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3. REPORT OF THE SALES TAX REVENUES (**Received/Filed**)

Total Amount Received for Fiscal Year 2015/2016 - \$646,911.00

4. A REPORT OF THE CITY OF COMPTON 2015/2016 TAX AND REVENUE ANTICIPATION NOTES (**Received/Filed**)

5. REPORT OF LICENSE FEE REVENUES (BASED ON THE GROSS REVENUES COMPUTATION) RECEIVED FROM CELEBRITY CASINOS, INC.FOR THE FISCAL YEAR 2015/2016 (**Received/Filed**)

END CONSENT AGENDA

REGULAR AGENDA

REPORTS OF OFFICERS, BOARDS, COMMISSIONS AND COMMITTEES AND CITY COUNCIL

6. APPOINTMENT(S) OF OFFICERS, COUNCIL MEMBERS, BOARDS/COMMISSIONS AND COMMITTEES

APPOINTMENT TO BLOCK CLUB COMMISSION (4th District)

Councilperson Sharif nominated Taikasha Williams to the Block Club Commission.

On motion by Sharif, seconded by Arceneaux, **Taikasha Williams** was appointed to the Block Club Commission, by the following vote on roll call:

AYES: Council Members - Zurita, Arceneaux, Sharif, Brown

NOES: Council Members - None

ABSENT: Council Members - Galvan

CITY MANAGER'S REPORT

7. POWER POINT PRESENTATION - Strategic Counsel PLC - State Legislative and Advocacy Report

Mel Agassai, Strategic Counsel PLC, presented a PowerPoint presentation updating the City Council on Strategic Counsel's efforts to present and monitor new and existing legislation.

Victory on Voter-Approved Pension Levies

Governor Brown signed Senate Bill 107, the Local Government Redevelopment Trailer Bill, which was passed despite opposition from the League of Cities.

Strategic Counsel worked closely with the Governor's Office.

Recaptures \$144 million in City revenue over the next 20 years (\$7.2 million per year).

City should expect first disbursement in January 2016.

Finding of Completion

Under Senate Bill 107, Successor Agencies can receive a Finding of Completion upon entering into a payment installment plan with the Department of Finance.

Urgency Bill – went into effect immediately.

Compton entered into such an agreement earlier this year.

Allows Compton to swiftly dispose of properties in its long-range property management plan, bringing in revenue and spurring economic development.

40 Acres across forty-five sites in the City.

Generates additional development options under new legislation.

Medical Marijuana Local Control

New Regulatory Framework phases in for 2018 implementation.

Facilities and businesses must comply with Local Zoning Ordinances and State and Local requirements by January 1, 2018.

A city or municipality must have an ordinance or land-use policy regulating marijuana by March 1, 2016 or the CA Dept. of Food and Agriculture becomes the sole regulator.

Establishes local control to preserve City's ordinance banning marijuana dispensaries.

- Two-tier licensing structure.
- State and Local license required to operate in City.

Speaker's Housing Package

Speaker's Housing Package created new Affordable Housing options for the City beginning in Fiscal Year 2016-17.

Assembly Bill 1056 (Atkins), the Second Chance Program, provides new opportunities for formerly incarcerated individuals to receive stable housing and access mental health and substance use treatment.

Utilizes Proposition 47 savings; estimated funding of \$65-130 million in 2016-17.

Assembly Bill 90 (Chau) provides \$40 million annually in federal funds for low-income and very-low-income housing.

Assembly Bill 35 (Chiu), which would have increased the State Low-Income Housing Tax Credit program, was vetoed (Governor was reluctant to expand tax credits).

New Redevelopment Options

AB 2 (Alejo) establishes the Community Revitalization Act, which allows communities to create Community Revitalization and Investment Authorities.

Allows for the collection of tax increment to invest in communities with high crime, unemployment, and inadequate buildings / infrastructure.

Similar process of financing blight mitigation efforts as redevelopment agencies.

Excludes: Successor Agencies, School Districts, Cities w/ RDAs without a Finding of Completion.

Local Governments can form via resolution (A) or joint powers agreement (B).

- A. Governed by a 5-Member board - 3 Council Members and 2 Public Members.
- B. Board must have at least 2 Public Members and Majority of Members from the Governing Bodies of the Public Agencies that created the Authority.
Cities, Counties, Special Districts, or Military Bases must opt-in and agree to divert increment to the authority.
Effective January 1, 2016.

Medical Marijuana Initiatives

10 Initiatives to Legalize Recreational Marijuana have been submitted to the Secretary of State, 6 of these do not allow local communities to have local control over whether to allow marijuana businesses to operate.

Major Examples Include:

- Cannabis Control and Taxation Act – Sponsored by the California Cannabis Association.
- DOES NOT allow communities to ban marijuana businesses; excludes tobacco and alcohol companies; 5% excise tax.
- License applications will begin to be accepted on or before December 2017.
-

Community Act to Regulate, Control, and Tax Cannabis – Sponsored by Alice Huffman, President of the California NAACP.

- DOES NOT allow communities to ban marijuana businesses; 10% cannabis tax.
- Licensing commences August 1, 2017.

#2.

There are competing initiatives that preserve a community's right to ban or otherwise regulate marijuana businesses:

- Adult Use of Marijuana Act – Backed by Sean Parker (Co-Founder of Napster)
 - o ALLOWS communities to ban marijuana businesses; 15% excise tax.
 - o Licenses will begin to be issued in 2018.
- The Control, Regulate, and Tax Cannabis Act of 2016 – Sponsored by ReformCA.
 - o ALLOWS communities to ban marijuana businesses; 15% excise tax and 5% implementation tax.
 - o Provisional licenses to be issued no later than July 1, 2017; non-provisional licenses available after January 1, 2018.

Update on Special Session on Transportation

Little progress was made during the Special Session on Transportation due to a lack of Republican support.

SBX1-1 (Beall) was the consensus bill in the Senate (\$4.3 Billion Proposal).

- Would have raised Gasoline Excise Tax (\$0.12/gallon); Diesel Excise Tax (\$0.22/gallon); Vehicle Registration Fee (\$35 annually, \$135 for zero-emission vehicles) and a new Road Access Charge \$35 annually per vehicle.
- Bill was broadly supported by Labor, Construction Firms, and dozens of Cities, Planning Agencies, and Transit Authorities.
-

Governor Brown's proposed compromise failed to gain traction (\$3.6 Billion)

- Funds from indexing the gasoline tax to inflation, raising the diesel excise tax, diverting cap-and-trade funds, efficiencies in CalTrans, and a \$65 dollar-per-vehicle highway use fee.
- Special Session currently gathering input on proposals, will continue in 2016.

Leadership Changes

Major Legislative Leadership changes occurred at the end of the current session.

- First time in recent memory that Senate President pro-Tem and Speaker of the Assembly are both Latino and from Los Angeles.
- Assembly Member Anthony Rendon (D-Lakewood) was chosen as the new Speaker of the Assembly, effective January 2016.
- The new Assembly Minority Leader will be Chad Mayes (R-Yucca Valley), effective January 2016.
- The new Senate Minority Leader is Senator Jean Fuller (R-Bakersfield), effective August 2015.
- Assembly Leadership will have long tenure due to term limits (termed out in 2024 & 2026).

Next Steps

January 4th, 2016 – Legislature Reconvenes.

January 10th, 2016 – Proposed 2016-17 Budget Released.

January 31st, 2016 – Deadline for each House to Advance Legislation Introduced in 2015 from the House of Origin.

February 19th, 2016 – Deadline to Introduce New Legislation.

Councilperson Arceneaux asked Mr. Agassai to explain how Assembly Bill 1056 will give cities and community organizations a way to develop programs and mental health services that address the needs of formerly incarcerated individuals.

Mr. Agassai answered that Assembly Bill 1056 will use Proposition 47 monies to allow lower-level crimes to be dismissed or not prosecuted, so that those state monies can go towards the individual organizations, (cities, school districts, or counties) that develop second-chance programs for residents or people within their jurisdictions.

Councilperson Arceneaux also asked that Mr. Agassai address how regulations of medical marijuana dispensaries will be implemented. Mr. Agassai answered that they have researched the proposed ballot measures, and about six of them do not allow local control and up to four allow local control. Additionally, he stated that he can prepare a report that demonstrates who is going to the ballot and what those ballot measures will do to affect local control.

Mayor Brown inquired about the online gambling legislation currently being considered.

Mr. Agassai stated that the Senate stopped considering it this year, however the Assembly has been pushing it forward. The consensus that is needed, Mr. Agassai explained, requires that the Indian gaming community join with the card gaming community to come to an agreement.

Mayor Brown requested additional information concerning legislation on online gaming in the next update.

Mayor Brown also made mention of her request for the City Manager to work with the City Attorney to make recommendations for the City Council so that they can consider whether or not they want to get involved at the state level to ensure there are provisions in place to regulate medical marijuana dispensaries.

The City Council went on to discuss the City's ban on medical marijuana dispensaries, how the state's legalization of medical marijuana dispensaries will affect the City of Compton, and the costs to closing down medical marijuana dispensaries operating illegally in the City of Compton.

Mayor Brown requested a workshop be scheduled on all laws written to regulate medical marijuana dispensaries.

CITY ATTORNEY'S REPORTS

CLOSED SESSION

8. CONFERENCE WITH LEGAL COUNSEL-EXISTING LITIGATION
Bradford v. City of Compton, LASC Case Number TC026769
Pursuant to California Government Code Section 54956.9(a)

CONFERENCE WITH LEGAL COUNSEL-ANTICIPATED LITIGATION
One (1) Potential Case
Pursuant to California Government Code Section 54956.9(b)

PUBLIC EMPLOYMENT
Title: City Manager
Pursuant to California Government Code Section 54957

On motion by Zurita, seconded by Arceneaux, closed session was approved, by the following vote on roll call:

AYES: Council Members - Zurita, Arceneaux, Sharif, Brown

NOES: Council Members - None

ABSENT: Council Members - Galvan

UNFINISHED BUSINESS - There was no Unfinished Business.