/16

Transaction Type	Settlement Date	CUSIP	Quantity	Security Description	Price	Acq/Disp Yield	Amount	Interest Paid/Sold	Total Amount	Gain/Loss
ACQUISITIONS										
Purchase	06/01/2016	31846V203	0.76	First American Govt Obligation Fund	1.000		0.76	0.00	0.76	0.00
Purchase	06/07/2016	31846V203	2,187.50	First American Govt Obligation Fund	1.000		2,187.50	0.00	2,187.50	0.00
Purchase	06/14/2016	31846V203	4,846.88	First American Govt Obligation Fund	1.000		4,846.88	0.00	4,846.88	0.00
Purchase	06/15/2016	31846V203	214.67	First American Govt Obligation Fund	1.000		214.67	0.00	214.67	0.00
Purchase	06/16/2016	31846V203	164.13	First American Govt Obligation Fund	1.000		164.13	0.00	164.13	0.00
Purchase	06/16/2016	31846V203	14,159.38	First American Govt Obligation Fund	1.000		14,159.38	0.00	14,159.38	0.00
Purchase	06/16/2016	31846V203	75.29	First American Govt Obligation Fund	1.000		75.29	0.00	75.29	0.00
Purchase	06/16/2016	31846V203	19,007.68	First American Govt Obligation Fund	1.000		19,007.68	0.00	19,007.68	0.00
Purchase	06/16/2016	31846V203	11,529.83	First American Govt Obligation Fund	1.000		11,529.83	0.00	11,529.83	0.00
Purchase	06/16/2016	31846V203	253.96	First American Govt Obligation Fund	1.000		253.96	0.00	253.96	0.00
Purchase	06/16/2016	31846V203	12,984.73	First American Govt Obligation Fund	1.000		12,984.73	0.00	12,984.73	0.00
Purchase	06/16/2016	31846V203	13,929.47	First American Govt Obligation Fund	1.000		13,929.47	0.00	13,929.47	0.00
Purchase	06/20/2016	31846V203	12,062.67	First American Govt Obligation Fund	1.000		12,062.67	0.00	12,062.67	0.00
Purchase	06/21/2016	31846V203	242.67	First American Govt Obligation Fund	1.000		242.67	0.00	242.67	0.00
Purchase	06/24/2016	313380FB8	400,000.00	FHLB Note 1.375% Due 9/13/2019	101.020	1.05 %	404,080.00	1,543.06	405,623.06	0.00
Purchase	06/29/2016	31846V203	950.00	First American Govt Obligation Fund	1.000		950.00	0.00	950.00	0.00
	Subtotal		492,609.62				496,689.62	1,543.06	498,232.68	0.00
TOTAL ACQUISITIONS			492,609.62				496,689.62	1,543.06	498,232.68	0.00
DISPOSITIONS										
Sale	06/24/2016	31846V203	93,374.78	First American Govt Obligation Fund	1.000		93,374.78	0.00	93,374.78	0.00
Sale	06/24/2016	459200HZ7	310,000.00	IBM Corp Note 1.125% Due 2/6/2018	100.294	0.94 %	310,911.40	1,336.88	312,248.28	1,422.11
	Subtotal		403,374.78				404,286.18	1,336.88	405,623.06	1,422.11
Paydown	06/15/2016	89236WAC2	0.00	Toyota Auto Receivables Owner 2015-A 1.12% Due 2/15/2019	100.000		0.00	214.67	214.67	0.00
Paydown	06/16/2016	161571GC2	0.00	Chase CHAIT Pool #2013-A8 1.01% Due 10/15/2018	100.000		0.00	164.13	164.13	0.00
Paydown	06/16/2016	43814HAC2	14,037.93	Honda Auto Receivables 2014-3 A3 0.88% Due 6/15/2018	100.000		14,037.93	121.45	14,159.38	0.00



Transaction Ledger

5/31/16 Thru 6/30/16

Transaction Type	Settlement Date	CUSIP	Quantity	Security Description	Price	Acq/Disp Yield	Amount	Interest Pur/Sold	Total Amount	Gain/Loss
DISPOSITIONS										
Paydown	06/16/2016	43814QAC2	0.00	Honda Auto Receivables 2016-2 A3 1.39% Due 4/15/2020	100.000		0.00	75.29	75.29	0.00
Paydown	06/16/2016	477877AD6	18,777.21	John Deere Owner Trust 2014-B A3 1.07% Due 11/15/2018	100.000		18,777.21	230.47	19,007.68	0.00
Paydown	06/16/2016	47787VAC5	11,402.70	John Deere Owner Trust 2014-A A3 0.92% Due 4/16/2018	100.000		11,402.70	127.13	11,529.83	0.00
Paydown	06/16/2016	47788MAB6	0.00	John Deere Owner Trust 2016-A A2 1.15% Due 10/15/2018	100.000		0.00	253.96	253.96	0.00
Paydown	06/16/2016	89231MAC9	12,926.31	Toyota Auto Receivables Owner 2014-A 0.67% Due 12/15/2017	100.000		12,926.31	58.42	12,984.73	0.00
Paydown	06/16/2016	89231TAB6	13,832.36	Toyota Auto Receivables Owner 2015-C 0.92% Due 2/15/2018	100.000		13,832.36	97.11	13,929.47	0.00
Paydown	06/20/2016	43814GAC4	11,979.60	Honda Auto Receivables 2014-2 A3 0.77% Due 3/19/2018	100.000		11,979.60	83.07	12,062.67	0.00
Paydown	06/21/2016	43813NAC0	0.00	Honda Auto Receivables 2015-2 A3 1.04% Due 2/21/2019	100.000		0.00	242.67	242.67	0.00
	Subtotal		82,956.11				82,956.11	1,668.37	84,624.48	0.00
Security Withdrawal	06/06/2016	31846V203	1,597.00	First American Govt Obligation Fund	1.000		1,597.00	0.00	1,597.00	0.00
Security Withdrawal	06/27/2016	31846V203	104.17	First American Govt Obligation Fund	1.000		104.17	0.00	104.17	0.00
	Subtotal		1,701.17				1,701.17	0.00	1,701.17	0.00
TOTAL DISPOSITIONS			488,032.06				488,943.46	3,005.25	491,948.71	1,422.11
OTHER TRANSACTIONS										
Interest	06/07/2016	3133ECWV2	500,000.00	FFCB Note 0.875% Due 12/7/2016	0.000		2,187.50	0.00	2,187.50	0.00
Interest	06/14/2016	313379EE5	240,000.00	FHLB Note 1.625% Due 6/14/2019	0.000		1,950.00	0.00	1,950.00	0.00
Interest	06/14/2016	3135G0G72	515,000.00	FNMA Note 1.125% Due 12/14/2018	0.000		2,896.88	0.00	2,896.88	0.00
Interest	06/29/2016	3137EADH9	190,000.00	FHLMC Note 1% Due 6/29/2017	0.000		950.00	0.00	950.00	0.00
	Subtotal		1,445,000.00				7,984.38	0.00	7,984.38	0.00



Transaction Ledger

5/31/16 Thru 6/30/16

Transaction Type	Settlement Date	CUSIP	Quantity	Security Description	Price	Acq/Disp Yield	Amount	Interest Pur/Sold	Total Amount	Gain/Loss
OTHER TRANSACTIONS										
Dividend	06/01/2016	31846V203	24,788.67	First American Govt Obligation Fund	0.000		0.76	0.00	0.76	0.00
	Subtotal		24,788.67				0.76	0.00	0.76	0.00
TOTAL OTHER TRANSACTIONS			1,469,788.67				7,985.14	0.00	7,985.14	0.00



Income Earned

5/31/16 Thru 6/30/16

CUSIP	Security Description	Trade Date Settle Date Units	Book Value: Begin Book Value: Acq Book Value: Disp Book Value: End	Prior Accrued Inc. Received Ending Accrued Total Interest	Accr. Of Discount Amort. Of Premium Net Accret/Amort Income Earned	Unreal G/L Total Income
Fixed Income						
037833BQ2	Apple Inc Note 1.7% Due 02/22/2019	02/16/2016 02/23/2016 300,000.00	299,953.61 0.00 0.00 299,955.01	1,388.33 0.00 1,813.33 425.00	1.40 0.00 1.40 426.40	0.00 426.40
084670BD9	Berkshire Hathaway Note 1.9% Due 01/31/2017	04/11/2012 04/11/2012 1,000,000.00	1,001,874.33 0.00 0.00 1,001,643.88	6,386.11 0.00 7,969.44 1,583.33	0.00 230.45 (230.45) 1,352.88	0.00 1,352.88
161571GC2	Chase CHAIT Pool #2013-A8 1.01% Due 10/15/2018	09/03/2015 09/04/2015 195,000.00	195,203.06 0.00 0.00 195,196.02	87.53 164.13 87.53 164.13	0.00 7.04 (7.04) 157.09	0.00 157.09
166764BA7	Chevron Corp Note 1.79% Due 11/16/2018	11/09/2015 11/17/2015 310,000.00	310,000.00 0.00 0.00 310,000.00	231.21 0.00 693.63 462.42	0.00 0.00 0.00 462.42	0.00 462.42
24422ESB6	John Deere Capital Corp Note 1.3% Due 03/12/2018	12/03/2014 12/08/2014 115,000.00	114,502.64 0.00 0.00 114,525.63	328.07 0.00 452.65 124.58	22.99 0.00 22.99 147.57	0.00 147.57
3130A4GJ5	FHLB Note 1.125% Due 04/25/2018	05/27/2015 05/28/2015 500,000.00	500,956.38 0.00 0.00 500,914.98	562.50 0.00 1,031.25 468.75	0.00 41.40 (41.40) 427.35	0.00 427.35
3133782M2	FHLB Note 1.5% Due 03/08/2019	02/09/2016 02/10/2016 500,000.00	506,940.37 0.00 0.00 506,734.22	1,729.17 0.00 2,354.17 625.00	0.00 206.15 (206.15) 418.85	0.00 418.85
313379EE5	FHLB Note 1.625% Due 06/14/2019	05/20/2016 05/23/2016 240,000.00	243,471.01 0.00 0.00 243,377.03	1,809.17 1,950.00 184.17 325.00	0.00 93.98 (93.98) 231.02	0.00 231.02
313380FB8	FHLB Note 1.375% Due 09/13/2019	06/23/2016 06/24/2016 400,000.00	0.00 404,080.00 0.00 404,055.71	0.00 (1,543.06) 1,650.00 106.94	0.00 24.29 (24.29) 82.65	0.00 82.65
3133ECWV2	FFCB Note 0.875% Due 12/07/2016	08/07/2013 08/08/2013 500,000.00	500,020.19 0.00 0.00 500,016.98	2,114.58 2,187.50 291.67 364.59	0.00 3.21 (3.21) 361.38	0.00 361.38



Income Earned

5/31/16 Thru 6/30/16

CUSIP	Security Description	Trade Date Settle Date Units	Book Value: Begin Book Value: Acq Book Value: Disp Book Value: End	Prior Accrued Inc. Received Ending Accrued Total Interest	Accr. Of Discount Amort. Of Premium Net Accret/Amort Income Earned	Unreal G/L Total Income
3133EDDV1	FFCB Note 1.16% Due 10/23/2017	01/29/2015 01/30/2015 185,000.00	185,736.70 0.00 0.00 185,693.28	226.52 0.00 405.36 178.84	0.00 43.42 (43.42) 135.42	0.00 135.42
3133EEQM5	FFCB Note 1.11% Due 02/20/2018	08/28/2015 08/31/2015 510,000.00	511,437.17 0.00 0.00 511,368.62	1,588.23 0.00 2,059.98 471.75	0.00 68.55 (68.55) 403.20	0.00 403.20
3133EFW52	FFCB Note 1.15% Due 07/01/2019	04/25/2016 04/26/2016 600,000.00	600,395.35 0.00 0.00 600,384.81	1,150.00 0.00 1,725.00 575.00	0.00 10.54 (10.54) 564.46	0.00 564.46
3135G0E33	FNMA Note 1.125% Due 07/20/2018	Various Various 500,000.00	499,263.94 0.00 0.00 499,292.28	2,046.87 0.00 2,515.62 468.75	28.34 0.00 28.34 497.09	0.00 497.09
3135G0E58	FNMA Note 1.125% Due 10/19/2018	Various Various 495,000.00	494,785.68 0.00 0.00 494,793.07	649.69 0.00 1,113.75 464.06	14.02 6.63 7.39 471.45	0.00 471.45
3135G0G72	FNMA Note 1.125% Due 12/14/2018	10/30/2015 11/03/2015 515,000.00	514,375.05 0.00 0.00 514,395.30	2,687.66 2,896.88 273.59 482.81	20.25 0.00 20.25 503.06	0.00 503.06
3135G0GY3	FNMA Note 1.25% Due 01/30/2017	Various Various 290,000.00	290,759.54 0.00 0.00 290,665.77	1,218.40 0.00 1,520.48 302.08	0.00 93.77 (93.77) 208.31	0.00 208.31
3135G0H63	FNMA Note 1.375% Due 01/28/2019	01/06/2016 01/08/2016 500,000.00	499,856.44 0.00 0.00 499,860.87	2,348.96 0.00 2,921.88 572.92	4.43 0.00 4.43 577.35	0.00 577.35
3135G0MZ3	FNMA Note 0.875% Due 08/28/2017	03/06/2014 03/07/2014 500,000.00	499,215.28 0.00 0.00 499,267.24	1,130.21 0.00 1,494.79 364.58	51.96 0.00 51.96 416.54	0.00 416.54
3135G0WJ8	FNMA Note 0.875% Due 05/21/2018	Various Various 500,000.00	494,638.16 0.00 0.00 494,861.88	121.53 0.00 486.11 364.58	223.72 0.00 223.72 588.30	0.00 588.30
3135G0ZY2	FNMA Note 1.75% Due 11/26/2019	07/31/2015 07/31/2015 325,000.00	327,779.22 0.00 0.00 327,713.72	78.99 0.00 552.95 473.96	0.00 65.50 (65.50) 408.46	0.00 408.46

Income Earned

5/31/16 Thru 6/30/16

CUSIP	Security Description	Trade Date Settle Date Units	Book Value: Begin Book Value: Acq Book Value: Disp Book Value: End	Prior Accrued Inc. Received Ending Accrued Total Interest	Accr. Of Discount Amort. Of Premium Net Accret/Amort Income Earned	Unreal G/L Total Income
3137EADC0	FHLMC Note 1% Due 03/08/2017	07/26/2013 07/29/2013 375,000.00	375,025.49 0.00 0.00 375,022.76	864.58 0.00 1,177.08 312.50	0.00 2.73 (2.73) 309.77	0.00 309.77
3137EADF3	FHLMC Note 1.25% Due 05/12/2017	08/07/2013 08/08/2013 500,000.00	500,820.41 0.00 0.00 500,749.07	329.86 0.00 850.69 520.83	0.00 71.34 (71.34) 449.49	0.00 449.49
3137EADH9	FHLMC Note 1% Due 06/29/2017	01/29/2015 01/30/2015 190,000.00	190,567.02 0.00 0.00 190,523.73	802.22 950.00 10.56 158.34	0.00 43.29 (43.29) 115.05	0.00 115.05
3137EADK2	FHLMC Note 1.25% Due 08/01/2019	04/29/2015 05/01/2015 500,000.00	497,677.58 0.00 0.00 497,737.85	2,083.33 0.00 2,604.17 520.84	60.27 0.00 60.27 581.11	0.00 581.11
3137EADL0	FHLMC Note 1% Due 09/29/2017	07/31/2014 07/31/2014 500,000.00	498,790.23 0.00 0.00 498,865.06	861.11 0.00 1,277.78 416.67	74.83 0.00 74.83 491.50	0.00 491.50
3137EADM8	FHLMC Note 1.25% Due 10/02/2019	05/27/2015 05/28/2015 500,000.00	495,781.49 0.00 0.00 495,885.39	1,024.31 0.00 1,545.14 520.83	103.90 0.00 103.90 624.73	0.00 624.73
3137EADP1	FHLMC Note 0.875% Due 03/07/2018	03/06/2014 03/07/2014 510,000.00	506,331.41 0.00 0.00 506,502.31	1,041.25 0.00 1,413.13 371.88	170.90 0.00 170.90 542.78	0.00 542.78
3137EADZ9	FHLMC Note 1.125% Due 04/15/2019	03/18/2016 03/21/2016 475,000.00	474,853.33 0.00 0.00 474,857.53	1,039.06 0.00 1,484.38 445.32	4.20 0.00 4.20 449.52	0.00 449.52
36962G5W0	General Electric Capital Corp Note 2.3% Due 04/27/2017	04/25/2014 04/30/2014 300,000.00	302,932.86 0.00 0.00 302,666.24	651.67 0.00 1,226.67 575.00	0.00 266.62 (266.62) 308.38	0.00 308.38
43813NAC0	Honda Auto Receivables 2015-2 A3 1.04% Due 02/21/2019	05/13/2015 05/20/2015 280,000.00	279,968.85 0.00 0.00 279,969.79	80.89 242.67 80.89 242.67	0.94 0.00 0.94 243.61	0.00 243.61
43814GAC4	Honda Auto Receivables 2014-2 A3 0.77% Due 03/19/2018	05/13/2014 05/21/2014 117,485.63	129,460.23 0.00 11,979.60 117,481.48	36.00 83.07 32.67 79.74	0.85 0.00 0.85 80.59	0.00 80.59



Income Earned

5/31/16 Thru 6/30/16

CUSIP	Security Description	Trade Date Settle Date Units	Book Value: Begin Book Value: Acq Book Value: Disp Book Value: End	Prior Accrued Inc. Received Ending Accrued Total Interest	Accr. Of Discount Amort. Of Premium Net Accret/Amort Income Earned	Unreal G/L Total Income
43814HAC2	Honda Auto Receivables 2014-3 A3 0.88% Due 06/15/2018	08/12/2014 08/20/2014 151,570.35	165,595.95 0.00 14,037.93 151,559.90	64.77 121.45 59.28 115.96	1.88 0.00 1.88 117.84	0.00 117.84
43814QAC2	Honda Auto Receivables 2016-2 A3 1.39% Due 04/15/2020	05/24/2016 05/31/2016 130,000.00	129,997.48 0.00 0.00 129,997.54	5.02 75.29 80.31 150.58	0.06 0.00 0.06 150.64	0.00 150.64
458140AH3	Intel Corp Note 1.95% Due 10/01/2016	12/19/2013 12/24/2013 285,000.00	286,086.73 0.00 0.00 285,819.50	926.25 0.00 1,389.38 463.13	0.00 267.23 (267.23) 195.90	0.00 195.90
459200HZ7	IBM Corp Note Due 02/06/2018	02/03/2015 02/06/2015 0.00	309,469.45 0.00 309,489.29 0.00	1,114.06 1,336.88 0.00 222.82	19.84 0.00 19.84 242.66	0.00 242.66
477877AD6	John Deere Owner Trust 2014-B A3 1.07% Due 11/15/2018	Various Various 239,696.53	258,496.14 0.00 18,777.21 239,716.13	122.91 230.47 113.99 221.55	2.72 5.52 (2.80) 218.75	0.00 218.75
47787VAC5	John Deere Owner Trust 2014-A A3 0.92% Due 04/16/2018	04/02/2014 04/09/2014 154,413.55	165,808.58 0.00 11,402.70 154,407.08	67.80 127.13 63.14 122.47	1.20 0.00 1.20 123.67	0.00 123.67
47788MAB6	John Deere Owner Trust 2016-A A2 1.15% Due 10/15/2018	02/23/2016 03/02/2016 265,000.00	264,999.29 0.00 0.00 264,999.31	135.44 253.96 135.44 253.96	0.02 0.00 0.02 253.98	0.00 253.98
48125VLC2	JP Morgan Chase Floating Rate Note 1.548% Due 02/06/2017	02/01/2012 02/06/2012 2,000,000.00	2,000,000.00 0.00 0.00 2,000,000.00	1,977.36 0.00 4,556.53 2,579.17	0.00 0.00 0.00 2,579.17	0.00 2,579.17
747525AG8	Qualcomm Inc Note 1.4% Due 05/18/2018	Various Various 370,000.00	369,617.28 0.00 0.00 369,633.32	158.28 0.00 589.95 431.67	16.04 0.00 16.04 447.71	0.00 447.71
808513AK1	Charles Schwab Corp Callable Note Cont 2/10/2018 1.5% Due 03/10/2018	Various Various 315,000.00	314,990.80 0.00 0.00 314,991.23	1,063.13 0.00 1,456.88 393.75	9.14 8.71 0.43 394.18	0.00 394.18
88579YAD3	3M Co. Note 1.375% Due 09/29/2016	08/07/2013 08/12/2013 350,000.00	350,611.28 0.00 0.00 350,458.46	828.82 0.00 1,229.86 401.04	0.00 152.82 (152.82) 248.22	0.00 248.22



Income Earned

5/31/16 Thru 6/30/16

CUSIP	Security Description	Trade Date Settle Date Units	Book Value: Begin Book Value: Acq Book Value: Disp Book Value: End	Prior Accrued Inc. Received Ending Accrued Total Interest	Accr. Of Discount Amort. Of Premium Net Accret/Amort Income Earned	Unreal G/L Total Income
89231MAC9	Toyota Auto Receivables Owner 2014-A 0.67% Due 12/15/2017	03/11/2014 03/19/2014 91,702.89	104,624.90 0.00 12,926.31 91,699.61	31.16 58.42 27.31 54.57	1.02 0.00 1.02 55.59	0.00 55.59
89231TAB6	Toyota Auto Receivables Owner 2015-C 0.92% Due 02/15/2018	08/18/2015 08/26/2015 112,833.81	126,659.14 0.00 13,832.36 112,827.85	51.79 97.11 46.14 91.46	1.07 0.00 1.07 92.53	0.00 92.53
89236TDE2	Toyota Motor Credit Corp Note 1.4% Due 05/20/2019	05/17/2016 05/20/2016 300,000.00	299,584.60 0.00 0.00 299,596.11	128.33 0.00 478.33 350.00	11.51 0.00 11.51 361.51	0.00 361.51
89236WAC2	Toyota Auto Receivables Owner 2015-A 1.12% Due 02/15/2019	02/24/2015 03/04/2015 230,000.00	229,979.89 0.00 0.00 229,980.85	114.49 214.67 114.49 214.67	0.96 0.00 0.96 215.63	0.00 215.63
91159HHD5	US Bancorp Callable Note Cont 4/15/2017 1.65% Due 05/15/2017	04/29/2014 04/30/2014 300,000.00	301,184.34 0.00 0.00 301,072.61	220.00 0.00 632.50 412.50	0.00 111.73 (111.73) 300.77	0.00 300.77
912828RH5	US Treasury Note 1.375% Due 09/30/2018	12/04/2014 12/05/2014 500,000.00	501,073.35 0.00 0.00 501,035.51	1,164.62 0.00 1,728.14 563.52	0.00 37.84 (37.84) 525.68	0.00 525.68
912828SX9	US Treasury Note 1.125% Due 05/31/2019	09/29/2015 09/30/2015 495,000.00	494,827.57 0.00 0.00 494,832.30	15.22 0.00 471.67 456.45	4.73 0.00 4.73 461.18	0.00 461.18
912828TW0	US Treasury Note 0.75% Due 10/31/2017	09/11/2014 09/12/2014 500,000.00	497,266.89 0.00 0.00 497,425.49	326.09 0.00 631.79 305.70	158.60 0.00 158.60 464.30	0.00 464.30
912828UB4	US Treasury Note 1% Due 11/30/2019	10/29/2015 10/30/2015 500,000.00	493,782.80 0.00 0.00 493,928.86	13.66 0.00 423.50 409.84	146.06 0.00 146.06 555.90	0.00 555.90
912828UJ7	US Treasury Note 0.875% Due 01/31/2018	10/29/2014 10/30/2014 500,000.00	498,860.43 0.00 0.00 498,916.56	1,466.35 0.00 1,826.92 360.57	56.13 0.00 56.13 416.70	0.00 416.70
912828UL2	US Treasury Note 1.375% Due 01/31/2020	01/06/2016 01/07/2016 500,000.00	496,866.75 0.00 0.00 496,936.95	2,304.26 0.00 2,870.88 566.62	70.20 0.00 70.20 636.82	0.00 636.82



Income Earned

5/31/16 Thru 6/30/16

CUSIP	Security Description	Trade Date Settle Date Units	Book Value: Begin Book Value: Acq Book Value: Disp Book Value: End	Prior Accrued Inc. Received Ending Accrued Total Interest	Accr. Of Discount Amort. Of Premium Net Accret/Amort Income Earned	Unreal G/L Total Income	
912828UR9	US Treasury Note 0.75% Due 02/28/2018	12/04/2014 12/05/2014 500,000.00	497,093.34 0.00 0.00 497,230.23	947.69 0.00 1,253.40 305.71	136.89 0.00 136.89 442.60	0.00 442.60	
912828UV0	US Treasury Note 1.125% Due 03/31/2020	02/09/2016 02/10/2016 500,000.00	501,339.73 0.00 0.00 501,311.01	952.87 0.00 1,413.93 461.06	0.00 28.72 (28.72) 432.34	0.00 432.34	
912828VA5	US Treasury Note 1.125% Due 04/30/2020	01/28/2016 01/29/2016 480,000.00	476,378.37 0.00 0.00 476,454.40	465.00 0.00 915.00 450.00	76.03 0.00 76.03 526.03	0.00 526.03	
912828WD8	US Treasury Note 1.25% Due 10/31/2018	10/29/2014 10/30/2014 500,000.00	499,400.08 0.00 0.00 499,420.49	543.48 0.00 1,052.99 509.51	20.41 0.00 20.41 529.92	0.00 529.92	
94974BFG0	Wells Fargo Corp Note 1.5% Due 01/16/2018	09/09/2014 09/10/2014 300,000.00	299,318.65 0.00 0.00 299,353.06	1,687.50 0.00 2,062.50 375.00	34.41 0.00 34.41 409.41	0.00 409.41	
TOTAL Fixed Income			23,797,702.76	23,788,581.87	53,594.36 9,446.57 68,924.76 24,776.97	1,551.92 1,891.48 (339.56) 24,437.41	0.00 24,437.41
Cash & Equivalent							
31846V203	First American Govt Obligation Fund	Various Various 22,322.34	24,788.67 92,609.62 95,075.95 22,322.34	0.00 0.76 0.00 0.76	0.00 0.00 0.00 0.76	0.00 0.76	
TOTAL Cash & Equivalent			22,322.34	22,322.34	0.76	0.76	
TOTAL PORTFOLIO			23,820,025.10	23,810,904.21	53,594.36 9,447.33 68,924.76 24,777.73	1,551.92 1,891.48 (339.56) 24,438.17	0.00 24,438.17



Cash Flow Report

From 06/30/2016

Payment Date	Transaction Type	CUSIP	Quantity	Security Description	Principal Amount	Income	Total Amount
07/01/2016	Interest	3133EFW52	600,000.00	FFCB Note 1.15% Due 7/1/2019	0.00	1,725.00	1,725.00
07/15/2016	Paydown	161571GC2	195,000.00	Chase CHAIT Pool #2013-A8 1.01% Due 10/15/2018	0.00	164.13	164.13
07/15/2016	Paydown	43814QAC2	130,000.00	Honda Auto Receivables 2016-2 A3 1.39% Due 4/15/2020	2,753.10	150.58	2,903.68
07/15/2016	Paydown	47787VAC5	154,413.55	John Deere Owner Trust 2014-A A3 0.92% Due 4/16/2018	18,015.09	118.38	18,133.47
07/15/2016	Paydown	47788MAB6	265,000.00	John Deere Owner Trust 2016-A A2 1.15% Due 10/15/2018	0.00	253.96	253.96
07/15/2016	Paydown	89231MAC9	91,702.89	Toyota Auto Receivables Owner 2014-A 0.67% Due 12/15/2017	13,072.89	51.20	13,124.09
07/15/2016	Paydown	43814HAC2	151,570.35	Honda Auto Receivables 2014-3 A3 0.88% Due 6/15/2018	12,979.95	111.15	13,091.10
07/15/2016	Paydown	477877AD6	239,696.53	John Deere Owner Trust 2014-B A3 1.07% Due 11/15/2018	17,743.88	213.73	17,957.61
07/15/2016	Paydown	89231TAB6	112,833.81	Toyota Auto Receivables Owner 2015-C 0.92% Due 2/15/2018	7,716.52	86.51	7,803.03
07/15/2016	Paydown	89236WAC2	230,000.00	Toyota Auto Receivables Owner 2015-A 1.12% Due 2/15/2019	14,333.90	214.67	14,548.57
07/16/2016	Interest	94974BFG0	300,000.00	Wells Fargo Corp Note 1.5% Due 1/16/2018	0.00	2,250.00	2,250.00
07/18/2016	Paydown	43814GAC4	117,485.63	Honda Auto Receivables 2014-2 A3 0.77% Due 3/19/2018	12,703.63	75.39	12,779.02
07/20/2016	Interest	3135G0E33	500,000.00	FNMA Note 1.125% Due 7/20/2018	0.00	2,812.51	2,812.51
07/21/2016	Paydown	43813NAC0	280,000.00	Honda Auto Receivables 2015-2 A3 1.04% Due 2/21/2019	11,827.35	242.67	12,070.02
07/28/2016	Interest	3135G0H63	500,000.00	FNMA Note 1.375% Due 1/28/2019	0.00	3,437.50	3,437.50
07/30/2016	Interest	3135G0GY3	290,000.00	FNMA Note 1.25% Due 1/30/2017	0.00	1,812.50	1,812.50
07/31/2016	Interest	912828UL2	500,000.00	US Treasury Note 1.375% Due 1/31/2020	0.00	3,437.50	3,437.50
07/31/2016	Interest	084670BD9	1,000,000.00	Berkshire Hathaway Note 1.9% Due 1/31/2017	0.00	9,500.00	9,500.00
07/31/2016	Interest	912828UJ7	500,000.00	US Treasury Note 0.875% Due 1/31/2018	0.00	2,187.50	2,187.50
Jul 2016					111,146.31	28,844.88	139,991.19
08/01/2016	Interest	3137EADK2	500,000.00	FHLMC Note 1.25% Due 8/1/2019	0.00	3,125.00	3,125.00



Cash Flow Report

From 06/30/2016

Payment Date	Transaction Type	CUSIP	Quantity	Security Description	Principal Amount	Income	Total Amount
08/08/2016	Interest	48125VLC2	2,000,000.00	JP Morgan Chase Floating Rate Note 1.548% Due 2/6/2017	0.00	7,737.50	7,737.50
08/15/2016	Paydown	43814QAC2	130,000.00	Honda Auto Receivables 2016-2 A3 1.39% Due 4/15/2020	2,756.29	147.39	2,903.68
08/15/2016	Paydown	89231MAC9	91,702.89	Toyota Auto Receivables Owner 2014-A 0.67% Due 12/15/2017	12,613.95	43.90	12,657.85
08/15/2016	Paydown	89231TAB6	112,833.81	Toyota Auto Receivables Owner 2015-C 0.92% Due 2/15/2018	7,499.25	80.59	7,579.84
08/15/2016	Paydown	161571GC2	195,000.00	Chase CHAIT Pool #2013-A8 1.01% Due 10/15/2018	0.00	164.13	164.13
08/15/2016	Paydown	43814HAC2	151,570.35	Honda Auto Receivables 2014-3 A3 0.88% Due 6/15/2018	12,785.59	101.63	12,887.22
08/15/2016	Paydown	477877AD6	239,696.53	John Deere Owner Trust 2014-B A3 1.07% Due 11/15/2018	17,292.14	197.90	17,490.04
08/15/2016	Paydown	47787VAC5	154,413.55	John Deere Owner Trust 2014-A A3 0.92% Due 4/16/2018	17,444.92	104.57	17,549.49
08/15/2016	Paydown	47788MAB6	265,000.00	John Deere Owner Trust 2016-A A2 1.15% Due 10/15/2018	0.00	253.96	253.96
08/15/2016	Paydown	89236WAC2	230,000.00	Toyota Auto Receivables Owner 2015-A 1.12% Due 2/15/2019	14,037.67	201.29	14,238.96
08/18/2016	Paydown	43814GAC4	117,485.63	Honda Auto Receivables 2014-2 A3 0.77% Due 3/19/2018	12,300.19	67.24	12,367.43
08/20/2016	Interest	3133EEQM5	510,000.00	FFCB Note 1.11% Due 2/20/2018	0.00	2,830.50	2,830.50
08/21/2016	Paydown	43813NAC0	280,000.00	Honda Auto Receivables 2015-2 A3 1.04% Due 2/21/2019	11,631.44	232.42	11,863.86
08/23/2016	Interest	037833BQ2	300,000.00	Apple Inc Note 1.7% Due 2/22/2019	0.00	2,550.00	2,550.00
08/28/2016	Interest	3135G0MZ3	500,000.00	FNMA Note 0.875% Due 8/28/2017	0.00	2,187.50	2,187.50
08/31/2016	Interest	912828UR9	500,000.00	US Treasury Note 0.75% Due 2/28/2018	0.00	1,875.00	1,875.00
Aug 2016					108,361.44	21,900.52	130,261.96
09/07/2016	Interest	3137EADP1	510,000.00	FHLMC Note 0.875% Due 3/7/2018	0.00	2,231.25	2,231.25
09/08/2016	Interest	3133782M2	500,000.00	FHLB Note 1.5% Due 3/8/2019	0.00	3,750.00	3,750.00
09/08/2016	Interest	3137EADC0	375,000.00	FHLMC Note 1% Due 3/8/2017	0.00	1,875.00	1,875.00



Cash Flow Report

From 06/30/2016

Payment Date	Transaction Type	CUSIP	Quantity	Security Description	Principal Amount	Income	Total Amount
09/10/2016	Interest	808513AK1	315,000.00	Charles Schwab Corp Callable Note Cont 2/10/2018 1.5% Due 3/10/2018	0.00	2,362.50	2,362.50
09/12/2016	Interest	24422ESB6	115,000.00	John Deere Capital Corp Note 1.3% Due 3/12/2018	0.00	747.50	747.50
09/13/2016	Interest	313380FB8	400,000.00	FHLB Note 1.375% Due 9/13/2019	0.00	2,750.00	2,750.00
09/15/2016	Paydown	161571GC2	195,000.00	Chase CHAIT Pool #2013-A8 1.01% Due 10/15/2018	0.00	164.13	164.13
09/15/2016	Paydown	43814QAC2	130,000.00	Honda Auto Receivables 2016-2 A3 1.39% Due 4/15/2020	2,759.48	144.20	2,903.68
09/15/2016	Paydown	47787VAC5	154,413.55	John Deere Owner Trust 2014-A A3 0.92% Due 4/16/2018	16,874.07	91.20	16,965.27
09/15/2016	Paydown	47788MAB6	265,000.00	John Deere Owner Trust 2016-A A2 1.15% Due 10/15/2018	16,081.19	253.96	16,335.15
09/15/2016	Paydown	89231MAC9	91,702.89	Toyota Auto Receivables Owner 2014-A 0.67% Due 12/15/2017	12,154.47	36.86	12,191.33
09/15/2016	Paydown	43814HAC2	151,570.35	Honda Auto Receivables 2014-3 A3 0.88% Due 6/15/2018	12,584.64	92.26	12,676.90
09/15/2016	Paydown	477877AD6	239,696.53	John Deere Owner Trust 2014-B A3 1.07% Due 11/15/2018	16,839.63	182.49	17,022.12
09/15/2016	Paydown	89231TAB6	112,833.81	Toyota Auto Receivables Owner 2015-C 0.92% Due 2/15/2018	7,281.79	74.84	7,356.63
09/15/2016	Paydown	89236WAC2	230,000.00	Toyota Auto Receivables Owner 2015-A 1.12% Due 2/15/2019	13,741.09	188.19	13,929.28
09/18/2016	Paydown	43814GAC4	117,485.63	Honda Auto Receivables 2014-2 A3 0.77% Due 3/19/2018	11,896.36	59.34	11,955.70
09/21/2016	Paydown	43813NAC0	280,000.00	Honda Auto Receivables 2015-2 A3 1.04% Due 2/21/2019	11,435.27	222.34	11,657.61
09/29/2016	Interest	3137EADL0	500,000.00	FHLMC Note 1% Due 9/29/2017	0.00	2,500.00	2,500.00
09/29/2016	Maturity	88579YAD3	350,000.00	3M Co. Note 1.375% Due 9/29/2016	350,000.00	2,406.25	352,406.25
09/30/2016	Interest	912828RH5	500,000.00	US Treasury Note 1.375% Due 9/30/2018	0.00	3,437.50	3,437.50
09/30/2016	Interest	912828UV0	500,000.00	US Treasury Note 1.125% Due 3/31/2020	0.00	2,812.50	2,812.50
Sep 2016					471,647.99	26,382.31	498,030.30
10/01/2016	Maturity	458140AH3	285,000.00	Intel Corp Note 1.95% Due 10/1/2016	285,000.00	2,778.75	287,778.75



Cash Flow Report

From 06/30/2016

Payment Date	Transaction Type	CUSIP	Quantity	Security Description	Principal Amount	Income	Total Amount
10/02/2016	Interest	3137EADM8	500,000.00	FHLMC Note 1.25% Due 10/2/2019	0.00	3,125.00	3,125.00
10/15/2016	Interest	3137EADZ9	475,000.00	FHLMC Note 1.125% Due 4/15/2019	0.00	3,028.13	3,028.13
10/15/2016	Paydown	43814HAC2	151,570.35	Honda Auto Receivables 2014-3 A3 0.88% Due 6/15/2018	12,376.95	83.03	12,459.98
10/15/2016	Paydown	477877AD6	239,696.53	John Deere Owner Trust 2014-B A3 1.07% Due 11/15/2018	16,386.38	167.47	16,553.85
10/15/2016	Paydown	47787VAC5	154,413.55	John Deere Owner Trust 2014-A A3 0.92% Due 4/16/2018	16,302.58	78.26	16,380.84
10/15/2016	Paydown	47788MAB6	265,000.00	John Deere Owner Trust 2016-A A2 1.15% Due 10/15/2018	15,625.50	238.55	15,864.05
10/15/2016	Paydown	89236WAC2	230,000.00	Toyota Auto Receivables Owner 2015-A 1.12% Due 2/15/2019	13,444.18	175.36	13,619.54
10/15/2016	Paydown	161571GC2	195,000.00	Chase CHAIT Pool #2013-A8 1.01% Due 10/15/2018	0.00	164.13	164.13
10/15/2016	Paydown	43814QAC2	130,000.00	Honda Auto Receivables 2016-2 A3 1.39% Due 4/15/2020	2,762.67	141.01	2,903.68
10/15/2016	Paydown	89231MAC9	91,702.89	Toyota Auto Receivables Owner 2014-A 0.67% Due 12/15/2017	11,694.47	30.07	11,724.54
10/15/2016	Paydown	89231TAB6	112,833.81	Toyota Auto Receivables Owner 2015-C 0.92% Due 2/15/2018	7,064.14	69.26	7,133.40
10/18/2016	Paydown	43814GAC4	117,485.63	Honda Auto Receivables 2014-2 A3 0.77% Due 3/19/2018	11,492.13	51.71	11,543.84
10/19/2016	Interest	3135G0E58	495,000.00	FNMA Note 1.125% Due 10/19/2018	0.00	2,784.38	2,784.38
10/21/2016	Paydown	43813NAC0	280,000.00	Honda Auto Receivables 2015-2 A3 1.04% Due 2/21/2019	11,238.83	212.43	11,451.26
10/23/2016	Interest	3133EDDV1	185,000.00	FFCB Note 1.16% Due 10/23/2017	0.00	1,073.00	1,073.00
10/25/2016	Interest	3130A4GJ5	500,000.00	FHLB Note 1.125% Due 4/25/2018	0.00	2,812.50	2,812.50
10/27/2016	Interest	36962G5W0	300,000.00	General Electric Capital Corp Note 2.3% Due 4/27/2017	0.00	3,450.00	3,450.00
10/31/2016	Interest	912828TW0	500,000.00	US Treasury Note 0.75% Due 10/31/2017	0.00	1,875.00	1,875.00
10/31/2016	Interest	912828VA5	480,000.00	US Treasury Note 1.125% Due 4/30/2020	0.00	2,700.00	2,700.00
10/31/2016	Interest	912828WD8	500,000.00	US Treasury Note 1.25% Due 10/31/2018	0.00	3,125.00	3,125.00
Oct 2016					403,387.83	28,163.04	431,550.87



Cash Flow Report

From 06/30/2016

Payment Date	Transaction Type	CUSIP	Quantity	Security Description	Principal Amount	Income	Total Amount
11/08/2016	Interest	48125VLC2	2,000,000.00	JP Morgan Chase Floating Rate Note 1.548% Due 2/6/2017	0.00	7,737.50	7,737.50
11/12/2016	Interest	3137EADF3	500,000.00	FHLMC Note 1.25% Due 5/12/2017	0.00	3,125.00	3,125.00
11/15/2016	Interest	91159HHD5	300,000.00	US Bancorp Callable Note Cont 4/15/2017 1.65% Due 5/15/2017	0.00	2,475.00	2,475.00
11/15/2016	Paydown	43814HAC2	151,570.35	Honda Auto Receivables 2014-3 A3 0.88% Due 6/15/2018	12,162.33	73.95	12,236.28
11/15/2016	Paydown	477877AD6	239,696.53	John Deere Owner Trust 2014-B A3 1.07% Due 11/15/2018	15,932.39	152.86	16,085.25
11/15/2016	Paydown	89231MAC9	91,702.89	Toyota Auto Receivables Owner 2014-A 0.67% Due 12/15/2017	11,233.93	23.54	11,257.47
11/15/2016	Paydown	89231TAB6	112,833.81	Toyota Auto Receivables Owner 2015-C 0.92% Due 2/15/2018	6,846.31	63.84	6,910.15
11/15/2016	Paydown	89236WAC2	230,000.00	Toyota Auto Receivables Owner 2015-A 1.12% Due 2/15/2019	13,146.91	162.81	13,309.72
11/15/2016	Paydown	161571GC2	195,000.00	Chase CHAIT Pool #2013-A8 1.01% Due 10/15/2018	8,047.40	164.13	8,211.53
11/15/2016	Paydown	43814QAC2	130,000.00	Honda Auto Receivables 2016-2 A3 1.39% Due 4/15/2020	2,765.87	137.81	2,903.68
11/15/2016	Paydown	47787VAC5	154,413.55	John Deere Owner Trust 2014-A A3 0.92% Due 4/16/2018	15,730.42	65.76	15,796.18
11/15/2016	Paydown	47788MAB6	265,000.00	John Deere Owner Trust 2016-A A2 1.15% Due 10/15/2018	15,167.93	223.57	15,391.50
11/16/2016	Interest	166764BA7	310,000.00	Chevron Corp Note 1.79% Due 11/16/2018	0.00	2,774.50	2,774.50
11/18/2016	Paydown	43814GAC4	117,485.63	Honda Auto Receivables 2014-2 A3 0.77% Due 3/19/2018	11,087.51	44.33	11,131.84
11/20/2016	Interest	747525AG8	370,000.00	Qualcomm Inc Note 1.4% Due 5/18/2018	0.00	2,590.00	2,590.00
11/20/2016	Interest	89236TDE2	300,000.00	Toyota Motor Credit Corp Note 1.4% Due 5/20/2019	0.00	2,100.00	2,100.00
11/21/2016	Interest	3135G0WJ8	500,000.00	FNMA Note 0.875% Due 5/21/2018	0.00	2,187.50	2,187.50
11/21/2016	Paydown	43813NAC0	280,000.00	Honda Auto Receivables 2015-2 A3 1.04% Due 2/21/2019	11,042.15	202.68	11,244.83
11/26/2016	Interest	3135G0ZY2	325,000.00	FNMA Note 1.75% Due 11/26/2019	0.00	2,843.75	2,843.75
11/30/2016	Interest	912828SX9	495,000.00	US Treasury Note 1.125% Due 5/31/2019	0.00	2,784.38	2,784.38



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From 06/30/2016

Payment Date	Transaction Type	CUSIP	Quantity	Security Description	Principal Amount	Income	Total Amount
11/30/2016	Interest	912828UB4	500,000.00	US Treasury Note 1% Due 11/30/2019	0.00	2,500.00	2,500.00
Nov 2016					123,163.15	32,432.91	155,596.06
12/07/2016	Maturity	3133ECWV2	500,000.00	FFCB Note 0.875% Due 12/7/2016	500,000.00	2,187.50	502,187.50
12/14/2016	Interest	313379EE5	240,000.00	FHLB Note 1.625% Due 6/14/2019	0.00	1,950.00	1,950.00
12/14/2016	Interest	3135G0G72	515,000.00	FNMA Note 1.125% Due 12/14/2018	0.00	2,896.88	2,896.88
12/15/2016	Paydown	161571GC2	195,000.00	Chase CHAIT Pool #2013-A8 1.01% Due 10/15/2018	8,054.11	157.35	8,211.46
12/15/2016	Paydown	43814HAC2	151,570.35	Honda Auto Receivables 2014-3 A3 0.88% Due 6/15/2018	11,940.61	65.03	12,005.64
12/15/2016	Paydown	477877AD6	239,696.53	John Deere Owner Trust 2014-B A3 1.07% Due 11/15/2018	15,477.63	138.66	15,616.29
12/15/2016	Paydown	47787VAC5	154,413.55	John Deere Owner Trust 2014-A A3 0.92% Due 4/16/2018	15,157.60	53.70	15,211.30
12/15/2016	Paydown	47788MAB6	265,000.00	John Deere Owner Trust 2016-A A2 1.15% Due 10/15/2018	14,708.45	209.04	14,917.49
12/15/2016	Paydown	89236WAC2	230,000.00	Toyota Auto Receivables Owner 2015-A 1.12% Due 2/15/2019	12,849.30	150.54	12,999.84
12/15/2016	Paydown	43814QAC2	130,000.00	Honda Auto Receivables 2016-2 A3 1.39% Due 4/15/2020	2,769.08	134.60	2,903.68
12/15/2016	Paydown	89231MAC9	91,702.89	Toyota Auto Receivables Owner 2014-A 0.67% Due 12/15/2017	10,772.85	17.27	10,790.12
12/15/2016	Paydown	89231TAB6	112,833.81	Toyota Auto Receivables Owner 2015-C 0.92% Due 2/15/2018	6,628.29	58.59	6,686.88
12/18/2016	Paydown	43814GAC4	117,485.63	Honda Auto Receivables 2014-2 A3 0.77% Due 3/19/2018	10,682.49	37.22	10,719.71
12/21/2016	Paydown	43813NAC0	280,000.00	Honda Auto Receivables 2015-2 A3 1.04% Due 2/21/2019	10,845.19	193.11	11,038.30
12/29/2016	Interest	3137EADH9	190,000.00	FHLMC Note 1% Due 6/29/2017	0.00	950.00	950.00
Dec 2016					619,885.60	9,199.49	629,085.09
01/01/2017	Interest	3133EFW52	600,000.00	FFCB Note 1.15% Due 7/1/2019	0.00	3,450.00	3,450.00
01/15/2017	Paydown	161571GC2	195,000.00	Chase CHAIT Pool #2013-A8 1.01% Due 10/15/2018	8,060.83	150.57	8,211.40
01/15/2017	Paydown	43814HAC2	151,570.35	Honda Auto Receivables 2014-3 A3 0.88% Due 6/15/2018	11,711.60	56.28	11,767.88



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From 06/30/2016

Payment Date	Transaction Type	CUSIP	Quantity	Security Description	Principal Amount	Income	Total Amount
01/15/2017	Paydown	43814QAC2	130,000.00	Honda Auto Receivables 2016-2 A3 1.39% Due 4/15/2020	2,772.29	131.39	2,903.68
01/15/2017	Paydown	477877AD6	239,696.53	John Deere Owner Trust 2014-B A3 1.07% Due 11/15/2018	15,022.13	124.86	15,146.99
01/15/2017	Paydown	47787VAC5	154,413.55	John Deere Owner Trust 2014-A A3 0.92% Due 4/16/2018	14,584.11	42.08	14,626.19
01/15/2017	Paydown	89231MAC9	91,702.89	Toyota Auto Receivables Owner 2014-A 0.67% Due 12/15/2017	10,311.24	11.26	10,322.50
01/15/2017	Paydown	89231TAB6	112,833.81	Toyota Auto Receivables Owner 2015-C 0.92% Due 2/15/2018	6,410.08	53.51	6,463.59
01/15/2017	Paydown	89236WAC2	230,000.00	Toyota Auto Receivables Owner 2015-A 1.12% Due 2/15/2019	12,551.34	138.55	12,689.89
01/15/2017	Paydown	47788MAB6	265,000.00	John Deere Owner Trust 2016-A A2 1.15% Due 10/15/2018	14,247.08	194.94	14,442.02
01/16/2017	Interest	94974BFG0	300,000.00	Wells Fargo Corp Note 1.5% Due 1/16/2018	0.00	2,250.00	2,250.00
01/17/2017	Paydown	89231MAC9	91,702.89	Toyota Auto Receivables Owner 2014-A 0.67% Due 12/15/2017	9,849.10	0.37	9,849.47
01/18/2017	Paydown	43814GAC4	117,485.63	Honda Auto Receivables 2014-2 A3 0.77% Due 3/19/2018	10,277.07	30.37	10,307.44
01/20/2017	Interest	3135G0E33	500,000.00	FNMA Note 1.125% Due 7/20/2018	0.00	2,812.51	2,812.51
01/21/2017	Paydown	43813NAC0	280,000.00	Honda Auto Receivables 2015-2 A3 1.04% Due 2/21/2019	10,647.97	183.72	10,831.69
01/28/2017	Interest	3135G0H63	500,000.00	FNMA Note 1.375% Due 1/28/2019	0.00	3,437.50	3,437.50
01/30/2017	Maturity	3135G0GY3	290,000.00	FNMA Note 1.25% Due 1/30/2017	290,000.00	1,812.50	291,812.50
01/31/2017	Interest	912828UJ7	500,000.00	US Treasury Note 0.875% Due 1/31/2018	0.00	2,187.50	2,187.50
01/31/2017	Interest	912828UL2	500,000.00	US Treasury Note 1.375% Due 1/31/2020	0.00	3,437.50	3,437.50
01/31/2017	Maturity	084670BD9	1,000,000.00	Berkshire Hathaway Note 1.9% Due 1/31/2017	1,000,000.00	9,500.00	1,009,500.00
Jan 2017					1,416,444.84	30,005.41	1,446,450.25
02/01/2017	Interest	3137EADK2	500,000.00	FHLMC Note 1.25% Due 8/1/2019	0.00	3,125.00	3,125.00
02/06/2017	Maturity	48125VLC2	2,000,000.00	JP Morgan Chase Floating Rate Note 1.548% Due 2/6/2017	2,000,000.00	7,565.56	2,007,565.56
02/15/2017	Paydown	161571GC2	195,000.00	Chase CHAIT Pool #2013-A8 1.01% Due 10/15/2018	8,067.54	143.79	8,211.33



Cash Flow Report

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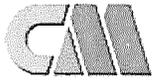
Payment Date	Transaction Type	CUSIP	Quantity	Security Description	Principal Amount	Income	Total Amount
02/15/2017	Paydown	43814HAC2	151,570.35	Honda Auto Receivables 2014-3 A3 0.88% Due 6/15/2018	11,475.12	47.69	11,522.81
02/15/2017	Paydown	477877AD6	239,696.53	John Deere Owner Trust 2014-B A3 1.07% Due 11/15/2018	14,565.88	111.46	14,677.34
02/15/2017	Paydown	89231TAB6	112,833.81	Toyota Auto Receivables Owner 2015-C 0.92% Due 2/15/2018	6,191.67	48.60	6,240.27
02/15/2017	Paydown	89236WAC2	230,000.00	Toyota Auto Receivables Owner 2015-A 1.12% Due 2/15/2019	12,253.04	126.84	12,379.88
02/15/2017	Paydown	43814QAC2	130,000.00	Honda Auto Receivables 2016-2 A3 1.39% Due 4/15/2020	2,775.50	128.18	2,903.68
02/15/2017	Paydown	47787VAC5	154,413.55	John Deere Owner Trust 2014-A A3 0.92% Due 4/16/2018	14,009.96	30.90	14,040.86
02/15/2017	Paydown	47788MAB6	265,000.00	John Deere Owner Trust 2016-A A2 1.15% Due 10/15/2018	13,783.80	181.29	13,965.09
02/18/2017	Paydown	43814GAC4	117,485.63	Honda Auto Receivables 2014-2 A3 0.77% Due 3/19/2018	9,871.27	23.77	9,895.04
02/20/2017	Interest	3133EEQM5	510,000.00	FFCB Note 1.11% Due 2/20/2018	0.00	2,830.50	2,830.50
02/21/2017	Paydown	43813NAC0	280,000.00	Honda Auto Receivables 2015-2 A3 1.04% Due 2/21/2019	10,450.49	174.49	10,624.98
02/23/2017	Interest	037833BQ2	300,000.00	Apple Inc Note 1.7% Due 2/22/2019	0.00	2,550.00	2,550.00
02/28/2017	Interest	3135G0MZ3	500,000.00	FNMA Note 0.875% Due 8/28/2017	0.00	2,187.50	2,187.50
02/28/2017	Interest	912828UR9	500,000.00	US Treasury Note 0.75% Due 2/28/2018	0.00	1,875.00	1,875.00
Feb 2017					2,103,444.27	21,150.57	2,124,594.84
03/07/2017	Interest	3137EADP1	510,000.00	FHLMC Note 0.875% Due 3/7/2018	0.00	2,231.25	2,231.25
03/08/2017	Interest	3133782M2	500,000.00	FHLB Note 1.5% Due 3/8/2019	0.00	3,750.00	3,750.00
03/08/2017	Maturity	3137EADC0	375,000.00	FHLMC Note 1% Due 3/8/2017	375,000.00	1,875.00	376,875.00
03/10/2017	Interest	808513AK1	315,000.00	Charles Schwab Corp Callable Note Cont 2/10/2018 1.5% Due 3/10/2018	0.00	2,362.50	2,362.50
03/12/2017	Interest	24422ESB6	115,000.00	John Deere Capital Corp Note 1.3% Due 3/12/2018	0.00	747.50	747.50
03/13/2017	Interest	313380FB8	400,000.00	FHLB Note 1.375% Due 9/13/2019	0.00	2,750.00	2,750.00



Cash Flow Report

From 06/30/2016

Payment Date	Transaction Type	CUSIP	Quantity	Security Description	Principal Amount	Income	Total Amount
03/15/2017	Paydown	161571GC2	195,000.00	Chase CHAIT Pool #2013-A8 1.01% Due 10/15/2018	8,074.26	137.00	8,211.26
03/15/2017	Paydown	43814HAC2	151,570.35	Honda Auto Receivables 2014-3 A3 0.88% Due 6/15/2018	11,230.99	39.27	11,270.26
03/15/2017	Paydown	43814QAC2	130,000.00	Honda Auto Receivables 2016-2 A3 1.39% Due 4/15/2020	2,778.71	124.97	2,903.68
03/15/2017	Paydown	477877AD6	239,696.53	John Deere Owner Trust 2014-B A3 1.07% Due 11/15/2018	14,108.86	98.47	14,207.33
03/15/2017	Paydown	47787VAC5	154,413.55	John Deere Owner Trust 2014-A A3 0.92% Due 4/16/2018	13,435.15	20.16	13,455.31
03/15/2017	Paydown	89231TAB6	112,833.81	Toyota Auto Receivables Owner 2015-C 0.92% Due 2/15/2018	5,973.08	43.85	6,016.93
03/15/2017	Paydown	89236WAC2	230,000.00	Toyota Auto Receivables Owner 2015-A 1.12% Due 2/15/2019	11,954.39	115.40	12,069.79
03/15/2017	Paydown	47788MAB6	265,000.00	John Deere Owner Trust 2016-A A2 1.15% Due 10/15/2018	13,318.60	168.08	13,486.68
03/18/2017	Paydown	43814GAC4	117,485.63	Honda Auto Receivables 2014-2 A3 0.77% Due 3/19/2018	9,465.06	17.44	9,482.50
03/21/2017	Paydown	43813NAC0	280,000.00	Honda Auto Receivables 2015-2 A3 1.04% Due 2/21/2019	10,252.75	165.43	10,418.18
03/29/2017	Interest	3137EADL0	500,000.00	FHLMC Note 1% Due 9/29/2017	0.00	2,500.00	2,500.00
03/31/2017	Interest	912828RH5	500,000.00	US Treasury Note 1.375% Due 9/30/2018	0.00	3,437.50	3,437.50
03/31/2017	Interest	912828UV0	500,000.00	US Treasury Note 1.125% Due 3/31/2020	0.00	2,812.50	2,812.50
Mar 2017					475,591.85	23,396.32	498,988.17
04/02/2017	Interest	3137EADM8	500,000.00	FHLMC Note 1.25% Due 10/2/2019	0.00	3,125.00	3,125.00
04/15/2017	Call	91159HHD5	300,000.00	US Bancorp Callable Note Cont 4/15/2017 1.65% Due 5/15/2017	0.00	2,062.50	2,062.50
04/15/2017	Interest	3137EADZ9	475,000.00	FHLMC Note 1.125% Due 4/15/2019	0.00	2,671.88	2,671.88
04/15/2017	Paydown	43814QAC2	130,000.00	Honda Auto Receivables 2016-2 A3 1.39% Due 4/15/2020	2,781.93	121.75	2,903.68
04/15/2017	Paydown	47787VAC5	154,413.55	John Deere Owner Trust 2014-A A3 0.92% Due 4/16/2018	12,859.67	9.86	12,869.53
04/15/2017	Paydown	47788MAB6	265,000.00	John Deere Owner Trust 2016-A A2 1.15% Due 10/15/2018	12,851.49	155.31	13,006.80
04/15/2017	Paydown	161571GC2	195,000.00	Chase CHAIT Pool #2013-A8 1.01% Due 10/15/2018	8,080.99	130.20	8,211.19



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Payment Date	Transaction Type	CUSIP	Quantity	Security Description	Principal Amount	Income	Total Amount
04/15/2017	Paydown	43814HAC2	151,570.35	Honda Auto Receivables 2014-3 A3 0.88% Due 6/15/2018	10,979.00	31.04	11,010.04
04/15/2017	Paydown	477877AD6	239,696.53	John Deere Owner Trust 2014-B A3 1.07% Due 11/15/2018	13,651.10	85.89	13,736.99
04/15/2017	Paydown	89231TAB6	112,833.81	Toyota Auto Receivables Owner 2015-C 0.92% Due 2/15/2018	5,754.30	39.27	5,793.57
04/15/2017	Paydown	89236WAC2	230,000.00	Toyota Auto Receivables Owner 2015-A 1.12% Due 2/15/2019	11,655.40	104.24	11,759.64
04/18/2017	Paydown	43814GAC4	117,485.63	Honda Auto Receivables 2014-2 A3 0.77% Due 3/19/2018	9,058.46	11.36	9,069.82
04/19/2017	Interest	3135G0E58	495,000.00	FNMA Note 1.125% Due 10/19/2018	0.00	2,784.38	2,784.38
04/21/2017	Paydown	43813NAC0	280,000.00	Honda Auto Receivables 2015-2 A3 1.04% Due 2/21/2019	10,054.75	156.54	10,211.29
04/23/2017	Interest	3133EDDV1	185,000.00	FFCB Note 1.16% Due 10/23/2017	0.00	1,073.00	1,073.00
04/25/2017	Interest	3130A4GJ5	500,000.00	FHLB Note 1.125% Due 4/25/2018	0.00	2,812.50	2,812.50
04/27/2017	Maturity	36962G5W0	300,000.00	General Electric Capital Corp Note 2.3% Due 4/27/2017	300,000.00	3,450.00	303,450.00
04/30/2017	Interest	912828TW0	500,000.00	US Treasury Note 0.75% Due 10/31/2017	0.00	1,875.00	1,875.00
04/30/2017	Interest	912828VA5	480,000.00	US Treasury Note 1.125% Due 4/30/2020	0.00	2,700.00	2,700.00
04/30/2017	Interest	912828WD8	500,000.00	US Treasury Note 1.25% Due 10/31/2018	0.00	3,125.00	3,125.00
Apr 2017					397,727.09	26,524.72	424,251.81
05/12/2017	Maturity	3137EADF3	500,000.00	FHLMC Note 1.25% Due 5/12/2017	500,000.00	3,125.00	503,125.00
05/15/2017	Paydown	47788MAB6	265,000.00	John Deere Owner Trust 2016-A A2 1.15% Due 10/15/2018	12,382.44	143.00	12,525.44
05/15/2017	Paydown	161571GC2	195,000.00	Chase CHAIT Pool #2013-A8 1.01% Due 10/15/2018	8,087.73	123.40	8,211.13
05/15/2017	Paydown	43814HAC2	151,570.35	Honda Auto Receivables 2014-3 A3 0.88% Due 6/15/2018	10,718.96	22.99	10,741.95
05/15/2017	Paydown	43814QAC2	130,000.00	Honda Auto Receivables 2016-2 A3 1.39% Due 4/15/2020	2,785.15	118.53	2,903.68
05/15/2017	Paydown	477877AD6	239,696.53	John Deere Owner Trust 2014-B A3 1.07% Due 11/15/2018	13,192.58	73.72	13,266.30
05/15/2017	Paydown	89231TAB6	112,833.81	Toyota Auto Receivables Owner 2015-C 0.92% Due 2/15/2018	5,535.33	34.86	5,570.19



Cash Flow Report

From 06/30/2016

Payment Date	Transaction Type	CUSIP	Quantity	Security Description	Principal Amount	Income	Total Amount
05/15/2017	Paydown	89236WAC2	230,000.00	Toyota Auto Receivables Owner 2015-A 1.12% Due 2/15/2019	11,356.06	93.36	11,449.42
05/16/2017	Interest	166764BA7	310,000.00	Chevron Corp Note 1.79% Due 11/16/2018	0.00	2,774.50	2,774.50
05/18/2017	Paydown	43814GAC4	117,485.63	Honda Auto Receivables 2014-2 A3 0.77% Due 3/19/2018	8,651.46	5.55	8,657.01
05/20/2017	Interest	747525AG8	370,000.00	Qualcomm Inc Note 1.4% Due 5/18/2018	0.00	2,590.00	2,590.00
05/20/2017	Interest	89236TDE2	300,000.00	Toyota Motor Credit Corp Note 1.4% Due 5/20/2019	0.00	2,100.00	2,100.00
05/21/2017	Interest	3135G0WJ8	500,000.00	FNMA Note 0.875% Due 5/21/2018	0.00	2,187.50	2,187.50
05/21/2017	Paydown	43813NAC0	280,000.00	Honda Auto Receivables 2015-2 A3 1.04% Due 2/21/2019	9,856.48	147.83	10,004.31
05/26/2017	Interest	3135G0ZY2	325,000.00	FNMA Note 1.75% Due 11/26/2019	0.00	2,843.75	2,843.75
05/31/2017	Interest	912828SX9	495,000.00	US Treasury Note 1.125% Due 5/31/2019	0.00	2,784.38	2,784.38
05/31/2017	Interest	912828UB4	500,000.00	US Treasury Note 1% Due 11/30/2019	0.00	2,500.00	2,500.00
May 2017					582,566.19	21,668.37	604,234.56
06/14/2017	Interest	313379EE5	240,000.00	FHLB Note 1.625% Due 6/14/2019	0.00	1,950.00	1,950.00
06/14/2017	Interest	3135G0G72	515,000.00	FNMA Note 1.125% Due 12/14/2018	0.00	2,896.88	2,896.88
06/15/2017	Paydown	43814QAC2	130,000.00	Honda Auto Receivables 2016-2 A3 1.39% Due 4/15/2020	2,788.38	115.30	2,903.68
06/15/2017	Paydown	47788MAB6	265,000.00	John Deere Owner Trust 2016-A A2 1.15% Due 10/15/2018	11,911.45	131.13	12,042.58
06/15/2017	Paydown	161571GC2	195,000.00	Chase CHAIT Pool #2013-A8 1.01% Due 10/15/2018	8,094.47	116.59	8,211.06
06/15/2017	Paydown	43814HAC2	151,570.35	Honda Auto Receivables 2014-3 A3 0.88% Due 6/15/2018	10,450.68	15.12	10,465.80
06/15/2017	Paydown	477877AD6	239,696.53	John Deere Owner Trust 2014-B A3 1.07% Due 11/15/2018	12,733.30	61.95	12,795.25
06/15/2017	Paydown	89231TAB6	112,833.81	Toyota Auto Receivables Owner 2015-C 0.92% Due 2/15/2018	5,316.17	30.62	5,346.79
06/15/2017	Paydown	89236WAC2	230,000.00	Toyota Auto Receivables Owner 2015-A 1.12% Due 2/15/2019	11,056.37	82.76	11,139.13
06/21/2017	Paydown	43813NAC0	280,000.00	Honda Auto Receivables 2015-2 A3 1.04% Due 2/21/2019	9,657.94	139.29	9,797.23



Cash Flow Report

From 06/30/2016

Payment Date	Transaction Type	CUSIP	Quantity	Security Description	Principal Amount	Income	Total Amount
06/29/2017	Maturity	3137EADH9	190,000.00	FHLMC Note 1% Due 6/29/2017	190,000.00	950.00	190,950.00
Jun 2017					262,008.76	6,489.64	268,498.40
Total					7,075,375.32	276,158.18	7,351,533.50



STAFF REPORT
CITY OF IMPERIAL BEACH

TO: HONORABLE MAYOR AND CITY COUNCIL
FROM: ANDY HALL, CITY MANAGER *SD*
MEETING DATE: AUGUST 17, 2016
ORIGINATING DEPT.: PUBLIC WORKS *HW*
SUBJECT: RESOLUTION NO. 2016-7730 APPROPRIATING \$80,000 FROM GAS TAX UNDESIGNATED RESERVE TO BIKEWAY VILLAGE- 13TH STREET CLASS 2 BIKEWAY CONSTRUCTION PROJECT CIP PROJECT NO. S15-702

EXECUTIVE SUMMARY:

On October 21, 2015, City Council adopted Resolution No. 2015-7639 awarding the 13th Street Class 2 Bikeway construction element of the Bikeway Village development project S15-702 to PAL General Engineering, Inc. The project was funded through an ATP Grant and 2010 Bond funds at a total budget of \$575,000. During the course of the construction expenses incurred that were not anticipated, including but not limited to inspections, additional design work, geotechnical work, and intersection finishing improvements.

Resolution No. 2016-7730 if approved will appropriate an additional \$80,000 from Undesignated Gas Tax Reserve to cover the cost necessary to complete this project.

FISCAL ANALYSIS: No General Fund monies will be utilized. Appropriation of the \$80,000 from the Undesignated Reserve Gas Tax Fund will not affect any budgeted projects, since these are undesignated reserve funds. There is sufficient Undesignated Reserve Gas Tax to cover this appropriation.

RECOMMENDATION:

Adopt Resolution No. 2016-7730 appropriating \$80,000 to the Bikeway Village – 13th Street Class 2 Bikeway Construction Project CIP Project No. S15-702 from the Undesignated Reserve Gas Tax Fund.

OPTIONS:

- Adopt Resolution No. 2016-7730 appropriating \$80,000 to CIP Project S15-702 from the Undesignated Reserve Gas Tax Fund;
- Adopt Resolution No. 2016-7730 with modified funding source as designated by City Council; or
- Request additional information and an additional report.

BACKGROUND/ANALYSIS:

The Bikeway Village - 13th Street Class 2 Bikeway Construction Project includes a slurry seal with new striping and signage to convert the street to two lanes of vehicle traffic, a center vehicle turn lane, parking on both sides of the street and class 2 bike lanes. This project also includes a new ADA compliant push button activated pedestrian crosswalk on all four sides of the Grove Avenue and 13th Street intersection containing graphic crosswalks to accommodate school children transiting to opposite sides of 13th Street enroute to either Mar Vista Middle School or Oneonta Elementary School. The construction of this work was necessary to improve traffic calming, bicycle safety and pedestrian safety while maintaining a suitable level of service for vehicle traffic on 13th Street.

Project construction is essentially complete except for a couple punch-list/finishing items. No further expenses are anticipated.

ENVIRONMENTAL DETERMINATION:

The BTP and associated CEQA adopted in 2008 analyzed and accepted the installation of a Class 2 bikeway on 13th Street. Thus there is no further environmental review necessary.

Attachments:

1. Resolution No. 2016-7730

RESOLUTION NO. 2016-7730**A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF IMPERIAL BEACH, CALIFORNIA, APPROPRIATING \$80,000 FROM GAS TAX UNDESIGNATED RESERVE TO BIKEWAY VILLAGE – 13TH STREET CLASS 2 BIKEWAY CONSTRUCTION PROJECT CIP PROJECT NO. S15-702**

WHEREAS, on October 21, 2015, City Council adopted Resolution No. 2015-7639 awarding the 13th Street Class 2 Bikeway construction element of the Bikeway Village development project S15-702 to PAL General Engineering, Inc.; and

WHEREAS, the project was funded through an ATP Grant and 2010 Bond funds at a total budget of \$575,000; and

WHEREAS, during the course of the construction expenses incurred that were not anticipated primarily in the following four areas:

- Construction Inspector Consultant Costs (incurred due to the resignation of the staff inspector in early December 2015);
- Design Engineer extra engineering work;
- Geotechnical evaluations; and
- Completion of the crosswalk at the intersection of 13th Street and Grove Avenue (ADA compliant push button activated ped crosswalk installed, crosswalk graphics to be completed); and

WHEREAS, there is a need to appropriate an additional \$80,000 from Undesignated Gas Tax Reserve to cover the cost necessary to complete this project; and

WHEREAS, the Bikeway Village - 13th Street Class 2 Bikeway Construction Project includes a slurry seal with new striping and signage to convert the street to two lanes of vehicle traffic, a center vehicle turn lane, parking on both sides of the street and class 2 bike lanes; and

WHEREAS, this project also includes a new ADA compliant push button activated pedestrian crosswalk on all four sides of the Grove Avenue and 13th Street intersection to accommodate school children transiting to opposite sides of 13th Street enroute to either Mar Vista Middle School or Oneonta Elementary School; and

WHEREAS, completion of these intersection improvements will include the graphic crosswalk at 13th Street and Grove; and

WHEREAS, the construction of this work was necessary to improve traffic calming, bicycle safety and pedestrian safety while maintaining a suitable level of service for vehicle traffic on 13th Street; and

WHEREAS, appropriation of the \$80,000 from the Undesignated Reserve Gas Tax Fund will not affect any budgeted projects, since these are undesignated reserve funds; and

WHEREAS, there is sufficient Undesignated Reserve Gas Tax to cover this appropriation.

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Imperial Beach as follows:

1. The above recitals are true and correct.

2. This legislative body appropriates an additional \$80,000 for the necessary additional work to complete the Bikeway Village - 13th Street Class 2 Bikeway Construction Project CIP S15-702 from the Undesignated Reserve Gas Tax Fund.
3. The City Manager or his designee is authorized to approve invoices necessary to complete Bikeway Village - 13th Street Class 2 Bikeway Construction Project S15-702 up to a total budget of \$655,000.

PASSED, APPROVED, AND ADOPTED by the City Council of the City of Imperial Beach at its meeting held on the 17th day of August 2016, by the following vote:

AYES: COUNCILMEMBERS:
NOES: COUNCILMEMBERS:
ABSENT: COUNCILMEMBERS:

SERGE DEDINA, MAYOR

ATTEST:

JACQUELINE M. HALD, MMC
CITY CLERK



STAFF REPORT
CITY OF IMPERIAL BEACH

TO: CITY COUNCIL
FROM: MAYOR 
MEETING DATE: AUGUST 17, 2016
SUBJECT: RESOLUTION NO. 2016-7732 APPROVING THE THIRD AMENDMENT TO EMPLOYMENT AGREEMENT BETWEEN THE CITY AND CITY MANAGER, ANDY HALL

EXECUTIVE SUMMARY:

Resolution No. 2016-7732 authorizes an amendment to the employment agreement between City Manager Andy Hall and the City to allow for changes to base salary based upon a recent performance evaluation.

BACKGROUND/DISCUSSION:

Andy Hall has served since July 17, 2013 as the City Manager in an exemplary manner. His recent performance evaluation done on August 3, 2016 concluded that he serves the City well with fiscal prudence and leadership on many projects.

Upon review and consideration of a merit increase, it is recommended that his base salary be increased by 4.17% effective August 17, 2016.

ENVIRONMENTAL DETERMINATION:

Not a project as defined by CEQA.

FISCAL IMPACT:

The total fiscal impact of the amendment would be an additional \$7,800.00 per year. The City Manager's budget will be adjusted accordingly to accommodate the new base salary of \$16,250/month.

RECOMMENDATION:

Adopt Resolution No. 2016-7732 approving the Third Amendment to Employment Agreement with the City Manager.

Attachments:

1. Resolution No. 2016-7732
2. Third Amendment to Employment Agreement

RESOLUTION NO 2016-7732

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF IMPERIAL BEACH, CALIFORNIA, APPROVING THE THIRD AMENDMENT TO EMPLOYMENT AGREEMENT WITH CITY MANAGER, ANDY HALL

WHEREAS, the Imperial Beach City Council is authorized to employ the services of a City Manager pursuant to general laws of the State of California and Chapter 2.04 of the Imperial Beach Municipal Code; and

WHEREAS, the City abides by the Council/Manager form of government and the City Council desires to set forth certain conditions of employment for the City Manager; and

WHEREAS, an employment agreement is desirable to memorialize all terms and conditions of employment, including salary and other employment benefits; and

WHEREAS, it is appropriate to review Mr. Hall's performance and amend his employment agreement;

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Imperial Beach as follows:

1. The above recitals are true and correct.
2. That the City Council hereby approves the Third Amendment to Employment Agreement with Gary Andrew Hall, City Manager pursuant to all terms and conditions set forth in the Third Amendment to Employment Agreement; and
3. The City Manager's budget will be adjusted accordingly to accommodate the new base salary of \$16,250/month.

PASSED, APPROVED AND ADOPTED by the City Council of the City of Imperial Beach at its regular meeting held on the 17th day of August, 2016, by the following roll call vote:

AYES:	COUNCILMEMBERS:
NOES:	COUNCILMEMBERS:
ABSENT:	COUNCILMEMBERS:

SERGE DEDINA, MAYOR

ATTEST:

JACQUELINE M. HALD
CITY CLERK

**THIRD AMENDMENT TO EMPLOYMENT
AGREEMENT
between
The City of Imperial Beach
and
Gary Andrew Hall**

This Third Amendment to Employment Agreement is entered into this 17th day of August 2016 (hereinafter "Effective Date"), by and between the City of Imperial Beach, California, a municipal corporation (hereinafter "City") and Gary Andrew Hall, an individual (hereinafter "Officer") (City and Officer referred to collectively as "Parties") with respect to the employment of Officer as the City Manager of the City.

RECITALS

WHEREAS, on July 17, 2013, the City and Officer entered into the Employment Agreement; and

WHEREAS such Employment Agreement requires the City Council to conduct a formal evaluation of Officer's performance at least once each year; and

WHEREAS, the City Council conducted a performance evaluation of Officer on August 3, 2016; and

WHEREAS, the City Council now desires to make the following amendments to the Employment Agreement.

NOW, THEREFORE, in consideration of the mutual covenants herein contained, the parties agree as follows:

Section 1. Section 3.A.(1)(a) of the Employment Agreement is hereby amended to read as follows:

A. Compensation and Required Employer Costs

(1) Base Salary

- (a) The annual base salary for the position of City Manager shall be \$195,000.

Section 2. The amendment under Section 1 above shall be effective as of August 16, 2016.

Section 3. Except as modified herein, all other terms and conditions of the Employment Agreement, First Amendment, and Second Amendment shall remain the same.

IN WITNESS WHEREOF the Parties have executed this Third Amendment to Employment Agreement as of the day and year first above written.

CITY OF IMPERIAL BEACH

OFFICER

By: _____
Serge Dedina, Mayor

By: _____
Gary Andrew Hall, City Manager

ATTEST:

By: _____
Jacque Hald, City Clerk

APPROVED AS TO FORM:

By: _____
Jennifer M. Lyon, City Attorney



STAFF REPORT
CITY OF IMPERIAL BEACH

TO: HONORABLE MAYOR AND CITY COUNCIL

FROM: ANDY HALL, CITY MANAGER *SH*

MEETING DATE: AUGUST 17, 2016

ORIGINATING DEPT.: FIRE-RESCUE DEPARTMENT *JF*

SUBJECT: ADOPTION OF RESOLUTION NO. 2016-7731 APPROPRIATING FUNDS AND AUTHORIZING PAYMENT OF \$524,300.64 FOR THE CITY OF IMPERIAL BEACH SHARE OF THE NEXTGEN REGIONAL COMMUNICATIONS SYSTEM FOR THE REPLACEMENT 800 MHZ PUBLIC SAFETY COMMUNICATIONS SYSTEM.

EXECUTIVE SUMMARY:

Seeking adoption of Resolution No. 2016-7731 authorizing payment of the City of Imperial Beach share of the NextGen Regional Communication System, replacing the existing 800 MHz Public Safety Communications System. The existing Regional Communications System used by public safety throughout San Diego County is becoming obsolete and must be replaced. On February 5, 2014, City Council adopted Resolution No. 2014-7447 authorizing the City Manager to enter into an agreement between the County of San Diego, Imperial County, other cities and public safety partners in the region for the purpose of establishing governance and funding for the next generation regional communications system known as NextGen RCS.

FISCAL ANALYSIS: Funding sources were identified in 2014, and have been implemented via the General Fund Reserve. The original estimate was \$800,000, however the county, partner agencies and the RCS Board have streamlined, eliminated unneeded radios and brought on additional partners resulting in the Imperial Beach share of NextGen being revised to \$524,300.64 in total. This action authorizes the Administrative Services Director to appropriate these funds from the Regional Communication System General Fund Reserve and to increase the Fire-Rescue Budget Account 101-3020-422-5004 by this amount, and to pay the County of San Diego \$524,300.64 by September 30, 2016 in order to be in compliance with the NextGen Agreement and our stated and preferred method of funding.

RECOMMENDATION:

That the City Council adopt Resolution No. 2016-7731 authorizing payment of \$524,300.64 for the City of Imperial Beach share of the NextGen Regional Communications System to replace the existing 800 MHz Public Safety Communications System.

OPTIONS:

- Receive and file the report from the City Manager
- Provide direction to the City Manager to take a specific action

BACKGROUND/ANALYSIS:

Effective, reliable communication is essential for :Law Enforcement, fire and rescue services, marine safety and other key public safety services to safely and effectively conduct operations. The wildfires during the last decade have underscored the need for this in the County of San Diego. Every City must protect its citizens, and so offers such services, which only work with quality communication capabilities. The infrastructure for such systems is immense and expensive, and each City providing their own is both environmentally unfriendly and economically prohibitive.

In San Diego County, regional governments and associated agencies have partnered with the County of San Diego to develop a large scale system that can handle the requirements of the various local entities and the heavy demand of wide scale incidents requiring substantial cooperation between agencies. Imperial Beach joined the Regional Communication System in March 1995. The existing system has reached the end of its serviceable life due to increased demand, technology advances, and new federally mandated changes. The RCS Board has spent the last several years designing the next generation communications system, selecting a vendor to build it, establishing the funding and governance approaches and establishing agreements with existing and new partnering entities to participate in the regional effort.

City Council approved participation in the NextGen RCS with adoption of Resolution No. 2014-7447 on February 5, 2014, and established a funding mechanism. This action approves payment to the County for the Imperial Beach allocated share of the new system.

ENVIRONMENTAL DETERMINATION:

Not a project as defined by CEQA.

Attachments:

1. Resolution No. 2016-7731
2. February 5, 2014 NextGen RCS Staff Report
3. Adopted Resolution No. 2014-7447
4. NextGen RCS Agreement with the County of San Diego
5. First Amendment to NextGen RCS Agreement with cost tables.

RESOLUTION NO. 2016-7731

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF IMPERIAL BEACH, CALIFORNIA, APPROPRIATING FUNDS AND AUTHORIZING PAYMENT OF \$524,300.64 FOR THE IMPERIAL BEACH SHARE OF THE NEXTGEN REGIONAL COMMUNICATION SYSTEM FOR THE REPLACEMENT 800 MHZ PUBLIC SAFETY COMMUNICATION SYSTEM.

WHEREAS, the City of Imperial Beach has participated in the Regional Communication System for provision of public safety communication services and infrastructure; and

WHEREAS, the equipment and system currently supporting the existing RCS system is outdated and cannot comply with new federal guidelines; and

WHEREAS, the county RCS board established a replacement effort resulting in a replacement system known as NextGen RCS; and

WHEREAS, City Council on February 4, 2014, approved an agreement to join the NextGen RCS for continued public safety communications capability; and

WHEREAS, the payment of the City's share for the infrastructure is determined to be \$524,300.66 and is due by September 30, 2016.

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Imperial Beach as follows:

1. Authorize the Administrative Services Director to appropriate \$524,300.64 from the Regional Communication System General Fund Reserve to the Fire-Rescue Budget Account 101-3020-422-5004
2. Authorize the Administrative Services Director to expend \$524,300.64 via payment to the County of San Diego, NextGen RCS.

PASSED, APPROVED, AND ADOPTED by the City Council of the City of Imperial Beach at its meeting held on the 17th day of August 2016, by the following vote:

**AYES: COUNCILMEMBERS:
NOES: COUNCILMEMBERS:
ABSENT: COUNCILMEMBERS:**

SERGE DEDINA, MAYOR

ATTEST:

**JACQUELINE M. HALD, MMC
CITY CLERK**

AGENDA ITEM NO. 5.1

**STAFF REPORT
CITY OF IMPERIAL BEACH**

TO: HONORABLE MAYOR AND CITY COUNCIL

FROM: ANDY HALL, CITY MANAGER *AA*

MEETING DATE: FEBRUARY 5, 2014

ORIGINATING DEPT.: PUBLIC SAFETY DEPARTMENT *JSC*

SUBJECT: ADOPTION OF RESOLUTION NO. 2014-7447 AUTHORIZING THE CITY MANAGER TO ENTER INTO AN AGREEMENT BETWEEN THE COUNTY OF SAN DIEGO, IMPERIAL COUNTY, OTHER CITIES AND OTHER PUBLIC SAFETY PARTNERS IN THE REGION FOR THE PURPOSE OF ESTABLISHING GOVERNANCE AND FUNDING FOR THE NEXT GENERATION REGIONAL COMMUNICATIONS SYSTEM (NextGen RCS).

EXECUTIVE SUMMARY:

Imperial Beach has been a partner in the Regional Communication System (RCS) since 1995. This agreement partners San Diego and Imperial Counties with seventeen partner cities that establishes governance and funding for the 800 MHz public safety communication system shared by the member agencies. This system has reached the end of its reliable service life, and because of FCC directives altering the public safety frequencies, must be replaced. The existing agreement will expire on March 31, 2016. A replacement agreement is presented for approval by City Council authorizing the City Manager to enter into the RCS NexGen Agreement.

City Council has already set aside approximately \$272,000 in Fiscal Years 2012/13 and 2013/14, and is setting aside \$100,000 annually until the balance reaches \$800,000 or until the RCS requires payment. At that time the City will have to option to fund any remaining amount through existing City funds, or to finance the balance. There is no fiscal impact at this time related to this action.

BACKGROUND:

Since March of 1995, Imperial Beach has been a partner in the Regional Communication System (RCS) The RCS is a cooperative agreement which oversees the 800 Mhz. public safety radio communication system. This agreement is currently in place with San Diego and Imperial Counties, seventeen (17) cities in San Diego County and another twenty-one (21) public safety partners. The agreement was created to; establish a form of governance, identify a source of funding and determine a method for cost sharing for a public safety radio system that operates in two counties. This agreement was originally termed for fifteen years (15). It was extended twice for three (3) years, the first time in August 2009 and again in November 2012 with the agreement expiring on March 31, 2016. The NextGen agreement presented to City Council will have a 20 month overlap with the 1995 RCS agreement. Governance of the 1995 agreement will remain with the current Regional Communications System Board while the NextGen RCS Board will be managing all aspects relating governance and startup of the new system.

The current regional public safety radio communications system's infrastructure was installed in 1998. The system has now reached the end of its reliable service life and needs to be replaced due to increasing failures and FCC mandated changes to the public safety frequencies nationwide. San Diego County's RCS Management Team has developed a plan, which they presented and vetted through the RCS Board and partners, to replace the existing RCS communications network infrastructure with a new P25 compliant radio operating system. The NextGen replacement project is expected to occur over the course of several years, with the contract award anticipated early in 2015, and final completion projected in late 2018.

The projected total cost of the NextGen system has been estimated to be \$105 million. However, the County of San Diego, as the owner of this radio system, has received \$19 million in grants that will go towards reducing the estimated cost of the project. The remaining balance of approximately \$86 million will be the basis for determining each partner's share. Imperial Beach's estimated partner share, per Exhibit C of the NextGen RCS agreement, is around \$725,000 and this is based upon one shared unit cost of the backbone of \$6,164 times Imperial Beach's radio count of 117 radios. Imperial Beach will have additional city-only shared costs for the P25 compliant dispatch consoles located at San Diego Fire Communications Center. The cities of Chula Vista, National City and Imperial Beach are all dispatched from three consoles and the upgrade cost to P25 is estimated to be \$10,000 for Imperial Beach's share.

The County is planning to offer financing to local governments that become NextGen RCS Partners no later than March 31, 2014. Should the City of Imperial Beach chose to take advantage of the County's financing opportunity, the City will be offered payment options of either 7 or 10 years. Interest rate has not been identified. The Council may direct staff to look into financing a portion of the infrastructure cost over time or pay the balance with existing funds. When additional information is available, staff will return with funding options for City Council direction.

ANALYSIS:

Imperial Beach does not have a commercial communications option to turn to for public safety communications and will need to continue our participation as a partner in the Next Generation Regional Communications System replacement project. Public Safety relies on maintaining a common communications platform between neighboring agencies for fire/ems, lifeguard and law enforcement. San Diego Sheriff's Department is the City's contract law enforcement agency whose entire department operates on the 800 Mhz. radio system, with the County of San Diego owning and maintaining this system.

ENVIRONMENTAL DETERMINATION:

Not a project as defined by CEQA.

FISCAL IMPACT:

This is a partially funded Capital Improvement Project that was identified in the FY2013/14 Budget. City Council has previously adopted Resolution No. 2013-7333, amending the Fiscal Year 2012/13 General Fund Appropriations and adopting the Fiscal Year 2013/14 and 2014/15 Budgets. This action committed \$100,000 from the Fiscal Year 2012/13 assigned fund balance reserve and directed \$100,000 be set aside in future budgets until the balance equals \$800,000 or the county requests payment. City Council also adopted Resolution No. 2013-7346

committing \$72,311 in SAFE excess reserve funds to replacement of the Regional Communication System. approximately \$173,000 in Fiscal Years 2012/13 and 2013/14, and is setting aside \$100,000, and going forward annually until the balance equals \$800,000, or the County of San Diego requires payment for RCS participation, expected to be in late Fiscal Year 2014/15 or early 2015/16. At that time the City will have to option to fund the remaining amount through existing City funds, or to finance the balance.

RECOMMENDATION:

Adopt Resolution No. 2014-7447 authorizing the City Manager to sign the Agreement Between and Among the County of San Diego and Participating Cities and Jurisdictions Regarding the Next Generation Regional Communication System providing communication services to Public Safety and Public Service Agencies operating in San Diego County and Imperial County. ("NextGen RCS Agreement")

Attachments:

1. Resolution No. 2014-7447
2. Resolution No. 2013-7333
3. Resolution No. 2013-7346
4. NextGen RCS Agreement

RESOLUTION NO. 2014-7447

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF IMPERIAL BEACH, CALIFORNIA, AUTHORIZING THE CITY MANAGER TO ENTER INTO AN AGREEMENT COMMITTING THE CITY OF IMPERIAL BEACH TO PARTICIPATE AS A PARTNER OF THE NEXT GENERATION REGIONAL COMMUNICATION SYSTEM (RCS) WITH THE COUNTY OF SAN DIEGO AND OTHER PARTICIPATING AGENCIES FOR THE PURPOSE OF GOVERNING, FUNDING, ACQUIRING AND IMPLEMENTING A REPLACEMENT EMERGENCY COMMUNICATIONS SYSTEM FOR THE REGION.

WHEREAS, pursuant to a San Diego – Imperial County Regional Communication System agreement dated March 7, 1995, the parties including the City of Imperial Beach established the Regional Communications System and the RCS provided for its governance and for the method to fund the system; and

WHEREAS, the City Council adopted Resolution No. 2009-6788 extending the Regional Communication System Agreement through March 31, 2013, and Resolution No. 2012-7263 extending the agreement an additional three years through March 31, 2016; and

WHEREAS, the communication backbone must be replaced in order to support the specifications for the public safety frequencies and operating parameters per the Federal Communications Commission (FCC); and

WHEREAS, the County of San Diego is again taking the lead to establish the next generation (NexGen) Regional Communications System governance and funding cooperative agreement; and

WHEREAS, City Council has already begun setting aside funds toward participation, in anticipation of the NexGen RCS agreement; and

WHEREAS, the County needs to determine which Cities and other agencies intend to participate; and

WHEREAS, early commitment to the agreement will save the City of Imperial Beach from being assessed a late financial penalty of approximately \$100,000; and

WHEREAS, the County will return with the final system cost and participating member agency shares, including the City of Imperial Beach, once the vendor has been selected;

NOW, THEREFORE, BE IT RESOLVED that the City Council authorizes the City Manager to enter into the agreement with the County of San Diego and other participating agencies establishing the intent of the City to participate in the NexGen Regional Communication System Agreement.

PASSED, APPROVED, AND ADOPTED by the City Council of the City of Imperial Beach at its meeting held on the 5th day of February 2014, by the following vote:

AYES: COUNCILMEMBERS: BRAGG, SPRIGGS, BILBRAY, PATTON, JANNEY
NOES: COUNCILMEMBERS: NONE
ABSENT: COUNCILMEMBERS: NONE

Signature on file

JAMES C. JANNEY, MAYOR

ATTEST:

Signature on file

JACQUELINE M. HALD, MMIC
CITY CLERK



Agreement
Between and Among the County of San Diego
and
Participating Cities and Jurisdictions
Regarding the Next Generation Regional Communication System
Providing Communication Services to Public Safety and Public Service Agencies
Operating in San Diego County and Imperial County
("NextGen RCS Agreement")

1. THE 1995 RCS AGREEMENT; TRANSITION TO NEXT GENERATION RCS

1.1 The 1995 RCS Agreement. Effective March 7, 1995, the County of San Diego ("County") and certain local governments and agencies entered into an agreement entitled the "San Diego County – Imperial County Regional Communications System Agreement Between the County of San Diego and Participating Cities and Jurisdictions Regarding the Implementation, Governance, Method of Funding and Costs of a Regional Radio System Providing Communication Services to Public Safety and Public Service Agencies Operating in San Diego County and Imperial County" (referred to as the "1995 RCS Agreement," a copy of which is attached as **Exhibit A**. Additional local governments and agencies signed onto the 1995 RCS Agreement, and all original and additional signatories (referred to as "1995 RCS Parties") are listed in **Exhibit B**. The 1995 RCS Agreement provides for the operation of a regional communication system by the County through its Sheriff's Department with the financial contribution of the 1995 RCS Parties. Other agencies and entities ("Customers") are allowed to use the RCS, upon recommendation by the RCS Board of Directors, through contracts with the County wherein a Customer pays fees as approved by the Board of Directors, with the revenues from such contracts flowing to the RCS Operating Account and RCS Trust Fund maintained by the County.

1.2 1995 RCS Governance. The 1995 RCS Agreement establishes a governance structure wherein the County, through the Sheriff's Department Wireless Services Division, operates and maintains the RCS with other County departments providing additional administrative support, and the County Board of Supervisors having ultimate fiscal and operational control over the RCS. The 1995 RCS Agreement establishes an RCS Board of Directors to make recommendations to the Board of Supervisors.

1.3 1995 RCS Fiscal Components. There are three basic fiscal components to RCS Party participation in the 1995 RCS Agreement and use of the RCS: (1) contribution to the construction of the RCS "backbone", (2) monthly operating charges, and (3) each RCS Party's own equipment and certain infrastructure costs. 1995 RCS Parties have paid or are paying their contribution to the backbone construction through several fiscal vehicles, including financing provided by the County and County Service Area (CSA) 135, formed pursuant to Government Code section 25210 et. seq. Relevant actions pertaining to CSA 135 include, but may not be limited to the following: In Fiscal Years 1995-1996 and 1996-1997, pursuant to Government Code section 25210.77a (repealed 2009), the County levied parcel charges for CSA 135. On June 2, 1998, voters in three cities approved special taxes without sunset dates to replace the parcel charges as follows: The City of Poway (CSA 135 Zone F) - Proposition J; The City of Del Mar (CSA 135 Zone B) - Proposition F; The City of Solana Beach (CSA 135 Zone H) - Proposition L.

1.4 1995 RCS Agreement Extensions. On May 5, 2009 (Minute Order No. 2) on recommendation of the RCS Board of Directors, the County Board of Supervisors approved the extension of the RCS Agreement to March 31, 2013. On August 7, 2012 (Minute Order No. 1), again on recommendation of the RCS Board of Directors, the County Board of Supervisors approved the extension of the 1995 RCS Agreement to March 31, 2016 in order to allow sufficient time to transition to a new or "next generation" ("NextGen RCS") replacement regional communication system and to develop a new participating agency agreement governing the new system.

1.5 Next Generation Regional Communication System ("NextGen RCS"). The transition from the existing RCS to the NextGen RCS is to be implemented and facilitated by this NextGen RCS Agreement and will occur over the course of approximately five years as follows: The County intends to issue the Request for Proposals for the NextGen RCS ("NextGen RFP") near the middle of calendar year 2014, close NextGen RFP responses by end of calendar year 2014, and award the NextGen RCS Contract in mid-2015. It is further anticipated that while performance on the NextGen RCS Contract will begin shortly thereafter, infrastructure and equipment replacement of the RCS by the NextGen RCS will begin in early 2016. It is anticipated that NextGen RCS installation will be completed in late 2018.

1.6 NextGen RCS Agreement; Purpose. The purpose of this NextGen RCS Agreement is to establish a degree of certainty among all Parties to the 1995 RCS Agreement and additional parties as to participation and partnership in the NextGen RCS. Such degree of certainty is necessary because the County, as the contracting and administering entity, must issue the Request For Proposals ("NextGen RCS RFP") in 2014, and the scope of work, funding and financing discussions require a framework for participation be in place. This NextGen RCS Agreement also provides incentive for 1995 RCS Parties to execute this NextGen RCS

Agreement and become NextGen RCS Parties, indicating their good faith intention to participate, by establishing late joining penalties as set forth in section 3 of this NextGen RCS Agreement.

1.7 Transition from 1995 RCS Agreement. The purposes of this NextGen RCS Agreement include establishing participation in the sharing of NextGen RCS Shared Backbone Infrastructure costs and NextGen RCS governance. Given that the transition from the RCS to the NextGen RCS will occur in stages and over time, the NextGen RCS Parties agree that the 1995 RCS Agreement shall continue to be operative and govern the operation, maintenance, governance and administration of the RCS system until such time as the 1995 RCS Agreement expires in 2016, *except as follows*: This NextGen RCS Agreement will govern with respect to matters pertaining to setting NextGen RCS performance objectives, NextGen RCS implementation planning, and other matters that may relate to the NextGen RCS after transition from the RCS is complete. Upon expiration of the 1995 RCS Agreement, this NextGen RCS Agreement shall govern the RCS as it evolves to the NextGen RCS. Thus, from the execution of this NextGen RCS Agreement to the expiration of the 1995 RCS Agreement, there will be, to the extent required by the foregoing, dual governance structures, including dual boards of directors, which may or may not have members in common.

1.8 NextGen RCS Agreement; Authority. On *December 3, 2013 (Item No. 6)*, the Board of Supervisors authorized the Clerk of the Board to execute this NextGen RCS Agreement on behalf of the County. Each other NextGen RCS Party was authorized to enter into this NextGen RCS Agreement as indicated on their individual signature page.

2. NEXTGEN RCS OVERVIEW

2.1 1995 RCS. The RCS replaced the participating public service and public safety agencies' existing radio communication systems throughout San Diego and Imperial counties with what was at the time a modern, trunked radio system.

2.2 NextGen RCS. The NextGen RCS will replace, modernize and update the RCS and shall provide effective and reliable voice radio communications for routine intra- and inter-agency operations as well as inter-agency communications throughout the region during mutual aid and disaster operations. The NextGen RCS will include the following subsystems: a new trunked voice system, new microwave backhaul network, and a conventional voice system.

2.2.1 Trunked Voice System Description. The Trunked Radio System consists of the radio transmission equipment located at remote radio sites and the centralized system networking and management equipment necessary to provide voice radio services to the participating agencies in the RCS service area.

2.2.2 Microwave Backhaul Network Description. The Microwave Backhaul Network consists of the point-to-point radio and data switching equipment necessary to interconnect the sites where components of the trunked radio system and conventional radio systems (network hub and remote radio sites) are located.

2.2.3 Conventional Voice System Description. The Conventional Voice System consists of non-trunked ("conventional") radio base station equipment installed at remote radio sites to support voice radio communications between users of the RCS trunked radio system and non-RCS user agencies as required in day-to-day, mutual aid and disaster operations. The conventional voice system also provides limited backup voice communications capability in the event of a trunked system failure.

2.3 "Public Safety" and "Public Service" Agencies Defined

2.3.1 Public Safety agencies include all public law enforcement, fire service, EMS and disaster preparedness agencies in San Diego County and Imperial County.

2.3.2 Public Service agencies includes the State of California Department of Transportation (Caltrans) District 11 and other participating public agencies in the counties of San Diego and Imperial whose primary responsibility is providing citizens with services other than law enforcement, fire service, EMS, and disaster preparedness. Public Service agencies may also include Private-Non-Profit agencies operating under an agreement with a public agency.

2.4 Mutual Aid Communications. All law enforcement, fire service, EMS, disaster preparedness and participating public service agencies in San Diego County and Imperial County shall have access to mutual aid communications capabilities.

3. NEXTGEN RCS PARTICIPATION PARAMETERS AND CONTINGENCIES

3.1 Time Is Of The Essence. Due to the aging of the RCS, time is of the essence in the deployment of the NextGen RCS. Due to the anticipated construction time, the County intends to issue the NextGen RFP near the middle of calendar year 2014, close NextGen RFP responses by the end of 2014, and award the NextGen Contract in mid-2015. In order to provide a measure of confidence that there will be a certain level of participation and sharing in the NextGen RCS Shared Infrastructure Cost (See section 11.2), and to provide a minimal degree of certainty to the County of San Diego before it undertakes the extensive task of preparing and issuing a request for proposals or other form of solicitation to potential vendors of the NextGen RCS, the County has asked, and the NextGen RCS Parties have agreed to the participation parameters herein.

3.2 Signing Deadline. 1995 RCS Parties and other local governments and agencies that desire to be NextGen Parties must sign this NextGen RCS Agreement no later than March 31, 2014.

3.3 Late Signers; Penalties. 1995 RCS Parties or other local governments or agencies who have not signed the NextGen RCS Agreement by March 31, 2014 will be allowed to later sign onto the NextGen RCS Agreement and become NextGen RCS Parties during the period April 1, 2014 to July 31, 2014; however, such late-joining NextGen RCS Parties ("late signers") will pay their NextGen RCS Shared Infrastructure Cost they would have paid had they executed this NextGen RCS Agreement by March 31, 2014, plus a late penalty amounting to 15% of the original participation share. Penalty fees will be handled according to Section 3.5.

3.3.1 1995 RCS Parties or other local governments or agencies who have not signed the NextGen RCS Agreement by July 31, 2014, will be allowed to sign onto the NextGen RCS Agreement and become NextGen RCS Parties until January 1, 2015; however, such late-joining NextGen RCS Parties (also "late signers") will pay the NextGen RCS Shared Infrastructure Cost they would have paid had they executed this NextGen RCS Agreement by March 31, 2014, plus a late penalty amounting to 25% of the original participation share.

3.4 Final Cut Off. No 1995 RCS Parties or other local governments or agencies will be allowed to sign onto the NextGen RCS Agreement and become NextGen RCS Parties after January 1, 2015.

3.5 Disposition of Penalties Collected. Late penalties will be deposited to the NextGen RCS Trust Fund.

3.6 Financing. For NextGen RCS Parties that choose not to pay their share of the total NextGen RCS Shared Infrastructure Cost in total within sixty days of the issuance of the revised Exhibit C and prior to contract award, which is anticipated to occur in the spring or summer of 2015, a financing mechanism will be determined and made available by the County. Nothing in this section prohibits any NextGen RCS Parties from pursuing and obtaining their own financing. Payment and financing agreements will be separate and apart from this NextGen RCS Agreement. Financing mechanisms will not be available to pay for late signing penalties.

3.7 Contingencies. To facilitate the execution of this NextGen RCS Agreement, it is understood that a NextGen RCS Party may choose to be excused from performing under this NextGen RCS Agreement if any of the following contingencies are not met:

3.7.1 Vendor Contract – A contract must be awarded pursuant to the County's NextGen RCS RFP or other solicitation.

3.7.2 County Funding. Funds for the County to undertake the NextGen RCS project must exist.

3.7.3 Actual Shared Infrastructure Costs. The total NextGen RCS Shared Infrastructure Costs, as determined by the vendor contract, does not exceed the budgetary estimate in Exhibit C by more than 10 percent (10%).

4. SCOPE OF AGREEMENT; CERTAIN REQUIREMENTS

4.1 NextGen RCS Parties. The purpose of the NextGen RCS and NextGen RCS Agreement is to provide a next generation communications system that provides optimum service to the NextGen RCS Parties. To that end, the NextGen RCS will be designed to provide optimum required service. Additionally, the NextGen RCS Parties, while executing this NextGen RCS Agreement, do not intend to cede any of their constitutional or statutory autonomy.

4.2 Frequency Licensing Or Transfer. NextGen RCS Parties shall co-license or transfer their currently allocated 800 MHz frequencies to the County of San Diego for use in the NextGen RCS.

5. NEW NEXTGEN PARTIES

5.1 "New Parties" are defined as public safety and public service agencies that are not "1995 RCS Parties". New Parties will be allowed to participate in this agreement and become a NextGen RCS Party.

5.2 If participation by a New Party requires enhancement or expansion of coverage beyond what is provided by the existing RCS on the effective date of this NextGen RCS Agreement, the New Party shall pay the costs associated with such enhancement or expansion, separate and apart from the financial responsibilities addressed in this NextGen RCS Agreement.

5.3 For informational purposes only that may be of benefit to the 1995 Parties, the County has identified potential New Parties and they are listed in Exhibit D.

6. NEXTGEN RCS PERFORMANCE REQUIREMENTS

6.1 Reliability. The NextGen RCS shall be designed to provide a high level of redundancy and reliability to support mission critical public safety communications. The overall system availability design objective shall be 99.999%. (Note: 99.999% system availability is the public safety "best practice" design objective; it is not a formally adopted standard.)

6.2 Design Objectives. The NextGen RCS design objectives for the performance of portable and mobile voice and the quality of coverage provided shall be determined by the NextGen RCS Board of Directors and appropriate County of San Diego staff.

6.3 Loading Requirements. The NextGen RCS shall be designed to meet the loading requirements of the anticipated busiest hour for all planned users over the life of the system.

6.4 Coverage Plan. The goal of the NextGen RCS is to provide the same general coverage footprint as is provided by the existing RCS and to correct existing deficiencies where practicable. The actual NextGen RCS radio service coverage plan shall be determined by a NextGen RCS Project Management Office to be created by the Sheriff's Department and with the consultation of the NextGen RCS Board of Directors.

7. NEXTGEN RCS ACCESS PRIORITIES

7.1 User Prioritization. In the event that all radio channels in the RCS are busy, users wanting to speak shall be prioritized as follows, regardless of how long they have been waiting:

7.1.1 Priority One - Emergency Identification. An Emergency Identification is defined as the message received when a public safety member calls for immediate assistance by activating an emergency button or switch on the user radio equipment.

7.1.2 Priority Two - Public Safety

7.1.2.1 - Public Safety includes the normal daily radio transmissions of law enforcement, fire service, paramedic providers and disaster preparedness personnel using the RCS.

7.1.2.2 - Public Safety also includes RCS users whose normal lower priorities have been temporarily changed to resolve an unusual occurrence or large scale disaster.

7.1.3 Priority Three - Non-Public Safety, Special Event. Non-Public Safety, Special Event includes planned events involving public service agency participants that are beyond the scope of their normal daily operations.

7.1.4 Priority Four - Non-Public Safety, Regular. Non-Public Safety, Regular includes the normal daily radio transmissions of public service agencies using the system.

8. NEXTGEN RCS GOVERNANCE; CONTINUED RCS GOVERNANCE

8.1 . Limited Period Of Concurrent Governance. It is the intent of the NextGen RCS Parties that there shall be concurrent operation of, and governance by, this NextGen RCS

Agreement and the 1995 RCS Agreement during the construction of the NextGen RCS, as set forth in Section 1.7 above.

8.2 General NextGen RCS Governance Structure. The County of San Diego Sheriff's Department will operate and maintain the NextGen RCS. Other departments of the County of San Diego will provide support as necessary. As the governing body for the County, the Board of Supervisors shall have ultimate fiscal and operational control over the NextGen RCS and shall be ultimately responsible for the overall administration and direction of the RCS through interaction with the NextGen RCS Board of Directors, the assigned San Diego County staff and the NextGen RCS Parties.

9. NEXTGEN RCS BOARD OF DIRECTORS

9.1 Representation. There shall be a NextGen RCS Board of Directors, subject to the Ralph M. Brown Act (California's Open Meeting Law), that shall be the advisory body to the Board of Supervisors with respect to matters concerning the NextGen RCS, and shall make recommendations to the Board of Supervisors that serve the interest of all NextGen RCS Parties.

Except as noted below, the Board of Directors shall be composed of 10 (ten) directors representing public safety and public service agencies as outlined below:

County of San Diego (ONE)

City Manager (ONE)

San Diego County Sheriff's Department (ONE)

San Diego County Municipal Police Department (ONE)

San Diego County Fire Agencies (TWO)

Imperial Valley Emergency Communications Authority (TWO)

State of California Department of Transportation (ONE)

Schools Group (ONE)(Schools Group membership on the Board requires that at least four school districts are NextGen RCS Parties)

9.2 Members. Members of the NextGen RCS Board of Directors shall be determined in the following manner, according to the type of agency.

9.2.1 County of San Diego. The representative for the County of San Diego shall be the Deputy Chief Administrative Officer for Public Safety or his/her designee, preferably the Director of the Office of Emergency Services.

9.2.2 City Manager. The City Manager representative shall be a City Manager of a NextGen RCS agency selected by the San Diego City/County Managers Association.

9.2.3 Sheriff's Department. The delegate from the San Diego Sheriff's Department shall be the Sheriff or the Sheriff's designee.

9.2.4 Police. The municipal police representative shall be a police chief or designate from a NextGen Party municipal police department who shall be selected by the San Diego County Police Chiefs' and Sheriff's Association.

9.2.5 Fire. The two fire service representatives shall be fire chiefs or designees from NextGen RCS Party fire departments or fire services who shall be selected by the San Diego County Fire Chiefs' Association.

9.2.6 Imperial Valley Emergency Communications Authority ("IVECA"). IVECA shall designate two members of its Board of Directors to serve on the NextGen RCS Board of Directors.

9.2.7 Caltrans. The representative for Caltrans shall be selected by appropriate state authority.

9.2.8 Schools Group. The representative from the RCS Schools Group shall be selected by mutual agreement (or majority vote) of the superintendents of the member school districts.

9.3 Responsibilities of the NextGen RCS Board of Directors. Responsibilities shall include but not be limited to:

- Adopting by-laws to govern the NextGen RCS Board of Director's internal operations, consistent with the provisions of this Agreement.
- Meeting quarterly or more frequently, if necessary.
- Developing and approving NextGen RCS operating policies and procedures.
- Identifying participating agency needs and requirements.
- Addressing concerns of participating agencies.

- Reviewing and adopting recommendations regarding the establishment of system priorities and talk groups.
- Establishing subcommittees as necessary to ensure the interests and concerns of NextGen RCS Parties are represented and to ensure technical issues are thoroughly researched.
- Formulating the annual budget and submitting it to the County Board of Supervisors, via the Sheriff's Department, for approval.
- Monitoring the implementation of the NextGen RCS.
- Conducting programmatic reviews.
- Overseeing the establishment of long range plans.
- Making recommendations to the County Board of Supervisors.
- Making recommendations concerning the approval of customer contracts and rates for NextGen RCS services.

9.3.1 Board Transition. As set forth in Section 1.6 and 1.7, upon expiration of the 1995 RCS Agreement, the NextGen RCS Board of Directors shall have all the responsibilities set forth in this section also with respect to the RCS as it transitions to the NextGen RCS.

9.4 NextGen RCS Board of Directors Terms and Qualifications

9.4.1 Written Designation. Members of the NextGen RCS Board of Directors ("NextGen RCS Directors") shall be designated in a writing submitted to the Sheriff's Department by their respective NextGen RCS Party appointing authority. The term for each NextGen RCS Director shall be determined by her or his respective appointing authority provided, however, that each NextGen RCS Director shall at all times be an incumbent of a NextGen RCS Party. All NextGen RCS Directors serve at the pleasure of their appointing authority.

9.4.2 Alternates. The NextGen RCS Party appointing authority shall also select an alternate to the NextGen RCS Directors. Alternate members are encouraged to attend

regular Board of Directors meetings, but shall vote only in the absence of the primary NextGen RCS Director. No proxy voting is allowed.

9.4.3 Chairperson and Vice-Chairperson. The Chairperson and a Vice Chairperson of the NextGen RCS Board of Directors shall be biennially elected by a majority vote of the NextGen RCS Directors. The Chairperson and Vice Chairperson shall serve at the discretion of a majority of the NextGen RCS Directors, i.e., they may be replaced at any time by a majority vote of the NextGen RCS Directors. The Chairperson and Vice-Chairperson shall be selected from members representing NextGen RCS Parties other than IVECA, Caltrans and the Schools Group. For a NextGen RCS Board of Directors meeting to occur, either the Chairperson or Vice-Chairperson, and not their alternates, must be present.

9.5 Attendance at NextGen RCS Board of Directors meetings

9.5.1 NextGen RCS Directors are expected to attend all possible meetings to represent their group interests and to help conduct NextGen RCS business. Arrangements should be made for the alternate to attend in the absence of the primary representative.

9.5.2 The NextGen Board of Directors shall develop and promulgate a policy relating to attendance and absences by Directors and alternates.

9.5.3 Resignation from the NextGen RCS Board of Directors shall be submitted in writing to the chairperson and to the appointing authority.

9.6 NextGen RCS Board of Directors Voting

9.6.1 Members of the NextGen RCS Board of Directors and committees formed by NextGen RCS Board of Directors ("committees") shall vote on all items on the basis of one vote per member.

9.6.2 A quorum for the conduct of business exists when six (6) of the members are present at NextGen RCS Board of Directors meetings and three (3) of the six present represent NextGen RCS Parties other than IVECA, Caltrans or the Schools Group.

9.6.3 For any action to be taken by the Board of Directors, the vote in favor of the action must be a majority vote of the members of the Board of Directors present.

10. SHERIFF'S DEPARTMENT; WIRELESS SERVICES DIVISION

10.1 Sheriff's Wireless Services Division ("WSD") staff shall serve as advisors and staff to the NextGen RCS Board of Directors. The Manager of the WSD shall serve as the NextGen RCS Manager.

10.2 WSD staff shall manage the day-to-day operation and maintenance of the NextGen RCS subject to direction from and review by the NextGen RCS Board of Directors.

10.3 WSD staff shall provide support as necessary, but shall not have a voting right on any business before the NextGen RCS Board of Directors.

10.4 WSD staff shall perform the functions necessary to ensure that specific system performance guarantees are maintained throughout the term of the agreement.

10.5 **WSD Manager**. As the manager and operator of the NextGen RCS, the Sheriff's Department, and more specifically the WSD manager and staff, shall have the responsibility to:

10.5.1 Implement the NextGen RCS.

10.5.2 Seek NextGen RCS Board of Directors approval of major policy decisions.

10.5.3 Develop contracts with vendors.

10.5.4 Provide appropriate staff support to the NextGen RCS Board of Directors.

10.5.5 Retain employees and agents.

10.5.6 As authorized and limited by the County, acquire, hold or dispose of property necessary to operate the NextGen RCS.

10.5.7 Charge participating agencies for expenses incurred in ongoing maintenance and operation of the NextGen RCS.

10.5.8 Implement policy as set by the County, the Sheriff and the NextGen RCS Board of Directors.

10.5.9 Monitor and maintain NextGen RCS performance.

10.5.10 In conjunction with the NextGen RCS Board of Directors, develop and recommend the annual NextGen RCS budget to the County Board of Supervisors.

10.5.11 Reassign NextGen RCS priorities in extraordinary circumstances and make emergency repairs as required.

10.5.12 Provide information and support as necessary to the NextGen RCS Board of Directors.

10.5.13 Provide operating reports and technical information as necessary to assist the NextGen RCS Board of Directors.

10.5.14 Establish and maintain accounts and records, including personnel, property, financial, programmatic and other records deemed necessary by the NextGen RCS Board of Directors to ensure proper accounting for all ongoing operations and maintenance costs.

10.5.15 Use the records to justify any recommended adjustments to agency monthly operating charges.

10.6 Notice of WSD Staff Changes. The Sheriff's Department shall provide the NextGen RCS Board of Directors timely advance notice of impending personnel changes affecting any management staff assigned NextGen RCS responsibilities.

11. INFRASTRUCTURE, EQUIPMENT, SERVICES AND FISCAL ELEMENTS

11.1 Infrastructure. The NextGen RCS shall be divided into two infrastructure components: (a) the "shared backbone infrastructure" and (b) the participating agencies' infrastructure and equipment. These two parts are divided by a "line of demarcation" at the NextGen RCS network connection, which is the microwave network or common carrier termination point(s) used to interconnect the agency's radio consoles and other electronic communications devices to the RCS network.

11.2 NextGen RCS Shared Backbone Infrastructure Costs. The NextGen RCS Shared Backbone Infrastructure Cost is defined as the total cost of the equipment and services required to plan, design, procure and implement a P25 Trunked Voice Land Mobile Radio System, Microwave Transport Network, and Mutual Aid Conventional Radio System. NextGen RCS Shared Backbone Infrastructure costs shall not include agency equipment or services used to connect to the NextGen RCS (such as agency owned microwave transport or leased commercial connectivity), dispatch center equipment, and subscriber radios (mobile, portable, control stations) and ancillary devices.

11.3 NextGen RCS Shared Backbone Infrastructure Cost Apportionment – Imperial County Agencies. The NextGen RCS shall support NextGen Parties in both San Diego County and Imperial County. In 1995, local government entities in Imperial County formed the Imperial Valley Emergency Communications Authority (IVECA). IVECA was formed as a Joint Powers Authority to provide public safety communications services to the residents of the County of Imperial and its constituent cities. NextGen RCS Backbone Infrastructure costs for Imperial County sites, except as noted in 11.3.2, shall be the responsibility of IVECA.

11.3.1 IVECA shall bear the full cost of and retain ownership of all infrastructure installed in Imperial County which primarily supports IVECA agencies. IVECA shall also bear the

cost for any software and licenses required to operate the IVECA infrastructure on the NextGen RCS.

11.3.2 Costs for infrastructure installed at the two NextGen RCS sites that border the two counties, Hendrix Peak and Superstition Mountain, will be apportioned between San Diego County infrastructure costs and IVECA infrastructure costs based on talk group usage ratio calculated for calendar year 2013.

11.3.3 IVECA shall be responsible for paying a proportional cost of the "RCS Core" infrastructure equipment. The "RCS Core" is comprised of the computers networking devices that manage and control the NextGen RCS. The proportion shall be based on the same formula used to determine proportional costs for all SD County participating agencies (the average number of subscriber radios each participating agency had active on the RCS on September 1, 2013 and July 1, 2014 based on RCS billing invoices. The average number of radios on the system on those dates will be measured against the total number of all participating agency subscriber radios.)

11.3.4 The Request for Proposals issued by the County shall require responding vendors to include a proposal for separate vendor financing for IVECA.

11.3.5 IVECA may be excused from performance under this NextGen RCS Agreement if IVECA is unable to obtain financing on terms acceptable to IVECA.

11.4 **San Diego County Agencies; Cost apportionment.** NextGen RCS Shared Backbone Infrastructure costs for San Diego County governments and agencies that are NextGen RCS Parties but that are not members of the Imperial Valley Emergency Communications Authority are as follows:

11.4.1 The NextGen RCS Parties agree that they must pay a proportional cost of the NextGen RCS Shared Backbone Infrastructure costs.

11.4.2 NextGen RCS Parties further agree that they shall be responsible for paying their one-time NextGen RCS Shared Backbone Infrastructure Cost as determined by the apportionment model in Exhibit C, including any penalties for late signing, and any financing cost.

11.4.3 Total cost for the NextGen RCS Shared Backbone Infrastructure supporting San Diego County will be divided among all San Diego County NextGen RCS Parties. The portion of the total cost allocated to each NextGen RCS Party will be based on the number of radios each NextGen RCS Party has on the RCS, i.e., the "Radio Inventory Method" ("RIM"). In order to provide NextGen RCS Parties a pre-RIM calculation opportunity to make *bona fide*

adjustments to their radio inventories based on their respective individual agency requirements, the RIM calculation will be done as follows:

- Each NextGen RCS Party's radio inventory for purposes of the RIM calculation will be an average of the number of subscriber radios each NextGen RCS Party had on the RCS on September 1, 2013 and July 1, 2014. The average number of radios over those two dates will be measured against the total number of all participating agency subscriber radios.
- If two or more agencies consolidate, the active radio quantities will be combined from each agency for the two dates listed above.
- For New Parties that did not have radios on the RCS prior to or on September 1, 2013, their radio inventory for purposes of the RIM calculation will be determined by a review of the New Party's requirements for radio communications services on the NextGen RCS in the future. The review shall be conducted by County staff and presented to the RCS Board of Directors for approval.

11.4.4 Subscriber Radio Inventory Reductions. Radios deactivated from the RCS between May 1, 2013, and July 1, 2014, will be permanently deprogrammed from the RCS and will not allowed to be reactivated for use on the RCS or NextGen RCS except as direct one-to-one replacements for radios that are lost or become nonfunctional.

11.5 Final Cost Apportionment Totals. After all NextGen Parties have signed the agreement and after the final contract amount for the NextGen system has been determined, the County will issue an amendment to this agreement to update Exhibit C. (See section 14.3.) The amended Exhibit C will provide the final cost apportioned to each NextGen Party for shared infrastructure costs based on the final contract cost and total number of radios (to calculate the cost per radio). Exhibit C will include the September 1, 2013 and July 1, 2014 radio inventory totals for each agency and the final average.

11.6 Connection Costs; Maintenance. All NextGen RCS Parties, including both San Diego County and IVECA agencies, are responsible for all costs associated with procuring and installing the equipment necessary to connect to the NextGen RCS network and infrastructure and ongoing costs of connecting to the NextGen RCS. This shall not include maintenance of agency-owned microwave equipment used to connect to the NextGen RCS network which will be performed by the Sheriff's Department as a component of the NextGen RCS microwave network (supported by the NextGen RCS monthly operating fees).

11.6.1 Maintenance and other costs associated with the provision of primary and back up electrical power and other facility related costs in support of agency owned equipment shall be the responsibility of the agency.

11.7 Agency Subscriber and Dispatch Equipment. Subscriber and dispatch equipment are not part of the backbone infrastructure. The costs of purchasing, operating, and maintaining P25 compatible radio equipment, P25-compatible dispatch equipment, and any ancillary agency equipment is the sole responsibility of NextGen Parties.

11.8 Monthly Operating Fees

11.8.1 The costs of ongoing operations and maintenance of the trunked voice radio system, microwave network, and conventional radio systems shall be allocated to the participating agencies on a per radio basis.

11.8.2 The cost per radio shall be limited to those radios used on the NextGen RCS during normal operations.

11.8.3 Radios temporarily added by an agency to handle a disaster or emergency shall not be a part of determining the agency's ongoing NextGen RCS costs unless the radios are retained for normal operations following resolution of the disaster or emergency.

11.8.4 The monthly per-radio network operating fee shall be in effect for a period of one year and shall be adjusted annually to reflect actual costs.

11.9 Other Fees. User fees for as-needed services such as programing and de-programing radios, training, or other services may be implemented by the NextGen RCS Board of Directors as required.

11.10 NextGen RCS Reserve "Trust Fund"

11.11.1 The RCS TRUST FUND was established by the Board of Supervisors on June 19, 2001 (14) for the purpose of having funds available for contingencies and future RCS upgrades, enhancements and eventual replacement.

11.12.2 Reserve funds, including interest, shall be maintained in the RCS Trust Fund.

11.13.3 All excess monthly operating fee revenue shall be transferred to the RCS Trust Fund at the close of each fiscal year.

11.14.4 Other revenue from non-parties shall either be used for NextGen RCS operations or may be directed to the RCS Trust Fund upon recommendation of the NextGen RCS Board of Directors and approval of the Board of Supervisors.

11.15.5 The NextGen RCS Board of Directors shall recommend to the Board of Supervisors the disbursement of money from the RCS Trust Fund as required.

12. PURCHASE OF NEXTGEN COMPATIBLE EQUIPMENT BY NEXTGEN PARTIES

12.1 Compatibility of Equipment Purchased By NextGen RCS Parties. It is the responsibility of each NextGen RCS Party to ensure that when purchasing equipment to connect to the NextGen RCS that such equipment is compatible. The NextGen RCS will be a "standards based" P25 system which is compatible with subscriber radios and dispatch consoles from numerous manufacturers provided the equipment has been tested and certified as being P25 compliant. NextGen RCS Parties may submit the specifications of equipment they intend to purchase to the WSD for back up verification of compatibility. However, the County bears no responsibility for the purchase of incompatible equipment.

12.2 Contract "Piggybacking". The County agrees that it will endeavor to include a "piggyback clause" in contracts into which it enters that involve NextGen RCS equipment. For purposes of this NextGen RCS Agreement, a "piggyback clause" means written permission for other government agencies to enter into contracts with the vendor on equally favorable or better terms and conditions.

13. TERM OF AGREEMENT

13.1 The term of the Agreement is for twenty (20) years from the date of this Agreement.

14. AGREEMENT MODIFICATION; ENTIRE AGREEMENT

14.1. Except as otherwise provided herein, all changes to the NextGen RCS Agreement may only be amended in writing with the approval of the governing bodies of all parties to this NextGen RCS Agreement. Prior to processing an amendment, a recommendation shall be requested from the NextGen RCS Board of Directors.

14.2. Except as otherwise provided herein, this NextGen RCS Agreement constitutes the entire agreement of the parties and any previous oral or written agreements are superseded by this NextGen RCS Agreement except as provided for in this NextGen RCS Agreement, except to the extent that (1) State or Federal agencies may require standard form contracts incorporating the terms of this NextGen RCS Agreement, (2) supplemental agreements may be required

relating to IVECA, and (3) separate agreements may be required related to financing and frequency licensing or transfer.

14.3 Exhibit C Revisions. Notwithstanding any other provision of this NextGen RCS Agreement, including but not limited to section 14.1, the NextGen Parties agree that, when final system costs are known, the County is authorized by the NextGen RCS Parties to amend Exhibit C of this NextGen RCS Agreement to reflect the final system costs in accordance with the cost apportionment method described in section 11. The NextGen Parties agree that the final Exhibit C as amended by the County and in accordance with the apportionment method described in section 11 (see, in particular, section 11.5) shall be the legally-binding Exhibit C to this NextGen RCS Agreement without further approval by the NextGen RCS Parties. The County shall distribute the amended final Exhibit C to the NextGen RCS Parties.

15. TERMINATION BY A NEXTGEN RCS PARTY OF ITS PARTICIPATION

15.1 Notice. In order to terminate participation prior to the end of the TWENTY year term, the withdrawing agency must provide to the NextGen RCS Board of Directors and the Sheriff's Department no less than a one year written notice of intent to terminate participation. In the event there are extensions to the NextGen RCS Agreement, written notice of termination must be given no less than 120 days prior to the end of the extension.

15.2 Conditions of Termination. A NextGen RCS Party may terminate pursuant to Section 15.1 on the following conditions:

15.2.1 The terminating NextGen RCS Party must return to the Sheriff's Department all County-purchased equipment unless the Sheriff's Department determines otherwise.

15.2.2 The terminating NextGen RCS Party is responsible for any and all NextGen RCS debts attributable to that NextGen RCS Party, regardless of extra-contractual consequences of termination, including but not limited to breach by the terminating NextGen Party of its own financing obligations or CSA 135 obligations.

15.2.3 If a terminating NextGen RCS Party brought frequencies to the NextGen RCS, the terminating NextGen Party and the NextGen RCS Board of Directors shall negotiate in good faith a settlement that either returns the same or equivalent operable frequencies to the terminating NextGen Party, or provides equitable compensation if frequencies are left with the NextGen RCS.

16. GOVERNING LAW

This NextGen RCS Agreement shall be governed, interpreted, construed and enforced in accordance with the laws of the State of California.

17. DISPUTE RESOLUTION

NextGen RCS Parties shall meet, confer and attempt in good faith to resolve any disputes involving performance under this NextGen RCS Agreement. Disputes that are not resolved by the NextGen RCS Parties shall, upon written request by any one of the NextGen RCS Parties involved in the dispute, be submitted to non-binding mediation by a mediator agreed upon by the NextGen RCS Parties involved in the dispute. If the NextGen RCS Parties involved in the dispute cannot agree on a mediator, they shall ask the American Arbitration Association to appoint a mediator. Each party shall bear its own costs of participating in the mediation.

18. SIGNATURE PAGES

Each signature page shall include a description and reference to the source of authority for the person who is signing to execute contracts on behalf of their NextGen RCS Party. This NextGen RCS Agreement may be executed in several counterparts, each of which shall be deemed an original and all of which shall constitute but one and the same agreement.

Signature Page to NextGen RCS Agreement

Name of Party: County of San Diego

Party Authorization and Acceptance

On December 3, 2013 (Date), Item or Agenda No. 6,

the San Diego County Board of Supervisors
(Name of Governing Body)

Authorized the Undersigned
to Accept, Agree to and Execute This NextGen RCS Agreement on behalf of the

County of San Diego
(Name of Party)

As reflected in the attached Minute Order or similar documentation of the action taken.

Typed Name and Title of Authorized Party Official:

Thomas J. Pastuszka
Clerk of the Board of Supervisors

Signature of Authorized Party Official:

Signature on file

Date of Signature:

12.9.13

Approved as to form and legality
County Counsel
Signature on file
(
B Senior Deputy ✓

Approved and/or authorized by the
Board of Supervisors of the County of San Diego.
Meeting Date: 12/3/13 Minute Order No. 6
By: **Signature on file** Date: 12/6/13
Deputy Clerk of the Board Supervisors

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Signature Page to NextGen RCS Agreement

Name of Party:
City of Imperial Beach

Party Authorization and Acceptance

On February 19, 2014 (Date), Item or Agenda No. 5.1,

the City Council of the City of Imperial Beach
(Name of Governing Body)

Authorized the Undersigned
to Accept, Agree to and Execute This NextGen RCS Agreement on behalf of the

City of Imperial Beach
(Name of Party)

As reflected in the attached Minute Order or similar documentation of the action taken.

Typed Name and Title of Authorized Party Official:

Andy Hall, City Manager

Signature of Authorized Party Official:

Signature on file

Date of Signature:

February 5, 2014

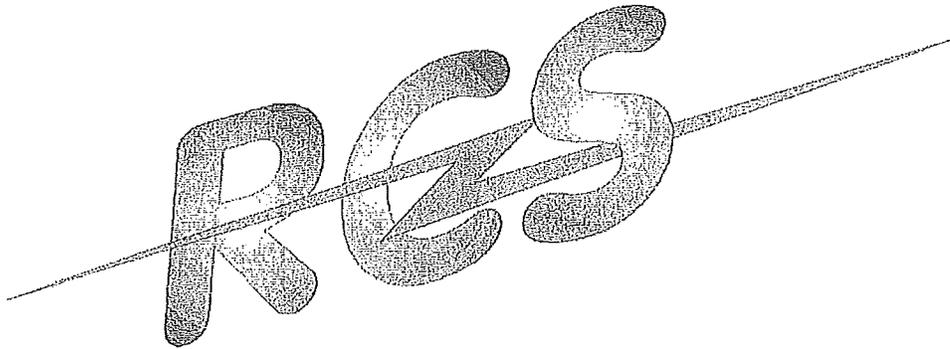
List of Exhibits

<i>Exhibit A</i>	<i>San Diego County-Imperial County Regional Communications System Agreement of March 7, 1995</i>
<i>Exhibit B</i>	<i>1995 RCS Parties</i>
<i>Exhibit C</i>	<i>Estimated RCS NextGen System Cost. (Includes Exhibit C-1, C-2, and C-3)</i>
<i>Exhibit C-1</i>	<i>Cost Apportionment for San Diego County Shared Infrastructure Per Party</i>
<i>Exhibit C-2</i>	<i>Cost Apportionment for RCS NextGen Core (Portion of the Shared Infrastructure Cost)</i>
<i>Exhibit C-3</i>	<i>Cost Apportionment for the Combined Infrastructure and RCS NextGen Core</i>
<i>Exhibit D</i>	<i>Potential New RCS NextGen Parties</i>

Exhibit A

**"San Diego County-Imperial County Regional Communications System
Agreement of March 7, 1995"**

San Diego County – Imperial County



Regional Communications System

Agreement

Between the County of San Diego and Participating Cities and Jurisdictions Regarding the Implementation, Governance, Method of Funding and Costs of a Regional Radio System Providing Communication Services to Public Safety and Public Service Agencies Operating in San Diego County and Imperial County.

March 7, 1995

San Diego County - Imperial County
REGIONAL COMMUNICATIONS SYSTEM AGREEMENT
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San Diego County — Imperial County
REGIONAL COMMUNICATIONS SYSTEM

Participating Agency Agreement

1. Purpose and Intent of Agreement

- 1.1. This Memorandum of Agreement dated as of March 7, 1995, between the parties named in Exhibit "A" and the County of San Diego, a political subdivision of the State of California, provides for the development and operation of a Regional Communications System (*RCS*) benefiting the radio communication needs of public safety and public service agencies operating in the counties of San Diego and Imperial.
- 1.2. Nothing in this Agreement is intended to lessen participating member jurisdictions' authority over and responsibility for events occurring within their jurisdiction.
- 1.3. In order to provide an alternate source of funding for agencies participating in the RCS, the County of San Diego has formed County Service Area (*CSA*) 135 pursuant to Government Code (*GC*) Section 25210.1 et. seq.
- 1.4. For participating agencies deciding to use CSA 135 to fund their system costs, the County intends to levy parcel charges according to benefit per §25210.77a GC.

NOW THEREFORE, THE PARTIES HERETO AGREE AS FOLLOWS:

2. Regional Communications System (*RCS*) Overview

- 2.1. The RCS will replace the participating public service and public safety agencies' existing radio communication systems throughout San Diego and Imperial counties with a modern, trunked radio system.
 - 2.2. The RCS will include a separate Mobile Data System (*MDS*) that will be used to transmit data for regional public safety and public service users over 800 MHz radio frequencies dedicated to that purpose. Participation in the *MDS* is not mandatory, and the *MDS* coverage area will be subject to agency participation.
 - 2.3. The RCS shall provide effective and reliable radio communications for routine intra-agency operations as well as inter-agency communications throughout the region during mutual aid and disaster operations. Public safety and public service agencies throughout the counties of San Diego and Imperial will have the opportunity to join the RCS.
 - 2.4. For the purposes of this Agreement, *Public Safety* and *Public Service* agencies are defined to include:
-

2.4.1. **Public Safety** includes all law enforcement, fire service, EMS and disaster preparedness agencies in San Diego County and Imperial County.

2.4.2. **Public Service** includes the State of California Department of Transportation (**CALTRANS**) District 11 and other participating agencies in the counties of San Diego and Imperial whose primary responsibility is providing citizens with services other than law enforcement, fire service and disaster preparedness.

2.5. All law enforcement, fire service, disaster preparedness and participating public service agencies in San Diego County and Imperial County shall have access to mutual aid communications capabilities.

2.6. Communications with agencies that have installed their own 800 MHz radio systems shall be facilitated via interfaces to the RCS.

3. Agreement Contingencies

This agreement is void unless financing for the radio system infrastructure is approved by the San Diego County Board of Supervisors and the necessary financing closes. As to the County of Imperial, this Agreement shall terminate if a CSA or other funding mechanism for communications purposes is not established within two years of the date of this Agreement.

4. RCS Participants

4.1. The RCS shall be designed to support the requirements of San Diego and Imperial county public safety and designated public service participants.

4.2. CALTRANS radio requirements shall be supported throughout District 11, which includes the counties of San Diego and Imperial in their entirety.

4.3. All participants shall receive equitable representation on the Regional Communications System Member Board (**RCS Member Board**) as set forth in this Agreement.

4.4. As part of implementing this agreement, participating agencies shall co-license or transfer their currently allocated 800 MHz frequencies to the County of San Diego for use in the RCS.

4.5. No actions by the RCS Board of Directors, by the County of San Diego or by the County of Imperial may be so broad in nature that they negatively affect or impact the operational or legal integrity of its individual member agencies.

5. Additional Participants

5.1. As system capacity permits, the RCS Board of Directors may approve other agencies joining the RCS on a case-by-case basis after the date of this Agreement.

5.2. Priority consideration shall be given to agencies with licensed, public safety/public service 800 MHz frequencies that can be co-licensed or trans-



ferred to the RCS, if such action can result in enhanced radio communications capabilities for all participants.

6. Performance Requirements

- 6.1. The RCS shall be designed to provide a high level of service and responsiveness, with region-wide coverage and capacity for all planned users throughout the term of this Agreement.
- 6.2. The RCS design objectives for the performance of portable and mobile voice and data radio equipment, and the quality of coverage provided shall be determined by the RCS Board of Directors and appropriate County of San Diego staff.
- 6.3. The RCS shall be designed to meet the loading requirements of the anticipated busiest hour for all planned users over the life of the system.
- 6.4. The actual RCS coverage plan shall be determined by the RCS Board of Directors.

7. RCS Access Priorities

- 7.1. In the event that all radio channels in the RCS are busy, users wanting to speak shall be prioritized as follows, regardless of how long they have been waiting.
 - 7.1.1. **Priority One — *Emergency Identification.***
An Emergency Identification is defined as the message received when a public safety member calls for immediate assistance by activating an emergency button or switch on the user radio equipment.
 - 7.1.2. **Priority Two — *Public Safety***
 - 7.1.2.1. Public Safety includes the normal daily radio transmissions of law enforcement, fire service, paramedic providers and disaster preparedness personnel using the RCS.
 - 7.1.2.2. Public Safety also includes RCS users whose normal lower priorities have been temporarily changed to resolve an unusual occurrence or large scale disaster.
 - 7.1.3. **Priority Three — *Non-Public Safety, Special Event.***
Non-Public Safety, Special Event includes planned events involving public service agency participants that are beyond the scope of their normal daily operations.
 - 7.1.4. **Priority Four — *Non-Public Safety, Regular.***
Non-Public Safety, Regular includes the normal daily radio transmissions of public service agencies using the system.

8. RCS Governance



- 8.1. The overall goal in governing the RCS shall be to establish an operational and management structure that will provide authority to participants during the RCS's development and in the subsequent ongoing administration and management throughout the term of this agreement. Exhibit "D" depicts an RCS governance flowchart.
- 8.2. The RCS Member Board and the RCS Board of Directors are established by this Agreement, the duties and responsibilities of which are set forth in §10 and §11.
- 8.3. The governance objectives include:
 - 8.3.1. Provide a structure which retains administration and fiscal responsibility of the system in the control of the participating agencies.
 - 8.3.2. Allow the use of a CSA funding mechanism.
 - 8.3.3. Establish an organization which facilitates decision making.
 - 8.3.4. Leverage resources where appropriate.
 - 8.3.5. Develop an organization which will remain flexible and meet the needs of the participants over the term of the agreement.

9. Roles and Responsibilities

As required by the California CSA law, the San Diego County Board of Supervisors shall have ultimate legal and fiscal control over the RCS. Subject to such ultimate control, the Board of Supervisors shall delegate the fiscal control and operational administration of the RCS to the RCS Board of Directors.

10. RCS Member Board

- 10.1. Each of the parties to this Agreement desires to participate in the governance of the RCS as a member of the Regional Communications System Member Board to be formed under the provisions of this Agreement.
- 10.2. The Regional Communications System Member Board shall have responsibility for, and shall provide administration of components of the RCS that are common to all participating agencies.
- 10.3. Each participating agency shall appoint one representative to serve on the RCS Member Board. Representatives to the RCS Member Board shall serve at the pleasure of their respective appointing authority.
- 10.4. A participating jurisdiction with multiple agencies whose public safety and service radio communication needs are being met by the RCS shall be entitled to one representative on the RCS Member Board for each type of agency. (I. E., a participating city whose police and fire departments use the RCS shall have a RCS Member Board representative from each department.)



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- 10.5. The RCS Member Board shall be responsible for recommending operational changes and for participating in other committees, or in other ways deemed appropriate by the RCS Board of Directors.
- 10.6. The RCS Member Board shall be responsible for approving the annual budget.
- 11. RCS Board of Directors**
- 11.1. The RCS Board of Directors shall be composed of RCS representatives of each type of participating public safety/public service agency.
- 11.2. Members of the RCS Board of Directors shall be determined in the following manner, according to the type of agency.
- 11.2.1. San Diego County:
- 11.2.1.1. The delegate from the San Diego Sheriff's Department shall be the Sheriff or the Sheriff's designate.
- 11.2.1.2. The representative for the County of San Diego shall be the Chief Administrative Officer (*CAO*) or the *CAO's* designate, preferably from the Office of Disaster Preparedness.
- 11.2.1.3. The municipal police representative shall be a police chief or designate from RCS member agencies who shall be selected by the San Diego County Police Chiefs and Sheriff's Association.
- 11.2.1.4. The municipal fire representative shall be a fire chief or designate from RCS member agencies who shall be selected by the San Diego County Fire Chiefs Association.
- 11.2.1.5. The fire district representative shall be a fire chief or designate from RCS member agencies who shall be selected by the San Diego County Chapter, Fire Districts Association of California.
- 11.2.1.6. The North County Dispatch Joint Powers Authority (*JPA*) representative shall be a fire chief or designate from RCS member agencies who shall be selected by the North County Dispatch *JPA* governing body.
- 11.2.1.7. The Heartland Communications Facility *JPA* (*HCFA*) representatives shall be designates from RCS member agencies who shall be selected by the *HCFA* governing body.
- 11.2.2. Imperial County:
- 11.2.2.1. The delegate from the Imperial County Sheriff's Office shall be the Sheriff or a designate.

Participating Agency Agreement

San Diego County - Imperial County



- 11.2.2.2. The representative for the County of Imperial shall be the CAO or a designate.
- 11.2.2.3. The municipal police representative shall be a police chief or designate from RCS member agencies who shall be selected by the Imperial County Police Chiefs Association.
- 11.2.2.4. The municipal fire representative shall be a fire chief or designate from RCS member agencies who shall be selected by the Imperial County Fire Chiefs Association.
- 11.2.2.5. The fire district representative shall be a fire chief or designate from RCS member agencies who shall be selected by the Imperial County Chapter, Fire Districts Association of California.
- 11.2.3. The representative for CALTRANS shall be a designate selected by appropriate state authority.
- 11.2.4. This Agreement provides for the addition of two public service members of the RCS Board of Directors, to be added when public service agencies join the RCS.
- 11.3. The RCS Board of Directors shall be responsible for the overall administration and direction of the RCS through interaction with the San Diego County Board of Supervisors, the assigned San Diego County staff and the RCS Member Board.
- 11.4. Specific responsibilities of the RCS Board of Directors shall include:
 - 11.4.1. Formulating the annual budget and submitting it to the RCS Member Board for approval.
 - 11.4.2. Identifying participating agency needs and requirements.
 - 11.4.3. Establishing subcommittees as necessary to ensure the interests and concerns of each user agency are represented and to ensure technical issues are thoroughly researched.
 - 11.4.3.1. The RCS Board of Directors shall establish a committee of MDS user agencies to administer the MDS and to make appropriate recommendations.
 - 11.4.3.2. If all RCS user agencies are MDS participants, administration of the MDS shall revert to the RCS Board of Directors.
 - 11.4.4. Monitoring the implementation of the RCS.
 - 11.4.5. Reviewing and adopting recommendations regarding the establishment of system priorities and talk groups.
 - 11.4.6. Developing and approving RCS operating policies and procedures.



- 11.4.7. Overseeing the establishment of long range plans.
- 11.4.8. Overseeing scheduled system reviews at intervals determined by the RCS Board of Directors, but not to exceed three years.
- 11.4.9. Budgeting and approving the disbursement of money from all CSA 135 funds.
- 11.4.10. Making recommendations to the San Diego County Board of Directors regarding the inclusion of additional RCS participants.
- 11.4.11. Addressing concerns of participating agencies.
- 11.4.12. Adopting appropriate actions to adjust RCS policies or procedures.
- 11.4.13. Adopting by-laws to govern the RCS Board of Director's internal operations.
- 11.4.14. Meeting quarterly or more frequently, if necessary.
- 11.4.15. Appointing a new Chairperson annually.
- 11.4.16. Conducting an annual fiscal audit.
- 11.4.17. Conducting periodic RCS audits.
- 11.4.18. Discharging other duties as required by statute.

12. Representation on the RCS Board of Directors

12.1. As of the date of this Agreement, the following types of agencies shall be represented by appointment to the RCS Board of Directors:

12.1.1. San Diego County:

- 12.1.1.1. Sheriff's Department
- 12.1.1.2. County Representative (Office of Disaster Preparedness)
- 12.1.1.3. Municipal Police
- 12.1.1.4. Municipal Fire
- 12.1.1.5. Fire Districts
- 12.1.1.6. North County Dispatch Joint Powers Authority
- 12.1.1.7. Heartland Communications Facility Joint Powers Authority

12.1.2. Imperial County:

- 12.1.2.1. Sheriff's Department
- 12.1.2.2. County Representative
- 12.1.2.3. Municipal Police
- 12.1.2.4. Municipal Fire



12.1.2.5. Fire Districts

12.1.3. CALTRANS

12.1.4. Public Service agencies shall select two delegates at large.

13. RCS Board of Directors Terms and Qualifications

13.1. Terms for members of the RCS Board of Directors shall be determined by their appointing authority. All members of the Board of Directors serve at the pleasure of their respective appointing authority.

13.2. The appointing authority shall also select an alternate to the RCS Board of Directors. Alternate members are encouraged to attend regular Board of Directors meetings, but shall vote only in the absence of the regular member.

13.3. Only representatives of agencies participating in the RCS may be selected to the RCS Board of Directors.

13.4. The Chairperson and a Vice Chairperson of the RCS Board of Directors shall be biannually elected by a majority vote of the Directors. During their term, the Chairperson and Vice Chairperson shall serve at the discretion of a majority of the Directors.

13.5. Attendance at Board of Directors meetings:

13.5.1. Members of the Board of Directors are expected to attend all possible meetings to represent their group interests and to help conduct RCS business. Arrangements should be made for the alternate to attend in the absence of the primary representative.

13.5.2. To remain on the Board of Directors, a director may not exceed more than three absences from regularly scheduled Board of Directors meetings during a County of San Diego fiscal year (July 1 through June 30).

13.5.3. If a director exceeds more than the allowable three absences in a fiscal year, the Board of Directors shall request a replacement from the appointing authority unless, because of extraordinary circumstances, the Board of Directors votes to allow one additional absence.

13.5.4. Alternate directors shall be subject to the same requirements for all meetings they are required to attend.

13.5.5. An absence by both the primary director and the alternate director representing the same appointing authority shall be counted against both parties.

13.5.6. By vote of the Board of Directors, a leave of absence may be granted to a primary or alternate director for no more than 180 days. Only one leave of absence may be granted in any twelve month period.



13.5.7. Resignation from the Board of Directors shall be submitted in writing to the chairperson and to the appointing authority.

14. Attendance and Participation by the Public

- 14.1. *Ralph M. Brown Act.* All meetings of the RCS Board of Directors and RCS Member Board shall be noticed and conducted in accordance with the provisions of the Ralph M. Brown Act (GC §54950 et. seq.).
- 14.2. Local, state and federal representatives of public safety or service agencies who are not parties to this Agreement may participate in RCS Board of Directors, Member Board or committee meetings as members of the public, but shall not have voting rights.
- 14.3. Representatives from non-participating agencies may not serve in any official capacity in respect to RCS administration, management or operation.

15. RCS Voting Requirements

- 15.1. Members of the RCS Member Board, Board of Directors and committees shall vote on all items on the basis of one vote per member.
- 15.2. A quorum for the conduct of business exists when a majority of the members are present at Board of Directors, Member Board and other committee meetings.
- 15.3. Actions on all boards and committees shall be determined by a majority vote of members present at a meeting when a quorum exists.
- 15.4. An agency may not designate another agency to be its proxy.
- 15.5. In the case of RCS Board of Directors actions, the alternate delegate shall only have a voting right in the absence of the regular delegate.

16. County of San Diego, Department of Information Services (DIS) Support Staff Role

- 16.1. DIS staff shall serve as an advisory and staff function to the RCS Member Board and RCS Board of Directors.
- 16.2. DIS staff shall manage the day-to-day operation of the RCS subject to direction from and review by the RCS Board of Directors .
- 16.3. DIS staff shall provide support as necessary, but shall not have a voting right on any business before the RCS Member Board, the RCS Board of Directors, or any committees.
- 16.4. DIS staff shall perform the functions necessary to ensure that specific system performance guarantees are maintained throughout the term of the agreement.
- 16.5. As the manager and operator of the RCS, the Department of Information Services shall have the responsibility to:

-
- 16.5.1. Provide appropriate staff support to the RCS Board of Directors as requested, within budgetary restraints.
 - 16.5.2. Seek RCS Board of Directors approval of major policy decisions related to the RCS.
 - 16.5.3. Develop contracts with vendors and submit to RCS Board of Directors for approval.
 - 16.5.4. Implement the regional 800 MHz public safety voice and data radio systems.
 - 16.5.5. Retain employees and agents.
 - 16.5.6. Acquire, hold or dispose of property necessary to operate the RCS.
 - 16.5.7. Charge participating agencies for expenses incurred in ongoing maintenance and operation of the RCS.
 - 16.5.8. Implement policy.
 - 16.5.9. Monitor and maintain RCS performance.
 - 16.5.10. In conjunction with the RCS Board of Directors, develop and recommend the annual RCS budget.
 - 16.5.11. Reassign RCS priorities in extraordinary circumstances and make emergency repairs as required.
 - 16.5.12. Provide information and support as necessary to the RCS Board of Directors.
 - 16.5.13. Provide operating reports and technical information as necessary to assist the RCS Board of Directors.
 - 16.5.14. Establish and maintain accounts and records, including personnel, property, financial, programmatic and other records deemed necessary by the RCS Board of Directors to ensure proper accounting for all ongoing operations and maintenance costs.
 - 16.5.15. Use the records to justify any adjustment to agency benefit charges.
- 16.6. The Director of DIS shall provide the RCS Board of Directors timely advance notice of impending personnel changes affecting any management staff assigned RCS responsibilities.
- 17. Agency Costs and CSA Benefit Charges**
- 17.1. The Department of Information Services shall implement, manage and operate the 800 MHz trunked radio backbone and microwave systems.
 - 17.1.1. Costs for agencies participating at the time the RCS is implemented are reflected in Exhibit "B". MDS participation costs are separate from voice radio system costs.

- 17.1.2. Costs for agencies joining subsequent to the implementation of the RCS:
- 17.1.2.1. The County of San Diego shall assume the costs of implementing the voice and data radio backbone systems in areas where agencies have not committed to RCS participation.
- 17.1.2.1.1. RCS coverage in those areas shall meet the requirements of the County of San Diego.
- 17.1.2.1.2. Costs to enhance coverage to satisfy the needs of an agency joining the RCS subsequent to the original implementation shall be the joining agency's responsibility.
- 17.1.2.2. An agency joining the RCS shall be responsible for paying their original one-time costs as represented in Exhibit "B", plus financing costs that have incurred since the date of this Agreement. The RCS Board of Directors shall reimburse appropriate financing expenses to the County of San Diego in relation to §17.1.2.3.
- (EXAMPLE: If Santee decides to join the RCS after five years of the 15 year agreement have passed, their costs will include:*
- (1) their estimated one-time costs as shown in Exhibit "B" and,*
(2) associated financing costs for the first five years, as shown in Exhibit "C".
- The RCS Board of Directors shall then reimburse the County of San Diego for principal and financing expenses that resulted because of Santee's absence during the initial five years.)*
- 17.1.2.3. An agency or jurisdiction that wants to join the RCS must pay a proportional cost of the overall voice radio backbone and microwave development investment.
- If the agency or jurisdiction decides to use CSA 135 for funding, it must file an application with the San Diego County Local Area Formation Commission (LAFCO) to join CSA 135. Each agency is responsible for its own costs associated with the LAFCO process.
- 17.1.2.4. All funds received from agencies joining the RCS shall be deposited in the CSA 135 account for appropriate distribution by the RCS Board of Directors.
- 17.2. The agency may use a funding method other than CSA 135 to pay for its RCS origination and operating expenses.

-
- 17.3. Ongoing operations and maintenance costs shall be shared equally by the participating agencies and shall be based on the established formula. (See Exhibit "B")
- 17.4. Monthly Operating Fees
- 17.4.1. The costs of ongoing operations and maintenance of the trunked voice radio system, mobile data radio system and microwave system shall be allocated to the participating agencies on a per radio basis.
- 17.4.1.1. The cost per radio shall be limited to those radios used on the RCS during normal operations.
- 17.4.1.2. Radios temporarily added by an agency to handle a disaster or emergency shall not be a part of determining the agency's ongoing RCS costs unless the radios are retained for normal operations following resolution of the disaster or emergency.
- 17.4.1.3. The costs of ongoing operations and maintenance on the voice system and the mobile data system shall be determined separately, since not all agencies will decide to use both systems. Therefore, the monthly operating fees for radios on each system may be different.
- 17.4.2. After resolving which agencies are participating and determining the actual number of radios to be included in each system (voice and data), the cost per agency shall be finalized.
- 17.4.3. The final cost shall be in effect for a period of one year and shall be adjusted annually to reflect actual costs.
- 17.5. Reserve Funds in CSA 135 Account
- 17.5.1. One of the responsibilities of the RCS Board of Directors is to budget the disbursement of money from the CSA 135 account.
- 17.5.2. All funds received by the County of San Diego from all RCS participating agencies, for the purpose of funding the RCS shall be deposited into the CSA 135 account.
- 17.5.3. Reserve funds, including interest, shall be maintained in the CSA 135 account for the purposes of contingencies and for RCS upgrades and enhancements.
- 17.5.4. CSA 135 reserve funds can only be used for Regional Communications System purposes and on approval of the RCS Board of Directors by majority vote.
- 17.5.5. The RCS Board of Directors shall review CSA 135 fund levels annually and take appropriate action.
- 17.6. CSA 135 Zone Option and Costs



- 17.6.1. Each participating agency shall have the ability to customize their own CSA 135 requirements for other RCS components, including user equipment, communications center equipment and operating costs, by developing a CSA zone.
- 17.6.2. Each agency establishing a zone shall have the responsibility to develop an annual zone budget and zone benefit fee schedule.
- 17.6.3. The CSA funds generated within the zone may only be utilized to meet the requirements of that zone.
- 17.7. Unless otherwise agreed, maintenance of agency owned RCS equipment shall be provided by Department of Information Services staff assigned to the RCS. All associated maintenance costs shall be included as a part of the agency monthly operating fees.
- 17.8. Maintenance and other costs associated with the provision of primary commercial and back up 110/240 volt A. C. electrical power shall be the responsibility of the agency.
- 17.9. Unless otherwise determined by separate agreement, each participating agency shall be responsible for the costs associated with connecting to the RCS backbone from the point of demarcation to the agency radio system equipment.
- 18. Point of Demarcation for Responsibility of Equipment**
 - 18.1. Unless otherwise determined by separate agreement, the demarcation point between RCS responsibility and agency responsibility is the microwave radio channel bank equipment termination blocks that are used to interconnect the agency radio consoles and other electronic devices used for voice and data communications to the channel banks.
 - 18.2. Each participating agency shall be responsible for all costs associated with their mobile data system application development, user equipment and integration from the point of demarcation.
- 19. Purchase of RCS Compatible Equipment**
 - 19.1. Each participating agency agrees to meet County of San Diego specifications, including brands and models when appropriate, for associated equipment used to interconnect to the RCS.
 - 19.2. Participating agencies agree to submit specifications of radio system related equipment orders to County RCS staff to ensure compatibility before purchase.
 - 19.3. Associated equipment may be purchased through the County of San Diego to insure compatibility and favored pricing.
- 20. Term of Agreement**

The term of agreement is for fifteen years from the date of this Agreement.
- 21. Agreement Modification; Entire Agreement**

- 21.1. This Agreement may only be amended in writing with the approval of the governing bodies of all parties to this Agreement. Prior to processing an amendment, a recommendation shall be requested from the RCS Board of Directors.
- 21.2. This Agreement constitutes the entire agreement of the parties and any previous oral or written agreements are superseded by this Agreement. Subsequent agreements may be entered into with CALTRANS and the County of Imperial concerning RCS matters.

22. Termination of Agreement

- 22.1. In order to terminate participation prior to the end of the fifteen year term, the withdrawing agency must provide no less than a one year written notice of intent to terminate participation.
- 22.2. Termination shall be granted provided that the withdrawing party:
 - 22.2.1. Returns to the RCS all equipment for value that the RCS Board of Directors determines is required to maintain the RCS for all remaining users; and,
 - 22.2.2. If the termination compromises the legality of the CSA benefit charges in the jurisdiction of the withdrawing agency, such agency shall be responsible for the remaining debt payments which would have aggregated from the CSA.
 - 22.2.3. If an agency that brought frequencies to the RCS opts to terminate, the RCS Board of Directors shall negotiate a settlement that either returns the same or equivalent operable frequencies, or provides equitable compensation if frequencies are left with the RCS.

23. Arbitration

- 23.1. If settlement on an issue cannot be reached between the grieving or terminating agency and the RCS Board of Directors, binding arbitration shall be employed to reach a settlement.
- 23.2. The arbitrator shall be selected by mutual agreement of the RCS Board of Directors and the terminating agency.
- 23.3. It shall be the duty of the arbitrator to hear and consider evidence submitted by the parties and to thereafter make written findings of fact and a disposition of the settlement which shall be binding in nature, except as to issues of law.
- 23.4. Each party to a hearing before an arbitrator shall bear his own expenses in connection therewith.
- 23.5. All fees and expenses of the arbitrator shall be borne one-half by remaining members of the RCS and one-half by the grieving or withdrawing agency.



Participating Agency Agreement

IN WITNESS WHEREOF, the parties hereto do affix their signatures.

COUNTY OF SAN DIEGO

Board of Supervisors Approval
Date: MAR 7 1995

Signature on file
By: _____
Chairwoman Dianne Jacob

CITY OF CARLSBAD

Council Approval
Date: MARCH 22, 1995

Signature on file
By: _____
Mayor

CITY OF DEL MAR

Council Approval
Date: 4-3-95

Signature on file
By: _____
Mayor

CITY OF ENCINITAS

Council Approval
Date: MARCH 22, 1995

Signature on file
By: _____
Mayor

CITY OF IMPERIAL BEACH

Council Approval
Date: _____

By: _____
Mayor

CITY OF LEMON GROVE

Council Approval
Date: _____

By: _____
Mayor

CITY OF POWAY

Council Approval
Date: 4-18-95

Signature on file
By: _____
Mayor

CITY OF SAN MARCOS

Council Approval
Date: 3/13/95

Signature on file
By: _____
Mayor

CITY OF SOLANA BEACH

Council Approval
Date: 4-17-95

Signature on file
By: _____
Mayor

Exhibit "A"
Participating Agency Agreement

PARTIES TO THE MARCH 7, 1995 AGREEMENT

1. Alpine Fire Protection District
2. Bonita-Sunnyside Fire Protection District
3. Borrego Springs Fire Protection District
4. City of Carlsbad
5. City of Del Mar
6. City of Encinitas
7. City of Imperial Beach
8. City of Lemon Grove
9. City of Poway
10. City of San Marcos
11. City of Solana Beach
12. City of Vista
13. California Department of Transportation, District 11
14. County of Imperial (all county and city public safety agencies, all territories)
15. County of San Diego (county public safety and service agencies)
16. Deer Springs Fire Protection District
17. East County Fire Protection District
18. Heartland Communications Dispatch Facility JPA
19. Julian - Cuyamaca Fire Protection District
20. Lakeside Fire Protection District
21. Lower Sweetwater Fire Protection District
22. North County Dispatch JPA
23. Pine Valley Fire Protection District
24. Rancho Santa Fe Fire Protection District
25. Rural Fire Protection District
26. San Miguel Consolidated Fire Protection District
27. Valley Center Fire Protection District



Exhibit "B"
Participating Agency Agreement

ESTIMATED AGENCY ONE-TIME COSTS
Combined Voice and Data Backbone

Jurisdiction	Number of Payoffs*	Number of Benefit Units*	Per Cent of Total Benefit Units	Data One-Time \$ Based on Benefit Units **	Voice One-Time \$ Based on Benefit Units **	Estimated Annual Cost Data ***	Estimated Annual Cost Voice ***
Unincorporated	170,479	1,124,170	31.26%	\$2,499,528	\$8,755,258	\$300,874	\$1,054,312
Carlsbad	34,851	203,725	5.67%	452,780	1,588,650	54,525	191,085
Del Mar	4,880	18,533	0.54%	43,413	152,127	5,228	10,319
Encinitas	19,785	158,735	4.42%	352,787	1,236,259	42,484	148,871
Imperial Beach	4,898	63,198	1.76%	140,461	492,198	18,914	59,271
Lemon Grove	8,940	65,225	1.81%	144,968	607,885	17,457	61,172
Poway	14,445	111,924	3.11%	248,757	871,688	29,953	104,969
San Marcos	12,878	118,743	3.30%	263,913	924,794	31,780	111,364
Solana Beach	12,900	47,668	1.33%	105,939	371,228	12,757	44,709
Vista	18,630	203,328	5.65%	451,807	1,583,558	54,419	190,693
Chula Vista	35,652	350,726	10.04%	801,733	2,809,405	96,545	338,310
Coronado	10,456	82,368	1.74%	138,661	485,890	16,698	58,511
El Cajon	17,818	240,260	6.68%	533,691	1,871,192	64,303	225,330
La Mesa	16,051	158,620	4.69%	374,767	1,313,246	45,130	158,142
Hillcrest City	8,823	113,982	3.17%	253,331	887,714	30,500	106,699
Oceanside	48,810	406,690	11.32%	903,889	3,167,377	108,847	381,417
Santee	14,596	125,247	3.48%	278,368	975,448	33,521	117,464
TOTAL	461,890	3,594,168	100%	\$7,888,212	\$27,892,013	\$867,844	\$2,370,811

* Based on 1994 counts. Does not include Benefit Units for trailer parks in the cities. The approach still needs to be refined with the individual cities.

** Data One-time cost is for backbone only. It does not include agency integration costs.

*** Based on 8.5% annual percentage rate.



Exhibit "C"
Participating Agency Agreement

ESTIMATED COSTS OF AGENCY ENTERING SYSTEM AFTER MARCH 7, 1995
City of Santee

Number of Benefit Units 125,247

Percent of Total Benefit 3.48%

Financing Costs of One Time Cost for 15 Years at 8.5% APR

Principal °	Financing	Total	Annual Payment
\$975,448	\$786,510	\$1,761,958	\$117,464

Annual Payment If Join in Year

Year	Annual Payment
1	\$117,464
2	\$125,854
3	\$135,535
4	\$146,830
5	\$160,178
6	\$176,196
7	\$195,773
8	\$220,245
9	\$251,708
10	\$293,660
11	\$352,392
12	\$440,490
13	\$587,319
14	\$880,979
15	\$1,761,958

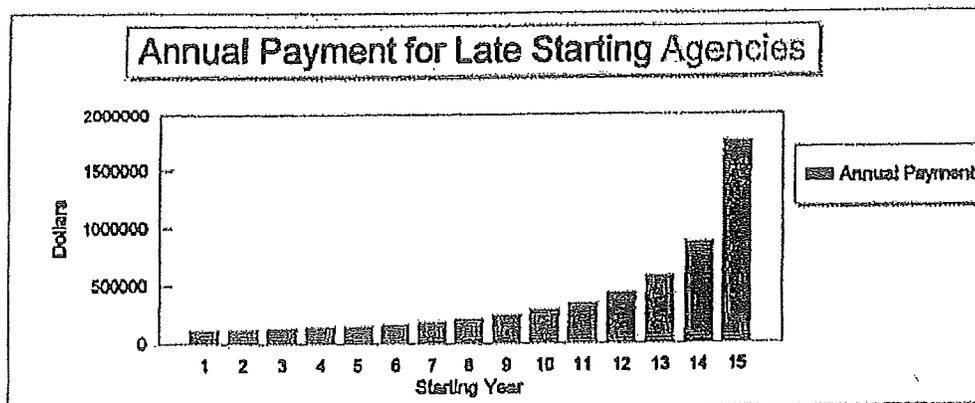
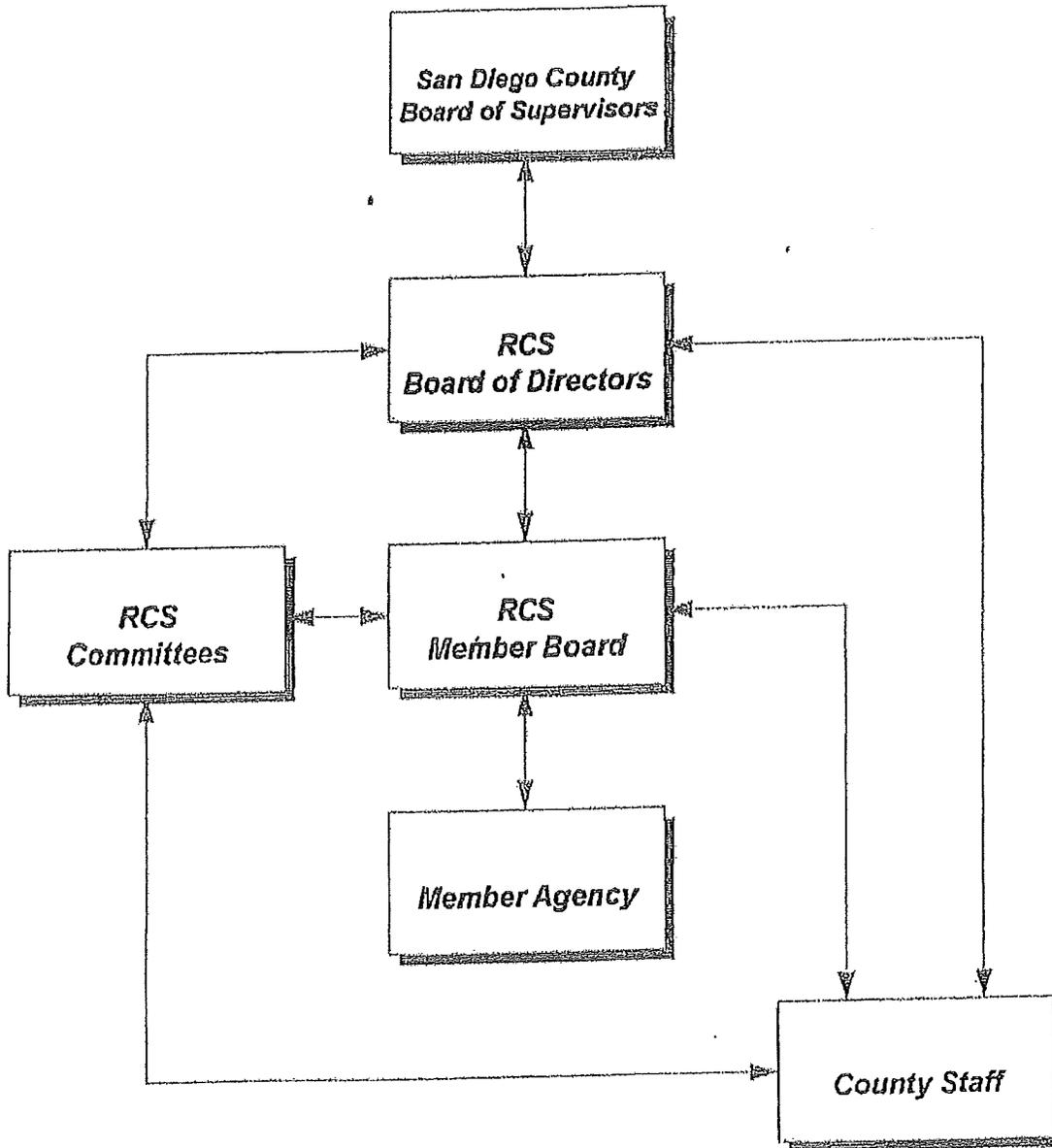


Exhibit "D"
Participating Agency Agreement

GOVERNANCE STRUCTURE



Reporting Relationships,
Lines of Communication

Exhibit B

1995 RCS Parties

1995 RCS Parties	Status
Alpine Fire Protection District	Existing
Bonita-Sunnyside Fire Protection District	Existing
Borrego Springs Fire Protection District	Existing
City of Carlsbad	Existing
City of Chula Vista	Existing
City of Coronado	Existing
City of Del Mar	Existing
City of El Cajon	Existing
City of Encinitas	Existing
City of Escondido	Existing
City of Imperial Beach	Existing
City of La Mesa	Existing
City of Lemon Grove	Existing
City of National City	Existing
City of Oceanside	Existing
City of Poway	Existing
City of San Marcos	Existing
City of Santee	Existing
City of Solana Beach	Existing
City of Vista	Existing
County of San Diego	Existing
Deer Springs Fire Protection District	Existing
Heartland Communications Facility Joint Powers Authority	Existing
Imperial Valley Emergency Communications Authority (IVECA)	Existing
Julian-Cuyamaca Fire Protection District	Existing
Lakeside Fire Protection District	Existing
Metropolitan Transit System	Existing
Mira Costa Community College District	Existing
North County Dispatch Joint Powers Authority	Existing
North County Fire Protection District	Existing
North County Transit District	Existing
Rancho Santa Fe Fire Protection District	Existing
San Diego Rural Fire Protection District	Existing
San Diego Unified Port District	Existing
San Miguel Consolidated Fire Protection District	Existing
Santee School District	Existing
State of California Department of Transportation (Caltrans)	Existing
State of California, California Highway Patrol/El Cajon CHP	Existing
Valley Center Fire Protection District	Existing
Viejas Reservation Fire Department	Existing
Vista Fire Fire Protection District	Existing
<i>Pine Valley Fire Protection District¹</i>	<i>Former</i>
<i>Padre Dam Water District²</i>	<i>Former</i>
<i>East County Fire Protection District³</i>	<i>Former</i>

¹Original Signator - Never came on system (no radios on system)

²Terminated RCS Agreement on January 7, 2013

³Consolidated with San Miguel Consolidated Fire District in 2008

Exhibit C

Estimated RCS NextGen System Cost

NextGen Shared Infrastructure Cost	
NextGen System Components - Shared Infrastructure	Estimated Cost
Estimated Total Shared Infrastructure Cost:	\$ 105,000,000
Less estimated IVECA Infrastructure of \$9 Million (includes estimated proportional share of NexGen core)	\$ (9,000,000)
Less Grants/RCS Trust Fund:	\$ (10,000,000)
Estimated Remaining Shared Infrastructure Costs to be Apportioned among San Diego County NextGen RCS Parties	\$ 86,000,000

Estimated Total Subscriber Radio Count	
Total Estimated NextGen Parties Subscriber Radio Count	13,953

To Calculate Your Agency's Estimated Cost Apportionment

1. Divide the Remaining Costs to be Apportioned by the Total Estimated NextGen Parties Subscriber Radio Count. Multiply this number by the projected average number of your agency's subscriber radios for the two dates.

Formula

$$\frac{\text{Remaining Costs to be Apportioned}}{\text{Estimated Total Subscriber Radio Count}} \times \text{Two Year Average Radio Count} = \text{Estimated Agency Cost for Shared Infrastructure}$$

Example

- Agency X has an average of 50 radios for the two dates.
- Total Estimated Cost of System divided by the Total Estimated Parties Subscriber Radio Count is \$6,164
- Fifty (50) subscriber radios X \$6,164 estimated cost = Estimated Agency Cost \$308,177

Exhibit C-1

Cost Apportionment for San Diego County Shared Infrastructure Per Party: *Costs are apportioned in two categories-- infrastructure and core. Below are the estimated shared infrastructure apportionment costs per agency*

San Diego County Party Name	Radio Count 9/1/13	Radio Count 7/1/2014	Average Radio Count	Estimated Cost for San Diego Shared Infrastructure
Alpine Fire Protection District	26			
Bonita-Sunnyside Fire Protection District	16			
Borrego Springs Fire Protection District	21			
City of Carlsbad	436			
City of Chula Vista	694			
City of Coronado	182			
City of Del Mar	97			
City of El Cajon	460			
City of Encinitas	246			
City of Escondido	752			
City of Imperial Beach	117			
City of La Mesa	291			
City of Lemon Grove	95			
City of National City	284			
City of Oceanside	744			
City of Poway	296			
City of San Marcos	419			
City of Santee	176			
City of Solana Beach	58			
City of Vista	284			
County of San Diego	5,848			
Deer Springs Fire Protection District	21			
Heartland Communications Facility JPA	12			
Julian-Cuyamaca Fire Protection District	29			
Lakeside Fire Protection District	98			
Metropolitan Transit System	251			
Mira Costa Community College District	20			
North County Dispatch JPA	18			
North County Fire Protection District	127			
North County Transit District	33			
Rancho Santa Fe Fire Protection District	92			
San Diego Rural Fire Protection District	107			
San Diego Unified Port District	299			
San Miguel Consolidated Fire Protection District	135			
Santee School District	44			
State of CA Department of Transportation (Caltrans)	893			
State of California, CA Highway Patrol/El Cajon CHP	174			
Valley Center Fire Protection District	25			
Viejas Reservation Fire Department	33			
Potential New Party				
Potential New Party				
Potential New Party				
TOTAL	13,953			

Exhibit C-2

Cost Apportionment for RCS NextGen Core (Portion of the Shared Infrastructure Costs): Costs are apportioned in two categories--Infrastructure and core. Below are the estimated RCS NextGen Core apportionment costs per agency for both San Diego County agencies and the Imperial Valley Emergency Communications Authority (IVECA).

San Diego County Parties & IVECA	Radio Count 9/1/13	Radio Count 7/1/2014	Average Radio Count	Estimated Cost for RCS NextGen Core
Alpine Fire Protection District	26			
Bonita-Sunnyside Fire Protection District	16			
Borrego Springs Fire Protection District	21			
City of Carlsbad	436			
City of Chula Vista	694			
City of Coronado	182			
City of Del Mar	97			
City of El Cajon	460			
City of Encinitas	246			
City of Escondido	752			
City of Imperial Beach	117			
City of La Mesa	291			
City of Lemon Grove	95			
City of National City	284			
City of Oceanside	744			
City of Poway	296			
City of San Marcos	419			
City of Santee	176			
City of Solana Beach	58			
City of Vista	284			
County of San Diego	5,848			
Deer Springs Fire Protection District	21			
Heartland Communications Facility JPA	12			
Julian-Cuyamaca Fire Protection District	29			
Lakeside Fire Protection District	98			
Metropolitan Transit System	251			
Mira Costa Community College District	20			
North County Dispatch, JPA	18			
North County Fire Protection District	127			
North County Transit District	33			
Rancho Santa Fe Fire Protection District	92			
San Diego Rural Fire Protection District	107			
San Diego Unified Port District	299			
San Miguel Consolidated Fire Protection District	135			
Santee School District	44			
State of CA Department of Transportation (Caltrans)	893			
State of California, CA Highway Patrol/El Cajon CHP	174			
Valley Center Fire Protection District	25			
Viejas Reservation Fire Department	33			
IVECA	1,302			
Potential New Party				
Potential New Party				
Potential New Party				
TOTAL	15,255			

**IVECA will pay for infrastructure for Imperial County (an estimated \$ 9,000,000) and a portion of the NextGen core costs.*

Exhibit C-3

Cost Apportionment for the Combined Infrastructure and RCS NextGen Core: Costs are apportioned in two categories-- infrastructure and core. Below are both the estimated Combined Infrastructure and RCS Core apportionment costs per agency.

San Diego County Parties & IVECA	Exhibit C-1 Estimated Cost for San Diego Shared Infrastructure	+	Exhibit C-2 Estimated Cost for RCS NextGen Core	=	Combined Estimated Cost for San Diego Shared Infrastructure and NextGen RCS Core (C-1 + C-2)
Alpine Fire Protection District					
Bonita-Sunnyside Fire Protection District					
Borrego Springs Fire Protection District					
City of Carlsbad					
City of Chula Vista					
City of Coronado					
City of Del Mar					
City of El Cajon					
City of Encinitas					
City of Escondido					
City of Imperial Beach					
City of La Mesa					
City of Lemon Grove					
City of National City					
City of Oceanside					
City of Poway					
City of San Marcos					
City of Santee					
City of Solana Beach					
City of Vista					
County of San Diego					
Deer Springs Fire Protection District					
Heartland Communications Facility JPA					
Julian-Cuyamaca Fire Protection District					
Lakeside Fire Protection District					
Metropolitan Transit System					
Mira Costa Community College District					
North County Dispatch, JPA					
North County Fire Protection District					
North County Transit District					
Rancho Santa Fe Fire Protection District					
San Diego Rural Fire Protection District					
San Diego Unified Port District					
San Miguel Consolidated Fire Protection District					
Santee School District					
State of CA Department of Transportation (Caltrans)					
State of California, CA Highway Patrol/El Cajon CHP					
Valley Center Fire Protection District					
Viejas Reservation Fire Department					
IVECA					
Potential New Party					
Potential New Party					
Potential New Party					
TOTALS					

Exhibit D

Potential New RCS NextGen Parties

Potential New Parties	Radio Count Sept 1, 2013	Radio Count July 1, 2014	Average Radio Count
Barona Fire Department	35		
Cajon Valley Union School District	125		
California Department of Corrections & Rehabilitation Division of Adult Parole Operations	109		
California Department of Corrections & Rehabilitation Office of Correctional Safety	13		
California State University San Marcos (Police)	49		
Grossmont Union High School District	128		
Grossmont-Cuyamaca Community College	16		
Jamul-Dulzura Unified School District	15		
La Jolla Band of Luiseño Indians (La Jolla Tribal Police)	4		
Los Coyotes Police Department	6		
Olivenhain Municipal Water District	3		
Palomar College	41		
Pala Band of Mission Indians	25		
Pauma Band of Luiseño Mission Indians (Pauma Band of Mission Indians)	21		
Poway Unified School District	240		
Ramona Water District Fire Department	21		
Rancho Santa Fe Patrol	17		
San Diego Association of Governments (SANDAG)	59		
San Diego County Regional Airport Authority	164		
San Diego Humane Society	34		
San Diego State University (Police & Parking)	102		
Southwestern College Police Dept.	22		
Sycuan Band of the Kumeyaay Nation (Sycuan Fire/Police Department)	72		
University of California San Diego (Police and Environment Health & Safety)	108		
Vista Unified High School District	188		



County of San Diego

CITY MANAGER &
CITY CLERK OFFICES

RON LANE
DEPUTY CHIEF ADMINISTRATIVE OFFICER

PUBLIC SAFETY GROUP
1600 PACIFIC HIGHWAY, ROOM 205, SAN DIEGO, CA 92101
(619) 531-4535/fax (619) 232-2436

July 12, 2016

Mr. Andy Hall
City Manager
City of Imperial Beach
825 Imperial Beach Blvd.
Imperial Beach, CA 91932

Dear Mr. Hall:

FIRST AMENDMENT TO NEXTGEN RCS AGREEMENT

The County has successfully awarded a contract for the Next Generation Regional Communications System (NextGen RCS) to Motorola Solutions Inc. for \$70,065,207. Based on the total contract amount, the County is now able to provide final system costs and updated financing information to all NextGen RCS Parties.

As stated in Section 14.3 of the NextGen RCS Agreement, the County is authorized to amend Exhibit C of the Agreement to reflect the final system costs in accordance with the cost apportionment method described in Section 11. The First Amendment to the NextGen RCS Agreement was executed by the County on July 12th to amend Exhibit C (including C-1, C2, and C-3) and is enclosed.

As a NextGen RCS Party, your agency has indicated it will pay its total share of the system costs in one lump sum. Per Section 3.6 of the NextGen Agreement, NextGen Party payments are due within sixty days of the issuance of the First Amendment. In addition to the First Amendment, an invoice for your agency's portion of the Shared Infrastructure costs is enclosed. Your agency's total costs can be located on Exhibit C3. Please remit payment to The County of San Diego to the following address by September 30, 2016:

County of San Diego, NextGen RCS
5595 Overland Avenue, Suite 101
San Diego, CA 92123-1206
Attn: Sue Willy, RCS Manager

Mr. Andy Hall
Page 2
July 12, 2016

If you have any questions, or if your agency is unable to pay the full amount of the invoice by September 30, 2016, please notify Sue Willy, RCS Manager by email sue.willy@sdsheriff.org or by telephone at (858) 694-3953.

Thank you for your participation in the NextGen RCS.

Sincerely,

Signature on file



Ronald J. Lane
Deputy Chief Administrative Officer

RJL:SW:bf
Enclosure: Executed First Amendment
Final Exhibit C
Invoice

**First Amendment
to
Agreement
Between and Among the County of San Diego
and
Participating Cities and Jurisdictions
Regarding the Next Generation Regional Communication System
Providing Communication Services to Public Safety and Public Service Agencies
Operating in San Diego County and Imperial County
("NextGen RCS Agreement")**

RECITALS

R1. On December 3, 2013 (6), the Board of Supervisors for the County of San Diego authorized the Chief Administrative Officer to execute the NextGen RCS Agreement and this First Amendment which will amend Exhibit C to reflect the finalized system costs and cost apportionment.

R2. The NextGen RCS Agreement was executed on and about December 9, 2013, by the parties to the NextGen RCS Agreement.

R3. The NextGen RCS Parties agreed to the NextGen RCS Shared Backbone Infrastructure cost apportionment set forth in NextGen RCS Agreement section 11.4 and related sections.

R4. The NextGen RCS Parties agreed in NextGen RCS Agreement section 14.3 as follows:

14.3 Exhibit C Revisions. Notwithstanding any other provision of this NextGen RCS Agreement, including but not limited to section 14.1, the NextGen Parties agree that, when final system costs are known, the County is authorized by the NextGen RCS Parties to amend Exhibit C of this NextGen RCS Agreement to reflect the final system costs in accordance with the cost apportionment method described in section 11. The NextGen Parties agree that the final Exhibit C as amended by the County and in accordance with the apportionment method described in section 11 (see, in particular, section 11.5) shall be the legally-binding Exhibit C to this NextGen RCS Agreement without further approval by the NextGen RCS Parties. The County shall distribute the amended final Exhibit C to the NextGen RCS Parties.

Therefore, the NextGen RCS Agreement is amended as follows:

The attached Final Exhibit C, including Exhibit C-1, C-2, and C-3 as issued, replaces the original Exhibit C in its entirety.

COUNTY OF SAN DIEGO

By  7/12/16
Ronald J. Lane, Deputy Chief Administrative Officer
Public Safety Group, County of San Diego

APPROVED AS TO FORM AND LEGALITY
COUNTY COUNSEL
By 
SENIOR DEPUTY

Exhibit C
RCS NextGen System Cost

NextGen Shared Infrastructure Cost	
NextGen System Components - Shared Infrastructure	Cost
Total Shared Infrastructure Cost	\$ 70,065,207
<i>Total IVECA Infrastructure Cost</i>	\$ (4,385,443)
Remaining Shared Infrastructure Costs to be Apportioned among San Diego County NextGen RCS Parties	\$ 65,679,764

Total Subscriber Radio Count	
Total County of San Diego NextGen Parties Subscriber Radio Count	14,782

Agency's Cost Apportionment Contained in C-3.

Cost per radio for is \$4,443.23 for San Diego County Agencies.

Exhibit C-1

Cost Apportionment for San Diego County Shared Infrastructure Per Party: *Costs are apportioned in two categories--infrastructure and core. Below are the estimated shared infrastructure apportionment costs per agency*

San Diego County Party Name	Radio Count 9/1/13	Radio Count 7/1/2014	Average Radio Count	Cost for San Diego Shared Infrastructure
Alpine Fire Protection District	26	26	26.0	\$ 113,498.08
Bonita-Sunnyside Fire Protection District	16	16	16.0	\$ 69,844.97
Borrego Springs Fire Protection District	21	21	21.0	\$ 91,671.53
City of Carlsbad	436	440	438.0	\$ 1,912,006.09
City of Chula Vista	694	646	670.0	\$ 2,924,758.18
City of Coronado	182	180	181.0	\$ 790,121.24
City of Del Mar	97	99	98.0	\$ 427,800.45
City of El Cajon	460	442	451.0	\$ 1,968,755.13
City of Encinitas	246	247	246.5	\$ 1,076,049.09
City of Escondido	752	702	727.0	\$ 3,173,580.89
City of Imperial Beach	117	119	118.0	\$ 515,106.66
City of La Mesa	291	285	288.0	\$ 1,257,209.49
City of Lemon Grove	95	95	95.0	\$ 414,704.52
City of National City	284	288	286.0	\$ 1,248,478.87
City of Oceanside	744	740	742.0	\$ 3,239,060.55
City of Poway	296	303	299.5	\$ 1,307,410.56
City of San Marcos	419	421	420.0	\$ 1,833,430.50
City of Santee	176	178	177.0	\$ 772,660.00
City of Solana Beach	58	62	60.0	\$ 261,918.64
City of Vista	284	290	287.0	\$ 1,252,844.18
County of San Diego	5,933	6,162	6047.5	\$ 26,399,216.57
Deer Springs Fire Protection District	21	22	21.5	\$ 93,854.18
Heartland Communications Facility JPA	12	12	12.0	\$ 52,383.73
Julian-Cuyamaca Fire Protection District	29	28	28.5	\$ 124,411.36
Lakeside Fire Protection District	98	93	95.5	\$ 416,887.17
Mira Costa Community College District	20	22	21.0	\$ 91,671.53
North County Dispatch JPA	18	18	18.0	\$ 78,575.59
North County Fire Protection District	127	119	123.0	\$ 536,933.22
North County Transit District	33	33	33.0	\$ 144,055.25
Rancho Santa Fe Fire Protection District	114	121	117.5	\$ 512,924.01
San Diego Rural Fire Protection District ¹	-	-	0.0	\$ -
San Diego Unified Port District	299	297	298.0	\$ 1,300,862.59
San Miguel Consolidated Fire Protection District	135	116	125.5	\$ 547,846.50
State of CA Department of Transportation (Caltrans)	893	849	871.0	\$ 3,802,185.64
State of California, CA Highway Patrol/El Cajon CHP	174	173	173.5	\$ 757,381.41
Valley Center Fire Protection District	25	18	21.5	\$ 93,854.18
Viejas Reservation Fire Department	33	33	33.0	\$ 144,055.25
New Parties				
California State University San Marcos (Police)	49	52	50.5	\$ 220,448.19
Olivenhain Municipal Water District	3	5	4.0	\$ 17,461.24
Palomar College	41	41	41.0	\$ 178,977.74
Poway Unified School District	240	243	241.5	\$ 1,054,222.54
Ramona Water District Fire Department	21	21	21.0	\$ 91,671.53
Rancho Santa Fe Patrol	17	17	17.0	\$ 74,210.28
San Diego County Regional Airport Authority	164	181	172.5	\$ 753,016.10
San Diego Humane Society	34	34	34.0	\$ 148,420.56
San Diego State University (Police & Parking)	102	100	101.0	\$ 440,896.38
San Pasqual Band of Mission Indians***	32	33	32.5	\$ 141,872.60
Sycuan Band of the Kumeyaay Nation (Sycuan Fire/Police Department)	72	72	72.0	\$ 314,302.37
University of California San Diego (Police and Environment Health & Safety)	108	116	112.0	\$ 488,914.80
Vista Unified High School District	188	204	196.0	\$ 855,600.90
TOTAL	14,729	14,835	14,782.0	\$ 64,528,023.05

¹ The San Diego Rural Fire Protection District was dissolved on 7/1/16. All radios have been moved to the County of San Diego radio count.

Exhibit C-2

Cost Apportionment for RCS NextGen Core (Portion of the Shared Infrastructure Costs): Costs are apportioned in two categories--infrastructure and core. Below are the RCS NextGen Core apportionment costs per agency for both San Diego County agencies and the Imperial Valley Emergency Communications Authority (IVECA).

San Diego County Parties & IVECA	Radio Count 9/1/13	Radio Count 7/1/2014	Average Radio Count	Cost for RCS NextGen Core \$1,254,277
Alpine Fire Protection District	26	26	26.0	\$ 2,025.79
Bonita-Sunnyside Fire Protection District	16	16	16.0	\$ 1,246.64
Borrego Springs Fire Protection District	21	21	21.0	\$ 1,636.22
City of Carlsbad	436	440	438.0	\$ 34,126.81
City of Chula Vista	694	646	670.0	\$ 52,203.11
City of Coronado	182	180	181.0	\$ 14,102.63
City of Del Mar	97	99	98.0	\$ 7,635.68
City of El Cajon	460	442	451.0	\$ 35,139.70
City of Encinitas	246	247	246.5	\$ 19,206.07
City of Escondido	752	702	727.0	\$ 56,644.27
City of Imperial Beach	117	119	118.0	\$ 9,193.98
City of La Mesa	291	285	288.0	\$ 22,439.54
City of Lemon Grove	95	95	95.0	\$ 7,401.93
City of National City	284	288	286.0	\$ 22,283.71
City of Oceanside	744	740	742.0	\$ 57,812.99
City of Poway	296	303	299.5	\$ 23,335.57
City of San Marcos	419	421	420.0	\$ 32,724.34
City of Santee	176	178	177.0	\$ 13,790.97
City of Solana Beach	58	62	60.0	\$ 4,674.91
City of Vista	284	290	287.0	\$ 22,361.63
County of San Diego	5,933	6,162	6047.5	\$ 471,191.47
Deer Springs Fire Protection District	21	22	21.5	\$ 1,675.17
Heartland Communications Facility JPA	12	12	12.0	\$ 934.98
Julian-Cuyamaca Fire Protection District	29	28	28.5	\$ 2,220.58
Lakeside Fire Protection District	98	93	95.5	\$ 7,440.89
Mira Costa Community College District	20	22	21.0	\$ 1,636.22
North County Dispatch, JPA	18	18	18.0	\$ 1,402.47
North County Fire Protection District	127	119	123.0	\$ 9,583.56
North County Transit District	33	33	33.0	\$ 2,571.20
Rancho Santa Fe Fire Protection District	114	121	117.5	\$ 9,155.02
San Diego Rural Fire Protection District ¹	-	-	0.0	\$ -
San Diego Unified Port District	299	297	298.0	\$ 23,218.69
San Miguel Consolidated Fire Protection District	135	116	125.5	\$ 9,778.34
State of CA Department of Transportation (Caltrans)	893	849	871.0	\$ 67,864.04
State of California, CA Highway Patrol/EI Cajon CHP	174	173	173.5	\$ 13,518.27
Valley Center Fire Protection District	25	18	21.5	\$ 1,675.17
Viejas Reservation Fire Department	33	33	33.0	\$ 2,571.20
IVECA*	1,302	1,330	1316.0	\$ 102,536.25
California State University San Marcos (Police)	49	52	50.5	\$ 3,934.71
Olivenhain Municipal Water District	3	5	4.0	\$ 311.66
Palomar College	41	41	41.0	\$ 3,194.52
Poway Unified School District	240	243	241.5	\$ 18,816.49
Ramona Water District Fire Department	21	21	21.0	\$ 1,636.22
Rancho Santa Fe Patrol	17	17	17.0	\$ 1,324.56
San Diego County Regional Airport Authority	164	181	172.5	\$ 13,440.35
San Diego Humane Society	34	34	34.0	\$ 2,649.11
San Diego State University (Police & Parking)	102	100	101.0	\$ 7,869.42
San Pasqual Band of Mission Indians	32	33	32.5	\$ 2,532.24
Sycuan Band of the Kumeyaay Nation (Sycuan Fire/Police De	72	72	72.0	\$ 5,609.89
University of California San Diego (Police and Environment H	108	116	112.0	\$ 8,726.49
Vista Unified High School District	188	204	196.0	\$ 15,271.36
TOTAL	16,031	16,165	16,098	\$ 1,254,277.02

¹ The San Diego Rural Fire Protection District was dissolved on 7/1/16. All radios have been moved to the County of San Diego radio count.

*IVECA will pay for infrastructure for Imperial County and a portion of the NextGen core costs.

Exhibit C-3

Cost Apportionment for the Combined Infrastructure and RCS NextGen Core: Costs are apportioned in two categories--infrastructure and core. Below are both the Combined Infrastructure and RCS Core apportionment costs per agency.

San Diego County Parties & IVECA	Exhibit C-1 Cost for San Diego Shared Infrastructure	+	Exhibit C-2 Cost for RCS NextGen Core	=	Combined Total Cost for San Diego Shared Infrastructure and NextGen RCS Core (C- 1 + C-2)
Alpine Fire Protection District	\$ 113,498.08		\$ 2,025.79		\$ 115,523.87
Bonita-Sunnyside Fire Protection District	\$ 69,844.97		\$ 1,246.64		\$ 71,091.61
Borrego Springs Fire Protection District	\$ 91,671.53		\$ 1,636.22		\$ 93,307.74
City of Carlsbad	\$ 1,912,006.09		\$ 34,126.81		\$ 1,946,132.90
City of Chula Vista	\$ 2,924,758.18		\$ 52,203.11		\$ 2,976,961.29
City of Coronado	\$ 790,121.24		\$ 14,102.63		\$ 804,223.87
City of Del Mar	\$ 427,800.45		\$ 7,635.68		\$ 435,436.13
City of El Cajon	\$ 1,968,755.13		\$ 35,139.70		\$ 2,003,894.84
City of Encinitas	\$ 1,076,049.09		\$ 19,206.07		\$ 1,095,255.16
City of Escondido	\$ 3,173,580.89		\$ 56,644.27		\$ 3,230,225.16
City of Imperial Beach	\$ 515,106.66		\$ 9,193.98		\$ 524,300.64
City of La Mesa	\$ 1,257,209.49		\$ 22,439.54		\$ 1,279,649.03
City of Lemon Grove	\$ 414,704.52		\$ 7,401.93		\$ 422,106.45
City of National City	\$ 1,248,478.87		\$ 22,283.71		\$ 1,270,762.58
City of Oceanside	\$ 3,239,060.55		\$ 57,812.99		\$ 3,296,873.55
City of Poway	\$ 1,307,410.56		\$ 23,335.57		\$ 1,330,746.13
City of San Marcos	\$ 1,833,430.50		\$ 32,724.34		\$ 1,866,154.84
City of Santee	\$ 772,660.00		\$ 13,790.97		\$ 786,450.97
City of Solana Beach	\$ 261,918.64		\$ 4,674.91		\$ 266,593.55
City of Vista	\$ 1,252,844.18		\$ 22,361.63		\$ 1,275,205.81
County of San Diego	\$ 26,399,216.57		\$ 471,191.47		\$ 26,870,408.04
Deer Springs Fire Protection District	\$ 93,854.18		\$ 1,675.17		\$ 95,529.35
Heartland Communications Facility JPA	\$ 52,383.73		\$ 934.98		\$ 53,318.71
Julian-Cuyamaca Fire Protection District	\$ 124,411.36		\$ 2,220.58		\$ 126,631.94
Lakeside Fire Protection District	\$ 416,887.17		\$ 7,440.89		\$ 424,328.06
Mira Costa Community College District	\$ 91,671.53		\$ 1,636.22		\$ 93,307.74
North County Dispatch, JPA	\$ 78,575.59		\$ 1,402.47		\$ 79,978.06
North County Fire Protection District	\$ 536,933.22		\$ 9,583.56		\$ 546,516.77
North County Transit District	\$ 144,055.25		\$ 2,571.20		\$ 146,626.45
Rancho Santa Fe Fire Protection District	\$ 512,924.01		\$ 9,155.02		\$ 522,079.03
San Diego Rural Fire Protection District ¹	\$ -		\$ -		\$ -
San Diego Unified Port District	\$ 1,300,862.59		\$ 23,218.69		\$ 1,324,081.29
San Miguel Consolidated Fire Protection District	\$ 547,846.50		\$ 9,778.34		\$ 557,624.84
State of CA Department of Transportation (Caltrans)	\$ 3,802,185.64		\$ 67,864.04		\$ 3,870,049.67
State of California, CA Highway Patrol/El Cajon CHP	\$ 757,381.41		\$ 13,518.27		\$ 770,899.68
Valley Center Fire Protection District	\$ 93,854.18		\$ 1,675.17		\$ 95,529.35
Viejas Reservation Fire Department	\$ 144,055.25		\$ 2,571.20		\$ 146,626.45
California State University San Marcos (Police)	\$ 220,448.19		\$ 3,934.71		\$ 224,382.90
Olivenhain Municipal Water District	\$ 17,461.24		\$ 311.66		\$ 17,772.90
Palomar College	\$ 178,977.74		\$ 3,194.52		\$ 182,172.26
Poway Unified School District	\$ 1,054,222.54		\$ 18,816.49		\$ 1,073,039.03
Ramona Water District Fire Department	\$ 91,671.53		\$ 1,636.22		\$ 93,307.74
Rancho Santa Fe Patrol	\$ 74,210.28		\$ 1,324.56		\$ 75,534.84
San Diego County Regional Airport Authority	\$ 753,016.10		\$ 13,440.35		\$ 766,456.45
San Diego Humane Society	\$ 148,420.56		\$ 2,649.11		\$ 151,069.68
San Diego State University (Police & Parking)	\$ 440,896.38		\$ 7,869.42		\$ 448,765.81
San Pasqual Band of Mission Indians	\$ 141,872.60		\$ 2,532.24		\$ 144,404.84
Sycuan Band of the Kumeyaay Nation (Sycuan Fire/Police Department)	\$ 314,302.37		\$ 5,609.89		\$ 319,912.26
University of California San Diego (Police and Environment Health & Safety)	\$ 488,914.80		\$ 8,726.49		\$ 497,641.29
Vista Unified High School District	\$ 855,600.90		\$ 15,271.36		\$ 870,872.26
TOTALS	\$ 64,528,023.05		\$ 1,151,740.77		\$ 65,679,763.82
IVECA	\$ 4,282,907.04		\$ 102,536.25		\$ 4,385,443.29
TOTAL SYSTEM COST					\$ 70,065,207.11

¹ The San Diego Rural Fire Protection District was dissolved on 7/1/16. All radios have been moved to the County of San Diego radio count.