CITY OF LOMA LINDA

CITY COUNCIL AGENDA

REGULAR MEETING OF DECEMBER 27, 2016

A regular meeting of the City Council of the City of Loma Linda is scheduled to be held Tuesday, December 27, 2016 in the City Council Chamber, 25541 Barton Road, Loma Linda, California. *Pursuant to Municipal Code Section 2.08.010, study session or closed session items may begin at 5:30 p.m. or as soon thereafter as possible. The public meeting begins at 7:00 p.m.*

Reports and Documents relating to each agenda item are on file in the Office of the City Clerk and are available for public inspection during normal business hours. The Loma Linda Branch Library is also provided an agenda packet for your convenience. The agenda and reports are also located on the City's Website at www.lomalinda-ca.gov.

Materials related to an item on this Agenda submitted to the City Council after distribution of the agenda packet are available for public inspection in the City Clerk's Office, 25541 Barton Road, Loma Linda, CA during normal business hours. Such documents are also available on the City's website at www.lomalinda-ca.gov subject to staff's ability to post the documents before the meeting.

Persons wishing to speak on an agenda item, including any closed session items, are asked to complete an information card and present it to the City Clerk prior to consideration of the item. When the item is to be considered, please step forward to the podium, the Chair will recognize you and you may offer your comments. The City Council meeting is recorded to assist in the preparation of the Minutes, and you are therefore asked to give your name and address prior to offering testimony.

The Oral Reports/Public Participation portion of the agenda pertains to items NOT on the agenda and is limited to 30 minutes; 3 minutes allotted for each speaker. Pursuant to the Brown Act, no action may be taken by the City Council at this time; however, the City Council may refer your comments/concerns to staff or request that the item be placed on a future agenda.

In compliance with the Americans with Disabilities Act, if you need special assistance to participate in this meeting, please contact the City Clerk at (909) 799-2819. Notification 48 hours prior to the meeting will enable the City to make reasonable arrangements to ensure accessibility to this meeting. Later requests will be accommodated to the extent feasible.

A recess may be called at the discretion of the City Council.

Agenda item requests for the JANUARY 10, 2017 meeting must be submitted in writing to the City Clerk no later than NOON, TUESDAY, DECEMBER 27. 2016

A. Call To Order

B. Roll Call

C. Invocation and Pledge of Allegiance – Councilman Lenart (In keeping with long-standing traditions of legislative invocations, this City Council meeting may include a brief, non-sectarian invocation. Such invocations are not intended to proselytize or advance any one, or to disparage any other, faith or belief. Neither the City nor the City Council endorses any particular religious belief or form of invocation.)

D. Items To Be Added Or Deleted

E . Oral Reports/Public Participation - Non-Agenda Items (Limited to 30 minutes; 3 minutes allotted for each speaker)

F. **Conflict of Interest** Disclosure - Note agenda item that may require member abstentions due to possible conflicts of interest

See Items 2 and 3.

G. **Scheduled And Related Items**

1. Joint meeting of the City Council and Housing Authority regarding presentation of Audit Report for Fiscal Year 2015-2016 **[Rogers, Anderson, Malody & Scott]**

2. **Public Hearing** – Center for Health Promotion Building, 24785 Stewart Street within the Institutional Zone and Land Use Designation (Councilmen Rigsby, Dupper, and Popescu sit to constitute a quorum and vote; Councilmen Dailey and Lenart Abstain) (Continued from November 8) **[Community Development]**

    a. Certificate of Appropriateness for Sign Permit (16-074)

    b. Variance Application (16-075) to install seven signs and to exceed the maximum 12 sq. ft. allowance for additional wall signs and to exceed the maximum one sq. ft. allowance of an address sign

3. **Public Hearing** – Tentative Parcel Map No. 19771 to combine three parcels into one 8.69 acre parcel located at the southwest corner of Barton Road and Anderson Street and includes the Faculty Medical Office, an existing parking lot, two single-family dwellings to be demolished and a proposed 6-level parking structure with 945 spaces and a pedestrian bridge within the Health Care Land Use Designation and Institutional Zone (Councilmen Dailey, Lenart and Dupper sit to constitute a quorum and vote; Councilmen Rigsby and Popescu abstain) [TO BE CONTINUED TO JANUARY 10] **[Community Development]**

4. Deleted.

I. Consent Calendar

5. Demands Register

6. Minutes of November 8 and 22, 2016

7. October and November 2016 Treasurer's Reports

8. October 2016 Fire Department Report

9. Accept grant for 2016 EMPG (Emergency Management Performance Grant) and appropriate funds. **[Fire Dept.]**

10. One year time extension of Solid Waste & Recyclables Collection Service Contract with Republic Services **[Public Works]**

11. Agreement for planning services for commercial site at Redlands Boulevard and Bryn Mawr Avenue **[Community Development]**

12. Appropriate $40,000 to purchase battery backup units for traffic signals at nine (9) locations **[Public Works]**

13. Declare equipment and miscellaneous items surplus and authorize disposal **[Public Works]**

14. Appropriate $55,000 for tree trimming citywide **[Public Works]**

15. Appropriate $23,400 from Air Quality Management District Fund Balance and award contract for Traffic Signal System Communication Assessment **[Public Works]**

16. Award of contract for Curtis Fisk House Renovation Phase 2 (CIP 15-835) **[Public Works]**

17. Appropriate $3,100 for annual license renewal for Firewall Gateway Security **[Information Systems]**

J. Old Business

K. New Business

18. Designation of Alternate to the Inland Valley Development Authority (IVDA) **(Councilman Popescu)**

19. Calendar Year 2017 meeting schedule **[City Clerk]**

L. Reports of Councilmen (This portion of the agenda provides City Council Members an opportunity to provide information relating to other boards/commissions/committees to which City Council Members have been appointed).

M. Reports Of Officers (This portion of the agenda provides Staff the opportunity to provide informational items that are of general interest as well as information that has been requested by the City Council).

N. Adjournment

CITY OF LOMA LINDA

Comprehensive Annual Financial Report

Fiscal Year End June 30, 2016

New Development & Restoration

The Fisk
House
Relocation

VA Loma Linda
Ambulatory Care Center

COMPREHENSIVE ANNUAL FINANCIAL REPORT

CITY OF LOMA LINDA, CALIFORNIA

For the Fiscal Year Ended June 30, 2016

Prepared by:

City Manager's Office
Finance Department

25541 Barton Road, Loma Linda, CA 92354
Telephone: (909) 799-2840 – Fax: (909) 799-2893

http://www.lomalinda-ca.gov

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For the year ended June 30, 2016

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City of Loma Linda

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Sister Cities Manipur Karnataka, India - Libertadore, San Martin, Argentina • www lomalinda-ca.gov

December 6, 2016

To the Honorable Mayor, Members of the City Council, and Citizens of Loma Linda:

It is with great pleasure that we present to you the City of Loma Linda's audited Comprehensive Annual Financial Report (CAFR) for the fiscal year ended June 30, 2016. The financial statements contained in this report are presented in conformity with generally accepted accounting principles (GAAP) and have been audited in accordance with generally accepted auditing standards (GAAS) and Government Auditing Standards (GAGAS) by an independent certified public accountants firm.

The Comprehensive Annual Financial Report includes the financial activity for all funds of the City and the Redevelopment Agency. The report is organized into three major sections which include the Introductory Section, the Financial Section, and the Statistical Section.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose, which include an array of administrative procedures. These controls are designed to provide reasonable, but not absolute, assurance regarding the safeguarding of assets against loss from unauthorized use or disposition, as well as the reliability of financial records for accurate and fair presentation of financial reports. The concept of reasonable assurance recognizes that the cost of specific controls should not exceed the benefits likely to be derived from exercising the controls, and that this evaluation involves estimates and judgments by management. It is believed that the City's internal accounting controls adequately safeguard City assets and provide reasonable assurance of proper recording of financial transactions.

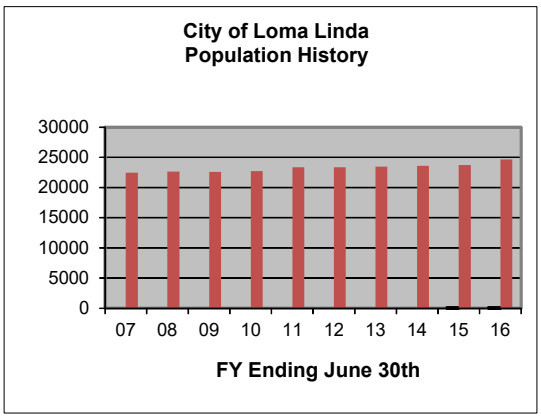
Rogers, Anderson, Malody and Scott, LLP, Certified Public Accountants, have issued an unqualified ("clean") opinion on the City of Loma Linda's financial statements for the year ended June 30, 2016. The independent auditor's report is located at the front of the financial section of this report.

Management's discussion and analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complement this letter of transmittal and should be read in conjunction with it.

PROFILE OF THE GOVERNMENT

The City of Loma Linda (City), incorporated in September 29, 1970, is located on the south side of Interstate 10, east of the 215 Freeway. Loma Linda is home to the world famous Loma Linda University and Medical Center with over 12,914 employees, the one of the largest employer in San Bernardino County. Loma Linda ("Beautiful Hill"), originally known as "Mound City", has a history of being a health-conscious community, and in 1993 became the first "smoke free" city in San Bernardino County. The Seventh-Day Adventist Church purchased the Loma Linda Resort Hotel from a group of businessmen and physicians from Los Angeles hospitals and converted it into the Loma Linda Sanitarium in 1905. The Sanitarium eventually became a full service medical facility and medical college, the forerunners of the Loma Linda University and Medical Center.

Loma Linda covers an area of 7.56 square miles and has a resident population of 24,649, as certified by the State Department of Finance, as of June 30, 2016. The City once ranked one of the largest growing cities in San Bernardino County has only increased by 898 residents, mainly due to the economic downturn and very limited new residential construction. Loma Linda's median income is $58,259, 7.7% higher than the average for San Bernardino County.



As presented in the ten year population history chart, Loma Linda's population has begun to plateau over the past few years. As of the 2010 Census which measured the population at 23,261, the State Department of Finance has estimated a growth of 1,388 to its current total of 24,649, with the growth of 898 from 2015 to 2016.

The City is governed under charter by a City Council/City Manager plan. The people of Loma Linda elect five Council Members, from which the City Council chooses the Mayor and the Mayor pro tempore. The City Council appoints the City Manager, who is responsible for the daily operations of all City departments and the Council also appoints the City Attorney.

The City's operating departments are Fire Department, Public Works, Community Development, Economic Development, City Clerk, Finance, Information Systems and Administration.

The City of Loma Linda is a full service Municipal Government. Services provided by the City include police (through contract with San Bernardino Sheriff's) and fire protection; utilities services of water, sewer and refuse (under contract with a private hauler); internet connection services; street and park maintenance; storm and waste water drainage maintenance; planning and zoning management; general administrative services; a senior center and a library branch (staffed by the County of San Bernardino).

Financial administration of the City is the responsibility of the Finance Director/City Treasurer, who supervises the City's fiscal administration, which includes the day-to-day accounting, budgetary and reporting compliance, business licensing, utility billing operations and cash management.

THE REPORTING ENTITY
(Activities included in the report)

The report includes all activities carried out by the City as a legal entity, and also includes the activities of the Loma Linda Successor Agency to the Redevelopment Agency (Successor Agency), the Loma Linda Housing Authority (LLHA) and the Public Financing Authority (PFA), for which the City Council, acting in the capacity of Board to the Successor Agency and both Authorities, is financially accountable as determined under the guidelines of the Governmental Accounting Standards Board (GASB).

ACCOUNTING SYSTEMS AND BUDGETARY CONTROL

The City's fund accounting records are maintained using a modified accrual basis of accounting as explained in the Notes to the Financial Statements, following the accounting practices for governmental units as mandated by the Governmental Accounting Standards Board. Basic City operations are accounted for in the City's General Fund, with other activities accounted for in separate funds as required by law or determined by management discretion.

The Government-Wide financial statements (*Statement of Net Assets* and *Statement of Activities*) follow the accrual basis of accounting. As required by GASB, an accompanying summary reconciliation schedule is presented following the Governmental fund financial statements. These reconciliation schedules are presented on pages 25 and 28 in the body of the financial statements.

The Finance Director/City Treasurer is charged with the responsibility for the receipt and disbursement of all monies and to maintain control over all expenditures to insure that budget appropriations are not exceeded. The level of budgetary control, that is, the level at which expenditures are not to exceed Council approved appropriations is established at the fund, department, division and categories (personnel, maintenance and operations, and capital outlay) of expenditure levels. Adjustments at the object level within major categories of expenditures are permissible at the department and division level, however, adjustments involving transfers between major categories of expenditures, between departmental and division budgets or between departments within the same fund, require Finance Director recommendation and City Manager approval. Adjustments between funds and additional supplemental appropriation funding require City Council approval. An encumbrance (commitment) accounting system is utilized as a technique to enhance budgetary control during the year. All appropriations lapse at year-end and become available for re-appropriation the following year, upon recommendation by the City Manager. Furthermore, the Citizen's Budget Committee plays a major role in the budgetary recommendations to the City Council.

SIGNIFICANT EVENTS AND ACCOMPLISHMENTS

During 2015/2016 the City achieved many accomplishments that may not be evident from a review of the financial statements. Some of the more important accomplishments as well as on-going projects are summarized below.

Community Development:

During the period, the Community Development Department's Planning Division completed the following projects:

Precise Plan of Design Applications

New car wash facility

New single family residence

Variance Applications

New medical office building
New single family residence
New 96 room hotel

Annexation Applications

Annexation of approximately 90 acres of land

Tentative Tract Map Applications

Approval of Tentative Tract Map (TTM) to subdivide the approximately 20-acres into 96 single-family residences and four (4) common lettered lots.

In addition, the Department processed several small project applications, home occupations, special event permits, sign plan reviews, fence and patio permits, land use permits.

Commensurate with the level of entitlement activity experienced by the community, the Building Division checked plans, issued building permits, and conducted inspections for permit requests.

The Code Enforcement section was very active during the 2015/2016 fiscal year. Animal licensing compliance continues to dramatically increase, animal impounds were maintained at the record low levels, and rabies vaccination compliance was improved. The City continues to utilize the City of San Bernardino for shelter services.

Fire Department

During the fiscal year, City of Loma Linda Fire Department continued to see an increase in calls for service. Fire Department resources were successful in containing the majority of all residential structure fires to the room of origin and all residential structure fires to the building/residence of origin. Fires in commercial occupancies were also contained as small to medium sized incidents. All vegetation fire incidents in the city boundaries were controlled with the alarm response resources. Aggressive and successful fire attack operations have not only mitigated the loss of personal property of our residents, but also protected vital property & sales tax revenues that the community relies on to fund essential services. A large portion of our responses were for emergency medical incidents or traffic collisions to which the department deploys resources with rescue and Advanced Life Support capabilities.

The Department continues to realize an enhancement in its management depth through the resource sharing agreement with our neighboring jurisdiction. The consolidated command staff concept with the City of Colton Fire Department has allowed the combined command staff to dedicate managers to the functional divisions of Training and EMS (Emergency Medical Services) which were previously managed as secondary assignments of the Operational Battalion Chiefs. Both agencies are experiencing an increase in both quantity and quality of training opportunities above the company level. In addition the EMS section is now able to begin exploring service opportunities that are being defined by the National Affordable Healthcare Act and the emerging concepts of transitional health care in the pre-hospital environment.

A primary focus of our work in this area is creating alternatives to traditional transport of all EMS patients to emergency departments in order to reduce unnecessary health care costs. Alternatively we would explore redirecting a portion of health care savings to support the health care services delivered by the Fire Department. Our Prevention Division was instrumental in completing the Fire Engineering and Permitting elements of significant commercial developments in the City. The Holiday Inn Express Hotel and the 300,000 square foot Veterans Administration Ambulatory Care building are valuable additions to our business community. Our prevention staff has also been instrumental in facilitating the early phases of the multi-year Campus Transformation project.

Information Systems Department

The City of Loma Linda continues to prepare for the future with its Loma Linda Connected Community Program (LLCCP). The Program includes the deployment of an advanced city-wide fiber optic network as well as modifications to building regulations to ensure that development will be designed to meet the needs of future communication technologies. The City building code requires all new commercial and residential developments (or re-models involving greater than 50% of the structure) to equip the new structures with a fiber-optics interface and copper cabling throughout. The network is expanding into commercial areas via organic growth at existing locations.

The City continues to expand services to commercial customers through focused network expansion and custom designed services. Existing businesses are utilizing the service, and new businesses are locating to the area as well as expanding to take advantage of the service. Fiber infrastructure is also being utilized in the monitoring and control of water production, street lights, energy usage, and distributed computing throughout the City.

Management continues to work with outside organizations that desire to tap into the infrastructure as a means of expanding their communication abilities. The City continues to provide IT support services to the City of Grand Terrace to leverage these assets to continue to grow a vibrant, economically strong community and region.

Successor Agency, Oversight Board and Loma Linda Housing Authority:

Successor Agencies

On February 1, 2012, Successor Agency replaced Redevelopment Agency. On this date all assets, property contracts, and leases of the former redevelopment agency transferred to the Successor Agency. Loma Linda elected to become the Successor Agency for its former redevelopment agency. The Successor Agency created a Redevelopment Obligation Retirement Fund, which continues to make payments on approved the Recognized Enforceable Obligation Schedules (ROPS), maintain reserves, perform obligations required by Enforceable Obligations, enforce all rights for the benefit of taxing agencies and is pursuing the dispose of property based on the approved Long Range Property Management Plan. In 2016, the ROPS process transitioned to one annual submission. The Successor Agency must submit one ROPS for a fiscal year (bi-annual) operating periods of June – December, and January – June. The ROPS must be approved by the Oversight Board, and submitted to the Department of Finance (DOF), State Controller's Office (SCO) and County Administration Office (CAO) for final review and approval before funds are disbursed to the Successor Agency. In July of 2015, the City was able to reach a settlement agreement regarding its litigation suit against the Department of Finance in all matters in the suit.

Oversight Board

The Oversight Board is composed of one member each appointed by the County Board of Supervisors, Mayor, the largest Special District by property tax share, the County Supervisor of Education, the Chancellor of the California Community Colleges, a public member appointed by the County Board of Supervisors and a member representing employees of the former Redevelopment Agency appointed by the Mayor or the Chair of the County Board of Supervisors. The Oversight Board directs staff of the Successor Agency, has fiduciary responsibilities to holders of enforceable obligations, approves actions of the Successor Agency and establishes the Recognized Obligations Payment Schedules. It takes a majority of the Oversight Board to constitute a quorum and to vote to take action. As of June 30, 2016, the Successor Agency is still waiting to hear from the State and County on the formation of a single Oversight Board for the County.

Loma Linda Housing Authority

On February 1, 2012, all redevelopment agencies in the State of California, including the Loma Linda Redevelopment Agency (the "Agency"), were dissolved. As part of the dissolution of the Agency, a successor agency ("Successor Agency") was established to administer the wind-up of the business of the Agency. An oversight board ("Oversight Board") was established to oversee the operations of the Successor Agency. In accordance with the laws applicable to the dissolution of redevelopment agencies, the City of Loma Linda designated the Loma Linda Housing Authority ("LLHA") as the entity to receive the housing assets of the Agency. The transfer of housing assets of the Agency to the LLHA was reviewed and approved by the Oversight Board, as reported to the California Department of Finance (which, in turn, reviewed the matter). Housing assets of the Agency that were transferred include property assets, land, improvements, contracts, loan agreements, leases, rights to enforce agreements and covenants, among other items.

During Fiscal Year 2015/2016, the LLHA operated programs, including ongoing monitoring and enforcement of affordability covenants, leases and agreements related to housing matters as previously entered into by the Agency, similar contracts as entered into by the LLHA, and provided certain assistance to homebuyers of low income. Units that are monitored for ongoing affordability include 47 single-family ownership units and 238 privately-owned rental units (most of which are operated under ground leases made by the Agency, with respect to which the LLHA has assumed the role as landlord).

In addition, the LLHA successfully negotiated with a non-profit buyer for the sale and development of affordable housing on various small sites, commonly referred to as "scattered sites".

Economic Development:

The Veterans Administration (VA) has completed construction and opened a new 300,000 sq. ft. medical clinic as of the spring 2016. A second national brand hotel has been begun construction, with two additional hotels in preliminary design. A new gas station is in preliminary design. A national branded auto parts retailer is completing negotiations for tenant space. There has been significant interest in locating national branded restaurants on the Redlands Blvd corridor. Efforts are continuing to attract retail, commercial and hospitality customers to parcels adjacent to the VA clinic. Large areas of residential land in and around Special Planning Area "D" are in the entitlement process. Additionally, there are several other commercial projects in the preliminary stages of building plan checks and permitting that will bring much needed businesses to the community.

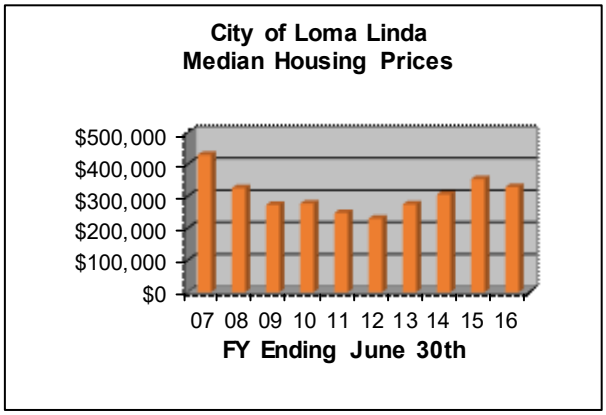
Capital Improvement Program (CIP) Projects:

Public Works

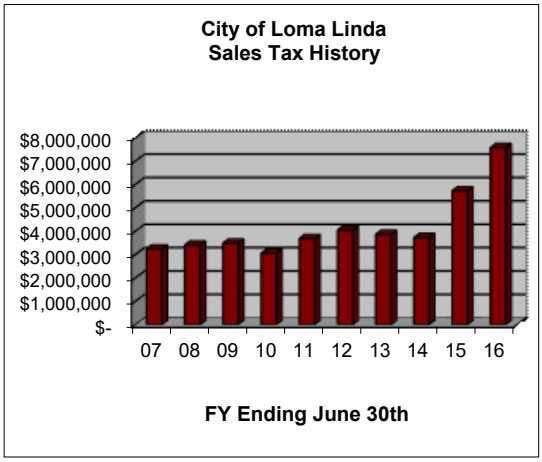
During the 2015/2016 fiscal year, the Public Works Department completed or continued with the following projects: I-10/Tippecanoe/Anderson Interchange improvement; pavement rehabilitation by slurry seal method on Mountain View Ave., Lawton Ave., Whittier Ave., and Bryn Mawr Ave., as well as, pavement rehabilitation on Bryn Mawr Ave. at Redlands Blvd. located at the VA Outpatient clinic; Repaired sidewalks as needed city wide; Planted trees at various locations; Completed another phase of rehabilitation to the Curtis Fisk home at Heritage Park historic properties; Installed debris catchments in the hillside areas as preventative measures for the predicted "El Nino" rainy season; Replaced city landscape areas with xeriscape to comply with water conservation requirements; Continued with the water meter replacement program; Water treatment facilities continue to be monitored and adjusted for maximum efficiency; Project plan checking continues on an as needed basis; Comply with required State and Federal regulation, including air quality, storm water, water conservation, and solid waste diversion.

LOCAL ECONOMY AND PROSPECTS FOR THE FUTURE

As presented in the Loma Linda General Plan (2009), Loma Linda is a unique community with strong ties to its religious, educational and healing arts roots. The Loma Linda University Medical Center (LLUMC) and the Jerry L. Pettis Memorial Veterans Medical Center (VA Medical Center) provide much of the economic base of the community through the employment of a highly trained local labor force. The City is seeking to expand upon this economic base with medical support services, research facilities, professional offices and lodging accommodations for visitors to the medical centers and community. In addition to increasing commercial and industrial opportunities, Loma Linda is in the process of managing residential growth to provide an appropriate range of housing opportunities to accommodate the diverse work force needed by the medical facilities. The vision for the future of Loma Linda is for the City to have a balanced economy that meets the needs of the community and is a great place to live and do business. The goal is to attract high-tech industries to the City and create a diverse mix of high paying job opportunities to maintain the City's high quality standard of living and complement the LLUMC.



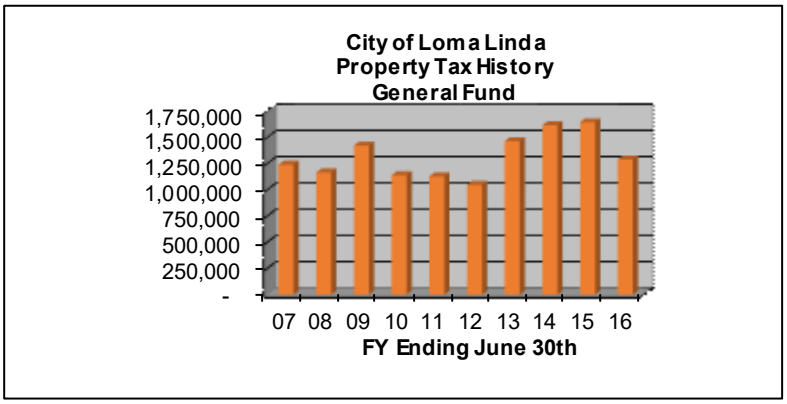
In 2016, the median price of a home in Loma Linda was $328,500, a decrease of $25,000 or 7.1%, from $353,500 in 2015, according to the San Bernardino County Recorder. This is an overall decrease of 28.1% to the median price since peaking at $457,200, in 2006. After several years of fluctuations in home values due to uncertain economic conditions, Loma Linda saw a steady increase in the year to year data through 2016. The City of Loma Linda is expected to continue attracting skilled and educated residents that can be provided with local jobs as well as access to surrounding job markets via internet technology. The LLCCP has established building requirements to enhance technological access as part of each new development project, providing the technological infrastructure for local residents to stay "connected" from home.



The Sales Tax History chart is a ten year historical presentation of the City's sales tax revenue through fiscal year ending June 30, 2016. In 2016, the City received $7,575,743 in sales tax revenues, an increase of 32.40% or $1,853,805 from $5,721,938. In March 2004, California voters approved Proposition 57 which authorized the issuance of bond to close the state budget shortfall. To guarantee bond payments, the state established what is known as the "triple flip". This consists of flipping 0.25 of the one percent local sales and use taxes are shifted to the State to guarantee the bonds. Revenue lost through the shift is backfilled to local agencies with property tax revenue from the County Education Revenue Augmentation Fund (ERAF). Any shortfall in County ERAF monies needed to meet the minimum funding requirement for schools is backfilled from the State general fund. The State bonds were retired in the spring of 2015 and final disbursements of the funds taken away were disbursed in fiscal year 2016, therefore causing 32.40% increase in sales tax revenue from 2015.

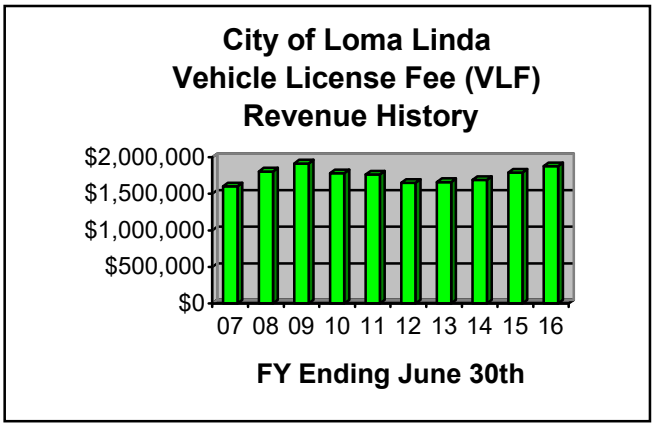
The City of Loma Linda continues to rely heavily on retail sales to fund its general government services. In order to improve the availability of retail shopping facilities and attract more shoppers to buy locally, the City is hoping to continue expanding its sales tax base through economic development like recent commercial projects that have been added to our community and additional commercial development projects planned over the next few years.

Property taxes are collected by the City and the Successor Agency to the Redevelopment Agency, with the bulk of the property tax collected by the Agency. The chart to the right is a 10-year history of the City's General Fund property tax revenues through fiscal year ending June 30, 2016. As shown here, General Fund property taxes had declined sharply over fiscal years 2010 through 2012, as the result of the housing market collapse and the ongoing economic recession, but over the next three years have steadily increased. On June 30, 2016, property tax revenues were reported at $1,288,299, a decrease of $355,451 or 21.6% from fiscal year 2015. The majority of the decrease is attributed to reduced residual balances received from former RDA property taxes after the disbursement of RPTTF funds to the Successor Agency. Property tax revenue is reported in the statistical schedules on pages 149-150.



Median housing prices are just one factor in citywide assessed values. Tax-exempt properties continue to be a significant factor in the overall assessed values for the City and the former Redevelopment Agency, now the Successor Agency, in Loma Linda. As of June 30, 2016, the San Bernardino County's Assessor reported an increase in citywide assessed property values of 4.28%, with Loma Linda showing a 4.36% increase.

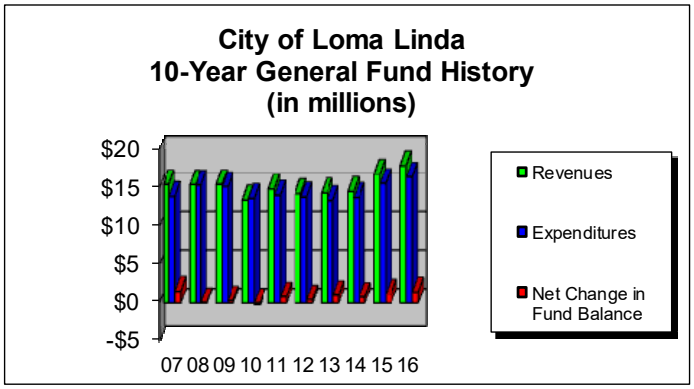
Overall property tax revenues are showing signs of growth as valuations increase and increase in demand for housing within the City is addressed. Growth in the sales of existing homes is evident in the 100% increase in property transfer tax of $50,712. With demand high and inventory low the value of existing home will increase. In order to address increased demands, the City has approved several housing projects that are currently under construction and is reviewing several other projects being proposed for the available undeveloped land within the City's former merged redevelopment project areas. As a taxing entity, the City will receive pass-through taxes and residual balance revenues from the Successor Agency as property values increase and vacant land gets developed.



In fiscal year 2004/2005, as part of the Governor's Budget/Constitutional Protection package, a VLF swap was approved. What the swap boils down to is an exchange of the current VLF backfill from the State's General Fund for an equivalent amount of property tax revenues in fiscal year 2004/2005. Any future growth in VLF revenue would be calculated in proportion to the growth in gross assessed valuation, including the than merged Redevelopment Agency valuation. As presented in the ten year history chart, VLF had been increasing steadily since fiscal year 2009/2010, with slight fluctuations up and down. In fiscal year 2015/2016, the City collected $1,876,456, in VLF revenue, an increase of $77,825 or 4.33% due to a slight increase in property values within the City.

ACTUAL OPERATING RESULTS – GENERAL FUND

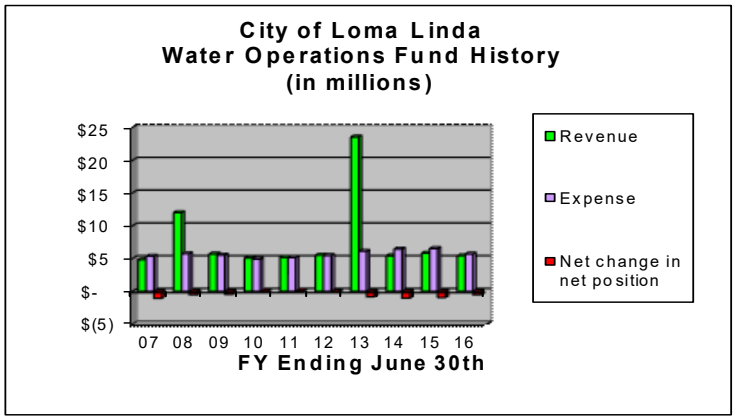
The following discussion summarizes the annual operating results of the City's General Fund, for the fiscal year ended June 30, 2016. Further details are presented in the individual financial statements attached to this transmittal letter.



The chart on the left illustrates the ten year history of total revenues, expenditures and net change in fund balance for the General Fund through June 30, 2016. The Net Change in Fund Balance figure in the chart includes operating revenues, operating expenditures, transfers to and from other funds and gain on sale of capital assets. For further detail and breakdown, please refer to the statistical section of this CAFR.

ANNUAL OPERATING RESULTS – ENTERPRISE FUNDS

The City accounts for its Water, Sewer and LLCCP operations on an "enterprise" basis, meaning that the activity is treated more like a commercial business, separate and apart from general City operations. In fiscal year 2015/2016, Enterprise Fund operating revenues for Water, Sewer and LLCCP combined, totaled $9,972,780, a decrease of 1.4% over fiscal year 2014/2015, while operating expenses decreased by $885,440, or about 8.5%, over the same period.

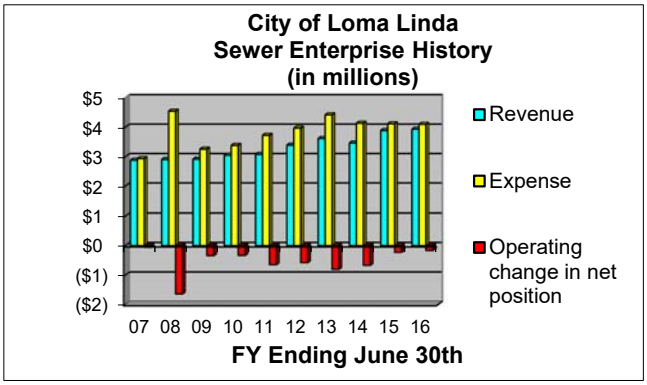


Water Operations

For Water Operations specifically, the Water fund operating expenses exceeded operating revenues by $518,570 this year, mainly attributable to the increase in cost of services. Last year the Water Fund showed an operating deficit of $952,454 for the year. Note that this chart does includes any "non-operating" revenues or expenses, such as gain on disposal of assets of $1,950, interest revenue of $5,221, transfers in of $244,070, interest expense of $8,447 and loss in disposal of capital assets of $1,206. Interest expense in the Water Fund has increased to $8,447 from the lowest it has ever been in 2015 of $4,439. This constitutes a 90.3 % or $4,008 increase in interest rate for the 1995 Variable Rate Water Revenue Refunding bond. Market interest rates have remained at historic low levels resulting in low interest costs for the Water Fund on the variable rate interest bond. Due to the progressive increase of interest rates, the bond issue continues to be monitored by the City's financial advisor in order to determine if and when the cost vs. benefit of converting from a variable rate to a fixed rate obligation will be beneficial to the City.

In efforts to reduce operational cost and increase water conservation, the City is in the fifth year of a City-wide meter replacement project that will reduce the loss of revenue and make monitoring water usage more efficient. Additionally, the City conducted, and in February of 2014, adopted an updated rate study to address the ongoing operating needs of the water system. New rates were effective April of 2014, with annual increases of 4.5% through fiscal year 2017/2018.

Sewer Operations



For the operating period ending June 30, 2016, the Sewer Fund ended the year with a net operating loss of $147,723. Sewer revenues increased by $45,398, or 1.2%, and operating expenses decreased by $17,420 or 0.4% (see the MD&A for an explanation to this decrease). The chart to the left shows the ten-year financial operating history of the Sewer Enterprise Fund. Note that this chart includes any "non-operating" revenues or expenses (i.e., interest revenue or interest expenses, etc.) or contributions and transfers. Interest revenue has increased minimally from prior year due to low cash balances in the fund and increased treatment expenses relate to the contractual services agreement with the City of San Bernardino implemented as a rate increase for treatment services provided. Because the Sewer Fund has no outstanding debt, interest expense is zero. In conjunction with the water rate update, a sewer rate update was also performed and adopted. New rates were effective April of 2014, with annual increases of 12.5% through fiscal year 2017/2018. The increases were deemed necessary in order to eliminate annual operating losses, repay cash loans, and build an emergency reserve fund.

Loma Linda Connected Communities

In Fiscal year 2003/2004 a new Enterprise Fund was set up for the purpose of establishing requirements for standardized residential and commercial telecommunications cabling systems. This new system provides some Loma Linda residents and businesses the opportunity to have voice, data, multimedia, home automation systems, environmental control, security, audio, television, sensors, alarms, and intercom services. The revenues and expenses for 2003/2004 and 2004/2005 were minimal as these were the starting years of the program. Fiscal Year 2012/2013 was the ninth full year of operations for the LLCCP with major infrastructure construction activity occurring in the fiscal year's 2006/2007 and 2007/2008. For the operating period ending June 30, 2016, LLCCP ended the year with operating revenues of $362,285 compared to $400,978 in 2014/2015. Operating expenses of $556,460 are $60,719

or 9.8% lower than expenses for fiscal year 2014/2015. Due to the significant upfront investment in infrastructure, and the annual depreciation of those capital assets, operating revenues are slightly over expenses, resulting in an operating deficit in net position of $194,175. Additionally, net non-operating expenses, interest revenue and interest expense, is higher as interest on outstanding loans to construct the Fiber Optic Network, continues to go unpaid and gets added to the outstanding loan balance.

PENSION FUNDING STATUS

The City provides its full-time and certain part-time employees retirement and disability benefits through a defined benefit pension plan; split into Miscellaneous and Safety groups. The plan is all part of the California Public Employees' Retirement System (PERS). The City makes required employer contributions to the plan based on the amounts determined by CalPERS actuaries. All the City employees pay their required employee contribution based on the employees' group/individual retirement plan formulas. Effective January 1, 2013, Public Employees' Pension Reform Act (PEPRA) implanted new benefit formulas and final compensation period, as well as new contribution requirements for new employees hired after that date who meet the definition of new member as per PEPRA. This regulation greatly reduces the City of Loma Linda's cost of new employee pension through the modification of benefits and greater employee contribution. As this change only affects new CalPERS members, the City's long-term future pension liability is anticipated to decrease.

For this year, the City paid $1,241,424 in employer pension costs to PERS. In fiscal year 2015/2016, the "City's" share of retirement costs decreased from 13.663% to 8.512% for Miscellaneous employees, increased from 6.25% to 6.2370% for Miscellaneous PEPRA, decreased from 27.813% to 16.523% for Safety and decreased from 11.5% to 11.153% for Safety PEPRA. The reason for the changes in the City's (employer) share of retirement costs is due to decreases in pool asset values, and differences between projected rate of returns and actual returns on pooled assets.

DEBT ADMINISTRATION

As of June 30, 2016, the City and the Successor Agency had debt outstanding in the amount of $39 million. The Successor Agency has bonded debt principal as follows: (1) the 2003 Tax Allocation Refunding Bonds of $6,460,000, (2) the Subordinate 2005 A Tax Allocation Bonds of $13,960,000, (3) the Subordinate 2005 B Tax Allocation Bonds of $6,400,000 (not including unamortized issuance costs), and (4) the 2008 Taxable Housing Tax Allocation Bonds of $7,570,000. The City had $5,085,000 in debt outstanding as follows: (1) 1978 Water bonds (general obligation) of $10,000 and (2) 1995 Water Revenue Refunding Bonds of $5,075,000 at June 30, 2016. Other debt recorded in footnote 7 - "Non-City Obligations" of the financial statements is not a legal obligation of the City and therefore not included here.

INDEPENDENT AUDIT

An independent audit of the City's records was performed for the year ended June 30, 2016 by the certified public accounting firm of Rogers, Anderson, Malody & Scott, LLP. The auditor's report on the basic financial statements, and combining and individual fund statements and schedules is included in the Financial Section of the CAFR.

In general, the auditors concluded that the financial statements and schedules referred to above present fairly, in all material respects, the financial position of the City of Loma Linda, the Loma Linda Housing Authority; the Loma Linda Redevelopment Agency Successor Agency, as of June 30, 2016, and the results of its operations and cash flows of its proprietary fund types for the year then ended in conformity with generally accepted accounting principles generally accepted in the United States of America. The professionalism and knowledge exhibited by Rogers, Anderson, Malody & Scott, LLP, during the audit is appreciated.

AWARD

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Loma Linda for its Comprehensive Annual Financial Report (CAFR), for the fiscal year ended June 30, 2015. This was the eleventh consecutive year the City of Loma Linda has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish as easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both the generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

ACKNOWLEDGMENTS

The preparation of this report would not have been possible without the efficient and dedicated services of the entire staff of the Finance Department and other City Departments that provided data for preparation of the Statistical section of the Report. We would like to express our appreciation to members of all departments who assisted and contributed to the preparation of this report.

We would like to extend our appreciation to the Mayor, City Council, and each City Department for their cooperation and support in conducting the fiscal operations of the City.

Respectfully submitted,

T. Jarb Thaipejr
City Manager/Public Works Director

Diana De Anda
Finance Director/Treasurer

Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Loma Linda

California

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2015

Executive Director/CEO

CITY OF LOMA LINDA

PRINCIPAL OFFICIALS

ELECTED OFFICIALS

Rhodes Rigsby
Mayor

Phill Dupper
Mayor pro tempore

Ovidiu Popescu
Councilmember

Ron Dailey
Councilmember

John Lenart
Councilmember

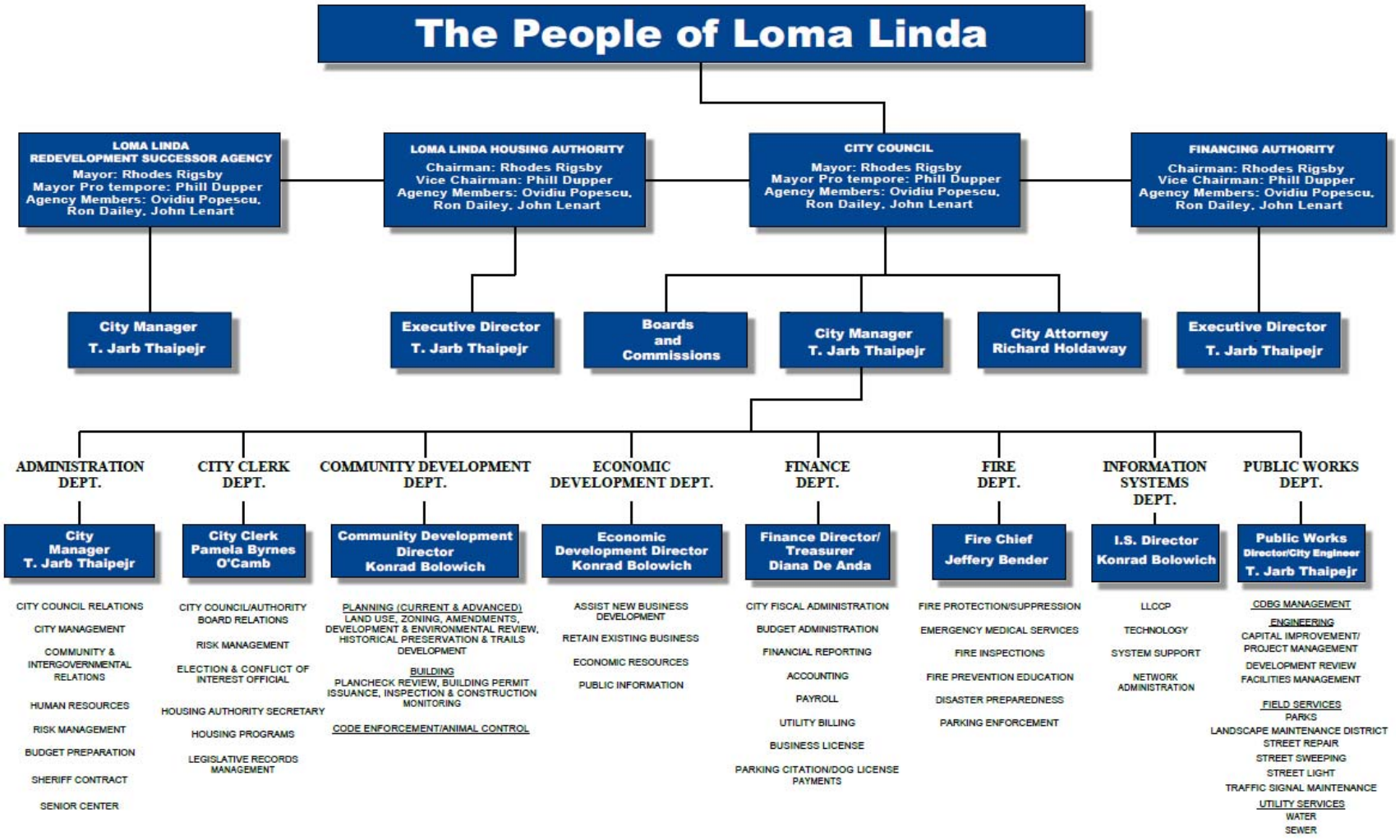
APPOINTED OFFICIALS

Jarb Thaipejr
City Manager/Public Works Director

Richard Holdaway
City Attorney

Pamela Byrnes O'Camb..…….....….……City Clerk
Konrad Bolowich……..……...……...Assistant City Manager
Diana De Anda…….….Finance Director/Treasurer
Jeff Bender……..……..…….…..……Fire Chief

CITY OF LOMA LINDA
ORGANIZATION CHART



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California Society of Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor and Members of the City Council
Of the City of Loma Linda
Loma Linda, California

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, business type activities, each major fund, and the aggregate remaining fund information of City of Loma Linda (City), California, as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business type activities, each major fund, and the aggregate remaining fund information of the City as of June 30, 2016, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, schedule of funding progress, schedule of the plan's proportionate share of the plan's net pension liability and related ratios as of the measurement date, schedule of plan contributions, respectively be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Loma Linda's basic financial statements. The introductory section, supplementary schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and supporting schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 6, 2016 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City of Loma Linda's internal control over financial reporting and compliance.

Rogers, Anderson, Malody & Scott, LLP

San Bernardino, California
December 6, 2016

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MANAGEMENT'S DISCUSSION AND ANALYSIS

Our discussion and analysis of the City of Loma Linda's financial performance provides an overview of the City's financial activities for the fiscal year ended June 30, 2016. Please read it in conjunction with the accompanying transmittal letter and the accompanying basic financial statements.

FINANCIAL HIGHLIGHTS

- In the Government-Wide – Statement of Net Position: The City's assets exceeded its liabilities by $136,288,216 (net position); of this amount $106,076,672 is from governmental activities and $30,211,544 is from business-type activities, with $10,216,095 positive and $6,145,456 in negative unrestricted net position, respectively.

- In the Government-Wide – Statement of Net Position: The City's net position increased 35.8% or $35,925,170, from $100,363,046 at the beginning of the year, to $136,288,216 at the end of the year. The increase is the net result of a positive $29,255,742 change in governmental activities and a positive $6,669,428 change in business-type activities; both including extraordinary items.

- In the Government-Wide – Statement of Activities: During the current year, Governmental activities program revenues were up $6,831,419, with the major increase in charges for services in community development of $6,442,464. Business-type program revenues decreased by $170,830, with significant decreases in the water enterprise of $399,344 (charges for services) and an increase of $256,667 in water acquisition.

- In the Governmental Fund – Statement of Revenues, Expenditures, and Changes in Fund Balance: During the year, the General Fund reported a positive net change in fund balance of $1,462,611 due to revenues exceeding expenditures by $798,531, plus other financing sources of $664,080. The major increase in revenue was the final reimbursement from the State of California for the "Triple Flip" sales taxes.

- In Government-Wide and Governmental Funds – Extraordinary items in net position change ($28,846,832 – Governmental activities - $21,314,886 and Business-type Activities - $7,531,946) and change in fund balance ($7,568,512) are associated with the final entries related to the dissolution of the Loma Linda Redevelopment Agency (LLRDA) and the settlement of litigation between the City and the Department of Finance (DOF) regarding re-entered loans between the City and Successor Agency to the LLRDA. More detailed information is provided in Note 17 to the financial statement.

- In the Required Supplementary Information – Budgetary Comparison Schedule: For the General Fund, the actual revenues available for appropriation was more than the final budget by $1,111,421, while actual expenditures were $1,588,110 less than the final budget. Net actual other financing sources were $66,480 more than the final budget, resulting in a positive $1,462,611 net change in fund balance.

- In the 2016/2017 Adopted Budget – Historically, the City Council and management annually make great efforts to adopt a balanced budget that preserves General Fund - fund balance. This year City Council elected to spend unassigned fund balance in order to address needs for increased police services and increased insurance costs without reducing the current level of service to the general city operations. The operation of the City's General Fund is projected to net a negative position change of $564,200. Overall, the General Fund maintains a solid financial position with committed funds of $5,500,000 (emergency contingency) and assigned funds of $1,250,000 (capital equipment replacement). In the adopted budget for fiscal year 2016/2017, committed fund balance represent 31% of the general fund annual budget.

USING THIS ANNUAL REPORT

The discussion and analysis is intended to serve as an introduction to the City of Loma Linda's basic financial statements. The basic financial statements consist of three components: 1) *government-wide financial statements*, 2) *fund financial statements*, and 3) *notes* to the financial statements.

The *government-wide statements* provide information about the activities of the City as a whole and present a longer-term view of the City's finances. These statements consist of the *statement of net position* and *statement of activities*.

The *fund financial statements*, which consist of the *governmental funds*, *proprietary funds* and *fiduciary funds*, report the City's operations in more detail than the government-wide statements by providing information about the City's most significant (major) funds. The *governmental fund* statements also tell how City services were financed in the short term as well as what remains for future spending. The *proprietary funds* statements use the same accounting method as the business-type activities, but provide more detail of the activities. The *fiduciary fund* statements provide financial information about activities for which the City acts solely as a trustee or agent for the benefit of those outside of the government.

Reporting the City as a Whole

The Government-Wide Financial Statements

One of the most important questions asked about the City's finances is, "Is the City as a whole better off or worse off as a result of this year's activities?" The *statement of net position* and the *statement of activities* report information about the City as a whole and about its activities in a way that helps answer this question. These statements include all assets and liabilities using the *accrual basis of accounting*, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the City's *net position* and changes in it. The reader can think of the City's net position - the difference between assets and liabilities - as one way to measure the City's financial health. Over time, *increases* or *decreases* in the City's net position is one indicator of whether its *financial health* is improving or deteriorating. However, to assess the *overall health* of the City the reader will need to consider other non-financial factors, such as changes in the City's property tax base and the condition of the City's roads and other infrastructure.

The s*tatement of net position* and the *statement of activities* present information about the following:

- Governmental activities - All of the City's basic services are considered to be governmental activities, including general government, community development, public safety and public works. Property taxes, motor vehicle in lieu, sales taxes, and franchise fees, finance most of these activities.

- Business-type activities - All Proprietary Funds (enterprise funds), water acquisition, water enterprise, sewer capital, and Loma Linda connected communities program, which receive funding through service charges and developer contributions.

- Component units - The City's governmental activities include the Public Financing Authority (Authority) and the Loma Linda Housing Authority (LLHA).

Reporting the City's Most Significant Funds

Fund Financial Statements

The fund financial statements provide detailed information about the most significant funds - not the City as a whole. Some funds are required to be established by State Law and by bond covenants. However, the City Council establishes many other funds to help it control and manage money for particular purposes or to show that it is meeting legal responsibilities for using certain taxes, grants, and other

money. The City's three kinds of funds – *governmental, proprietary,* and *fiduciary* - use different accounting approaches.

Governmental funds - Most of the City's basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using an accounting method called *modified accrual* accounting, which measures cash and all other *financial* assets that can readily be converted into cash. The governmental fund statements provide a detailed *short-term view* of the City's general government operations and the basic services it provides. Governmental fund information helps determine whether there are more or fewer financial resources that can be spent in the near future to finance the City's programs. We describe the relationship (or differences) between governmental *activities* (reported in the s*tatement of net position* and the s*tatement of activities*) and governmental *funds* in a reconciliation schedule accompanying the fund financial statements.

The City of Loma Linda maintains thirty individual governmental funds. Information is presented separately in the Governmental Funds Balance Sheet and in the Statement of Revenues, Expenditures and Changes in Fund Balances for the General Fund, Loma Linda Housing Authority, Special Projects Construction Fund, Regional Traffic Development Impact Fund, and the Park Development Fund; which are considered to be *major* funds. The remaining twenty-five *non-major* funds are combined and presented in the *non-major* governmental funds column. Individual fund detail for the *non-major* funds is presented in the *combining statements* located on pages 96-111 of this report.

Proprietary funds - When the City charges customers for certain services it provides, these services are generally reported in proprietary funds. There are two types of proprietary funds: enterprise fund (*business-type activities*) and internal service funds (internal allocation of costs). Proprietary funds are reported on the full accrual basis of accounting, which is the same method that all activities are reported in the s*tatement of net position* and the *statement of activities*.

The City of Loma Linda maintains four enterprise funds to account for Water (two funds), Sewer and the LLCCP activities. The four funds are considered to be *major* funds and as such detail activity is presented in the *statement of net position, statement of revenues, expenditures and changes in net position, and statement of cash flows* on pages 26-29.

Fiduciary Funds - The City is the trustee, or fiduciary, for certain amounts held on behalf of developers, property owners, and others. The City's fiduciary activities are reported in separate statement of fiduciary net position and changes in fiduciary net position. We exclude these activities from the City's other financial statements because the City cannot use these assets to finance its operations. The City is responsible for ensuring that the assets reported in these funds are used for their intended purposes. The statement of fiduciary net position can be found on page 31.

Fiduciary Fund - Private Purpose Trust Fund - The City acting as Successor Agency to the Loma Linda Redevelopment Agency (Successor Agency) is the trustee, or fiduciary, for amounts held on behalf of bond holders, enforceable obligations, and taxing entities. The City's fiduciary activities are reported in separate statement of private purpose trust fund net position and changes in net position. We exclude these activities from the City's other financial statements because the City cannot use these assets to finance its operations. The City acting as the Successor Agency is responsible for ensuring that the assets reported in these funds are used for their intended purposes. The statement of private purpose trust fund net position can be found on page 31-32.

Notes to the financial statements – Additional information that is crucial to a full understanding of the figures provided in the government-wide and fund financial statements is provided in the notes to the financial statements. The notes to the financial statements can be found on pages 33-79 of this report.

Required supplementary information - The *budget and budgetary accounting* and *postemployment benefit plans* information can be found on pages 81-86 of this report.

Government-Wide Financial Analysis

Our analysis focuses on the net position (Table 1) and changes in net position (Table 2) of the City's governmental and business-type activities reported in the government-wide statements.

Net Position

As shown in Table 1, the City's net position from governmental activities increased over 38% from $76,820,930 to $106,076,672, as the result of a positive $29,255,742 change in net position, of which $7,940,856 was from operations and $21,314,886 was from extraordinary items. In the business-type activities the increase was 28% or $6,669,428, net position changed from $23,542,116 to $30,211,544, the net result of a negative $862,518 position change from operations and a positive $7,531,946 extraordinary item. Extraordinary items in both the governmental and business-type activities are due to the resolution of litigation between the City and the California Department of Finance (DOF) regarding re-entered loan agreements totaling $21,175,012 plus accrued interested of $272,700, between the City and the Successor Agency; Successor Agency property transferred to the City for governmental purposes in accordance with the approval of the Long Range Property Management Plan $585,553; the write-down of an advance repayment from the City to the successor agency of $2,273,000; and transfer to the City of remaining Redevelopment Agency bond proceeds $4,637,566 held by the Successor Agency. These changes are recorded in the s*tatement of activities* (Table 2) which flows through to the s*tatement of net position*.

Table 1
City of Loma Linda's Net Position

	Governmental Activities		Business-Type Activities		Total	
	2016	2015	2016	2015	2016	2015
Current and other assets	$ 64,637,434	$ 39,111,611	$ 13,665,982	$ 5,562,033	$ 78,303,416	$ 44,673,644
Capital assets	54,896,806	56,099,116	41,400,946	42,847,912	96,297,752	98,947,028
Total Assets	119,534,240	95,210,727	55,066,928	48,409,945	174,601,168	143,620,672
Deferred Outflow of Resources	1,024,348	953,325	270,849	241,539	1,295,197	1,194,864
Long-term liabilities	9,421,299	10,493,603	22,852,426	22,658,803	32,273,725	33,152,406
Other liabilities	3,584,849	6,757,153	1,705,302	1,652,843	5,290,151	8,409,996
Total Liabilities	13,006,148	17,250,756	24,557,728	24,311,646	37,563,876	41,562,402
Deferred Inflow of Resources	1,475,768	2,092,366	568,505	797,722	2,044,273	2,890,088
Net Position:						
Net Invested in Capital Assets	54,701,694	55,885,140	36,315,946	37,347,912	91,017,640	93,233,052
Restricted	41,158,883	27,181,403	41,054	40,840	41,199,937	27,222,243
Unrestricted	10,216,095	(6,245,613)	(6,145,456)	(13,846,636)	4,070,639	(20,092,249)
Total Net Position	$ 106,076,672	$ 76,820,930	$ 30,211,544	$ 23,542,116	$ 136,288,216	$ 100,363,046

As shown in Table 2, the change in net position is a positive $29,255,742 for *governmental activities* (net current year activity and extraordinary items) and positive $6,669,428 for *business-type activities* (net current year negative activity and positive extraordinary item), with a combined total increase in net position of $35,925,170 for the fiscal year ending June 30, 2016.

Governmental activity program revenues were higher than last year by $6,831,419, and general revenues were higher by $938,223. The net increase in program revenues is mainly due to a $6,442,464 increase Community Development charges for services relating to developer fees. The two major projects were the Veteran's Administration (VA) Loma Linda Ambulatory Care Center and the Linda Valley Assisted

Care Living facility expansion. The other increase of $389,419 was primarily due to an increase of reimbursements from the state for fire incidents where the City sent out strike teams to assist other agencies. General revenues were up by $938,223, mainly due to the increases in sales taxes associated with the final reimbursement for the California Triple Flip and increase sales from economic incentive agreements; increase in transient occupancy tax with the opening of a new Holiday Inn Express. Additionally, there was a reduction in intergovernmental revenue for the accrual of grant revenue project funding completed in fiscal year 2015 and recognized in fiscal year 2016.

Table 2
City of Loma Linda's Changes in Net Position

	Governmental Activities		Business-Type Activities		Total	
	2016	2015	2016	2015	2016	2015
Program Revenues:						
Charges for services	$ 11,915,839	$ 5,577,698	$ 9,292,439	$ 9,463,269	$ 21,208,278	$ 15,040,967
Operating grants and contributions	675,510	227,592	-	-	675,510	227,592
Capital grants and contributions	1,321,811	1,276,451	-	-	1,321,811	1,276,451
General Revenues:						
Taxes	11,613,483	9,825,974	-	-	11,613,483	9,825,974
Intergovernmental-Motor Vehicle in Lieu	1,258,590	2,205,319	-	-	1,258,590	2,205,319
Use of money and property	610,671	503,598	128,012	7,932	738,683	511,530
Other	26,759	36,389	680,341	650,590	707,100	686,979
Total Revenues	27,422,663	19,653,021	10,100,792	10,121,791	37,523,455	29,774,812
Expenses:						
Governmental Activities:						
General government	3,671,993	3,387,169	-	-	3,671,993	3,387,169
Public safety	9,304,542	8,772,658	-	-	9,304,542	8,772,658
Community development	1,841,405	2,278,470	-	-	1,841,405	2,278,470
Public works	4,676,124	3,948,235	-	-	4,676,124	3,948,235
Interest on long-term debt	(12,257)	128,956	-	-	(12,257)	128,956
Business-Type Activities:						
Water acquisition	-	-	47,594	32,458	47,594	32,458
Water	-	-	5,697,329	6,529,987	5,697,329	6,529,987
Sewer	-	-	4,100,045	4,128,121	4,100,045	4,128,121
LL Connected Communities	-	-	1,118,342	1,183,177	1,118,342	1,183,177
Total Expenses	19,481,807	18,515,488	10,963,310	11,873,743	30,445,117	30,389,231
Changes in Net Position before Transfers	7,940,856	1,137,533	(862,518)	(1,751,952)	7,078,338	(614,419)
Transfers	-	-	-	-	-	-
Change in Net Position	7,940,856	1,137,533	(862,518)	(1,751,952)	7,078,338	(614,419)
Extraordinary Item	21,314,886	-	7,531,946	-	28,846,832	-
Net Position at Beginning of Year	76,820,930	85,206,286	23,542,116	28,410,783	100,363,046	113,617,069
Restatements	-	(9,522,889)	-	(3,116,715)	-	(12,639,604)
Net Position at End of Year	$ 106,076,672	$ 76,820,930	$ 30,211,544	$ 23,542,116	$ 136,288,216	$ 100,363,046

Business-type program revenues were down $170,830, when compared to last year. In April of 2014, both the Water and Sewer Enterprise Funds adopted a five year schedule for annual rate increases of 4.5% and 12.5%, respectively, to offset the costs of providing services to the community. In April of 2015, the Governor of California issued an Executive Order, effective immediately, ordering the Department of Water Resources Control Board to issue mandatory actions to reduce statewide water usage by 35% from the 2013 levels. In order to comply with the statewide mandatory reduction efforts the City issued emergency water use restriction regulations. The reduction in water usage impacted both the Water Enterprise Fund and Sewer Fund which have service charges that are a function of water consumption, as shown in the s*tatement of activities*.

Governmental activities program expenses increased by $966,319. The result was the net of increases and decreases within specific programs during the fiscal year. Program increases of $1.54 million occurred in General Government (significant increases to insurance costs and increases in economic incentives payments), Public Safety (increase in Sheriff level of service and Fire overtime personnel costs) and Public Works (increase in personnel, and maintenance and operations related to traffic safety, streets and facilities maintenance). Program decreases of $578,278 in Community Development (decrease in Loma Linda Housing program activities) and decrease in Interest on Long-Term Debt (Full redemption of City Hall Lease Revenue Bonds in fiscal year 2015).

The b*usiness-type activities* expenses reflected a net decrease of $910,433 in program expenses. The majority of this decrease ($832,658) was a concerted effort by management to reduce operating costs in anticipation of reduced revenues resulting from the State mandatory water usage reductions and efforts to meet the annual water bond debt coverage requirements. In the Loma Linda Connected Communities Program, decreases of $64,835 in program expenses were the result of decreases in personnel and contractual services cost. The City is in the process of pursuing a contractual agreement for a service provider to take over the administration and operation of the Loma Linda Connected Community Program. In comparison to fiscal year 2015, the overall change in net position from operations for *governmental activities* was an increase of $7,940,856 and *business-type activities* decreased by $862,518 resulting in an overall City net position increase of $7,078,338 for fiscal year 2016.

Government Activities

Table 3 presents the *total cost* (expenses) of each of the City's major public services in general government, community development, public safety, public works, and interest expense. Also included is each program's *net cost* (total cost less program revenues generated by the activities). The *net cost* shows the financial burden that was placed on the City's taxpayers by each of these functions.

Table 3
City of Loma Linda
Net Cost of Governmental Activities

	Total Cost			Net Cost		
	2016	2015	Change	2016	2015	Change
Functions:						
General government	$ 3,671,993	$ 3,387,169	$ 284,824	$ 1,756,142	$ 1,126,435	$ 629,707
Public safety	9,304,542	8,772,658	531,884	8,196,163	8,103,600	92,563
Community development	1,841,405	2,278,470	(437,065)	(5,848,244)	1,030,822	(6,879,066)
Public works	4,676,124	3,948,235	727,889	1,476,843	1,043,934	432,909
Interest on long-term debt	(12,257)	128,956	(141,213)	(12,257)	128,956	(141,213)
Total Governmental Activities	$ 19,481,807	$ 18,515,488	$ 966,319	$ 5,568,647	$ 11,433,747	$(5,865,100)

In looking at table 3, you will note the major changes both in total cost and net cost. In 2016, total costs increased by $966,319, a result of increases in general government, public safety and public works programs, with decreases in community development and interest on long-term debt.

FINANCIAL ANALYSIS OF THE CITY'S FUNDS

At year-end, the City's *governmental funds* reported combined fund balances of $46,885,751 a net increase of $17,138,054 (including $7,568,512 in extraordinary items) in fund balance; included in this amount are increases in fund balance for the General Fund of $1,462,611, combined with increases in the Housing Authority of $122,862, the Regional Traffic Development Impact Fund of $5,060,976, the Special Projects Construction Fund of $2,910,822 (including $2,930,946 in extraordinary items), the Park Fund of $233,687 and Non-Major Funds of $7,347,096 (including $4,637,566 in extraordinary items). The General Fund had a net increase in fund balance of $1,462,611, resulting from net revenues exceeding expenditures by $798,531, and other financing sources (net) of $664,080. Other significant increase occurred in the non-major funds relating to intergovernmental funding received for the fiber optic network infrastructure to the City of Grand Terrace and development impact fees collected for the Veteran's Administration (VA) Loma Linda Ambulatory Care Center.

In total the *Proprietary Funds* reported a negative change in net position of $862,518 before extraordinary items, with all funds except water acquisition reporting a negative net change. The Water Enterprise ended with a negative change in net position of $276,982, as a result of ongoing operating expenses excessing operating revenues and the mandated water usage reduction ordered by the State. For the eighth year in a row, the Sewer Fund ended the year with a negative change of $147,723, current revenues of $3,935,069 are not sufficient to cover operating expenses of $4,099,639; rate increases have been adopted and ongoing efforts continue to be made to reduce repairs and maintenance of the facilities. The Loma Linda Connected Communities Fund reported a negative change of $754,855 reflects the ongoing operational gap between charges for services (revenues), and operating expenses and interest expenses. Efforts to reduce operational expenses have been implemented, but annual depreciation expense and non-operational expenses continue to exceed revenues adding to the negative net position.

General Fund Budgetary Highlights

The actual expenditures of the *General Fund* at year-end were $798,531 lower than the actual revenues. The positive budget-to-actual variance of $1,588,110 in appropriations was due to conservative spending citywide with saving in personnel cost, professional and contractual services, repairs and maintenance, as well as the delayed timing of a major capital purchase (fire engine of $581,958). In addition to the unspent budget, actual revenues were $1,111,421 higher than anticipated compared to the final budget, with the major increases occurring in sales taxes for the final reimbursement of the triple flip ($739,454) and charges for services relating to fire, planning and engineering fees. Budget amendments and supplemental appropriations were made during the year to diminish budget overruns and to increase appropriations for unanticipated expenditures after adoption of the original budget. The original revenue budget was decreased by $284,700, primarily for overhead charges for activity in capital project funds; while the expenditure appropriations budget was increased by $1,617,700 for general government, public safety, public works and capital outlay anticipated needs (including legal services for litigation, economic incentive, police contractual services, fire personnel and public works maintenance and operational budgets), as of the final budget on June 30, 2016. Although, the final adopted budget projected a $1,303,400 negative change in fund balance, favorable results in revenues of $1,111,421, expenditures of $1,588,110 and other financing uses of $66,480, resulted in the combined favorable results of $2,766,011, yielding a $1,462,611 net change in fund balance for the fiscal year ending June 30, 2016.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

Table 4
City of Loma Linda
Capital Assets at Year End
Net of Depreciation

	Governmental Activities		Business-Type Activities		Total	
	2016	2015	2016	2015	2016	2015
Asset Type:						
Land	$ 14,792,082	$ 14,204,929	$ 1,387,764	$ 1,387,764	$ 16,179,846	$ 15,592,693
Construction in progress	569,760	1,061,732	84,290	-	654,050	1,061,732
Structures, machinery & equipment	12,109,123	13,164,183	9,127,313	9,649,736	21,236,436	22,813,919
Infrastructure	27,425,841	27,668,273	30,801,579	31,810,412	58,227,420	59,478,685
Total	$ 54,896,806	$ 56,099,117	$ 41,400,946	$ 42,847,912	$ 96,297,752	$ 98,947,029

At the end of fiscal year 2016, the City had $96,297,752 invested in a broad range of capital assets, including fire and public safety equipment, buildings, land, park facilities, and roads (See Table 4 above).

The total decrease in the City of Loma Linda investment in capital assets for fiscal year 2016 was 2.68% (a 2.14% decrease in *governmental activities* and 3.38% decrease in *business-type activities*). The major capital assets added for *governmental activities* and *business-type activities* are highlighted in explanation of Table 5.

Table 5
City of Loma Linda
Schedule of Changes in Capital Assets/Infrastructure

	Governmental Activities		Business-Type Activities		Total	
	2016	2015	2016	2015	2016	2015
Asset Type:						
Land	$ 587,153	$ -	$ -	$ -	$ 587,153	$ -
Construction in progress	329,705	711,714	84,290	-	413,995	711,714
Structures, machinery & equipment	253,660	323,647	195,977	541,560	449,637	865,207
Infrastructure	821,677	7,364,542	-	-	821,677	7,364,542
Total Additions	1,992,195	8,399,903	280,267	541,560	2,272,462	8,941,463
Less: Decreases and depreciation	(3,194,505)	(8,056,587)	(1,727,233)	(1,775,588)	(4,921,738)	(9,832,175)
Capital Asset Increase/(Decrease)	$ (1,202,310)	$ 343,316	$ (1,446,966)	$ (1,234,028)	$ (2,649,276)	$ (890,712)

As shown in Table 5, above, *capital assets* current year activity decreased $1,202,310 (net of depreciation) for *governmental activities* and decreased $1,466,966 (net of depreciation) for *business-type activities* for a total decrease of $2,649,276. In the *governmental activities* the increase includes Land transferred from the Successor Agency, the purchase of machinery and equipment (skip loader, cardiac monitor/defibrillator, and two vehicles) and the completion of infrastructure (fiber optic to the City of Grand Terrace) shown as a decrease of Construction in Progress and the addition of Infrastructure. Over the last few years, decreases in *business-type activities capital assets* (mainly in water operations) is a result of annual accumulated depreciation exceeding the amount of additions. Some of the Water enterprise major asset additions included the purchase of a service truck and equipment, a small utility truck and Construction in Progress on a water meter base station and tower. Deletions and depreciation totaled $4,921,738 combined. Detailed information regarding capital assets activities can be found in Note 1 and Note 5 of the Basic Financial Statements.

Long-Term Debt

Table 6
City of Loma Linda
Long-Term Debt at Year End

	Governmental Activities		Business-Type Activities		Total	
	2016	2015	2016	2015	2016	2015
Master Lease Purchase - fire apparatus	$ 180,072	$ 211,925	$ -	$ -	$ 180,072	$ 211,925
1978 Water Bonds (General Obligation)	-	-	10,000	10,000	10,000	10,000
1995 Water Revenue Refunding Bonds	-	-	5,075,000	5,490,000	5,075,000	5,490,000
Compensated absences	519,462	503,805	263,739	306,316	783,201	810,121
JPIA Retrospective deposit	952,136	857,396	240,428	229,277	1,192,564	1,086,673
OPEB liability	1,064	1,060	872	866	1,936	1,926
Net Pension liability	8,474,793	8,321,369	2,604,353	2,537,668	11,079,146	10,859,037
Add: Unamortized bond premium	-	2,052	-	-	-	2,052
Total	$ 10,127,527	$ 9,897,607	$ 8,194,392	$ 8,574,127	$ 18,321,919	$ 18,471,734

In June 2012, GASB (Governmental Accounting Standards Board) issued Statement No. 68, requiring public employers to comply with new accounting and financial reporting standards. Statement No. 68 outlines a different approach to the recognition and calculation of pension obligations.

Under the new GASB standards, employers that participate in a defined benefit pension plan administered as a trust or equivalent arrangement are required to record the net pension liability, pension expense, and deferred outflows/deferred inflows of resources related to pensions in their financial statements as part of their financial position.

Governmental Activities - ***Governmental Activities*** - The City governmental funds have $10,127,527 in outstanding long-term debt as of June 30, 2016; with the majority ($8,995,319) related to post-employment related obligations (compensated absences, pensions, and OPEB). Note 6 to the financial statements offer a more detailed view of governmental long-term debt.

Business-type Activities - The Enterprise Funds have $8,194,392 in outstanding long-term debt as of June 30, 2016. The Water Fund has bonded debt of $5,085,000 consisting of the 1995 Variable Rate Water Revenue Refunding Bonds issued for $10,000,000 with an outstanding balance of $5,075,000; and the 1978 Water Bonds (General Obligation) with a current outstanding balance of $10,000. Both bond issues are paid with water operating revenues and a portion of water development impact fees for excess capacity previous built into the water system. In the enterprise funds post-employment related obligations total $2,868,964. Additional detailed information for business-type long-term debt is shown in Note 6 to the financial statements.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

According to the Los Angeles County Economic Development Corp. (LAEDC), the Inland Empire (Riverside-San Bernardino) which suffered more severely the effects of the Great recession is experiencing steady economic growth. The Inland Empire has outpaced the State and other Southern California regions in job growth and has finally surpassed the prerecession annual peak from 2007. The largest areas of growth in the labor market is coming from goods movement which includes transportation and warehousing; business and professional services; construction and manufacturing and increases to governmental labor forces. The unemployment rate has continued to drop and is expected to drop to 5.1% in 2017. The Inland Empire is projected to continue down the path of economic growth, fueled by continued job and population growth, gains in personal income leading to consumer spending and need for population service industries which in turn will contribute to growth in taxable sales.

Similar to what has been seen regionally, Loma Linda has experienced the impacts of job growth. Over the last year development activity has increased and new projects are being proposed in the coming year. With three major medical facilities within the community, Loma Linda University Medical Center, the Veteran's Administration (VA) Hospital, and the recent opening of VA Ambulatory Care Center, the City is seeing a need for temporary and permanent housing of patients receiving medical treatment. In 2015, the City celebrated the opening of a major hotel and in 2016 the City has granted the approval for a second hotel and is already in discussions with developers for the possible construction of two more. Other development projects currently under construction include an apartment complex for Veterans and two housing developments. As the City experiences economic growth, employment will start to stabilize and consumer confidence will increase resulting in consumer spending, property valuations increasing, and ultimately leading to increases in City revenues (sales tax, transient occupancy tax, property tax, building permit and business license). The challenge still faced by the City is balancing the resources available to meet the increasing demands on city services (fire, police and general community services), and the ongoing maintenance of infrastructure (parks, landscaping, streets, and utility services). In the past few years Loma Linda has restored some of the operational cost cutting efforts implemented during the recession, such as filling vacant positions and giving pay and benefit increases to employees, as well as addressing some deferred capital outlay purchases. Although, the City has seen growth in revenues it continues to operate in a lean, conservative capacity and is working on addressing the demands for services, with staff and designated committees implementing new policies and working on economic development project proposals to maintain solid economic growth for the community, while preserving the necessary level of services.

On May 24, 2016, the City Council adopted the City of Loma Linda Operating and Capital Improvement Program (CIP) Budget for the Fiscal Year beginning July 1, 2016 and ending June 30, 2017. The General Fund operating budget totals $18,014,400, and is funded by operating revenue of $16,760,300, transfers in and other financing sources of $689,900, and unassigned fund balance of $564,200. The fund balance in the General Fund is expected to decrease to $10,084,499 with $3,334,499 in unassigned and $6,750,000 designated (committed or assigned) as budgetary reserves. The total City operating budget amounts to $34,210,000, with total estimated resources available for budget purposes of $35,011,200, for fiscal year 2016/2017. The approved CIP budget for fiscal year 2016/2017 totals $4,057,600 with a five-year CIP investment plan estimated at $18,033,600.

CONTACTING THE CITY'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, investors, and creditors with a general overview of the City's finances and to show the City's accountability for the money it receives. For any questions about this report or additional financial information, please contact the City Manager and/or Finance Director/Treasurer of the City of Loma Linda, located at 25541 Barton Road, Loma Linda, CA 92354, (909) 799-2840, or visit their website at www.lomalinda-ca.gov.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

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CITY OF LOMA LINDA
Statement of Net Position
June 30, 2016

	Primary Government		
	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and investments	$ 30,670,529	$ 3,807,507	$ 34,478,036
Receivables:			
Accounts	382,355	1,040,772	1,423,127
Taxes	1,804,428	-	1,804,428
Interest	36,611	4,584	41,195
Contracts and loans	15,462,050	-	15,462,050
Internal balances	(1,291,501)	1,291,501	-
Due from other governments	159,132	2,568	161,700
Inventories	12,299	180,483	192,782
Prepaid items	620,916	38,662	659,578
Loan receivable from the Successor Agency	13,160,821	7,258,851	20,419,672
Land held for resale	3,619,794	-	3,619,794
Restricted assets:			
Cash and investments with fiscal agents	-	41,054	41,054
Capital assets:			
Non-depreciable	15,361,842	1,472,054	16,833,896
Depreciable, net	39,534,964	39,928,892	79,463,856
Total capital assets	54,896,806	41,400,946	96,297,752
Total assets	119,534,240	55,066,928	174,601,168
DEFERRED OUTFLOWS OF RESOURCES			
Pension related items	1,024,348	270,849	1,295,197
LIABILITIES			
Accounts payable	1,378,077	739,388	2,117,465
Interest payable	7,419	-	7,419
Accrued liabilities	95,755	28,261	124,016
Due to other governments	2,064	-	2,064
Deposits payable	911,522	332,782	1,244,304
Unearned revenue	483,784	-	483,784
Noncurrent liabilities:			
Advances from the Loma Linda Successor Agency	-	15,262,905	15,262,905
Due within one year	706,228	604,871	1,311,099
Due in more than one year	945,442	4,984,296	5,929,738
Net pension liability	8,474,793	2,604,353	11,079,146
Net OPEB obligation	1,064	872	1,936
Total liabilities	13,006,148	24,557,728	37,563,876
DEFERRED INFLOWS OF RESOURCES			
Pension related items	1,475,768	568,505	2,044,273
NET POSITION			
Net investment in capital assets	54,701,694	36,315,946	91,017,640
Restricted for:			
Public works project	16,916,350	-	16,916,350
Public safety	6,172,745	-	6,172,745
Community development	17,933,640	-	17,933,640
Debt service	136,148	41,054	177,202
Unrestricted	10,216,095	(6,145,456)	4,070,639
Total Net Position	$ 106,076,672	$ 30,211,544	$ 136,288,216

The accompanying notes are an integral part of these financial statements.

CITY OF LOMA LINDA
Statement of Activities
For the year ended June 30, 2016

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Contributions and Grants	Program Revenues: Capital Contributions and Grants	Total
Primary Government:					
Governmental activities:					
General government	$ 3,671,993	$ 1,914,239	$ -	$ 1,612	$ 1,915,851
Public safety	9,304,542	982,772	125,607	-	1,108,379
Community development	1,841,405	7,689,602	47	-	7,689,649
Public works	4,676,124	1,329,226	549,856	1,320,199	3,199,281
Interest on long-term debt	(12,257)	-	-	-	-
Total governmental activities	19,481,807	11,915,839	675,510	1,321,811	13,913,160
Business-type activities:					
Water acquisition	47,594	506,018	-	-	506,018
Water enterprise	5,697,329	4,570,660	-	-	4,570,660
Sewer capital	4,100,045	3,853,476	-	-	3,853,476
Loma Linda Connected Communities	1,118,342	362,285	-	-	362,285
Total business-type activities	10,963,310	9,292,439	-	-	9,292,439
Total primary government	$ 30,445,117	$ 21,208,278	$ 675,510	$ 1,321,811	$ 23,205,599

General revenues:
- Taxes:
  - Property tax, levied for general purpose
  - Sales tax
  - Franchise tax
  - Other taxes
- Intergovernmental revenues
- Investment revenue
- Miscellaneous

Total general revenues

Change in net position before extraordinary item

Extraordinary item

Change in net position

Net position, beginning of year

Net position, end of year

The accompanying notes are an integral part of these financial statements.

Net (Expense) Revenue and Changes in Net Position Primary Government		
Governmental Activities	Business-type Activities	Total
$ (1,756,142)	$ -	$ (1,756,142)
(8,196,163)	-	(8,196,163)
5,848,244	-	5,848,244
(1,476,843)	-	(1,476,843)
12,257	-	12,257
(5,568,647)	-	(5,568,647)
-	458,424	458,424
-	(1,126,669)	(1,126,669)
-	(246,569)	(246,569)
-	(756,057)	(756,057)
-	(1,670,871)	(1,670,871)
(5,568,647)	(1,670,871)	(7,239,518)
2,119,528	-	2,119,528
7,575,743	-	7,575,743
852,859	-	852,859
1,065,353	-	1,065,353
1,258,590	-	1,258,590
610,671	128,012	738,683
26,759	680,341	707,100
13,509,503	808,353	14,317,856
7,940,856	(862,518)	7,078,338
21,314,886	7,531,946	28,846,832
29,255,742	6,669,428	35,925,170
76,820,930	23,542,116	100,363,046
$ 106,076,672	$ 30,211,544	$ 136,288,216

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Governmental Fund Financial Statements

General Fund is the City's primary operating fund. It accounts for all financial resources of the general government except those required to be accounted for in another fund.

Loma Linda Housing Authority – Special Revenue Fund accounts for low/mod housing activities and is funded through re-payments of existing housing loans.

Special Projects Construction – Capital Projects Fund accounts for special or extraordinary projects, activities and allocations that might be recommended by staff and determined needed by the City Council.

Regional Traffic Development Impact – This fund is for the portion of Transportation Projects identified by SANBAG (San Bernardino Associated Governments) that will serve the regional area. SANBAG came up with an allocation of Loma Linda's share.

Park Development – Capital Projects Fund accounts for developer fees collected and expended for future park development and acquisition.

CITY OF LOMA LINDA
Balance Sheet
Governmental Funds
June 30, 2016

	General	Special Revenue Fund Loma Linda Housing Authority
ASSETS		
Cash and investments	$ 12,060,679	$ 724,274
Receivables:		
Accounts	322,199	107
Taxes	1,793,487	-
Interest	10,444	3,570
Contract and loans	9,659	15,452,391
Due from other funds	808,974	-
Due from other governments	62,841	-
Inventories	12,299	-
Prepaid items	619,657	810
Land held for resale	-	3,619,794
Advances to other funds	-	-
Loan receivable from Successor Agency	-	-
Total assets	$ 15,700,239	$ 19,800,946
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES		
Liabilities:		
Accounts payable	$ 1,294,492	$ 11,219
Accrued liabilities	95,107	-
Due to other funds	-	-
Due to other governments	2,064	-
Deposits payable	856,451	39,232
Unearned revenue	-	300,000
Advances from other funds	-	-
Total liabilities	2,248,114	350,451
Deferred inflows of resources:		
Unavailable revenue	-	1,716,985
Fund balances (deficit):		
Non spendable:		
Inventories	12,299	-
Prepaid items	619,657	810
Restricted for:		
Cultural and recreational	-	-
Public safety	-	-
Street improvements	-	-
Storm drains	-	-
Municipal facilities	-	-
Air quality management	-	-
Debt service	-	-
Low/mod housing programs	-	17,732,700
Committed for:		
Emergency contingency	5,500,000	-
Assigned for:		
Refuse services	97,690	-
Fire equipment replacement	104,144	-
Capital equipment replacement	1,250,000	-
Unassigned	5,868,335	-
Total fund balances (deficit)	13,452,125	17,733,510
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	$ 15,700,239	$ 19,800,946

The accompanying notes are an integral part of these financial statements.

Capital Projects Funds			Nonmajor	Total
Special Projects Construction	Regional Traffic Development Impact	Park Development	Governmental Funds	Governmental Funds
$ 40,424	$ 6,436,289	$ 668,009	$ 10,740,854	$ 30,670,529
60,049	-	-	-	382,355
-	-	-	10,941	1,804,428
-	7,885	799	13,913	36,611
-	-	-	-	15,462,050
-	-	-	-	808,974
-	-	-	96,291	159,132
-	-	-	-	12,299
-	-	-	449	620,916
-	-	-	-	3,619,794
3,253,769	-	-	500,000	3,753,769
13,160,821	-	-	-	13,160,821
$ 16,515,063	$ 6,444,174	$ 668,808	$ 11,362,448	$ 70,491,678
$ -	$ -	$ 4,744	$ 67,622	$ 1,378,077
-	-	-	648	95,755
375,860	-	-	24,615	400,475
-	-	-	-	2,064
1,500	-	-	14,339	911,522
-	-	-	183,784	483,784
2,200,000	-	3,250,000	3,769	5,453,769
2,577,360	-	3,254,744	294,777	8,725,446
13,160,821	-	-	2,675	14,880,481
-	-	-	-	12,299
-	-	-	449	620,916
-	-	-	345,310	345,310
-	-	-	672,745	672,745
776,882	6,444,174	-	8,698,271	15,919,327
-	-	-	792,052	792,052
-	-	-	204,971	204,971
-	-	-	63,454	63,454
-	-	-	136,148	136,148
-	-	-	200,940	17,933,640
-	-	-	-	5,500,000
-	-	-	-	97,690
-	-	-	-	104,144
-	-	-	-	1,250,000
-	-	(2,585,936)	(49,344)	3,233,055
776,882	6,444,174	(2,585,936)	11,064,996	46,885,751
$ 16,515,063	$ 6,444,174	$ 668,808	$ 11,362,448	$ 70,491,678

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CITY OF LOMA LINDA
Reconciliation of the Governmental Funds Balance Sheet to the Government-Wide Statement of Net Position
June 30, 2016

Fund Balances - Total Governmental Funds	$ 46,885,751
Amounts reported for governmental activities in the statement of Net Position are different because:	
Capital assets used in governmental activities are not current financial resources. Therefore, they are not reported in the governmental funds.	54,896,806
Long-term liabilities are not due and payable in the current period. Therefore they are not reported in the governmental funds:	
Long term liabilities, net of premium and discount	(1,132,208)
Compensated absences	(519,462)
Net pension liability	(8,474,793)
Net OPEB liability	(1,064)
	(10,127,527)
Interest payable on long-term debt does not require current financial resources. Therefore, interest payable is not reported as a liability in the governmental funds.	
Interest Payable	(7,419)
Deferred outflow and inflow of resources in governmental activities are not financial resources and, therefore, are not reported in the governmental funds.	
Deferred outflow of resources - pension related items	1,024,348
Deferred inflow of resources - pension related items	(1,475,768)
	(451,420)
Revenues are recorded as unavailable revenue in the governmental funds because they do not meet the revenue recognition criteria. However, they are classified as revenues in the Governement-Wide Financial Statements.	14,880,481
Net Position of Governmental Activities	$ 106,076,672

The accompanying notes are an integral part of these financial statements.

CITY OF LOMA LINDA
Statement of Revenues, Expenditures, and Changes in Fund Balance
Governmental Funds
For the year ended June 30, 2016

	General	Special Revenue Fund Housing Authority
REVENUES		
Taxes	$ 12,365,323	$ -
Licenses and permits	478,522	-
Intergovernmental	60,914	-
Charges for services	1,809,001	1,438
Use of money and property	269,727	198,593
Fines and forfeitures	10,341	-
Miscellaneous	2,115,593	2,050
Developer fees	-	-
Total revenues	17,109,421	202,081
EXPENDITURES		
Current:		
General government	3,055,583	-
Public safety	9,492,513	-
Community development	1,256,043	79,087
Public works	2,385,589	-
Capital outlay	121,162	132
Debt service:		
Principal retirement	-	-
Interest and fiscal charges	-	-
Total expenditures	16,310,890	79,219
REVENUES OVER (UNDER) EXPENDITURES	798,531	122,862
OTHER FINANCING SOURCES (USES):		
Proceeds from disposal of assets, net	56,415	-
Transfers in	718,749	-
Transfers out	(111,084)	-
Total other financing sources (uses)	664,080	-
Change in Fund Balance Before Extraordinary Item	1,462,611	122,862
EXTRAORDINARY ITEM	-	-
Net change in fund balances	1,462,611	122,862
FUND BALANCE (Deficit):		
Beginning of year	11,989,514	17,610,648
End of year	$ 13,452,125	$ 17,733,510

The accompanying notes are an integral part of these financial statements.

Capital Projects Funds			Nonmajor	Total
Special Projects Construction	Regional Traffic Development Impact	Park Development	Governmental Funds	Governmental Funds
$ -	$ -	$ -	$ 1,124,615	$ 13,489,938
-	-	-	-	478,522
-	-	-	1,455,294	1,516,208
-	-	-	38,412	1,848,851
-	11,858	2,222	26,405	508,805
-	-	-	132,096	142,437
-	-	-	507,683	2,625,326
-	5,065,790	252,112	1,774,603	7,092,505
-	5,077,648	254,334	5,059,108	27,702,592
-	-	-	2,001	3,057,584
-	-	-	30,431	9,522,944
-	-	3,441	386,899	1,725,470
-	-	-	403,824	2,789,413
-	16,672	17,206	878,174	1,033,346
31,853	-	-	-	31,853
28,855	-	-	-	28,855
60,708	16,672	20,647	1,701,329	18,189,465
(60,708)	5,060,976	233,687	3,357,779	9,513,127
-	-	-	-	56,415
40,584	-	-	70,500	829,833
-	-	-	(718,749)	(829,833)
40,584	-	-	(648,249)	56,415
(20,124)	5,060,976	233,687	2,709,530	9,569,542
2,930,946	-	-	4,637,566	7,568,512
2,910,822	5,060,976	233,687	7,347,096	17,138,054
(2,133,940)	1,383,198	(2,819,623)	3,717,900	29,747,697
$ 776,882	$ 6,444,174	$ (2,585,936)	$ 11,064,996	$ 46,885,751

CITY OF LOMA LINDA

Reconciliation of the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balance to the Government-Wide Statement of Activities and Changes in Net Position

For the year ended June 30, 2016

Net change in Fund Balance - Total Governmental Funds		$ 17,138,054
Amounts reported for governmental activities in the Statement of Activities were different because:		
Governmental funds report capital outlays as expenditures. However, in the Government Wide Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount of capital assets recorded in the current period:		
Capital outlays	$ 577,070	
Loss on disposal of capital asset not fully depreciated	(372)	
Capital asset contributions	587,153	1,163,851
Depreciation expense on capital assets is reported in the Government-Wide Statement of Activities, but it does not require the use of current financial resources. Therefore, depreciation expense is not reported as an expenditure in the governmental funds.		(2,366,161)
Amortization expense is reported in the Government-Wide Statement of Activities, but it does not require the use of current financial resources. Therefore, amortization expense is not reported as an expenditure in the governmental funds.		
Amortization of bond premium	$ 2,052	2,052
Proceeds from long-term debt provide current financial resources to governmental funds, but issuing debt increased long-term liabilities in the Government-Wide Statement of Net Position. Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Government-Wide Statement of Net Position.		
Principal payment of capital lease		31,853
Governmental funds report revenues and expenditures primarily pertaining to long-term liabilities, which are not reported in the statement of activities. At the government-wide level, these activities are reported in the statement of net position. This is the net expenditure reported in the governmental funds, which is not reported in the statement of activities.		
Pension related net of adjustments	$ 534,197	
OPEB liability decrease	(4)	
JPIA insurance rolling retro increase	(94,740)	439,453
Long-term compensated absences is reported in the Government-Wide Statement of Activities, but it does not require the use of current financial resources. Therefore, long-term compensated absences is not reported as an expenditure in the governmental funds. The reconciling amount is the change in long term compensated absences from the prior year.		(15,657)
Accrued interest expense on long-term debt is reported in the Government-Wide Statement of Activities, but it does not require the use of current financial resources. Therefore, interest expense is not reported as an expenditure in the governmental funds. The reconciling amount is the change in accrued interest from the prior year.		39,060
Certain revenues are recorded as unavailable revenue in the governmental funds because they do not meet the revenue recognition criteria of availability. However, they are included as revenue in the Governmental-Wide Statement of Activities.		12,823,237
Change in Net Position of Governmental Activities		$ 29,255,742

The accompanying notes are an integral part of these financial statements.

Proprietary Fund Financial Statements

Water Acquisition Fund accounts for developer fees collected to pay for the expansion of the water system and for debt service on qualifying projects.

Water Enterprise Fund is used to account for water production, distribution and meters.

Sewer Capital Fund accounts for the operation and maintenance of the City's sewer, storm drain and catch basin systems.

Loma Linda Connected Communities Program Fund provides Loma Linda residents and businesses with the opportunities for voice, data, video, multimedia, home automation systems, environmental control, security, audio, television, sensors, alarms and intercom services. The program establishes the standardized requirements for residential and commercial telecommunications cabling systems. The initial intent is to connect new development to the system, but the long-term goal is to eventually retrofit and extend these services to the entire community.

CITY OF LOMA LINDA
Statement of Net Position
Proprietary Funds
June 30, 2016

	Enterprise Funds				
	Water Acquisition	Water Enterprise	Sewer Capital	Loma Linda Connected Communities	Total
ASSETS					
Current assets:					
Cash and cash equivalents	$ 1,853,057	$ 1,332,212	$ 323,629	$ 298,609	$ 3,807,507
Receivables:					
Accounts	-	486,549	525,982	28,241	1,040,772
Interest	1,845	1,955	395	389	4,584
Inventories	-	179,942	541	-	180,483
Due from other funds	-	81,978	-	-	81,978
Due from other governments	-	-	-	2,568	2,568
Prepaid items	-	26,137	9,194	3,331	38,662
Total current assets	1,854,902	2,108,773	859,741	333,138	5,156,554
Noncurrent assets:					
Advances to other funds	1,700,000	1,162,021	-	-	2,862,021
Loan receivable from Successor Agency	7,258,851	-	-	-	7,258,851
Restricted assets:					
Cash and investments with fiscal agents	-	41,054	-	-	41,054
Capital assets:					
Non-depreciable	-	1,472,054	-	-	1,472,054
Depreciable, net	-	31,627,802	3,480,804	4,820,286	39,928,892
Total capital assets	-	33,099,856	3,480,804	4,820,286	41,400,946
Total noncurrent assets	8,958,851	34,302,931	3,480,804	4,820,286	51,562,872
Total assets	10,813,753	36,411,704	4,340,545	5,153,424	56,719,426
DEFERRED OUTFLOWS OF RESOURCES					
Pension related items	-	187,936	71,858	11,055	270,849
LIABILITIES					
Current liabilities:					
Accounts payable	4,923	213,091	430,979	90,395	739,388
Accrued liabilities	-	20,608	6,538	1,115	28,261
Deposits payable	16,581	77,025	221,770	17,406	332,782
Due to other funds	-	-	490,477	-	490,477
Long-term debt - due within one year	-	546,270	43,938	14,663	604,871
Total current liabilities	21,504	856,994	1,193,702	123,579	2,195,779
Noncurrent liabilities:					
Advances from other funds	-	-	1,152,395	9,626	1,162,021
Advances from Loma Linda Successor Agency	-	-	-	15,262,905	15,262,905
Long-term debt - due in more than one year	-	4,891,481	87,997	4,818	4,984,296
Net pension liability	-	1,807,102	690,951	106,300	2,604,353
Net OPEB obligation	-	523	253	96	872
Total noncurrent liabilities	-	6,699,106	1,931,596	15,383,745	24,014,447
Total liabilities	21,504	7,556,100	3,125,298	15,507,324	26,210,226
DEFERRED INFLOWS OF RESOURCES					
Pension related items	-	394,471	150,829	23,205	568,505
NET POSITION (DEFICIT)					
Net investment in capital assets	-	28,014,856	3,480,804	4,820,286	36,315,946
Restricted for: debt service	-	41,054	-	-	41,054
Unrestricted	10,792,249	593,159	(2,344,528)	(15,186,336)	(6,145,456)
Total net position (deficit)	$ 10,792,249	$ 28,649,069	$ 1,136,276	$ (10,366,050)	$ 30,211,544

The accompanying notes are an integral part of these financial statements

CITY OF LOMA LINDA
Statement of Revenues, Expenses and Changes in Fund Net Position
Proprietary Funds
For the year ended June 30, 2016

	Enterprise Funds				
	Water Acquisition	Water Enterprise	Sewer Capital	Loma Linda Connected Communities	Total
OPERATING REVENUES					
Charges for services	$ 506,018	$ 4,570,660	$ 3,853,476	$ 362,285	$ 9,292,439
Miscellaneous	302	598,446	81,593	-	680,341
Total operating revenues	506,320	5,169,106	3,935,069	362,285	9,972,780
OPERATING EXPENSES					
Treatment	-	-	3,372,992	-	3,372,992
Cost of sales and services	47,594	2,821,662	-	311,257	3,180,513
Administration and general	-	1,471,238	567,053	73,602	2,111,893
Depreciation	-	1,394,776	159,594	171,601	1,725,971
Total operating expenses	47,594	5,687,676	4,099,639	556,460	10,391,369
Operating change in net position	458,726	(518,570)	(164,570)	(194,175)	(418,589)
NONOPERATING REVENUES (EXPENSES)					
Gain on disposal of assets, net	-	1,950	16,150	-	18,100
Interest revenue	102,386	5,221	1,103	1,202	109,912
Interest expense	-	(8,447)	-	(561,882)	(570,329)
Loss on disposal	-	(1,206)	(406)	-	(1,612)
Net nonoperating revenues (expenses)	102,386	(2,482)	16,847	(560,680)	(443,929)
Change in net position (deficit) before contributions and transfers	561,112	(521,052)	(147,723)	(754,855)	(862,518)
TRANSFERS					
Transfer in	-	244,070	-	-	244,070
Transfer out	(244,070)	-	-	-	(244,070)
Total transfers	(244,070)	244,070	-	-	-
Change in Net Position before Extraordinary Item	317,042	(276,982)	(147,723)	(754,855)	(862,518)
Extraordinary Item	7,531,946	-	-	-	7,531,946
Change in net position	7,848,988	(276,982)	(147,723)	(754,855)	6,669,428
NET POSITION (DEFICIT):					
Beginning of year	2,943,261	28,926,051	1,283,999	(9,611,195)	23,542,116
End of year	$ 10,792,249	$ 28,649,069	$ 1,136,276	$ (10,366,050)	$ 30,211,544

The accompanying notes are an integral part of these financial statements

CITY OF LOMA LINDA
Statement of Cash Flows
Proprietary Funds
For the year ended June 30, 2016

	Enterprise Funds				
	Water Acquisition	Water Enterprise	Sewer Capital	Loma Linda Connected Communities	Total
CASH FLOWS FROM OPERATING ACTIVITIES					
Cash received from customers and users	$ 506,320	$ 5,308,828	$ 3,978,786	$ 377,068	$ 10,171,002
Payments to suppliers for operations	(42,671)	(2,750,004)	(3,325,851)	(231,411)	(6,349,937)
Payments for general and administrative expenses	-	(1,671,664)	(583,680)	(155,154)	(2,410,498)
Net cash provided (used) by operating activities	463,649	887,160	69,255	(9,497)	1,410,567
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Advances to other funds	-	-	-	561,882	561,882
Transfer in	-	244,070	-	-	244,070
Transfer out	(244,070)	-	-	-	(244,070)
Net cash provided (used) by noncapital financing activities	(244,070)	244,070	-	561,882	561,882
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Acquisition of capital assets	-	(252,722)	(3,976)	(23,919)	(280,617)
Proceeds from sale of assets	-	1,950	16,150	-	18,100
Transfers from Successor Agency	370,094	-	-	-	370,094
Customer deposits	-	-	4	220	224
Principal paid on long-term debt	-	(415,000)	-	-	(415,000)
Interest paid on long-term debt	-	(8,447)	-	(561,882)	(570,329)
Net cash provided (used) by capital and related financing activities	370,094	(674,219)	12,178	(585,581)	(877,528)
CASH FLOWS FROM INVESTING ACTIVITIES					
Interest received	4,304	4,346	859	1,035	10,544
Net cash provided by investing activities	4,304	4,346	859	1,035	10,544
Net increase (decrease) in cash and equivalents	593,977	461,357	82,292	(32,161)	1,105,465
CASH AND CASH EQUIVALENTS					
Beginning of year	1,259,080	911,909	241,337	330,770	2,743,096
End of year	$ 1,853,057	$ 1,373,266	$ 323,629	$ 298,609	$ 3,848,561
COMPRISED AS FOLLOWS					
Cash and cash equivalents	$ 1,853,057	$ 1,332,212	$ 323,629	$ 298,609	$ 3,807,507
Cash and investments with fiscal agents	-	41,054	-	-	41,054
Total cash and investments with fiscal agents	$ 1,853,057	$ 1,373,266	$ 323,629	$ 298,609	$ 3,848,561

The accompanying notes are an integral part of these financial statements

CITY OF LOMA LINDA
Statement of Cash Flows
Proprietary Funds
For the year ended June 30, 2016

	Enterprise Funds				
	Water Acquisition	Water Enterprise	Sewer Capital	Loma Linda Connected Communities	Total
RECONCILIATION OF CHANGE IN NET POSITION TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITES					
Operating change in net position	$ 458,726	$ (518,570)	$ (164,570)	$ (194,175)	$ (418,589)
Adjustments to reconcile operating change in net position to net cash provided (used) by operating activities:					
Depreciation	-	1,394,776	159,594	171,601	1,725,971
Actuarial pension expense	-	25,432	95,804	(55,726)	65,510
Pension contributions subsequent to measurement date	-	(178,571)	(68,277)	(10,504)	(257,352)
(Increase) decrease in accounts receivable	-	(61,107)	5,030	16,525	(39,552)
(Increase) decrease in due from other funds	-	224,275	3,549	(1,703)	226,121
(Increase) decrease in inventories	-	8,912	-	-	8,912
(Increase) decrease in prepaid items	-	51,140	(8,371)	(1,988)	40,781
Increase (decrease) in accounts payable	4,923	11,603	55,512	82,364	154,402
Increase (decrease) in accrued liabilities	-	(47,284)	(44,155)	(15,854)	(107,293)
Increase (decrease) in deposits payable	-	(14,821)	-	-	(14,821)
Increase (decrease) in due to other funds	-	(8,625)	35,139	(37)	26,477
Total adjustments	4,923	1,405,730	233,825	184,678	1,829,156
Net cash provided (used) by operating activities	$ 463,649	$ 887,160	$ 69,255	$ (9,497)	$ 1,410,567
DISCLOSURE OF NON-CASH TRANSACTIONS					
Capital contribution to governmental funds	$ -	$ 1,206	$ 406	$ -	$ 1,612

The accompanying notes are an integral part of these financial statements

Fiduciary Fund Financial Statements

Fiduciary Funds - The Fiduciary Funds are used to account for resources held for the benefit of parties outside the City. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the City's own programs.

Agency Funds - The Agency Funds are used to report resources held by the City in a purely custodial capacity, which involves only the receipt, temporary investment and remittance of fiduciary resources to individuals, private organizations or other governments.

Private Purpose Trust Fund - The Private Purpose Trust Fund is used to report resources of other trust arrangements in which principal and income benefit individuals, private organizations, or other governments. The Private Purpose Trust Fund reflects the activities of the Successor Agency to the former Loma Linda Redevelopment Agency.

CITY OF LOMA LINDA
Statement of Fiduciary Net Position
Fiduciary Funds
June 30, 2016

	Agency Funds	Private Purpose Trust Fund
ASSETS		
Cash and investments	$ 95,363	$ 3,486,137
Receivables:		
Interest	-	5,303
Contract and loans	-	79,862
Prepaid items	-	356,166
Land held for resale	-	6,259,960
Advances to the City of Loma Linda	-	15,262,905
Restricted assets:		
Cash and investments with fiscal agents	-	3,455,521
Total assets	$ 95,363	28,905,854
DEFERRED OUTFLOWS OF RESOURCES		
Loss on debt refunding	$ -	142,616
LIABILITIES		
Accounts payable	103	3,053
Interest payable	-	1,025,516
Deposits payable	95,260	30,986
Long-term debt	-	54,984,283
Total liabilities	$ 95,363	56,043,838
NET POSITION (DEFICIT)		
Deficiency in net position held in trust		$ (26,995,368)

The accompanying notes are an integral part of these financial statements

CITY OF LOMA LINDA
Statement of Changes in Fiduciary Net Position
Fiduciary Funds – Private Purpose Trust Fund
For the year ended June 30, 2016

	Private Purpose Trust Fund
ADDITIONS	
Property taxes	$ 7,041,643
Use of money and property	602,874
Total additions	7,644,517
DEDUCTIONS	
General and administrative	263,123
Debt service:	
Interest and fiscal charges	2,352,075
Total deductions	2,615,198
Change in net position before extraordinary items	5,029,319
EXTRAORDINARY ITEM	(28,671,132)
Change in net position	(23,641,813)
NET POSITION (DEFICIT):	
Beginning of year	(3,353,555)
End of year	$ (26,995,368)

The accompanying notes are an integral part of these financial statements.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The basic financial statements of the City of Loma Linda, California (City) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental agencies. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The more significant of the City's accounting policies are described below.

A. Reporting Entity

The City of Loma Linda, California (City), was incorporated on September 29, 1970 under the laws of the State of California. The City became a chartered City in 1981. It is governed by an elected five-member City Council. As required by generally accepted accounting principles (GAAP), the accompanying financial statements present the City and its component units. GASB Statement No. 14, The Financial Reporting Entity, defines component units as legally separate entities that meet any one of the following tests:

- The City appoints the voting majority of the board of the component unit and:
  - is able to impose its will on the component unit and/or
  - is in a relationship of financial benefit or burden with the component unit.
- The component unit is fiscally dependent upon the City.
- The financial statements of the City would be misleading if data from the component unit were omitted.

Component units are entities for which the City is considered to be financially accountable, in accordance with generally accepted accounting principles. The City is considered to be financially accountable for an organization if the City appoints a voting majority of that organization's governing body and (1) it is able to impose its will on that organization, or (2) there is a potential for the organization to provide specific financial benefits to or impose specific financial burdens on the City. The City is also considered to be financially accountable if an organization is fiscally dependent (i.e., it is unable to adopt its budget, levy taxes, set rates or charges, or issue bonded debt without approval from the City). In certain cases, other organizations are included as component units if the nature and significance of their relationship with the City are such that their exclusion would cause the City's financial statements to be misleading or incomplete. Blended component units, although legally separate entities, are, in substance, part of the City's operations, and data from these units are combined with data of the primary government.

Based on the criteria above, the City has two component units, both of which are blended component units. These component units are described as follows:

Loma Linda Public Financing Authority - The Loma Linda Public Financing Authority (Authority) was established on September 10, 2002 pursuant to Article 1 (commencing with Section 6500) of Chapter 5 of Division 7 of Title 1 of the California Government Code in order to jointly exercise powers of the Agency and the City and to establish a vehicle to reduce local borrowing costs and promote greater use of existing and new financial instruments

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

A. Reporting Entity, Continued

Loma Linda Housing Authority - The City of Loma Linda Housing Authority (the Housing Authority) was established by the City Council on January 10, 2012, and is responsible for the administration of providing affordable housing in the City. The Housing Authority is governed by a five-member Board of Directors which consists of members of the City Council. The Housing Authority is considered a blended component unit due to the financial benefit or burden relationship the Housing Authority shares with the City as its financial transactions are reported in the Special Revenue Fund.

Since the City Council serves as the governing board for these component units, all of the City's component units are considered to be blended component units. Blended component units, although legally separate entities, are in substance, part of the City's operations and so data from these units are reported with the interfund data of the primary government. These component units do not issue separate component unit financial statements.

B. Basis of Accounting and Measurement Focus

The accounts of the City are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for in a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures or expenses, as appropriate. City resources are allocated to and accounted for in individual funds based upon the purpose for which they are to be spent and the means by which spending activities are controlled.

Government-Wide Financial Statements

The City's Government-Wide Financial Statements include a Statement of Net Position and a Statement of Activities. These statements present summaries of Governmental and Business-Type Activities for the City accompanied by a total column. Fiduciary activities of the City are not included in these statements.

The Government-Wide Financial Statements are presented on an "economic resources" measurement focus and the accrual basis of accounting. Accordingly, all of the City's assets and liabilities, including capital assets, as well as infrastructure assets, and long-term liabilities, are included in the accompanying Statement of Net Position. The Statement of Activities presents changes in net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred. The types of transactions reported as program revenues for the City are reported in three categories: 1) charges for services, 2) operating grants and contributions, and 3) capital grants and contributions.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

B. Basis of Accounting and Measurement Focus, Continued

Government-Wide Financial Statements, continued

Certain eliminations have been made as prescribed by GASB Statement No. 34 in regards to interfund activities, payables and receivables including the corresponding deferred revenues. All internal balances in the Statement of Net Position have been eliminated except those representing balances between the governmental activities and the business-type activities, which are presented as internal balances and eliminated in the total primary government column. In the Statement of Activities, internal service fund transactions have been eliminated. However, transactions between governmental and business-type activities have not been eliminated.

- Due to and from other funds
- Advances to and from other funds
- Transfers in and out

Sometimes the government will fund outlays for a particular purpose from both restricted and unrestricted resources. In order to calculate the amounts to report as restricted-net position and unrestricted-net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the City's policy to consider restricted-net position to have been depleted before unrestricted-net position is applied.

Governmental Fund Financial Statements

Governmental Fund Financial Statements include a Balance Sheet and a Statement of Revenues, Expenditures and Changes in Fund Balance for all major governmental funds and nonmajor funds aggregated. An accompanying schedule is presented to reconcile and explain the differences in net position as presented in these statements to the net position presented in the Government-Wide financial statements. The City has presented all major funds that met the qualifications for major fund reporting.

All governmental funds are accounted for on a spending or "current financial resources" measurement focus and the modified accrual basis of accounting. Accordingly, only current assets and current liabilities are included on the Balance Sheets. The Statement of Revenues, Expenditures and Changes in Fund Balance presents increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current position. Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become both measurable and available to finance expenditures of the current period.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

B. Basis of Accounting and Measurement Focus, Continued

Governmental Fund Financial Statements, continued

Revenues are recorded when received in cash, except that revenues subject to accrual (generally 60 days after year-end, except sales tax which is considered available if collected within 90 days) are recognized when due. The primary revenue sources, which have been treated as susceptible to accrual by the City, are property tax, taxpayer-assessed tax revenues (transient occupancy taxes, franchise taxes, etc.), certain grant revenues and earnings on investments. Expenditures are recorded in the accounting period in which the related fund liability is incurred.

Unearned revenues arise when the government receives resources before it has a legal claim to them, as when grant monies are received prior to incurring qualifying expenditures. In subsequent periods when both revenue recognition criteria are met or when the government has a legal claim to the resources, the unearned revenue is removed from the balance sheet and revenue is recognized.

Reconciliations of the Fund Financial Statements to the Government-Wide Financial Statements are provided to explain the differences created by the integrated approach of GASB Statement No. 34.

Sometimes the government will fund outlays for a particular purpose from both restricted and unrestricted resources. In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the City's policy to consider restricted fund balance to have been depleted before using any of the unrestricted components of fund balance. Furthermore, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

Proprietary Fund Financial Statements

Proprietary Fund Financial Statements include a Statement of Net Position, a Statement of Revenues, Expenses and Changes in Fund Net Position, and a Statement of Cash Flows for each major proprietary fund.

Proprietary funds are accounted for using the "economic resources" measurement focus and the accrual basis of accounting. Accordingly, all assets and liabilities (whether current or noncurrent) are included on the Statement of Net position. The Statement of Revenues, Expenses and Changes in Fund Net Position presents increases (revenues) and decreases (expenses) in total net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred. In these funds, receivables have been recorded as revenue and provisions have been made for uncollectible amounts.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

B. Basis of Accounting and Measurement Focus, Continued

Proprietary Fund Financial Statements, continued

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the proprietary funds are charges to customers for sales and services. Operating expenses for the proprietary funds include the cost of sales and services, administrative expenses and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Fiduciary Fund Financial Statements

Fiduciary Fund Financial Statements include a Statement of Fiduciary Net Position. The City's Fiduciary Funds represent:

Agency Funds – are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The Agency Funds are accounted for using the accrual basis of accounting.

Private Purpose Trust Fund – report resources of all other trust arrangements in which principal and income benefit individuals, private organizations, or other governments. Private purpose trust funds are reported using the economic resources measurement focus and the accrual basis of accounting. This fund is used to report the assets, liabilities, and activities of the City of Loma Linda Redevelopment Agency Successor Agency.

Major Funds

The City reports the following major governmental funds:

The General Fund is the City's primary operating fund. It accounts for all financial resources of the general government except those required to be accounted for in another fund.

The Loma Linda Housing Authority is responsible for the administration of providing affordable housing in the City.

The Special Projects Construction Capital Projects Fund accounts for special or extraordinary projects, activities and allocations that might be recommended by staff and determined needed by the City Council.

The Regional Traffic Development Impact Capital Projects Fund accounts for developer fees collected and expended for future park development and acquisition.

The Park Development Capital Projects Fund accounts for developer fees collected and expended for future park development and acquisition.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

B. Basis of Accounting and Measurement Focus, Continued

Major Funds, continued

The City reports the following major proprietary funds:

The Water Acquisition Fund accounts for developer fees collected to pay for the expansion of the water system and for debt service on qualifying projects.

The Water Enterprise Fund is used to account for water production, distribution and meters.

The Sewer Capital Fund accounts for the operation and maintenance of the City's sewer, storm drain and catch basin systems.

The Loma Linda Connected Communities Fund provides Loma Linda residents and businesses with the opportunities for voice, data, video, multimedia, home automation systems, environmental control, security, audio, television, sensors, alarms and intercom services. The program establishes the standardized requirements for residential and commercial telecommunications cabling systems. The initial intent is to connect new development to the system, but the long-term goal is to eventually retrofit and extend these services to the entire community.

Additionally, the City reports the following fiduciary funds:

Agency Funds – These funds are used to report resources held by the City in a purely custodial capacity, which involves only the receipt, temporary investment and remittance of fiduciary resources to individuals, private organizations or other governments.

Private Purpose Trust Fund – This fund is used to account for the assets, liabilities, and activities of the Successor Agency to the former City of Loma Linda Redevelopment Agency.

Fiduciary Funds are not included in the City's Government Wide Financial Statements.

C. Use of Restricted/Unrestricted Net Position

When an expense is incurred for purposes for which both restricted and unrestricted net position is available, the City's policy is to apply restricted net position first.

D. Cash, Cash Equivalents and Investments

The City pools its available cash for investment purposes. The City's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturity of three months or less from the date of acquisition. Cash and cash equivalents are combined with investments and displayed as Cash and Investments.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

D. Cash, Cash Equivalents and Investments, Continued

All cash and investments of proprietary funds are held in the City's investment pool. Therefore, all cash and investments in the proprietary funds are considered cash and cash equivalents for the purpose of the statement of cash flows as these cash pools have the general characteristics of a demand deposit account. In accordance with GASB Statement No. 31, Accounting and Financial Reporting for Certain Investments and for External Investment Pools, highly liquid market investments with maturities of one year or less at time of purchase are stated at amortized cost. All other investments are stated at fair value. Market value is used as fair value for those securities for which market quotations are readily available.

The City participates in an investment pool managed by the State of California titled *Local Agency Investment Fund* (LAIF) which has invested a portion of the pool funds in structured notes and asset-backed securities. LAIF's investments are subject to credit risk with the full faith and credit of the State of California collateralizing these investments. In addition, these structured notes and asset-backed securities are subject to market risk as to change in interest rates.

In accordance with GASB Statement No. 40, Deposit and Investment Disclosures (Amendment of GASB No. 3), certain disclosure requirements, if applicable, for Deposits and Investment Risks are specified in the following areas:

- Interest Rate Risk
- Credit Risk
  - Overall
  - Custodial Credit Risk
  - Concentrations of Credit Risk
- Foreign Currency Risk

In addition, other disclosures are specified including use of certain methods to present deposits and investments, highly sensitive investments, credit quality at year-end and other disclosures.

E. Receivables

All receivables, contracts, loans and accounts are shown net of an allowance for doubtful accounts. In the proprietary funds, the City accrues for unbilled water and sewer services at year-end.

F. Interfund Transactions

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the noncurrent portion of interfund loans). Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances".

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

F. Interfund Transactions, Continued

Interfund services provided and used are accounted for as revenue, expenditures or expenses, as appropriate. Transactions that constitute reimbursements to a fund for expenditures/ expenses initially made from it that are properly applicable to another fund are recorded as expenditures/expenses in the reimbursed fund. All other interfund transactions, except interfund services provided and used, are reported as transfers. Nonrecurring or non-routine permanent transfers of equity are reported as residual equity transfers. All other interfund transfers are reported as transfers.

G. Inventories and Prepaid Items

All inventories are valued at cost using the first-in/first-out (FIFO) method. Inventories in the General Fund consist of expendable supplies held for consumption, whereas in the Enterprise Funds it represents water supplies in the water utility. Inventory costs are recorded as expenditures when used.

The General Fund inventory is accounted for on the consumption method and is equally offset by a reservation of fund balance in the fund-level statements, which indicates that it does not constitute “available spendable resources”.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

H. Restricted Cash and Investments with Fiscal Agents

Certain restricted cash and investments are held by fiscal agents for the redemption of bonded debt and for acquisition and construction of capital projects.

I. Capital Assets

Government-Wide Financial statements - capital assets, which include land, structures and improvements, machinery and equipment, infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), and construction in progress are reported in the applicable governmental or business-type activity columns in the government-wide financial statements. Capital assets are defined by the City as assets with an initial, individual cost of more than $1,000 and an estimated useful life in excess of one year. Such assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Contributed and donated capital assets are valued at their estimated fair market value on the date contributed.

For infrastructure systems, the City elected to use the “Basic Approach” as defined by GASB Statement No. 34 for infrastructure reporting.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

I. Capital Assets, Continued

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of the capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

Depreciation is recorded on a straight-line basis over estimated useful lives of the assets as follows:

Type of asset	Years
Structures and improvements	15-50
Machinery and equipment	3-10
Infrastructure	20-50

Fund Financial Statements - The fund financial statements do not present capital assets. Consequently, capital assets are presented as reconciling items in the Reconciliation of the Governmental Funds Balance Sheet to the Government-Wide Statement of Net Position.

J. Interest Payable

In the Government-Wide Financial Statements, interest payable on long-term debt is recognized as the liability is incurred for all fund types.

K. Unearned Revenues

In the Government-Wide Financial Statements, unearned revenue is recognized for transactions for which revenue has not yet been earned. Typical transactions recorded as unearned revenues in the Government-Wide Financial Statements are prepaid charges for services.

L. Compensated Absences

Vacation pay is payable to employees at the time a vacation is taken or upon termination of employment. Normally an employee cannot accrue more than 26 to 46 days depending on length of employment.

Sick leave is payable when an employee is unable to work because of illness. Upon termination an employee will be paid one-third of unused sick leave up to 344 hours for miscellaneous employees and 516 hours for safety employees. Sick leave hours earned above the maximum are paid out on a one-for-one basis.

All vacation and one-third of sick leave pay is accrued when incurred in the Government-Wide Financial Statements and Proprietary Funds.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

M. Long-Term Debt

Government-Wide Financial Statements - Long-term debt and other financial obligations are reported as liabilities in the appropriate funds. Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight line method. Bonds payable are reported net of the applicable premium or discount.

Fund Financial Statements - The fund financial statements do not present long-term debt. As such, long-term debt is shown as a reconciling item in the Reconciliation of the Governmental Funds Balance Sheet to the Government-Wide Statement of Net Position.

Governmental funds recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financial sources. Premiums received on debt issuance are reported as other financing sources while discounts on debt issuance are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Proprietary Fund Financial Statements use the same principles as those used in the Government-Wide Financial Statements.

N. Pension Plans

For purposes of measuring the net pension liability, deferred outflows and inflows of resources related to pensions, and pension expense, information about the fiduciary net position and additions to/deductions from the fiduciary net position have been determined on the same basis as they are reported by the CalPERS Financial Office. For this purpose, benefit payments (including refunds of employee contributions) are recognized when currently due and payable in accordance with the benefit terms. Investments are reported at fair value. CalPERS audited financial statements are publicly available reports that can be obtained at CalPERS' website under Forms and Publications.

GASB 68 requires that the reported results must pertain to liability and asset information within certain defined timeframes. For this report, the following timeframes are used.

Valuation Date (VD)	June 30, 2014
Measurement Date (MD)	June 30, 2015
Measurement Period (MP)	July 1, 2014 to June 30, 2015

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

O. Net Position

In the Government-Wide Financial Statements, Net Position are classified in the following categories:

Net Investment in Capital Assets – This amount consists of capital assets net of accumulated depreciation and reduced by outstanding debt that is attributed to the acquisition, construction, or improvement of the assets.

Restricted Net Position – This amount is restricted by external creditors, grantors, contributors, or laws or regulations of other governments.

Unrestricted Net Position – This amount is all net position that does not meet the definition of "net invested in capital assets" or "restricted net position".

P. Fund Balance

In the Governmental Fund Financial Statements, fund balances are classified in the following categories:

Nonspendable – Items that cannot be spent because they are not in spendable form, such as prepaid items and inventories, items that are legally or contractually required to be maintained intact, such as principal of an endowment or revolving loan funds.

Restricted – Restricted fund balances encompass the portion of net fund resources subject to externally enforceable legal restrictions. This includes externally imposed restrictions by creditors, such as through debt covenants, grantors, contributors, laws or regulations of other governments, as well as restrictions imposed by law through constitutional provisions or enabling legislation.

Committed – Committed fund balances encompass the portion of net fund resources that can only be used for specific purposes pursuant to constraints imposed by formal action of the City Council. Those committed amounts cannot be used for any other purpose unless the City Council removes or changes the specified use by taking the same type of action that it employed to previously commit those amounts. If the Council action that limits the use of the funds was separate from the action that initially created the revenues that form the basis for the fund balance, then the resultant fund balance is considered to be committed, not restricted. The City Council considers a resolution to constitute a formal action of the City Council for the purposes of establishing committed fund balance.

Assigned – Assigned fund balances encompass the portion of net fund resources reflecting the government's intended use of resources. Assignment of resources can be done by the highest level of decision making or by a committee or official designated for that purpose. The City Council has established a resolution that authorized the City Manager for that purpose.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

P. Fund Balance, Continued

Unassigned – This category is for any balances that have no restrictions placed upon them.

When expenditures are incurred for purposes for which all restricted, committed, assigned and unassigned fund balances are available, the City's policy is to apply in the following order, except for instances wherein an ordinance specifies the fund balance:

- Restricted
- Committed
- Assigned
- Unassigned

A City Council Action is the formal action required by the Government to establish and modify or rescind a fund balance commitment.

Q. Property Taxes

Property tax revenue is recognized on the modified accrual basis, that is, in the fiscal year for which the taxes have been levied providing they become available. Available means due and receivable within the current period and collected within the current period or expected to be collected soon enough thereafter (not to exceed 60 days) to be used to pay liabilities of the current period. The County of San Bernardino collects property taxes for the City. Tax liens attach annually as of 12:01 A.M. on the first day in January preceding the fiscal year for which the taxes levied. Taxes are levied on both real and personal property, as it exists on that date. The tax levy covers the fiscal period July 1 to June 30. All secured personal property taxes and one-half of the taxes on real property are due November 1; the second installment is due February 1. All taxes are delinquent if unpaid on December 10 and April 10, respectively. Unsecured personal property taxes become due on the first of March each year and are delinquent, if unpaid, on August 31.

R. Use of Estimates

The preparation of the basic financial statements in conformity with GAAP generally accepted in the United States requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

S. New GASB Pronouncements

The City implemented GASB Statement No. 72, *Fair Value Measurement and Application.* The objective of this statement is to address accounting and financial reporting issues related to fair value measurement. The statement defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between two market participants. This statement provides guidance for determining a fair value measurement for financial reporting purposes and also provides guidance for applying fair value to certain investments and disclosures related to all fair value measurements.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

S. New GASB Pronouncements, Continued

The City implemented GASB Statement No. 82, *Pension Issues*. The objective of this statement is to address certain issues that have been raised with respect to Statements No. 67, *Financial Reporting for Pension Plans*, No. 68, *Accounting and Financial Reporting for Pensions*, and No. 73, *Accounting and Financial Reporting for Pensions and Related Assets that are Not within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements 67 and 68*. The statement addresses the presentation of payroll-related measures in required supplementary information, the selection of assumptions and the treatment of deviations from the guidance in an Actuarial Standard of Practice for financial reporting purposes and the classification of payments made by employers to satisfy employee (plan member) contribution requirements.

Note 2: CASH AND INVESTMENTS

The City maintains a cash and investment pool, which includes cash balances and authorized investments of all funds. This pooled cash is invested by the City Treasurer to enhance interest earnings. The City has the following cash and investments at June 30, 2016:

	Government-Wide Statements		Fiduciary Funds Statements		
	Governmental Activities	Business-Type Acitvities	Agency Funds	Private Purpose Trust Fund	Totals
Cash and investments	$ 30,670,529	$ 3,807,507	$ 95,363	$ 3,486,137	$ 38,059,536
Restricted cash and investments	-	41,054	-	3,455,521	3,496,575
	$ 30,670,529	$ 3,848,561	$ 95,363	$ 6,941,658	$ 41,556,111

The City's cash and investments at June 30, 2016 in more detail were as follows:

Cash and Cash Equivalents	
Petty Cash	$ 1,350
Demand Deposits	2,087,768
Total Cash and Cash Equivalents	2,089,118
Investments	
Local Agency Investment Fund	35,970,418
Total Cash and Investments	38,059,536
Cash and Investments with Fiscal Agents	3,496,575
Total	$ 41,556,111

A. Deposits

The carrying amounts of the City's demand deposits were $2,087,768 at June 30, 2016. Bank balances before reconciling items were $2,236,960 at that date, the total amount of which was collateralized or insured with securities held by the pledging financial institutions in the City's name as discussed below.

Note 2: CASH AND INVESTMENTS, Continued

A. Deposits, Continued

The California Government Code (Code) requires California banks and savings and loan associations to secure the City's cash deposits by pledging securities as collateral. This Code states that collateral pledged in this manner shall have the effect of perfecting a security interest in such collateral superior to those of a general creditor. Thus, collateral for cash deposits is considered to be held in the City's name.

The market value of pledged securities must equal at least 110% of the City's cash deposits. California law also allows institutions to secure City deposits by pledging first trust deed mortgage notes having a value of 150% of the City's total cash deposits. The City may waive collateral requirements for cash deposits, which are fully insured up to $250,000 by the Federal Deposit Insurance Corporation. The City, however, has not waived the collateralization requirements.

B. Investments

Under the provisions of the City's investment policy, and in accordance with the Code, the following investments were authorized:

- Securities of the U.S. Government, or its agencies
- Certificates of Deposits (or Time Deposits)
- State of California Local Agency Investment Fund (LAIF)
- Other investments that are approved through the State of California Government Code

As of June 30, 2016, the City had $35,970,418 invested in LAIF. The City has complied with the provisions of GASB Statement No. 31, Accounting and Financial Reporting for Certain Investments and for External Investments Pools. No current adjustments have been made to the accompanying basic financial statements, because the City's investments were only in LAIF and the fair value adjustment was immaterial.

The City's investments with LAIF at June 30, 2016 included 2.81% of the pooled funds invested in structured notes and asset-backed securities. This is an increase of 0.73% from the prior year. These investments included the following:

> *Structured Notes*: debt securities (other than asset-backed securities) whose cash flow characteristics (coupon rate, redemption amount, or stated maturity) depend upon one or more indices and/or have embedded forwards or options.
>
> *Asset-Backed Securities*: generally mortgage-backed securities that entitle their purchasers to receive a share of the cash flows from a pool of assets such as principal and interest repayments from a pool of mortgages (for example, Collateralized Mortgage Obligations) or credit card receivables.

LAIF is overseen by the Local Agency Investment Advisory Board, which consists of five members, in accordance with State statute.

Note 2: CASH AND INVESTMENTS, Continued

C. Investments Authorized by Debt Agreements

Investment of debt proceeds held by a bond trustee are governed by provisions of the debt agreements, rather than the general provisions of the Code or the City's investment policy.

D. Risk Disclosures

Interest Rate Risk – The City's investment policy does not limit investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. The City has elected to invest all in LAIF which has a maturity of less than one year.

	Invested Maturities in Years	
External Pool:	Fair Value	Less than 1 Year
State of California - Local Agency Investment Fund	$ 35,970,418	$ 35,970,418

Credit Risk – As of June 30, 2016, the City's investments in external investment pools are unrated.

Custodial Credit Risk – For deposits, custodial credit risk is the risk that, in the event of the failure of a deposit financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party.

The City's investment policy does not contain legal or policy requirements that would limit the exposure to custodial credit risk for deposits or investments, other than the provision for deposits stated in Note 2A. $1,986,959 of the City's deposits with financial institutions was in excess of the FDIC limits however, the City's bank participates in the FDIC's temporary Transaction Account Guarantee Program which provides unlimited coverage. Of the City and Successor Agency's investments, $3,496,575 of securities was held by the counterparty's trust department, the trustee for the bonds, not in the name of the City as of June 30, 2016.

Concentration of Credit Risk – The investment policy of the City contains no limitations on the amount that can be invested in any one issuer beyond that stipulated by the Code. Although the City's policy allows other forms of investments, per City Council direction, the City currently only invests in LAIF.

Note 2: CASH AND INVESTMENTS, Continued

E. Fair Value Measurements

GASB Statement No. 72, *Fair Value Measurements and Application*, establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. This hierarchy consists of three broad levels: Level 1 inputs consist of quoted prices (unadjusted) for identical assets and liabilities in active markets that a government can access at the measurement date, Level 2 inputs that are observable for an asset or liability, either directly or indirectly, and Level 3 inputs have the lowest priority and consist of unobservable inputs for an asset or liability.

For the fiscal year ended June 30, 2016, the City of Loma Linda did not maintain any investments subject to GASB 72. The City maintains a $35,970,418 investment in the California State Investment Pool.

Note 3: CONTRACTS AND LOANS RECEIVABLE

Contracts and loans receivable consisted of the following at June 30, 2016:

	Balance June 30, 2015	Additions	Deletions	Balance June 30, 2016
Big Bear Valley Water Stock	$ 1,075	$ -	$ -	$ 1,075
LL Chamber of Commerce Loan	8,584	-	-	8,584
Deferred Housing Plan	76,537	-	(14,303)	62,234
Developers Loans	10,718,464	280,282	-	10,998,746
First Time Homebuyers	4,500,864	17,654	(127,107)	4,391,411
Housing Loans/Grants	2,760	-	(2,760)	-
Total	$ 15,308,284	$ 297,936	$ (144,170)	$ 15,462,050

Note 4: INTERFUND TRANSACTIONS

A. Fund Financial Statements

Due To/Due From Other Funds - At June 30, 2016, the City had the following due to/from other funds:

	Due To Other Funds			
	Governmental Funds		Proprietary Fund	
Due From Other Funds	Special Projects Construction	Nonmajor Governmental	Sewer Capital	Total
Governmental Funds:				
General Fund	$ 375,860	$ 24,615	$ 408,499	$ 808,974
Enterprise Funds:				
Water Enterprise	-	-	81,978	81,978
Total	$ 375,860	$ 24,615	$ 490,477	$ 890,952

The Due From in the General Fund is made up of $148,971 to cover overhead charges and $259,528, both from the Sewer Fund, $375,860 from the Special Projects Construction Fund and $24,615 from the Landscape Maintenance District to cover negative cash during operations. The Water Fund recorded a Due From the Sewer Fund in the amount of $81,978 for adjustments to utility billing for overpayments/underpayments that could not be paid due to negative cash.

Advances To/From Other Funds - At June 30, 2016, the City had the following advances to/from other funds:

	Advances From Other Funds					
	Governmental Funds			Enterprise Funds		
Advances To Other Funds	Special Projects Construction	Park Development	Nonmajor Governmental	Sewer Capital	Loma Linda Connected Communities	Total
Governmental Funds:						
Special Projects Construction	$ -	$ 3,250,000	$ 3,769	$ -	$ -	$ 3,253,769
Nonmajor Governmental	500,000	-	-	-	-	500,000
Enterprise Funds:						
Water Acquisition	1,700,000	-	-	-	-	1,700,000
Water Enterprise	-	-	-	1,152,395	9,626	1,162,021
Total	$ 2,200,000	$ 3,250,000	$ 3,769	$ 1,152,395	$ 9,626	$ 6,615,790

$3,769 from Special Projects Construction Fund to Nonmajor Governmental Funds, $1,152,395 and $9,626 from Water Enterprise Fund to Sewer Capital Fund and LL Connected Communities Fund, respectively, were to cover negative cash at year end.

The remaining receivables to and from governmental funds and enterprise funds were to acquire funds to assist the Parks Fund with the acquisition of the open space property in the City's South Hills.

Note 4: INTERFUND TRANSACTIONS, Continued

A. Fund Financial Statements, Continued

Transfers - At June 30, 2016, the City had the following transfers in and out:

Fund receiving transfers	Fund making transfers	Amount
General Fund	Nonmajor funds	$ 718,749
Special Projects Construction Fund	General Fund	40,584
Water Enterprise Fund	Water Acquisition Fund	244,070
Nonmajor funds	General Fund	70,500
	Total transfers	$ 1,073,903

During the year certain Nonmajor Governmental funds made payments in the amount of $718,749 to the General Fund for funding traffic safety expenses, reimburse grant expenditures incurred, and reimburse debt service payments associated with capital project funds.

Transfer from the Water Acquisition Fund in the amount of $244,070 to the Water Enterprise Fund was for capital asset purchases.

Transfers from the General Fund to special projects construction fund consist of $40,584 to make the final Civic Center Lease pay off and $70,500 to the landscape maintenance district to assist with operations.

Note 5: CAPITAL ASSETS

The following is a summary of capital assets for the governmental activities:

	Beginning Balance	Additions	Transfers	Deletions	Ending Balance
Governmental activities:					
Capital assets, not being depreciated:					
Land	$ 14,204,929	$ 587,153	$ -	$ -	$ 14,792,082
Construction in progress	1,061,732	329,705	(821,677)	-	569,760
Total capital assets, not being depreciated	15,266,661	916,858	(821,677)	-	15,361,842
Capital assets, being depreciated:					
Structures and improvements	24,602,429	-	-	-	24,602,429
Machinery and equipment	8,323,454	247,365	6,295	(409,793)	8,167,321
Infrastructure	50,795,092	-	821,677	-	51,616,769
Total capital assets, being depreciated	83,720,975	247,365	827,972	(409,793)	84,386,519
Less accumulated depreciation/amortization for:					
Structures and improvements	(13,216,307)	(990,410)	-	-	(14,206,717)
Machinery and equipment	(6,545,393)	(311,643)	(6,295)	409,421	(6,453,910)
Infrastructure	(23,126,820)	(1,064,108)	-	-	(24,190,928)
Total accumulated depreciation	(42,888,520)	(2,366,161)	(6,295)	409,421	(44,851,555)
Total capital assets, being depreciated net	40,832,455	(2,118,796)	821,677	(372)	39,534,964
Governmental activities capital assets, net	$ 56,099,116	$ (1,201,938)	$ -	$ (372)	$ 54,896,806

Depreciation expense was charged to functions of the primary government's governmental activities as follows:

Governmental activities:	
General government	$ 576,566
Public safety	216,923
Community development	121,597
Public works	1,451,075
Total depreciation - governmental activities	$ 2,366,161

Note 5: CAPITAL ASSETS, Continued

The following is a summary of capital assets for the business-type activities:

	Beginning Balance	Additions	Transfers	Deletions	Ending Balance
Business-type activities:					
Capital assets, not being depreciated:					
Land and improvements	$ 1,387,764	$ -	$ -	$ -	$ 1,387,764
Construction in progress	-	84,290	-	-	84,290
Total capital assets, not being depreciated	1,387,764	84,290	-	-	1,472,054
Capital assets, being depreciated:					
Structures and improvements	28,024,690	-	-	-	28,024,690
Machinery and equipment	6,384,957	194,715	1,262	(189,593)	6,391,341
Infrastructure	36,743,698	-	-	-	36,743,698
Total capital assets, being depreciated	71,153,345	194,715	1,262	(189,593)	71,159,729
Less accumulated depreciation for:					
Structures and improvements	(19,214,603)	(529,123)	-	-	(19,743,726)
Machinery and equipment	(5,545,308)	(188,015)	(1,262)	189,593	(5,544,992)
Infrastructure	(4,933,286)	(1,008,833)	-	-	(5,942,119)
Total accumulated depreciation	(29,693,197)	(1,725,971)	(1,262)	189,593	(31,230,837)
Total capital assets, being depreciated net	41,460,148	(1,531,256)	-	-	39,928,892
Business-type activities capital assets, net	$ 42,847,912	$ (1,446,966)	$ -	$ -	$ 41,400,946

Depreciation expense was charged to functions of the primary government's business-type activities as follows:

Business-type activities:	
Water Enterprise	$ 1,394,776
Sewer Capital	159,594
Loma Linda Connected Communities	171,601
Total depreciation - business-type activities	$ 1,725,971

Note 6: LONG-TERM DEBT

The following is a summary of long-term debt transactions for the fiscal year ended June 30, 2016:

Governmental activities:	Beginning Balance	Additions	Deletions	Ending Balance	Due within One Year
Master Lease Purchase - fire aparatus	$ 211,925	$ -	$ (31,853)	$ 180,072	$ 33,165
Insurance Retrospective Deposit	857,396	281,404	(186,664)	952,136	467,113
Compensated absences	503,805	733,770	(718,113)	519,462	205,950
Unamortized bond premium	2,052	-	(2,052)	-	-
Net pension liability	8,321,369	989,106	(835,682)	8,474,793	-
OPEB liability	1,060	32,601	(32,597)	1,064	-
Total governmental activities	$ 9,897,607	$ 2,036,881	$ (1,806,961)	$ 10,127,527	$ 706,228

Note 6: LONG-TERM DEBT, Continued

Business-Type Activities	Beginning Balance	Additions	Deletions	Ending Balance	Due within One Year
Revenue Bonds:					
1978 Water Bonds (General Obligation)	$ 10,000	$ -	$ -	$ 10,000	$ 10,000
1995 Variable Rate Water Revenue Refunding Bonds	5,490,000	-	(415,000)	5,075,000	440,000
Insurance Retrospective Deposit	229,277	43,775	(32,624)	240,428	75,188
Compensated absences	306,316	185,402	(227,979)	263,739	79,683
Net pension liability*	2,537,668	278,182	(211,497)	2,604,353	-
OPEB liability	866	26,673	(26,667)	872	-
Total business-type activities	$ 8,574,127	$ 534,032	$ (913,767)	$ 8,194,392	$ 604,871

A. Governmental Activities Long-Term Debt

Capital Lease

On October 9, 2010 the City entered into a ten year capital lease agreement with Oshkosh Capital to acquire a new Fire Incident Support Apparatus in the amount of $330,513. Payments in the amount of $40,584 are due on July 9th of each year with the first payment due on July 9, 2011. Payments include interest of 4.12%. The principal balance at June 30, 2016 was $180,072.

Year Ending June 30,	Principal	Interest	Total
2017	$ 33,165	$ 7,419	$ 40,584
2018	34,532	6,053	40,585
2019	35,955	4,630	40,585
2020	37,436	3,148	40,584
2021	38,984	1,606	40,590
Total	$ 180,072	$ 22,856	$ 202,928

The total leased assets by major asset class consisted of the following:

	June 30, 2016
Equipment	$ 333,273
Equipment under capitalized lease, at cost	333,273
Accumulated depreciation	91,650
Equipment under capitalized lease, net	$ 241,623

Note 6: LONG-TERM DEBT, Continued

A. Governmental Activities Long-Term Debt, Continued

JPIA Retrospective Deposit

Since its inception, the California JPIA, "Authority", has operated under a retrospective funding model for its liability and workers' compensation programs. Historically, members have paid for retrospective deposit adjustments and received retrospective refunds in annual rolling installments of up to eight years in duration. A change to the funding model was adopted in 2010 that fully implemented during fiscal year 2013-14 coverage period. The unpaid portion of all retrospective adjustments on coverage periods up to and including fiscal year 2009-10 have been consolidated into a single aggregate retrospective balance and temporarily deferred from payment. Payments resumed beginning July 1, 2014 for the Liability program and are scheduled to resume July 1, 2015 for the Workers' Compensation program. The City of Loma Linda's portion owed for the General Liability program is $709,991 and $242,145 for the Worker's compensation portion.

Compensated Absences

The City's liability for vested and unpaid compensated absences in the governmental activities has been accrued and amounted to $519,462. This amount is made up of accrued vacation, one third sick pay plus any amount over the maximum sick hours accrued, and any comp time earned. Compensated absences are primarily liquidated by the General Fund. For further explanation see Note 1.

B. Business-Type Activities Long-Term Debt

1978 Water Bonds (General Obligation) – Original Issue $1,000,000

On February 14, 1978, the City issued $1,000,000 of 1978 Water Bonds (General Obligation). The purpose of the bonds was to finance water system improvements.

The bonds matured from April 1, 1979 to April 1, 2003 in varying amounts. The bonds accrued interest at rates between 4.80% and 6.75%. Interest on the bonds was payable semiannually on each April 1 and October 1. Principal was payable in annual installments commencing April 1, 1979. The revenues of the Water Fund were being used to pay the annual debt service requirements of the bonds. The bonds matured in fiscal year 2003; however, at June 30, 2010, not all bonds have been presented for payment. The amount outstanding as of June 30, 2016 was $10,000. Interest no longer accrues on these bonds.

1995 Variable Rate Water Revenue Refunding Bonds – Original Issue $10,000,000

On December 1, 1995, the City issued 1995 variable rate water revenue refunding bonds in the amount of $10,000,000. The purpose of the bonds was to refund the City's outstanding water revenue refunding bonds of 1993 and to provide funds to finance an expansion of the storage capacity of the City's water enterprise.

Note 6: LONG-TERM DEBT, Continued

B. Business-Type Activities Long-Term Debt, Continued

1995 Variable Rate Water Revenue Refunding Bonds – Original Issue $10,000,000, continued

The bonds mature from June 1, 1998 to June 1, 2025 in varying amounts. The bonds have a variable rate of interest not to exceed 12.00%. Interest is payable monthly and based on the rate per annum equal to the minimum rate necessary, as determined by the Remarketing Agent, for the Remarketing Agent to sell the Bonds on the date the variable rate is set at 100% of the principal amount thereof plus accrued interest, provided however, that in no event the interest rate exceeds the maximum rate. The variable interest rate can be converted to a fixed rate on any date (conversion date) decided upon by the City and approved by bond Counsel, at which time the rate will be fixed and payable semi-annually each June 1 and December 1. Principal is payable in annual installments ranging from $145,000 to $705,000, commencing January 1, 1998. The bonds are subject to redemption, optional render and mandatory tender prior to maturity.

The bonds are secured by a pledge, charge and lien upon, the gross revenues derived by the City from the operations of the water enterprise and payable from the net revenues of the enterprise. In the official statement net revenues are defined as gross revenues less maintenance and operation costs. The net revenues shall be at least 1.25 times of the annual debt service on the bonds (coverage ratio). Although the City currently does not meet the required coverage ratio, annual principal and interest payments on the bonds required less than 10% of gross revenues.

1995 Water Bonds - Debt Service Coverage

Operating Revenue	$ 5,169,106	
Interest Income	5,221	
Gross Revenues		$ 5,174,327
Operating Expenses	5,687,676	
Less: Depreciation	(1,394,776)	4,292,900
Excess Revenues		$ 881,427
Debt Service (Annual Debt Service)		
1995 Water Refunding Bonds		$ 423,447
Coverage Ratio		208%

Note 6: LONG-TERM DEBT, Continued

B. Business-Type Activities Long-Term Debt, Continued

1995 Variable Rate Water Revenue Refunding Bonds – Original Issue $10,000,000, continued

Annual principal and interest payments on the bonds required less than 10% of gross revenues. The amount of principal and interest outstanding at June 30, 2016 totaled $5,137,719. Principal and interest paid for the current year is $423,447, and gross revenues are $5,174,327.

The annual debt service requirements on these bonds have been calculated based on the interest rate in effect as of the report rate and are as follows:

Year Ending June 30,	Principal	Interest	Total
2017	$ 440,000	$ 11,640	$ 451,640
2018	470,000	10,631	480,631
2019	495,000	9,553	504,553
2020	525,000	8,418	533,418
2021	560,000	7,213	567,213
2022-2025	2,585,000	15,264	2,600,264
Total	$ 5,075,000	$ 62,719	$ 5,137,719

JPIA Retrospective Deposit

Since its inception, the California JPIA, "Authority", has operated under a retrospective funding model for its liability and workers' compensation programs. Historically, members have paid for retrospective deposit adjustments and received retrospective refunds in annual rolling installments of up to eight years in duration. A change to the funding model was adopted in 2010 that fully implemented during fiscal year 2013-14 coverage period. The unpaid portion of all retrospective adjustments on coverage periods up to and including fiscal year 2009-10 have been consolidated into a single aggregate retrospective balance and temporarily deferred from payment. Payments resumed beginning July 1, 2014 for the Liability program and are schedule to resume July 1, 2015 for the Workers' Compensation program. In proprietary funds, portions owed for the General Liability program are $159,637 and $80,791 for the Worker's Compensation portion.

Compensated absences

In proprietary funds, the liability for vested and unpaid compensated absences is reported in the fund as the benefits are vested and earned. The compensated absences accrued in the proprietary funds amounted to $263,739 at June 30, 2016. This amount is made up of accrued vacation, one third sick pay plus any amount over the maximum sick hours accrued, and any comp time earned. For further explanation see Note 1.

Note 7: NON-CITY OBLIGATIONS

The following bond issues are not reflected as City long-term debt because these debts are solely payable from and secured by specific revenue sources not related to the City as described in the official statements of the respective issues. Neither the faith and credit nor the taxing power of the City, the Agency, the State of California or any political subdivision thereof, is pledged for payment of these bonds. The City is acting only as an agent.

Multifamily Housing Revenue Bonds Poplar Street Apartments	Original Amount	Outstanding at June 30, 2016
Series 2008 A	$ 9,000,000	$ 1,110,000

Multifamily Housing Revenue Bonds Loma Linda Commons Project	Original Amount	Outstanding at June 30, 2016
Series 2009 A	$ 13,275,000	$ 6,690,637

Note 8: EMPLOYEE RETIREMENT PLAN

A. General Information about the Pension Plan

Plan Description

All qualified permanent and probationary employees are eligible to participate in the Public Agency Cost-Sharing Multiple-Employer Defined Benefit Pension Plan (Plan) administered by the California Public Employees' Retirement System (CalPERS.) The Plan consists of individual rate plans (benefit tiers) within a safety risk pool (police and fire) and a miscellaneous risk pool (all other.) Plan assets may be used to pay benefits for any employer rate plan of the safety and miscellaneous pools. Accordingly, rate plans within the safety or miscellaneous pools are not separate plans under GASB Statement No. 68. Individual employers may sponsor more than one rate plan in the miscellaneous or safety risk pools. The Local Government sponsors two rate plans (one miscellaneous and one safety). Benefit provisions under the Plan are established by State statute and Local Government resolution. CalPERS issues publicly available reports that include a full description of the pension plan regarding benefit provisions, assumptions and membership information that can be found on the CalPERS' website.

Benefits Provided

CalPERS provides service retirement and disability benefits, annual cost of living adjustments and death benefits to plan members, who must be public employees and beneficiaries. Benefits are based on years of credited service, equal to one year of full time employment. Members with five years of total service are eligible to retire at age 50 with statutorily reduced benefits. All members are eligible for non-duty disability benefits after 5 years of service. The death benefit is one of the following: the Basic Death Benefit, the 1957 Survivor Benefit, or the Optional Settlement 2W Death Benefit. The cost of living adjustments for each plan are applied as specified by the Public Employees' Retirement Law.

Note 8: EMPLOYEE RETIREMENT PLAN, Continued

A. General Information about the Pension Plan, Continued

Benefits Provided, Continued

The Plan operates under the provisions of the California Public Employees' Retirement Law (PERL), the California Public Employees' Pension Reform Act of 2013 (PEPRA), and the regulations, procedures and policies adopted by the CalPERS Board of Administration. The Plan's authority to establish and amend the benefit terms are set by the PERL and PEPRA, and may be amended by the California state legislature and in some cases require approval by the CalPERS Board.

The Plan's provisions and benefits in effect during the year ended June 30, 2016 are summarized as follows:

	Miscellaneous	
Hire date	Prior to January 1, 2013	On or after January 1, 2013
Benefit formula	2 % @ 55	2% @ 62
Benefit vesting schedule	5 years service	5 years service
Benefit payments	monthly for life	monthly for life
Retirement age	50-63	52-67
Monthly benefits, as a % of eligible compensation	1.426% to 2.418%	1.0% to 2.5%
Required employer contribution rates	8.152%	6.237%
Annual lump sum payment toward unfunded liability	$250,401	$-0-

	Safety	
Hire date	Prior to January 1, 2013	On or after January 1, 2013
Benefit formula	2 % @ 55	2% @ 62
Benefit vesting schedule	5 years service	5 years service
Benefit payments	monthly for life	monthly for life
Retirement age	50-63	52-67
Monthly benefits, as a % of eligible compensation	1.426% to 2.418%	1.0% to 2.5%
Required employer contribution rates	16.523%	0.000%
Annual lump sum payment toward unfunded liability	$320,523	$-0-

Contributions

Section 20814(c) of the California Public Employees' Retirement Law (PERL) requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. The total plan contributions are determined through CalPERS' annual actuarial valuation process. For public agency cost-sharing plan covered by either the Miscellaneous or Safety risk pools, the Plan's actuarially determined rate is based on the estimated amount necessary to pay the Plan's allocated share of the risk pool's costs of benefits earned by employees during the year, and any unfunded accrued liability. The employer is required to contribute the difference between the actuarially determined rate and the contribution rate of employees.

Note 8: EMPLOYEE RETIREMENT PLAN, Continued

A. General Information about the Pension Plan, Continued

Contributions, Continued

Employer contribution rates may change if plan contracts are amended. Employer Contributions for fiscal year ended June 30, 2016 were $1,241,424. The actual employer payments of $1,047,340 made to CalPERS by the City during the measurement period ended June 30, 2015 differed from the City's proportionate share of the employer's contributions of $1,384,546 by $337,578, which are being amortized over the expected average remaining service lifetime in the Public Agency Cost-Sharing Multiple Employer Plan.

B. Net Pension Liability

The City's net pension liability for the Plan is measured as the total pension liability, less the pension plan's fiduciary net position. The net pension liability of the Plan is measured as of June 30, 2015, using an annual actuarial valuation as of June 30, 2014 rolled forward to June 30, 2015 using standard update procedures. A summary of principal assumptions and methods used to determine the net pension liability is as follows.

Actuarial Methods and Assumptions Used to Determine Total Pension Liability

Valuation Date	6/30/2014
Measurement Date	6/30/2015
Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Market Value of Assets
Actuarial Assumptions:	
Discount Rate	7.65%. For measurement date June 30, 2014, 7.50%
Inflation	2.75%
Salary Increases (1)	3.30% to 14.20%
Investment Rate of Return (2)	7.65%. For measurement date June 30, 2014, 7.50%
Mortality Rate Table (3)	Derived using CALPERS' membership data for all Funds
Post Retirement Benefit Increase	Contract COLA up to 2.75% until purchasing power protection allowance floor on purchasing power applies, 2.75% thereafter

(1) Annual increases vary by category, entry age, and duration of service
(2) Net of pension plan investment and administrative expenses; includes inflation
(3) The mortality table used was developed based on CalPERS' specific data. The table includes 20 years of mortality improvements using Society of Actuaries Scale BB. For more details on this table, please refer to the 2014 experience study report.

Note 8: EMPLOYEE RETIREMENT PLAN, Continued

B. Net Pension Liability, Continued

Actuarial Methods and Assumptions Used to Determine Total Pension Liability, Continued

All other actuarial assumptions used in the June 30, 2014 valuation were based on the results of an actuarial experience study for the period from 1997 to 2011, including updates to salary increase, mortality and retirement rates. The Experience Study report can be obtained at CalPERS' website under Forms and Publications.

Change of Assumptions

GASB 68, paragraph 68 states that the long long-term expected rate of return should be determined net of pension plan investment expense but without reduction for pension plan administrative expense. The discount rate of 7.50 percent used for the June 30, 2014 measurement date was net of administrative expenses. The discount rate of 7.65 percent used for the June 30, 2015 measurement date is without reduction of pension plan administrative expense.

Discount Rate

The discount rate used to measure the total pension liability for measurement date June 30, 2015 was 7.65 percent. The discount rate used to measure the total pension liability in the previous year was 7.50 percent. To determine whether the municipal bond rate should be used in the calculation of a discount rate for each plan, CalPERS stress tested plans that would most likely result in a discount rate that would be different from the actuarially assumed discount rate. Based on the testing, none of the tested plans run out of assets. Therefore, the current 7.65 percent discount rate is adequate and the use of the municipal bond rate calculation is not necessary. The long-term expected discount rate of 7.65 percent is applied to all plans in the Public Employees Retirement Fund. The stress test results are presented in a detailed report called "GASB Crossover Testing Report" that can be obtained at CalPERS' website under the GASB 68 section.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class.

In determining the long-term expected rate of return, CalPERS took into account both short-term and long-term market return expectations as well as the expected pension fund cash flows. Such cash flows were developed assuming that both members and employers will make their required contributions on time and as scheduled in all future years. Using historical returns of all the funds' asset classes, expected compound (geometric) returns were calculated over the short-term (first 10 years) and the long-term (11-60 years) using a building-block approach. Using the expected nominal returns for both short-term and long-term, the present value of benefits was calculated for each fund.

Note 8: EMPLOYEE RETIREMENT PLAN, Continued

B. Net Pension Liability, Continued

Discount Rate, Continued

The expected rate of return was set by calculating the single equivalent expected return that arrived at the same present value of benefits for cash flows as the one calculated using both short-term and long-term returns. The expected rate of return was then set equivalent to the single equivalent rate calculated above and rounded down to the nearest one quarter of one percent.

The following table reflects long-term expected real rate of return by asset class. The rate of return was calculated using the capital market assumptions applied to determine the discount rate and asset allocation. The target allocation shown was adopted by the Board effective on July 1, 2014.

Asset Class	New Strategic Allocation	Real Return Years 1 - 10[1]	Real Return Years 11+[2]
Global Equity	47.0%	5.25%	5.71%
Global Fixed Income	19.0%	0.99%	2.43%
Inflation Sensitive	6.0%	0.45%	3.36%
Private Equity	12.0%	6.83%	6.95%
Real Estate	11.0%	4.50%	5.13%
Infrastructure and Forestland	3.0%	4.50%	5.09%
Liquidity	2.0%	-0.55%	-1.05%
Total	100%		

[1] An expected inflation of 2.5% used for this period
[2] An expected inflation of 3.0% used for this period

Pension Plan Fiduciary Net Position

Information about the pension plan's assets, deferred outflows of resources, liabilities, deferred inflows of resources, and fiduciary net position are presented in CalPERS' audited financial statements, which are publicly available reports that can be obtained at CalPERS' website under Forms and Publications, at www.calpers.ca.gov. The Plan's fiduciary net position and additions to/deductions from the Plan's fiduciary net position have been determined on the same basis used by the pension plan, which is the economic resources measurement focus and the accrual basis of accounting. Benefits and refunds are recognized when due and payable in accordance with the terms of each plan. Investments are reported at fair value.

The plan fiduciary net position disclosed in the GASB 68 accounting valuation report may differ from the plan assets reported in the funding actuarial valuation report due to several reasons. First, for the accounting valuations, CalPERS must keep items such as deficiency reserves, fiduciary self-insurance and Other Post-Employment Benefits (OPEB) expense included as assets. These amounts are excluded for rate setting purposes in the funding actuarial valuation. In addition, differences may result from early Comprehensive Annual Financial Report closing and final reconciled reserves.

Note 8: EMPLOYEE RETIREMENT PLAN, Continued

C. Proportionate Share of Net Pension Liability

The following table shows the Plan's proportionate share of the net pension liability over the measurement period.

	Increase(Decrease)		
	Plan Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Plan Net Pension Liability (c) = (a) - (b)
Balance at: 6/30/2014 (VD)	$ 49,986,437	$ 39,127,398	$ 10,859,039
Balance at: 6/30/2015 (MD)	51,422,839	40,343,693	11,079,146
Net Changes during 2014-15	$ 1,436,402	$ 1,216,295	$ 220,107

Valuation Date (VD), Measurement Date (MD).

The City's net pension liability for the Plan is measured as the proportionate share of the net pension liability. The net pension liability of the Plan is measured as of June 30, 2015, and the total pension liability for each Plan used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2014 rolled forward to June 30, 2015 using standard update procedures. The City's proportion of the net pension liability was determined by CalPERS using the output from the Actuarial Valuation System and the fiduciary net position, as provided in the CalPERS Public Agency Cost-Sharing Allocation Methodology Report, which is a publicly available report that can be obtained at CalPERS' website under Forms and Publications, at www.calpers.ca.gov. The City's proportionate share of the net pension liability for the Plan as of June 30, 2014 and 2015 was as follows:

	Total PERF C
Proportionate Share - June 30, 2014	0.35955%
Proportionate Share - June 30, 2015	0.33362%
Change - Increase (Decrease)	(0.02593%)

Sensitivity of the Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following presents the City's proportionate share of the net pension liability for the Plan as of the measurement date, calculated using the discount rate of 7.65 percent, as well as what the net pension liability would be if it were calculated using a discount rate that is 1 percentage-point lower (6.65 percent) or 1 percentage-point higher (8.65 percent) than the current rate:

Discount Rate - 1% (6.65%)	Current Discount Rate (7.65%)	Discount Rate + 1% (8.65%)
$ 18,105,388	$ 11,079,146	$ 5,297,521

Note 8: EMPLOYEE RETIREMENT PLAN, Continued

C. Proportionate Share of Net Pension Liability, Continued

Subsequent Events

There were no subsequent events that would materially affect the results presented in this disclosure.

Recognition of Gains and Losses

Under GASB 68, gains and losses related to changes in total pension liability and fiduciary net position are recognized in pension expense systematically over time.

The first amortized amounts are recognized in pension expense for the year the gain or loss occurs. The remaining amounts are categorized as deferred outflows and deferred inflows of resources related to pensions and are to be recognized in future pension expense.

The amortization period differs depending on the source of the gain or loss:

Difference between projected and actual earnings	5 year straight-line amortization
All other amounts	Straight-line amortization over the average expected remaining service lives of all members that are provided with benefits (active, inactive, and retired) as of the beginning of the measurement period

The expected average remaining service lifetime (EARSL) is calculated by dividing the total future service years by the total number of plan participants (active, inactive, and retired) in the Public Agency Cost-Sharing Multiple-Employer Plan (PERF C).

The EARSL for the PERF C for June 30, 2015 measurement period is 3.8 years, which was obtained by dividing the total service years of 467,023 (the sum of remaining service lifetimes of the active employees) by 122,410 (the total number of participants: active, inactive, and retired). Note that inactive employees and retirees have remaining service lifetimes equal to 0. Also note that total future service is based on the members' probability of decrementing due to an event other than receiving a cash refund.

Note 8: EMPLOYEE RETIREMENT PLAN, Continued

D. Pension Expense and Deferred Outflows and Deferred Inflows of Resources Related to Pensions

As of the start of the measurement period (July 1, 2014), the net pension liability for the plan is $10,859,039. For the measurement period ending June 30, 2015 (the measurement date), the City incurred a pension expense of $515,385 for the Plan.

As of June 30, 2016, the City has deferred outflows and deferred inflows of resources related to pensions as follows:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	$ 27,542	$ (81,196)
Changes of Assumptions	-	(634,040)
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	-	(319,904)
Change in Employer's Proportion	-	(702,162)
Difference in Actual vs Projected Contributions	26,231	(306,971)
Pension Contributions Subsequent to Measurement Date	1,241,424	-
	$ 1,295,197	$ (2,044,273)

These amounts above are net of outflows and inflow recognized in the 2014-15 measurement period expense. $1,241,424 reported as deferred outflows of resources related to contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2017.

Amounts reported as deferred outflows and deferred inflows of resources related to pensions will be recognized in future pension expense as follows:

Measurement Period Ended June 30:	Deferred Outflows/(Inflows) of Resources
2016	$ (851,326)
2017	(847,695)
2018	(716,164)
2019	424,685
2020	-
Thereafter	-

E. Payable to the Pension Plan

At June 30, 2016, the City reported a payable of $47,767 for the outstanding amount of contributions to the pension plan required for the year ended June 30, 2016.

Note 9: OTHER POSTEMPLOYMENT BENEFITS (OPEB)

Plan Description - The City provides other postemployment benefits (OPEB) for all of its employee groups through the California Public Employees' Retirement System Health Care Plan (Plan), a cost-sharing multiple-employer, defined benefit OPEB plan that covers all general and public safety retirees, spouses and eligible dependents. The Plan provides medical insurance benefits to eligible retirees and their spouses and dependents. The benefit provisions and all other requirements are established by State statute and City resolution. Copies of CalPERS' annual financial report may be obtained from their executive office at 400 P Street, Sacramento, CA 95814.

Eligibility - Employees are eligible for retiree health benefits if they retire from the City on or after age 50 with at least 5 years of service, and are eligible for CalPERS pension. Membership of the Plan consisted of the following at June 30, 2016, the date of the latest actuarial valuation:

Participants as of June 30, 2016	Total
Active employees	80
Retirees	20
Total	100

Medical Plans - Retirees may enroll in any of the CalPERS medical plans.

Funding Policy - The contribution requirements are established and amended by the City. The required contribution is based on projected pay-as-you-go financing requirements. For fiscal year 2016, the City contributed for employees and retirees the total amount of $59,264. Net OPEB obligation is expected to be liquidated by the General Fund and all the enterprise funds in the future periods.

Annual OPEB Cost and Net OPEB Obligation - The City's annual OPEB cost (expense) is calculated based on the Annual Required Contribution of the Employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover the normal cost each year and amortize any unfunded actuarial liabilities (or funding excesses) over a period not to exceed thirty years.

Note 9: OTHER POSTEMPLOYMENT BENEFITS (OPEB), Continued

Annual OPEB Cost and Net OPEB Obligation, Continued

The following table shows the components of the City's annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the City's Net OPEB obligation to the Plan:

	June 30, 2016
Annual required contribution	$ 59,265
Interest on net OPEB obligation	119
Adjustment to annual required contribution	(110)
Annual OPEB cost	59,274
Contributions made	(59,264)
Increase in net OPEB obligation	10
Net OPEB obligation - beginning of year	1,926
Net OPEB obligation - end of year	$ 1,936

The City's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for the last three years were as follows:

Year Ended	OPEB Cost	OPEB Cost Contributed	OPEB Obligation
6/30/2016	$ 59,274	100%	$ 1,936
6/30/2015	53,035	163%	1,926
6/30/2014	52,904	99%	35,219

Funded Status and Funding Progress - As of June 30, 2016, the most recent actuarial valuation date, the plan was 57.29% funded, the actuarial accrued liability for benefits was $814,575, and the actuarial value of assets was $296,705, resulting in an UAAL of $517,870. The covered payroll (annual payroll of active employees covered by the plan) was $5,744,820 and the ratio of UAAL to the covered payroll was 9.01%.

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability Entry Age	(Unfunded) Actuarial Accrued Liability (UAAL)	Funded Ratio	Covered Payroll	UAAL as % of Payroll
6/30/2016	$ 296,705	$ 814,575	$ (517,870)	57.29%	$ 5,744,820	9.01%
6/30/2013	146,043	651,515	(505,472)	28.89%	5,556,816	9.10%
6/30/2011	69,957	579,635	(509,678)	13.73%	5,747,688	8.87%

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as Required Supplementary Information following the notes to the financial statements, presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Note 9: OTHER POSTEMPLOYMENT BENEFITS (OPEB), Continued

Actuarial Methods and Assumptions - Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the June 30, 2016, actuarial valuation, the "entry age normal" actuarial cost method was used. The actuarial assumptions include a 6.60% investment rate of return which is based on the expected return on funds invested by CalPERS, an annual inflation factor of 2.75% and an annual healthcare cost trend rate of 4%. Loma Linda did not use an assets smoothing formula to determine the actuarial asset valuations at this time. The UAAL is being amortized as level percentage of projected payroll over an open 30 years amortization period.

Note 10: LIABILITY, PROPERTY AND WORKERS' COMPENSATION PROTECTION

A. Description of Self-Insurance Pool Pursuant to Joint Powers Agreement

The City of Loma Linda is a member of the California Joint Powers Insurance Authority (Authority). The Authority is composed of 118 California public entities and is organized under a joint powers agreement pursuant to California Government Code §6500 et seq. The purpose of the Authority is to arrange and administer programs for the pooling of self-insured losses, to purchase excess insurance or reinsurance, and to arrange for group purchased insurance for property and other lines of coverage. The California JPIA began covering claims of its members in 1978. Each member government has an elected official as its representative on the Board of Directors. The Board operates through a nine-member Executive Committee.

B. Self-Insurance Programs of the Authority

Each member pays an annual contribution at the beginning of the coverage period. A retrospective adjustment is then conducted annually thereafter, for coverage years 2012-13 and prior. Retrospective adjustments are scheduled to continue indefinitely on coverage years 2012-13 and prior, until all claims incurred during those coverage years are closed, on a pool-wide basis. This subsequent cost re-allocation among members, based on actual claim development, can result in adjustments of either refunds or additional deposits required. Coverage years 2013-14 and forward are not subject to routine annual retrospective adjustment.

The total funding requirement for self-insurance programs is estimated using actuarial models and pre-funded through the annual contribution. Costs are allocated to individual agencies based on exposure (payroll) and experience (claims) relative to other members of the risk-sharing pool. Additional information regarding the cost allocation methodology is provided below.

Note 10: LIABILITY, PROPERTY AND WORKERS' COMPENSATION PROTECTION, Continued

B. Self-Insurance Programs of the Authority, Continued

Liability

In the liability program claims are pooled separately between police and general government exposures. (1) The payroll of each member is evaluated relative to the payroll of other members. A variable credibility factor is determined for each member, which establishes the weight applied to payroll and the weight applied to losses within the formula. (2) The first layer of losses includes incurred costs up to $30,000 for each occurrence and is evaluated as a percentage of the pool's total incurred costs within the first layer. (3) The second layer of losses includes incurred costs from $30,000 to $750,000 for each occurrence and is evaluated as a percentage of the pool's total incurred costs within the second layer. (4) Incurred costs from $750,000 to $50 million, are distributed based on the outcome of cost allocation within the first and second loss layers.

For 2015-16 the Authority's pooled retention is $2 million per occurrence, with reinsurance to $20 million, and excess insurance to $50 million. The Authority's reinsurance contracts are subject to the following additional pooled retentions: (a) $2.5 million annual aggregate deductible in the $3 million x/s $2 million layer, and (b) $3 million annual aggregate deductible in the $5 million x/s $10 million layer. There is a third annual aggregate deductible in the amount of $2.5 million in the $5 million x/s $5 million layer, however it is fully covered under a separate policy and therefore not retained by the Authority.

The overall coverage limit for each member, including all layers of coverage, is $50 million per occurrence. Costs of covered claims for subsidence losses have a sub-limit of $30 million per occurrence.

Workers' Compensation

In the workers' compensation program claims are pooled separately between public safety (police and fire) and general government exposures. (1) The payroll of each member is evaluated relative to the payroll of other members. A variable credibility factor is determined for each member, which establishes the weight applied to payroll and the weight applied to losses within the formula. (2) The first layer of losses includes incurred costs up to $50,000 for each occurrence and is evaluated as a percentage of the pool's total incurred costs within the first layer. (3) The second layer of losses includes incurred costs from $50,000 to $100,000 for each occurrence and is evaluated as a percentage of the pool's total incurred costs within the second layer. (4) Incurred costs from $100,000 to statutory limits are distributed based on the outcome of cost allocation within the first and second loss layers.

Note 10: LIABILITY, PROPERTY AND WORKERS' COMPENSATION PROTECTION, Continued

B. Self-Insurance Programs of the Authority, Continued

For 2015-16 the Authority's pooled retention is $2 million per occurrence, with reinsurance to statutory limits under California Workers' Compensation Law.

Employer's Liability losses are pooled among members to $2 million. Coverage from $2 million to $5 million is purchased as part of a reinsurance policy, and Employer's Liability losses from $5 million to $10 million are pooled among members.

C. Purchased Insurance

Pollution Legal Liability Insurance

The City of Loma Linda participates in the pollution legal liability insurance program (formerly called environmental insurance) which is available through the Authority. The policy covers sudden and gradual pollution of scheduled property, streets, and storm drains owned by the City of Loma Linda. Coverage is on a claims-made basis. There is a $50,000 deductible. The Authority has a limit of $50 million for the 3-year period from July 1, 2014 through July 1, 2017. Each member of the Authority has a $10 million sub-limit during the 3-year term of the policy.

Property Insurance

The City of Loma Linda participates in the all-risk property protection program of the Authority. This insurance protection is underwritten by several insurance companies. City of Loma Linda property is currently insured according to a schedule of covered property submitted by the City of Loma Linda to the Authority. City of Loma Linda property currently has all-risk property insurance protection in the amount of $37,982,896. There is a $5,000 deductible per occurrence except for non-emergency vehicle insurance which has a $1,000 deductible. Premiums for the coverage are paid annually and are not subject to retrospective adjustments.

Earthquake and Flood Insurance

The City of Loma Linda purchases earthquake and flood insurance on a portion of its property. The earthquake insurance is part of the property protection insurance program of the Authority. City of Loma Linda property currently has earthquake protection in the amount of $0. There is a deductible of 5% per unit of value with a minimum deductible of $100,000. Premiums for the coverage are paid annually and are not subject to retrospective adjustments.

Crime Insurance

The City of Loma Linda purchases crime insurance coverage in the amount of $1,000,000 with a $2,500 deductible. The fidelity coverage is provided through the Authority. Premiums are paid annually and are not subject to retrospective adjustments.

Note 10: LIABILITY, PROPERTY AND WORKERS' COMPENSATION PROTECTION, Continued

C. Purchased Insurance, Continued

Special Event Tenant User Liability Insurance

The City of Loma Linda further protects against liability damages by requiring tenant users of certain property to purchase low-cost tenant user liability insurance for certain activities on agency property. The insurance premium is paid by the tenant user and is paid to the City of Loma Linda according to a schedule. The City of Loma Linda then pays for the insurance. The insurance is arranged by the Authority.

D. Adequacy of Protection

During the past three fiscal years, none of the above programs of protection experienced settlements or judgments that exceeded pooled or insured coverage. There were also no significant reductions in pooled or insured liability coverage in 2015-16.

Note 11: JOINTLY GOVERNED ORGANIZATIONS

A. San Bernardino International Airport Authority

The City is a member of the San Bernardino International Airport Authority (SBIAA), a joint powers authority of the County of San Bernardino and the Cities of Colton, Highland, Loma Linda and San Bernardino. The SBIAA was formed May 12, 1992 for the purpose of acquiring, operating, maintaining, repairing and administering the aviation related portions of Norton Air Base as a public airport.

The governing board consists of two elected officials from the City of San Bernardino and one elected official from each of the County of San Bernardino and the Cities of Colton, Highland and Loma Linda. Each member has one vote.

The City has no significant equity interest in the San Bernardino International Airport Authority, and accordingly neither assets nor liabilities have been recorded in the City's basic financial statements.

A copy of the financial statements of the San Bernardino International Airport Authority can be obtained by contacting them directly at 294 South Leland Norton Way, Suite 1, San Bernardino, California 92408, (909) 388-1144.

B. Inland Valley Development Agency

The City is a member of the Inland Valley Development Agency (IVDA), a joint powers authority of three cities and the County of San Bernardino.

Note 11: JOINTLY GOVERNED ORGANIZATIONS, Continued

B. Inland Valley Development Agency, Continued

The member agencies have the following number of board members:

City of San Bernardino	3
County of San Bernardino	2
City of Colton	2
City of Loma Linda	2

Each board member has one vote.

The IVDA was formed for the purpose of acquiring, owning, maintaining, leasing and operating the Norton Air Force Base property, and for the purpose of reusing and redeveloping the Norton Air Force Base, the adjacent property and the other properties in proximity thereto. As of June 30, 2016, the City has no significant equity interest in the IVDA, and accordingly neither assets nor liabilities have been recorded in the City's basic financial statements.

A copy of the financial statements of the IVDA can be obtained by contacting the IVDA directly at 298 South Leland Norton Way, San Bernardino, California, 92408.

Note 12: JOINT VENTURES

A. San Bernardino/Colton/Loma Linda Joint Powers Financing Authority

The Agency is a member of the San Bernardino/Colton/Loma Linda Joint Powers Financing Authority (Financing Authority), a joint powers authority of the Redevelopment Agencies of the Cities of San Bernardino, Colton, Loma Linda and the County of San Bernardino. The Financing Authority was formed September 30, 1991 for the purpose of issuing debt.

Tax Allocation Notes for $7,500,000 were issued November 1, 1991 and the proceeds were used to make a loan to the Inland Valley Development Agency (IVDA), of which the three cities and the County of San Bernardino are members. The loan was used to pay certain operating and redevelopment costs of the Inland Valley Redevelopment Project Area. Since 1991, the original obligation has been refunded twice and in 1997 expanded to incorporate monies for school district purposes. The total 1997 refunding was $44,485,000 of which 63% ($28,025,550) is applicable to IVDA.

These obligations are secured by loan repayments made by the IVDA to the Financing Authority. The obligation of the IVDA under the loan agreement will be payable from the IVDA's tax revenues from the project area. In the event that such tax revenues are unavailable, the obligations are further secured by commitments from the member agencies in the following percentages:

Redevelopment Agency of the City of San Bernardino	92.08%
Redevelopment Agency of the City of Colton	3.06%
Redevelopment Agency of the City of Loma Linda	4.86%

Note 12: JOINT VENTURES, Continued

A. San Bernardino/Colton/Loma Linda Joint Powers Financing Authority, Continued

The governing board of the Financing Authority is composed of the Executive Directors of the City of Colton and the City of Loma Linda Redevelopment Agencies, the Agency Administrator of the Economic Development Agency of the City of San Bernardino and representatives of the County of San Bernardino.

Since the City is not directly liable for repayment of these bonds, they have not been reflected in the accompanying financial statements.

On October 13, 1999, the IVDA's Board adopted a motion stating that the use of its cash balance is necessary to pay for scheduled debt service obligations and that suspension of further disbursements of 20% set-aside funds for affordable housing is necessary until further notice. At the end of fiscal year 2011-12, a receivable has been set-up reflecting the current Agency's portion of tax increment set-aside revenues.

B. CONFIRE Joint Powers Authority

The City is a member of the CONFIRE Joint Powers Authority, a regional fire agency of the Cities of Redlands, Colton, Rialto, Rancho Cucamonga, Loma Linda and the Central Valley Fire Protection District and the San Bernardino County Consolidated Fire Agency. The CONFIRE JPA was formed August 20, 1990 for the purpose of providing hardware, software, services and other items necessary and appropriate for the establishment, operation, and maintenance of a joint centralized public safety communications system and a cooperative program of fire related functions for the mutual benefit of the members of the CONFIRE JPA, to provide such services on a contract basis to other governmental units, and to provide a forum for discussion, study, development, and implementation of recommendations of mutual interest regarding public safety communications and related matters within member agencies.

The activities of the CONFIRE JPA are financed by a cost-sharing formula, which requires prorating among the participating members based on the demand percentage on the system by the members to be determined by the CONFIRE JPA Board of Director's Administrative Committee and approved by their Board of Directors. In fiscal year 2016, the City of Loma Linda's contribution totaled $227,393. The City has no other significant equity interest in CONFIRE JPA, and accordingly neither assets nor liabilities of CONFIRE JPA have been recorded in the City's basic financial statements.

A copy of the financial statements of the CONFIRE JPA can be obtained by contacting the authority directly at 1743 W. Miro Way, Rialto, CA 92376-8630, (909) 356-2375.

Note 13: DEFICIT FUND BALANCES

At June 30, 2016, the following governmental funds had deficit fund balances:

Funds	Fund Type	Deficit
Major funds:		
Park Development	Capital Projects	$ (2,585,936)
Nonmajor governmental funds:		
Landscape Maintenance District	Special Revenues	(47,647)
Community Development	Special Revenues	(1,484)

Park Development – The Park Development has a deficit balance of $2,585,936 as a result from the purchase of open space property in the City's South Hills with advances from other funds.

Landscape Maintenance District – The Landscape Maintenance District has a deficit balance of $47,647 as a result of operating expenditures being higher than property taxes received to cover such expenditures.

Community Development – The Community Development Fund has an accumulated deficit of $1,484 which resulted from monies being spent before receiving the grant reimbursement.

Note 14: EXCESS OF EXPENDITURES OVER APPROPRIATIONS

Excess of expenditures over appropriations of the General Fund and the Housing Authority Fund (budgeted major special revenue fund) on a function level occurred during the fiscal year 2016 as follows:

Fund	Appropriated	Expended	Excess
Special Projects Construction:			
Debt service:			
Principal retirement	$ 30,600	$ 31,853	$ (1,253)
Interest and fiscal charges	10,000	28,855	(18,855)
Nonmajor Funds:			
Storm Drain	18,000	18,524	(524)

The excesses of expenditures over appropriations were financed with available fund balances.

No other material violations of budgeted or appropriated amounts occurred in other major or nonmajor funds of the City during the year.

Note 15: ENCUMBRANCES

Encumbrances are estimations of costs related to unperformed contracts for goods and services. These commitments are recorded for budgetary control purposes in the General, Special Revenue, Capital Projects and Debt Service funds. They represent the estimated amount of the expenditure ultimately to result if unperformed contracts in process at year-end are completed. They do not constitute expenditures or estimated liabilities for the current year.

Significant Encumbrances as of June 30, 2016	
Nonmajor Funds	$ 1,162,632

Note 16: COMMITMENTS AND CONTINGENCIES

Commitments

The City is presently involved in certain matters of litigation that have arisen in the normal course of conducting City business. City management believes, based upon consultation with the City Attorney, that these cases, in the aggregate, are not expected to result in a material adverse financial impact on the City. Additionally, City management believes that the City's insurance programs are sufficient to cover any potential losses should an unfavorable outcome materialize.

As of June 30, 2016, in the opinion of City management, there were no additional outstanding matters that would have a significant effect on the financial position of the funds of the City.

Federal and State Grant Programs

The City participates in Federal and State grant programs. These programs are audited by the City's independent accountants in accordance with the provisions of the Single Audit Act, as amended, the Uniform Guidance, and applicable State requirements. No cost disallowance is expected as a result of these audits; however, these programs are subject to further examination by the grantors. Expenditures which may be disallowed by the granting agencies cannot be determined at this time; however, the City management expects such amounts, if any, to be immaterial.

Note 17: SUCCESSOR AGENCY

On December 29, 2011, the California Supreme Court upheld Assembly Bill 1X26 (Bill) that provides for the dissolution of all redevelopment agencies in the State of California. This action impacted the reporting entity of the City of Loma Linda that previously had reported a redevelopment agency within the reporting entity of the City as a blended component unit. The Bill provided that upon dissolution of a redevelopment agency, either the City or another unit of local government will agree to serve as the "successor agency" to hold the assets until they are distributed to other units of state and local government. On January 10, 2012 the City Council of the City of Loma Linda elected to become the Successor Agency for the former Redevelopment Agency (RDA) in accordance with the Bill as part of City Resolution No. 2722. The activities of the Successor Agency are reported under a Private Purpose Trust Fund on the Fiduciary Financial Statements of the City.

Successor agencies are only allocated revenue in the amount that is necessary to pay the estimated annual installment payments on enforceable obligations of the former redevelopment agency until all enforceable obligations of the prior redevelopment agency have been paid in full and all assets have been liquidated.

The bill directs the State Controller of the State of California to review the propriety of any transfers of assets between redevelopment agencies and other public bodies that occurred after January 1, 2011. If the public body that received such transfers is not contractually committed to a third party for the expenditure or encumbrance of those assets, the State Controller is required to order the available assets to be transferred to the public body designated as the successor agency by the Bill. Management believed, in consultation with legal counsel, that the obligations of the former RDA due to the City were valid enforceable obligations payable by the successor agency trust under the requirements of the Bill. The City's position on this issue was not a position of settled law and there was considerable legal uncertainty regarding this issue. In July of 2015, the City and the State reached a settlement agreement that recognized the action on May 8, 2012, of the Oversight Board for the Successor Agency to the Loma Linda Redevelopment Agency approving the re-entry of the 2011 Loan Agreement with certain modifications, including a reduction in the interest rate, revised payment schedule, and 15-year term.

In 2016, the Successor Agency received approval of its Long Range Property Management Plan, and upon reaching a settlement agreement with State was issued a Finding of Completion.

Note 17: SUCCESSOR AGENCY, Continued

Successor Agency long-term debt

The bonded debt of the Successor Agency as of June 30, 2016 is as follows:

2003 Tax Allocation Refunding Bonds – Original Issue $12,610,000

On May 7, 2003, the Agency issued tax allocation bonds in the amount of $12,610,000. The purpose of the bonds was to refund the Agency's 1993 Tax Allocation Bonds and 1994 Tax Allocation Refunding Bonds and to finance the Agency's redevelopment project.

The bonds accrue interest at rates between 2.00% and 5.125%. Interest on the bonds is payable semiannually on each January 1 and July 1, commencing January 1, 2004. Principal is payable in annual installments ranging from $340,000 to $600,000, commencing July 1, 2004 through July 1, 2030. The bonds are subject to optional and mandatory redemption prior to maturity.

The bonds are secured by a first and prior lien on tax increment revenues excluding any portion of revenues that are required to be deposited to the Agency's Low and Moderate Income Housing Funds, the County of San Bernardino pass-thru agreement, and County administration fees. The amount of principal at June 30, 2016 totaled $6,460,000.

Subordinate 2005A Tax Allocation Bonds – Original Issue $15,100,000

On December 14, 2005, the Agency issued subordinate 2005A tax allocation bonds in the amount of $15,100,000. The purpose of the bonds was to finance the Agency's redevelopment project.

The bonds mature from July 1, 2006 to July 1, 2030 in varying amounts. The bonds accrue interest at rates between 3.00% and 5.25%. Interest on the bonds is payable semiannually on each January 1 and July 1, commencing July 1, 2006. Principal is payable in annual installments ranging from $70,000 to $1,980,000, commencing July 1, 2006. The bonds are subject to optional and mandatory redemption prior to maturity.

The bonds are secured by tax revenues, which consist of a portion of the ad valorem taxes levied upon all taxable property within the Loma Linda Redevelopment Agency Project Areas to be allocated to the Agency and available after payment of the 2003 tax allocation bond's debt service, any portion of revenues that are required to be deposited to the Agency's Low and Moderate Income Housing Funds, any tax increment revenue pledged to a taxing entity based upon a pass-thru agreement, and County administration fees. The amount of principal outstanding at June 30, 2016 totaled $13,960,000.

Note 17: SUCCESSOR AGENCY, Continued

Successor Agency long-term debt, Continued

Subordinate 2005B Taxable Tax Allocation Bonds – Original Issue $10,435,000

On December 14, 2005, the Agency issued subordinate 2005B taxable tax allocation bonds in the amount of $10,435,000. The purpose of the bonds was to finance the Agency's redevelopment project.

The bonds mature from July 1, 2006 to July 1, 2025 in varying amounts. The bonds accrue interest at rates between 5.00% and 5.65%. Interest on the bonds is payable semiannually on each January 1 and July 1, commencing July 1, 2006. Principal is payable in annual installments ranging from $315,000 to $810,000, commencing July 1, 2006. The bonds are subject to optional and mandatory redemption prior to maturity.

The bonds are secured by tax revenues, which consist of a portion of the ad valorem taxes levied upon all taxable property within the Loma Linda Redevelopment Agency Project Areas to be allocated to the Agency and available after payment of the 2003 tax allocation bond's debt service, any portion of revenues that are required to be deposited to the Agency's Low and Moderate Income Housing Funds, any tax increment revenue pledged to a taxing entity based upon a pass-thru agreement, and County administration fees. The amount of principal outstanding at June 30, 2016 totaled $6,400,000.

2008 Taxable Housing Tax Allocation Bonds – Original Issue $8,900,000

On March 1, 2009, the Agency issued 2008 taxable housing tax allocation bonds in the amount of $8,900,000. The purpose of the bonds was to finance Low-Mod Housing projects.

The bonds mature from January 1, 2010 to July 1, 2029 in varying amounts. The bonds accrue interest at rates between 4.50% and 9.277%. Interest on the bonds is payable semiannually on each January 1 and July 1, commencing January 1, 2010. Principal is payable in annual installments ranging from $50,000 to $895,000, commencing July 1, 2010. The bonds are subject to optional and mandatory redemption prior to maturity.

The bonds are secured by Housing Tax Revenues, which consist of a portion of the ad valorem taxes levied upon all taxable property within the Loma Linda Redevelopment Agency Project Area, and allocated to the Agency's Low and Moderate Housing fund. The amount of principal outstanding at June 30, 2016 totaled $7,570,000.

Loan Payable to the City of Loma Linda

On March 8, 2011, the City of Loma Linda (City) entered into a cooperation agreement with the Redevelopment Agency of the City of Loma Linda (RDA), which set forth certain pre-existing indebtedness of the RDA to the City and provided a repayment schedule for such debts ("2011 Loan Agreement"). Between March and June 2011, the RDA remitted to the City payments totaling $2,273,000 pursuant to the 2011 Loan Agreement.

Note 17: SUCCESSOR AGENCY, Continued

Successor Agency long-term debt, Continued

On March 8, 2012, the Oversight Board for the Successor Agency of the RDA approved the reentry of a modified version of the 2011 Loan Agreement.

On January 15, 2013, the Successor Agency submitted to the California Department of Finance (Finance) the Other Funds and Accounts Due Diligence Review (OFA DDR). Finance determined that the $2,273,000 loan repayment was not made pursuant to an enforceable obligation and determined the funds were available to be returned to the taxing entities. On July 31, 2013, the City legally challenged Finance's determination.

On July 31, 2015, the City of Loma Linda and the State of California signed a settlement agreement. The agreement recognized the 2011 re-entered agreement with an outstanding balance of $21,174,012, as of June 1, 2012, and accrued interest as enforcement obligations within the meaning of the Dissolution Law. Under the terms of the agreement, Finance shall recognize payments under the re-entered agreement including repayment of past due balances of $5,759,804, as of July 31, 2015, and approve payments via the ROPS process. Additionally, the settlement agreement addressed the $2,273,000 loan repayment previously deemed unauthorized by both Finance and the State Controller's Office (SCO). Finance agreed to issue a revised OFA DDR determination letter reducing the OFA balance available for distribution to affected taxing entities by the loan repayment amount and the SCO agreed to issue a revised Asset Transfer Review Report authorizing the City to retain the loan repayment.

The following is a summary of the bonded debt activity of the Successor Agency as of June 30, 2016:

TAX ALLOCATION BONDS	Balance June 30, 2015	Additions	Deletions	Balance June 30, 2016	Due within One Year
2003 Tax Allocation Refunding Bonds	$ 7,040,000	$ -	$ (580,000)	$ 6,460,000	$ 340,000
2005A Subordinated Tax Allocation Bonds	14,095,000	-	(135,000)	13,960,000	400,000
2005B Subordinated Tax Allocation Bonds	6,870,000	-	(470,000)	6,400,000	495,000
2008 Taxable Housing Tax Allocation Bonds	7,855,000	-	(285,000)	7,570,000	305,000
Loan payable to the City of Loma Linda	-	23,720,713	(3,301,041)	20,419,672	1,639,148
Unamortized bond premium	411,465	-	(27,245)	384,220	27,245
Unamortized bond discount	(227,004)	-	17,395	(209,609)	(17,396)
Total	$ 36,044,461	$ 23,720,713	$ (4,780,891)	$ 54,984,283	$ 3,188,997

Note 17: SUCCESSOR AGENCY, Continued

Successor Agency long-term debt, Continued

The following amount was reclassified as deferred outflow of resources:

Deferred outflows of resources	Balance July 1, 2015	Additions	Deletions	Balance June 30, 2016	Due within One Year
Unamortized loss on refunding	$ (152,926)	$ -	$ 10,310	$ (142,616)	$ (10,310)

The debt service requirement to maturity for all bonded debt combined, including interest, is as follows:

Year Ending June 30,	Principal	Interest	Total
2017	$ 1,540,000	$ 2,009,614	$ 3,549,614
2018	1,630,000	1,924,014	3,554,014
2019	1,710,000	1,833,223	3,543,223
2020	1,805,000	1,737,135	3,542,135
2021	1,905,000	1,630,975	3,535,975
2022-2026	11,400,000	6,202,344	17,602,344
2027-2031	14,400,000	2,168,817	16,568,817
Total	$ 34,390,000	$ 17,506,122	$ 51,896,122

Note 18: EXTRAORDINARY ITEMS

Government-Wide Financial Statements and Governmental Funds Financial Statements

The Extraordinary Items of $28,846,832 in the Statement of Activities of the Government-Wide Financial Statements - (Governmental activities - $21,314,886 and Business-type Activities - $7,531,946) and in the Statement of Revenues, Expenditures, and Changes in Fund Balance of the Governmental Funds Financial Statements - ($7,568,512), are associated with the final entries related to the dissolution of the Loma Linda Redevelopment Agency (LLRDA), and the settlement of litigation between the City and the State's Department of Finance (DOF), regarding re-entered loans between the City and the Successor Agency to the LLRDA. More detailed information is provided in Note 17 to the financial statements.

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REQUIRED SUPPLEMENTARY INFORMATION

1. BUDGET AND BUDGETARY ACCOUNTING

A. General Budget Policies

The City Council approves each year's budget submitted by the City Manager prior to the beginning of the new fiscal year. Public hearings are conducted prior to its adoption by the Council. Supplemental appropriations, where required during the period, are also approved by the Council. Intradepartmental budget changes are approved by the City Manager. In most cases, expenditures may not exceed appropriations at the department level. At fiscal year-end, all operating budget appropriations lapsed.

B. Basis of Accounting

Budgets for governmental funds are adopted on a basis consistent with generally accepted accounting principles (GAAP). Budgets were legally adopted for all governmental funds with the exception of the Public Improvement Per MOU Fund, Asset Forfeiture Fund, Traffic Congestion Relief Fund, Federal State Construction Fund, Successor Agency Bond Proceeds Fund, Water Bond Redemption Fund, and Assessment District 72-1 Fund.

1. BUDGET AND BUDGETARY ACCOUNTING, Continued

C. Budgetary Comparison Schedule

The following is the budgeted comparison schedule for the General Fund.

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Taxes	$ 11,390,300	$ 11,316,500	$ 12,365,323	$ 1,048,823
Licenses and permits	448,100	451,100	478,522	27,422
Intergovernmental	21,000	24,300	60,914	36,614
Charges for services	1,647,700	1,697,300	1,809,001	111,701
Use of money and property	240,000	246,000	269,727	23,727
Fines and forfeitures	5,500	7,500	10,341	2,841
Miscellaneous	1,960,700	2,255,300	2,115,593	(139,707)
Total revenues	15,713,300	15,998,000	17,109,421	1,111,421
EXPENDITURES				
Current:				
General government	3,193,100	3,357,100	3,055,583	301,517
Public safety	9,394,500	9,732,500	9,492,513	239,987
Community development	1,378,900	1,422,400	1,256,043	166,357
Public works	2,192,900	2,596,500	2,385,589	210,911
Capital outlay	121,900	790,500	121,162	669,338
Total expenditures	16,281,300	17,899,000	16,310,890	1,588,110
REVENUES OVER (UNDER) EXPENDITURES	(568,000)	(1,901,000)	798,531	2,699,531
OTHER FINANCING SOURCES (USES)				
Proceeds from disposal of assets, net	-	-	56,415	56,415
Transfers in	708,700	708,700	718,749	10,049
Transfers out	(111,100)	(111,100)	(111,084)	16
Total other financing sources (uses)	597,600	597,600	664,080	66,480
Net change in fund balance	29,600	(1,303,400)	1,462,611	2,766,011
FUND BALANCE				
Beginning of year	11,989,514	11,989,514	11,989,514	-
End of year	$ 12,019,114	$ 10,686,114	$ 13,452,125	$ 2,766,011

1. BUDGET AND BUDGETARY ACCOUNTING, Continued

C. Budgetary Comparison Schedule, Continued

The following is the budgeted comparison schedule for the Loma Linda Housing Authority Fund.

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Charges for services	$ 1,400	$ 1,400	$ 1,438	$ 38
Use of money and property	213,600	186,200	198,593	12,393
Miscellaneous	3,000	3,000	2,050	(950)
Total revenues	218,000	190,600	202,081	11,481
EXPENDITURES				
Current:				
Community development	128,800	128,800	79,087	49,713
Capital outlay	51,000	51,000	132	50,868
Total expenditures	179,800	179,800	79,219	100,581
REVENUES OVER EXPENDITURES	38,200	10,800	122,862	112,062
Net change in fund balance	38,200	10,800	122,862	112,062
FUND BALANCE:				
Beginning of year	17,610,648	17,610,648	17,610,648	-
End of year	$ 17,648,848	$ 17,621,448	$ 17,733,510	$ 112,062

2. SCHEDULE OF FUNDING PROGRESS (Unaudited)

Funded Status of Plan – Other Post Employment Benefits

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability Entry Age	(Unfunded) Actuarial Accrued Liability (UAAL)	Funded Ratio	Covered Payroll	UAAL as % of Payroll
6/30/2016	$ 296,705	$ 814,575	$ (517,870)	57.29%	$ 5,744,820	9.01%
6/30/2013	146,043	651,515	(505,472)	28.89%	5,556,816	9.10%
6/30/2011	69,957	579,635	(509,678)	13.73%	5,747,688	8.87%

3. SCHEDULE OF THE PLAN'S PROPORTIONATE SHARE OF THE PLAN'S NET PENSION LIABILITY AND RELATED RATIOS AS OF THE MEASUREMENT DATE (Unaudited) LAST 10 YEARS*

	Measurement Date 6/30/2015	Measurement Date 6/30/2014
Employer's Proportion of the Collective Net Pension Liability[1]	0.33362%	0.17451%
Employer's Proportionate Share of the Collective Net Pension Liability	$ 11,079,146	$ 10,859,039
Employer's Covered Payroll[2]	$ 5,744,820	$ 5,654,306
Employer's Proportionate Share of the Collective Net Pension Liability as a Percentage of the Employer's Covered Payroll	192.85%	192.05%
Pension Plan's Fiduciary Net Position as a Percentage of the Total Pension Liability	78.45%	157.31%

[1] Proportion of the collective net pension liability represents the plan's proportion of PERF C, which includes both the Miscellaneous and Safety Risk Pools excluding the 1959 Survivors Risk Pool.

[2] Covered payroll is defined as the payroll on which contributions to a pension plan are based, in accordance with GASB 82.

* Measurement date 6/30/2014 (fiscal year 2015) was the first year of implementation, therefore, only two years are presented.

4. SCHEDULE OF PLAN CONTRIBUTIONS (Unaudited) LAST 10 YEARS*

	Fiscal Year 2015-16	Fiscal Year 2014-15
Contractually Determined Contributions	$ 1,241,424	$ 1,016,208
Contributions in Relation to the Contractually Determined Contributions	(1,241,424)	(1,016,208)
Contribution Deficiency (Excess)	-	-
Employer's Covered Payroll[1]	$ 5,744,820	$ 5,654,306
Contributions as a Percentage of Covered-Employee Payroll	18.22%	17.97%

[1] Covered payroll is defined as the payroll on which contributions to a pension plan are based, in accordance with GASB 82.

* Fiscal year 2014-15 was the first year of implementation, therefore, only two years are presented.

Notes to Schedule:

Change in Benefit Terms: None

Change in Assumptions: The discount rate was changed from 7.5 percent (net of administrative expense) to 7.65 percent to correct for an adjustment to exclude administrative expense.

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SUPPLEMENTARY INFORMATION

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MAJOR GOVERNMENTAL FUNDS BUDGETARY COMPARISON SCHEDULES

CITY OF LOMA LINDA
Special Projects Construction Capital Projects Fund
Major Governmental Fund Budgetary Comparison Schedule
For the year ended June 30, 2016

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Total revenues	$ -	$ -	$ -	$ -
EXPENDITURES				
Debt service:				
Principal retirement	30,600	30,600	31,853	(1,253)
Interest and fiscal charges	10,000	10,000	28,855	(18,855)
Total expenditures	40,600	40,600	60,708	(20,108)
REVENUES OVER (UNDER) EXPENDITURES	(40,600)	(40,600)	(60,708)	(20,108)
OTHER FINANCING SOURCES (USES)				
Transfers in	40,600	40,600	40,584	(16)
Total other financing source (uses)	40,600	40,600	40,584	(16)
EXTRAORDINARY ITEM	-	-	2,930,946	2,930,946
Net change in fund balance	-	-	2,910,822	2,910,822
FUND BALANCE (DEFICIT):				
Beginning of year	(2,133,940)	(2,133,940)	(2,133,940)	-
End of year	$ (2,133,940)	$ (2,133,940)	$ 776,882	$ 2,910,822

CITY OF LOMA LINDA
Regional Traffic Development Impact Capital Projects Fund
Major Governmental Fund Budgetary Comparison Schedule
For the year ended June 30, 2016

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Use of money and property	$ -	$ 4,600	$ 11,858	$ 7,258
Developer fees	92,800	172,900	5,065,790	4,892,890
Total revenues	92,800	177,500	5,077,648	4,900,148
EXPENDITURES				
Capital outlay	1,000,000	1,000,000	16,672	983,328
Total expenditures	1,000,000	1,000,000	16,672	983,328
REVENUES OVER (UNDER) EXPENDITURES	(907,200)	(822,500)	5,060,976	5,883,476
Net change in fund balance	(907,200)	(822,500)	5,060,976	5,883,476
FUND BALANCE:				
Beginning of year	1,383,198	1,383,198	1,383,198	-
End of year	$ 475,998	$ 560,698	$ 6,444,174	$ 5,883,476

CITY OF LOMA LINDA
Park Development Capital Project Fund
Major Governmental Fund Budgetary Comparison Schedule
For the year ended June 30, 2016

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Use of money and property	$ -	$ 1,700	$ 2,222	$ 522
Developer fees	42,100	93,800	252,112	158,312
Total revenues	42,100	95,500	254,334	158,834
EXPENDITURES				
Current:				
Community development	20,000	20,000	3,441	16,559
Capital outlay	100,000	100,000	17,206	82,794
Total expenditures	120,000	120,000	20,647	99,353
REVENUES OVER (UNDER) EXPENDITURES	(77,900)	(24,500)	233,687	258,187
Net change in fund balance	(77,900)	(24,500)	233,687	258,187
FUND BALANCE (DEFICIT):				
Beginning of year	(2,819,623)	(2,819,623)	(2,819,623)	-
End of year	$ (2,897,523)	$ (2,844,123)	$ (2,585,936)	$ 258,187

NONMAJOR GOVERNMENTAL FUNDS COMBINING SCHEDULES

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Nonmajor Governmental Funds

Special Revenue Funds

The *Special Revenue Funds* account for the proceeds of specific revenue sources that are legally restricted for expenditures related to specific purposes.

Traffic Safety Fund – This fund is to account for monies received from parking control violation fines.

Gas Tax Fund – This fund is to account for monies received and expended from the state and county gas allocation.

Measure I Fund – This fund is to account for monies received from the County is one-half of one percent retail transaction and use tax.

Street Lighting District Fund – This fund is to account for monies received from property assessments restricted to fund district street lighting activities.

Landscape Maintenance District Fund – This fund is to account for monies received from property assessments restricted to fund district landscaping activities.

Air Quality Management District Fund – This fund is to account for monies received from AB2766 license fees.

Public Improvement Per MOU Fund – This fund is to manage the Stewart Street Pedestrian Bridge project. The funding will be received from the Loma Linda University.

Asset Forfeiture Fund – This fund is to account for assets seized by law enforcement.

Community Development Fund – This fund is to account for Federal grants received from the Department of Housing and Urban Development and expended in community development.

Grant Fund – This fund is to account for miscellaneous grants provided by Federal, State and County agencies such as the Code Enforcement Grant Program to purchase capital items related to Code Enforcement and California Healthy Cities to promote health and physical activity for Loma Linda residents.

Citizens Option for Public Safety Fund – This is to account for AB3229 Public Safety Grant revenue received from the State and expended for front-line law enforcement.

Special Revenue Funds, Continued

Traffic Congestion Relief Grant Fund – This fund is to account for allocation from the state for street or road maintenance or reconstruction. The City is required to maintain existing commitment of general funds for street or roadwork in order to remain eligible for allocation of the specified funds.

Development Agreement Consideration Fund – This fund is to account for the monies received from developers to produce, improve, or preserve affordable housing within Redevelopment Project Areas that meet the needs to those whose income is 80% of the county median or below.

Capital Projects Funds

The *Capital Projects Funds* account for financial resources to be used for the acquisition or construction of major capital facilities by the City except for those financed by Proprietary Funds. The Capital Projects Funds account for the following projects:

Storm Drain Fund – This fund is to account for developer fees collected and expended for improving and expanding the storm drain system city-wide.

Traffic Impact Fund – This fund is to account for developer fees collected and expended for major traffic control devices necessitated by development.

Fire Facilities Fund – This fund is to account for developer fees collected and expended for major fire facilities and equipment necessitated by development.

General Facilities Fund – This fund is to account for developer fees collected and expended for major general facilities necessitated by development.

Federal/State Construction Grants Fund – This fund is to account for miscellaneous grants provided by Federal, State and County agencies and expended for various street, park and recreation purposes.

Public Meeting Facilities Fund – This fund is to account for developer fees collected and expended for public meeting facilities as necessitated by development.

Public Library Facilities Fund – This fund is to account for developer fees collected and expended for public library facilities as necessitated by development.

Art in Public Places Fund – This fund is to account for developer fees collected and expended for art in public places as necessitated by development.

Successor Agency Bond Proceeds Fund – This fund is for the portion of Transportation Projects identified by SANBAG (San Bernardino Associated Governments) that will serve the regional area. SANBAG came up with an allocation of Loma Linda's share.

Nonmajor Governmental Funds

Debt Service Funds

The *Debt Service Funds* account for the accumulation of resources and the payment of general long-term debt principal and interest of the City's related entities in the following funds:

Water Bond Redemption Fund – This fund is to account for the contribution from the Water Operations Fund and Water Acquisition Fund for the payment of principal and interest on Water Enterprise general obligation bonds issued to complete water system capital projects.

Assessment District 72-1 Fund – This fund is to account for the accumulation of funds for the payment of principal and interest on bonds issued in 1973, for sewer line improvements on Redlands Blvd.

Loma Linda Public Financing Authority Fund – This fund is used to jointly exercise powers of the City and Redevelopment Agency and to establish a vehicle to reduce local borrowing costs and promote greater use of existing and new financial instruments.

CITY OF LOMA LINDA
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2016

	Special Revenue Funds		
	Traffic Safety	Gas Tax	Measure I
ASSETS			
Cash and investments	$ -	$ -	$ 181,232
Receivables:			
Taxes	-	-	-
Interest	-	-	176
Due from other governments	19,507	-	65,868
Prepaid items	-	-	-
Advances to other funds	-	-	-
Total assets	$ 19,507	$ -	$ 247,276
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES			
Liabilities:			
Accounts payable	$ -	$ -	$ 3,364
Accrued liabilities	-	-	-
Due to other funds	-	-	-
Deposits payable	-	-	-
Unearned revenue	-	-	-
Advances from other funds	-	-	-
Total liabilities	-	-	3,364
Deferred inflows of resources:			
Unavailable revenue	-	-	-
Fund balance:			
Non Spendable:			
Prepaid items	-	-	-
Restricted for:			
Cultural and recreational	-	-	-
Public safety	-	-	-
Street improvements	19,507	-	243,912
Storm drains	-	-	-
Municipal facilities	-	-	-
Air quality management	-	-	-
Debt service	-	-	-
Low mod housing programs	-	-	-
Unassigned	-	-	-
Total fund balances (deficit)	19,507	-	243,912
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	$ 19,507	$ -	$ 247,276

Special Revenue Funds		
Street Lighting District	Landscape Maintenance District	Air Quality Management District
$ 140,626	$ -	$ 57,746
7,237	3,704	-
216	-	79
-	-	8,129
236	213	-
-	-	-
$ 148,315	$ 3,917	$ 65,954
$ 16,523	$ 14,410	$ 2,500
648	-	-
-	24,615	-
-	12,539	-
-	-	-
-	-	-
17,171	51,564	2,500
-	-	-
236	213	-
-	-	-
-	-	-
130,908	-	-
-	-	-
-	-	-
-	-	63,454
-	-	-
-	-	-
-	(47,860)	-
131,144	(47,647)	63,454
$ 148,315	$ 3,917	$ 65,954

Continued

CITY OF LOMA LINDA
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2016

	Special Revenue Funds		
	Public Improvement Per MOU	Asset Forfeiture	Community Development
ASSETS			
Cash and investments	$ 60,594	$ 3,826	$ 2,170
Receivables:			
Taxes	-	-	-
Interest	74	4	3
Due from other governments	-	-	2,787
Prepaid items	-	-	-
Advances to other funds	-	-	-
Total assets	$ 60,668	$ 3,830	$ 4,960
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES			
Liabilities:			
Accounts payable	$ -	$ -	$ -
Accrued liabilities	-	-	-
Due to other funds	-	-	-
Deposits payable	-	-	-
Unearned revenue	-	-	-
Advances from other funds	-	-	3,769
Total liabilities	-	-	3,769
Deferred inflows of resources:			
Unavailable revenue	-	-	2,675
Fund balance:			
Non Spendable			
Prepaid items	-	-	-
Restricted for:			
Cultural and recreational	-	-	-
Public safety	-	3,830	-
Street improvements	60,668	-	-
Storm drains	-	-	-
Municipal facilities	-	-	-
Air quality management	-	-	-
Debt service	-	-	-
Low mod housing programs	-	-	-
Unassigned	-	-	(1,484)
Total fund balances (deficit)	60,668	3,830	(1,484)
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	$ 60,668	$ 3,830	$ 4,960

Special Revenue Funds					
Grant Fund	Citizens Option for Public Safety Fund	Traffic Congestion Relief Grant	Development Agreement Consideration	Total Special Revenue Funds
$ 26,766	$ 170,109	$ 1,623	$ 200,694	$ 845,386
-	-	-	-	10,941
-	275	3	246	1,076
-	-	-	-	96,291
-	-	-	-	449
-	-	-	-	-
$ 26,766	$ 170,384	$ 1,626	$ 200,940	$ 954,143
$ -	$ -	$ -	$ -	$ 36,797
-	-	-	-	648
-	-	-	-	24,615
-	-	-	-	12,539
13,400	170,384	-	-	183,784
-	-	-	-	3,769
13,400	170,384	-	-	262,152
-	-	-	-	2,675
-	-	-	-	449
-	-	-	-	-
13,366	-	-	-	17,196
-	-	1,626	-	456,621
-	-	-	-	-
-	-	-	-	-
-	-	-	-	63,454
-	-	-	-	-
-	-	-	200,940	200,940
-	-	-	-	(49,344)
13,366	-	1,626	200,940	689,316
$ 26,766	$ 170,384	$ 1,626	$ 200,940	$ 954,143

Continued

CITY OF LOMA LINDA
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2016

	Capital Projects Funds		
	Storm Drain	Traffic Impact	Fire Facilities
ASSETS			
Cash and investments	$ 293,482	$ 3,545,016	$ 654,750
Receivables:			
Taxes	-	-	-
Interest	370	4,343	799
Due from other governments	-	-	-
Prepaid items	-	-	-
Advances to other funds	500,000	-	-
Total assets	$ 793,852	$ 3,549,359	$ 655,549
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES			
Liabilities:			
Accounts payable	$ -	$ 5,420	$ -
Accrued liabilities	-	-	-
Due to other funds	-	-	-
Deposits payable	1,800	-	-
Unearned revenue	-	-	-
Advances from other funds	-	-	-
Total liabilities	1,800	5,420	-
Deferred inflows of resources:			
Unavailable revenue	-	-	-
Fund balance:			
Non Spendable:			
Prepaid items	-	-	-
Restricted for:			
Cultural and recreational	-	-	-
Public safety	-	-	655,549
Street improvements	-	3,543,939	-
Storm drains	792,052	-	-
Municipal facilities	-	-	-
Air quality management	-	-	-
Debt service	-	-	-
Low mod housing programs	-	-	-
Unassigned	-	-	-
Total fund balances (deficit)	792,052	3,543,939	655,549
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	$ 793,852	$ 3,549,359	$ 655,549

Capital Projects Funds			
General Facilities	Federal/State Construction	Public Meeting Facilities	Public Library Facilities
$ 103,051	$ 53,703	$ 127,030	$ 161,579
-	-	-	-
124	65	171	198
-	-	-	-
-	-	-	-
-	-	-	-
$ 103,175	$ 53,768	$ 127,201	$ 161,777
$ 9,400	$ -	$ 16,005	$ -
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
9,400	-	16,005	-
-	-	-	-
-	-	-	-
-	-	-	161,777
-	-	-	-
-	53,768	-	-
-	-	-	-
93,775	-	111,196	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
93,775	53,768	111,196	161,777
$ 103,175	$ 53,768	$ 127,201	$ 161,777

Continued

CITY OF LOMA LINDA
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2016

	Capital Projects Funds		Total
	Art in Public Places	Successor Agency Bond Proceeds	Capital Projects Funds
ASSETS			
Cash and investments	$ 183,311	$ 4,637,566	$ 9,759,488
Receivables:			
Taxes	-	-	-
Interest	222	6,377	12,669
Due from other governments	-	-	-
Prepaid items	-	-	-
Advances to other funds	-	-	500,000
Total assets	$ 183,533	$ 4,643,943	$ 10,272,157
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES			
Liabilities:			
Accounts payable	$ -	$ -	$ 30,825
Accrued liabilities	-	-	-
Due to other funds	-	-	-
Deposits payable	-	-	1,800
Unearned revenue	-	-	-
Advances from other funds	-	-	-
Total liabilities	-	-	32,625
Deferred inflows of resources:			
Unavailable revenue	-	-	-
Fund balance:			
Non Spendable			
Prepaid items	-	-	-
Restricted for:			
Cultural and recreational	183,533	-	345,310
Public safety	-	-	655,549
Street improvements	-	4,643,943	8,241,650
Storm drains	-	-	792,052
Municipal facilities	-	-	204,971
Air quality management	-	-	-
Debt service	-	-	-
Low mod housing programs	-	-	-
Unassigned	-	-	-
Total fund balances (deficit)	183,533	4,643,943	10,239,532
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	$ 183,533	$ 4,643,943	$ 10,272,157

Debt Service Funds			Total	Total
Water Bond Redemption Fund	Assessment District 72-1	Loma Linda Financing Authority	Debt Service Funds	Nonmajor Governmental Funds
$ 34,891	$ 62,995	$ 38,094	$ 135,980	$ 10,740,854
-	-	-	-	10,941
43	77	48	168	13,913
-	-	-	-	96,291
-	-	-	-	449
-	-	-		500,000
$ 34,934	$ 63,072	$ 38,142	$ 136,148	$ 11,362,448
$ -	$ -	$ -	$ -	$ 67,622
-	-	-	-	648
-	-	-	-	24,615
-	-	-	-	14,339
-	-	-	-	183,784
-	-	-	-	3,769
-	-	-	-	294,777
-	-	-	-	2,675
-	-	-	-	449
-	-	-	-	345,310
-	-	-	-	672,745
-	-	-	-	8,698,271
-	-	-	-	792,052
-	-	-	-	204,971
-	-	-	-	63,454
34,934	63,072	38,142	136,148	136,148
-	-	-	-	200,940
-	-	-	-	(49,344)
34,934	63,072	38,142	136,148	11,064,996
$ 34,934	$ 63,072	$ 38,142	$ 136,148	$ 11,362,448

Continued

CITY OF LOMA LINDA
Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Governmental Funds
For the year ended June 30, 2016

	Special Revenue Funds		
	Traffic Safety	Gas Tax	Measure I
REVENUES			
Taxes	$ -	$ -	$ 391,644
Intergovernmental	-	519,727	-
Charges for services	-	-	-
Use of money and property	-	-	651
Fines and forfeitures	132,096	-	-
Miscellaneous	-	-	-
Developer fees	-	-	-
Total revenues	132,096	519,727	392,295
EXPENDITURES			
Current:			
General government	-	-	-
Public safety	-	-	-
Community development	-	-	-
Public works	-	-	-
Capital outlay	-	-	442,802
Debt service:			
Principal retirement	-	-	-
Interest and fiscal charges	-	-	-
Total expenditures	-	-	442,802
REVENUES OVER (UNDER) EXPENDITURES	132,096	519,727	(50,507)
OTHER FINANCING SOURCES (USES)			
Transfers in	-	-	-
Transfers out	(118,013)	(519,727)	-
Total other financing sources (uses)	(118,013)	(519,727)	-
Change in Fund Balance Before Extraordinary Item	14,083	-	(50,507)
EXTRAORDINARY ITEM	-	-	-
Net change in fund balances	14,083	-	(50,507)
FUND BALANCE (DEFICIT):			
Beginning of year	5,424	-	294,419
End of year	$ 19,507	$ -	$ 243,912

Special Revenue Funds		
Street Lighting District	Landscape Maintenance District	Air Quality Management District
$ 343,433	$ 389,538	$ -
47	-	30,129
-	-	-
519	-	309
-	-	-
10,008	-	-
-	-	-
354,007	389,538	30,438
-	-	-
-	-	27,901
-	386,899	-
369,262	-	-
44	33	25,539
-	-	-
-	-	-
369,306	386,932	53,440
(15,299)	2,606	(23,002)
-	70,500	-
-	-	-
-	70,500	-
(15,299)	73,106	(23,002)
-	-	-
(15,299)	73,106	(23,002)
146,443	(120,753)	86,456
$ 131,144	$ (47,647)	$ 63,454

Continued

CITY OF LOMA LINDA
Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Governmental Funds
For the year ended June 30, 2016

	Special Revenue Funds		
	Public Improvement Per MOU	Asset Forfeiture	Community Development
REVENUES			
Taxes	$ -	$ -	$ -
Intergovernmental	-	-	9,888
Charges for services	-	-	-
Use of money and property	369	15	5
Fines and forfeitures	-	-	-
Miscellaneous	497,675	-	-
Developer fees	-	-	-
Total revenues	498,044	15	9,893
EXPENDITURES			
Current:			
General government	-	-	-
Public safety	-	-	-
Community development	-	-	-
Public works	-	-	9,888
Capital outlay	-	-	-
Debt service:			
Principal retirement	-	-	-
Interest and fiscal charges	-	-	-
Total expenditures	-	-	9,888
REVENUES OVER (UNDER) EXPENDITURES	498,044	15	5
OTHER FINANCING SOURCES (USES)			
Transfers in	-	-	-
Transfers out	-	-	-
Total other financing sources (uses)	-	-	-
Change in Fund Balance Before Extraordinary Item	498,044	15	5
EXTRAORDINARY ITEM	-	-	-
Net change in fund balances	498,044	15	5
FUND BALANCE (DEFICIT):			
Beginning of year	(437,376)	3,815	(1,489)
End of year	$ 60,668	$ 3,830	$ (1,484)

Special Revenue Funds				Total
Grant Fund	Citizens Option for Public Safety Fund	Traffic Congestion Relief Fund	Development Agreement Consideration	Special Revenue Funds
$ -	$ -	$ -	$ -	$ 1,124,615
812,636	82,867	-	-	1,455,294
-	-	-	-	-
-	672	7	809	3,356
-	-	-	-	132,096
-	-	-	-	507,683
-	-	-	-	-
812,636	83,539	7	809	3,223,044
-	-	-	-	-
-	2,530	-	-	30,431
-	-	-	-	386,899
-	-	-	-	379,150
194,770	-	-	-	663,188
-	-	-	-	-
-	-	-	-	-
194,770	2,530	-	-	1,459,668
617,866	81,009	7	809	1,763,376
-	-	-	-	70,500
-	(81,009)	-	-	(718,749)
-	(81,009)	-	-	(648,249)
617,866	-	7	809	1,115,127
-	-	-	-	-
617,866	-	7	809	1,115,127
(604,500)	-	1,619	200,131	(425,811)
$ 13,366	$ -	$ 1,626	$ 200,940	$ 689,316

Continued

CITY OF LOMA LINDA
Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Governmental Funds
For the year ended June 30, 2016

	Capital Projects Funds		
	Storm Drain	Traffic Impact	Fire Facilities
REVENUES			
Taxes	$ -	$ -	$ -
Intergovernmental	-	-	-
Charges for services	38,412	-	-
Use of money and property	1,146	10,367	2,198
Fines and forfeitures	-	-	-
Miscellaneous	-	-	-
Developer fees	-	1,449,928	204,652
Total revenues	39,558	1,460,295	206,850
EXPENDITURES			
Current:			
General government	-	-	-
Public safety	-	-	-
Community development	-	-	-
Public works	3,024	19,817	-
Capital outlay	15,500	101,626	-
Debt service:			
Principal retirement	-	-	-
Interest and fiscal charges	-	-	-
Total expenditures	18,524	121,443	-
REVENUES OVER (UNDER) EXPENDITURES	21,034	1,338,852	206,850
OTHER FINANCING SOURCES (USES)			
Transfers in	-	-	-
Transfers out	-	-	-
Total other financing sources (uses)	-	-	-
Change in Fund Balance Before Extraordinary Item	21,034	1,338,852	206,850
EXTRAORDINARY ITEM	-	-	-
Net change in fund balances	21,034	1,338,852	206,850
FUND BALANCE (DEFICIT):			
Beginning of year	771,018	2,205,087	448,699
End of year	$ 792,052	$ 3,543,939	$ 655,549

Capital Projects Funds			
General Facilities	Federal/State Construction	Public Meeting Facilities	Public Library Facilities
$ -	$ -	$ -	$ -
-	-	-	-
-	-	-	-
145	217	683	652
-	-	-	-
-	-	-	-
103,191	-	5,339	-
103,336	217	6,022	652
-	-	-	-
-	-	-	-
-	-	-	-
1,833	-	-	-
9,400	-	88,460	-
-	-	-	-
-	-	-	-
11,233	-	88,460	-
92,103	217	(82,438)	652
-	-	-	-
-	-	-	-
-	-	-	-
92,103	217	(82,438)	652
-	-	-	-
92,103	217	(82,438)	652
1,672	53,551	193,634	161,125
$ 93,775	$ 53,768	$ 111,196	$ 161,777

Continued

CITY OF LOMA LINDA
Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Governmental Funds
For the year ended June 30, 2016

	Capital Projects Funds		Total
	Art in Public Places	Successor Agency Bond Proceeds	Capital Projects Funds
REVENUES			
Taxes	$ -	$ -	$ -
Intergovernmental	-	-	-
Charges for services	-	-	38,412
Use of money and property	729	6,377	22,514
Fines and forfeitures	-	-	-
Miscellaneous	-	-	-
Developer fees	11,493	-	1,774,603
Total revenues	12,222	6,377	1,835,529
EXPENDITURES			
Current:			
General government	-	-	-
Public safety	-	-	-
Community development	-	-	-
Public works	-	-	24,674
Capital outlay	-	-	214,986
Debt service:			
Principal retirement	-	-	-
Interest and fiscal charges	-	-	-
Total expenditures	-	-	239,660
REVENUES OVER (UNDER) EXPENDITURES	12,222	6,377	1,595,869
OTHER FINANCING SOURCES (USES)			
Transfers in	-	-	-
Transfers out	-	-	-
Total other financing sources (uses)	-	-	-
Change in Fund Balance Before Extraordinary Item	12,222	6,377	1,595,869
EXTRAORDINARY ITEM	-	4,637,566	4,637,566
Net change in fund balances	12,222	4,643,943	6,233,435
FUND BALANCE (DEFICIT):			
Beginning of year	171,311	-	4,006,097
End of year	$ 183,533	$ 4,643,943	$ 10,239,532

Debt Service Funds			Total	Total
Water Bond Redemption Fund	Assessment District 72-1	Loma Linda Financing Authority	Debt Service Funds	Nonmajor Governmental Funds
$ -	$ -	$ -	$ -	$ 1,124,615
-	-	-	-	1,455,294
-	-	-	-	38,412
141	254	140	535	26,405
-	-	-	-	132,096
-	-	-	-	507,683
-	-	-	-	1,774,603
141	254	140	535	5,059,108
-	-	2,001	2,001	2,001
-	-	-	-	30,431
-	-	-	-	386,899
-	-	-	-	403,824
-	-	-	-	878,174
-	-	-	-	-
-	-	-	-	-
-	-	2,001	2,001	1,701,329
141	254	(1,861)	(1,466)	3,357,779
-	-	-	-	70,500
-	-	-	-	(718,749)
-	-	-	-	(648,249)
141	254	(1,861)	(1,466)	2,709,530
-	-	-	-	4,637,566
141	254	(1,861)	(1,466)	7,347,096
34,793	62,818	40,003	137,614	3,717,900
$ 34,934	$ 63,072	$ 38,142	$ 136,148	$ 11,064,996

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NONMAJOR GOVERNMENTAL BUDGETARY COMPARISON SCHEDULES

CITY OF LOMA LINDA
Budgetary Comparison Schedule
Traffic Safety
For the year ended June 30, 2016

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Fines and forfeitures	$ 149,000	$ 149,000	$ 132,096	$ (16,904)
Total revenues	149,000	149,000	132,096	(16,904)
EXPENDITURES				
Total expenditures	-	-	-	-
REVENUES OVER (UNDER) EXPENDITURES	149,000	149,000	132,096	(16,904)
OTHER FINANCING SOURCES (USES)				
Transfers out	(120,000)	(120,000)	(118,013)	1,987
Total other financing sources (uses)	(120,000)	(120,000)	(118,013)	1,987
Net change in fund balance	29,000	29,000	14,083	(14,917)
FUND BALANCE (DEFICIT):				
Beginning of year	5,424	5,424	5,424	-
End of year	$ 34,424	$ 34,424	$ 19,507	$ (14,917)

CITY OF LOMA LINDA
Budgetary Comparison Schedule
Gas Tax
For the year ended June 30, 2016

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Intergovernmental	$ 505,700	$ 525,100	$ 519,727	$ (5,373)
Total revenues	505,700	525,100	519,727	(5,373)
EXPENDITURES				
Total expenditures	-	-	-	-
REVENUES OVER (UNDER) EXPENDITURES	505,700	525,100	519,727	(5,373)
OTHER FINANCING USES				
Transfers out	(505,700)	(505,700)	(519,727)	(14,027)
Total other financing sources uses	(505,700)	(505,700)	(519,727)	(14,027)
Net change in fund balance	-	19,400	-	(19,400)
FUND BALANCE (DEFICIT):				
Beginning of year	-	-	-	-
End of year	$ -	$ 19,400	$ -	$ (19,400)

CITY OF LOMA LINDA
Budgetary Comparison Schedule
Measure I
For the year ended June 30, 2016

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Taxes	$ 371,200	$ 381,000	$ 391,644	$ 10,644
Use of money and property	500	700	651	(49)
Total revenues	371,700	381,700	392,295	10,595
EXPENDITURES				
Capital outlay	372,000	462,500	442,802	19,698
Total expenditures	372,000	462,500	442,802	19,698
REVENUES OVER (UNDER) EXPENDITURES	(300)	(80,800)	(50,507)	30,293
Net change in fund balance	(300)	(80,800)	(50,507)	30,293
FUND BALANCE:				
Beginning of year	294,419	294,419	294,419	-
End of year	$ 294,119	$ 213,619	$ 243,912	$ 30,293

CITY OF LOMA LINDA
Budgetary Comparison Schedule
Street Lighting District
For the year ended June 30, 2016

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Taxes	$ 344,500	$ 341,700	$ 343,433	$ 1,733
Intergovernmental	-	-	47	47
Use of money and property	300	300	519	219
Miscellaneous	-	-	10,008	10,008
Total revenues	344,800	342,000	354,007	12,007
EXPENDITURES				
Current:				
Public works	386,000	386,000	369,262	16,738
Capital outlay	300	300	44	256
Total expenditures	386,300	386,300	369,306	16,994
REVENUES OVER (UNDER) EXPENDITURES	(41,500)	(44,300)	(15,299)	29,001
Net change in fund balance	(41,500)	(44,300)	(15,299)	29,001
FUND BALANCE:				
Beginning of year	146,443	146,443	146,443	-
End of year	$ 104,943	$ 102,143	$ 131,144	$ 29,001

CITY OF LOMA LINDA
Budgetary Comparison Schedule
Landscape Maintenance District
For the year ended June 30, 2016

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Taxes	$ 394,500	$ 395,000	$ 389,538	$ (5,462)
Total revenues	394,500	395,000	389,538	(5,462)
EXPENDITURES				
Current:				
Community development	466,300	466,300	386,899	79,401
Capital outlay	300	300	33	267
Total expenditures	466,600	466,600	386,932	79,668
REVENUES OVER (UNDER) EXPENDITURES	(72,100)	(71,600)	2,606	74,206
OTHER FINANCING SOURCES				
Transfers in	70,500	70,500	70,500	-
Total other financing sources	70,500	70,500	70,500	-
Net change in fund balance	(1,600)	(1,100)	73,106	74,206
FUND BALANCE (DEFICIT):				
Beginning of year	(120,753)	(120,753)	(120,753)	-
End of year	$ (122,353)	$ (121,853)	$ (47,647)	$ 74,206

CITY OF LOMA LINDA
Budgetary Comparison Schedule
Air Quality Management District
For the year ended June 30, 2016

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Intergovernmental	$ 28,500	$ 29,000	$ 30,129	$ 1,129
Use of money and property	200	200	309	109
Total revenues	28,700	29,200	30,438	1,238
EXPENDITURES				
Current:				
Public safety	29,000	29,000	27,901	1,099
Capital outlay	30,000	30,000	25,539	4,461
Total expenditures	59,000	59,000	53,440	5,560
REVENUES OVER (UNDER) EXPENDITURES	(30,300)	(29,800)	(23,002)	6,798
Net change in fund balance	(30,300)	(29,800)	(23,002)	6,798
FUND BALANCE:				
Beginning of year	86,456	86,456	86,456	-
End of year	$ 56,156	$ 56,656	$ 63,454	$ 6,798

CITY OF LOMA LINDA
Budgetary Comparison Schedule
Community Development
For the year ended June 30, 2016

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Intergovernmental	$ 226,300	$ 239,900	$ 9,888	$ (230,012)
Use of money and property	-	-	5	5
Total revenues	226,300	239,900	9,893	(230,007)
EXPENDITURES				
Current:				
Public works	7,900	10,000	9,888	112
Capital outlay	218,400	229,900	-	229,900
Total expenditures	226,300	239,900	9,888	230,012
REVENUES OVER EXPENDITURES	-	-	5	5
Net change in fund balance	-	-	5	5
FUND BALANCE (DEFICIT):				
Beginning of year	(1,489)	(1,489)	(1,489)	-
End of year	$ (1,489)	$ (1,489)	$ (1,484)	$ 5

CITY OF LOMA LINDA
Budgetary Comparison Schedule
Grant Fund
For the year ended June 30, 2016

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Intergovernmental	$ -	$ 205,700	$ 812,636	$ 606,936
Total revenues	-	205,700	812,636	606,936
EXPENDITURES				
Capital outlay	-	205,700	194,770	10,930
Total expenditures	-	205,700	194,770	10,930
REVENUES OVER EXPENDITURES	-	-	617,866	617,866
Net change in fund balance	-	-	617,866	617,866
FUND BALANCE (DEFICIT):				
Beginning of year	(604,500)	(604,500)	(604,500)	-
End of year	$ (604,500)	$ (604,500)	$ 13,366	$ 617,866

CITY OF LOMA LINDA
Budgetary Comparison Schedule
Citizen Option for Public Safety
For the year ended June 30, 2016

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Intergovernmental	$ 86,300	$ 86,300	$ 82,867	$ (3,433)
Use of money and property	-	400	672	272
Total revenues	86,300	86,700	83,539	(3,161)
EXPENDITURES				
Current:				
Public safety	3,300	3,300	2,530	770
Total expenditures	3,300	3,300	2,530	770
REVENUES OVER (UNDER) EXPENDITURES	83,000	83,400	81,009	(2,391)
OTHER FINANCING SOURCES (USES)				
Transfers out	(83,000)	(83,000)	(81,009)	1,991
Total other financing sources (uses)	(83,000)	(83,000)	(81,009)	1,991
Net change in fund balance	-	400	-	(400)
FUND BALANCE (DEFICIT):				
Beginning of year	-	-	-	-
End of year	$ -	$ 400	$ -	$ (400)

CITY OF LOMA LINDA
Budgetary Comparison Schedule
Development Agreement Consideration
For the year ended June 30, 2016

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Use of money and property	$ -	$ 500	$ 809	$ 309
Total revenues	-	500	809	309
EXPENDITURES				
Capital outlay	10,000	10,000	-	10,000
Total expenditures	10,000	10,000	-	10,000
REVENUES OVER (UNDER) EXPENDITURES	(10,000)	(9,500)	809	10,309
Net change in fund balance	(10,000)	(9,500)	809	10,309
FUND BALANCE:				
Beginning of year	200,131	200,131	200,131	-
End of year	$ 190,131	$ 190,631	$ 200,940	$ 10,309

CITY OF LOMA LINDA
Budgetary Comparison Schedule
Storm Drain
For the year ended June 30, 2016

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Charges for services	$ 2,100	$ 4,500	$ 38,412	$ 33,912
Use of money and property	-	900	1,146	246
Total revenues	2,100	5,400	39,558	34,158
EXPENDITURES				
Current:				
Public works	2,000	2,000	3,024	(1,024)
Capital outlay	10,000	16,000	15,500	500
Total expenditures	12,000	18,000	18,524	(524)
REVENUES OVER (UNDER) EXPENDITURES	(9,900)	(12,600)	21,034	33,634
Net change in fund balance	(9,900)	(12,600)	21,034	33,634
FUND BALANCE:				
Beginning of year	771,018	771,018	771,018	-
End of year	$ 761,118	$ 758,418	$ 792,052	$ 33,634

CITY OF LOMA LINDA
Budgetary Comparison Schedule
Traffic Impact
For the year ended June 30, 2016

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Use of money and property	$ -	$ 7,200	$ 10,367	$ 3,167
Developer fees	26,500	50,100	1,449,928	1,399,828
Total revenues	26,500	57,300	1,460,295	1,402,995
EXPENDITURES				
Current:				
Public works	21,500	21,500	19,817	1,683
Capital outlay	110,000	211,700	101,626	110,074
Total expenditures	131,500	233,200	121,443	111,757
REVENUES OVER (UNDER) EXPENDITURES	(105,000)	(175,900)	1,338,852	1,514,752
Net change in fund balance	(105,000)	(175,900)	1,338,852	1,514,752
FUND BALANCE:				
Beginning of year	2,205,087	2,205,087	2,205,087	-
End of year	$ 2,100,087	$ 2,029,187	$ 3,543,939	$ 1,514,752

CITY OF LOMA LINDA
Budgetary Comparison Schedule
Fire Facilities
For the year ended June 30, 2016

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Use of money and property	$ -	$ 1,600	$ 2,198	$ 598
Developer fees	29,700	63,100	204,652	141,552
Total revenues	29,700	64,700	206,850	142,150
EXPENDITURES				
Total expenditures	-	-	-	-
REVENUES OVER EXPENDITURES	29,700	64,700	206,850	142,150
Net change in fund balance	29,700	64,700	206,850	142,150
FUND BALANCE:				
Beginning of year	448,699	448,699	448,699	-
End of year	$ 478,399	$ 513,399	$ 655,549	$ 142,150

CITY OF LOMA LINDA
Budgetary Comparison Schedule
General Facilities
For the year ended June 30, 2016

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Use of money and property	$ -	$ 100	$ 145	$ 45
Developer fees	6,100	11,500	103,191	91,691
Total revenues	6,100	11,600	103,336	91,736
EXPENDITURES				
Current:				
Public works	-	-	1,833	(1,833)
Capital outlay	-	20,000	9,400	10,600
Total expenditures	-	20,000	11,233	8,767
REVENUES OVER (UNDER) EXPENDITURES	6,100	(8,400)	92,103	100,503
Net change in fund balance	6,100	(8,400)	92,103	100,503
FUND BALANCE (DEFICIT):				
Beginning of year	1,672	1,672	1,672	-
End of year	$ 7,772	$ (6,728)	$ 93,775	$ 100,503

CITY OF LOMA LINDA
Budgetary Comparison Schedule
Public Meeting Facilities
For the year ended June 30, 2016

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Use of money and property	$ -	$ 600	$ 683	$ 83
Developer fees	-	-	5,339	5,339
Total revenues	-	600	6,022	5,422
EXPENDITURES				
Capital outlay	120,000	120,000	88,460	31,540
Total expenditures	120,000	120,000	88,460	31,540
REVENUES OVER (UNDER) EXPENDITURES	(120,000)	(119,400)	(82,438)	36,962
Net change in fund balance	(120,000)	(119,400)	(82,438)	36,962
FUND BALANCE:				
Beginning of year	193,634	193,634	193,634	-
End of year	$ 73,634	$ 74,234	$ 111,196	$ 36,962

CITY OF LOMA LINDA
Budgetary Comparison Schedule
Public Library Facilities
For the year ended June 30, 2016

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Use of money and property	$ -	$ 500	$ 652	$ 152
Total revenues	-	500	652	152
EXPENDITURES				
Total expenditures	-	-	-	-
REVENUES OVER EXPENDITURES	-	500	652	152
Net change in fund balance	-	500	652	152
FUND BALANCE:				
Beginning of year	161,125	161,125	161,125	-
End of year	$ 161,125	$ 161,625	$ 161,777	$ 152

CITY OF LOMA LINDA
Budgetary Comparison Schedule
Art in Public Places
For the year ended June 30, 2016

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Use of money and property	$ -	$ 600	$ 729	$ 129
Developer fees	11,600	30,600	11,493	(19,107)
Total revenues	11,600	31,200	12,222	(18,978)
EXPENDITURES				
Total expenditures	-	-	-	-
REVENUES OVER (UNDER) EXPENDITURES	11,600	31,200	12,222	(18,978)
Net change in fund balance	11,600	31,200	12,222	(18,978)
FUND BALANCE (DEFICIT):				
Beginning of year	171,311	171,311	171,311	-
End of year	$ 182,911	$ 202,511	$ 183,533	$ (18,978)

CITY OF LOMA LINDA
Budgetary Comparison Schedule
Loma Linda Public Financing Authority
For the year ended June 30, 2016

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Use of money and property	$ -	$ -	$ 140	$ 140
Total revenues	-	-	140	140
EXPENDITURES				
Current:				
General government	5,000	5,000	2,001	2,999
Total expenditures	5,000	5,000	2,001	2,999
REVENUES OVER (UNDER) EXPENDITURES	(5,000)	(5,000)	(1,861)	3,139
Net change in fund balance	(5,000)	(5,000)	(1,861)	3,139
FUND BALANCE:				
Beginning of year	40,003	40,003	40,003	-
End of year	$ 35,003	$ 35,003	$ 38,142	$ 3,139

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FIDUCIARY FUNDS
AGENCY FUNDS COMBINING SCHEDULE

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CITY OF LOMA LINDA
Combining Statement of Changes in Assets and Liabilities
Agency Funds
For the year ended June 30, 2016

Agency Funds include Association Fire Equipment Fund and Customer Deposits Fund.

	Balance June 30, 2015	Additions	Deductions	Balance June 30, 2016
Association Fire Equipment Fund				
Assets				
Cash and investments	$ 24	$ 517	$ 538	$ 3
Accounts receivable	20	-	20	-
Total assets	$ 44	$ 517	$ 558	$ 3
Liabilities				
Accounts payable	44	$ 1,511	$ 1,552	$ 3
Total liabilities	$ 44	$ 1,511	$ 1,552	$ 3
Customer Deposits Fund				
Assets				
Cash and investments	$ 76,550	$ 77,200	$ 58,390	$ 95,360
Total assets	$ 76,550	$ 77,200	$ 58,390	$ 95,360
Liabilities				
Accounts payable	$ -	$ 100	$ -	$ 100
Deposits payable	76,550	77,200	58,490	95,260
Total liabilities	$ 76,550	$ 77,300	$ 58,490	$ 95,360
Total - All Agency Funds				
Assets				
Cash and investments	$ 76,574	$ 77,717	$ 58,928	$ 95,363
Accounts receivable	20	-	20	-
Total assets	$ 76,594	$ 77,717	$ 58,948	$ 95,363
Liabilities				
Accounts payable	$ 44	$ 1,611	$ 1,552	$ 103
Deposits payable	76,550	77,200	58,490	95,260
Total liabilities	$ 76,594	$ 78,811	$ 60,042	$ 95,363

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STATISTICAL SECTION

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STATISTICAL SECTION

This part of the City of Loma Linda's Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government's overall financial health.

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Financial Trends 135

These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.

Revenue Capacity 141

These schedules contain information to help the reader assess the City's most significant local revenue source, the property tax.

Debt Capacity 151

These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.

Demographic and Economic Information 156

These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.

Operating Information 158

These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.

CITY OF LOMA LINDA
Net Position by Component
Last Ten (10) Fiscal Years
(accrual basis of accounting)

	2007	2008	2009	2010
Governmental activities				
Net investment in capital assets	$ 4,975,776	$ 9,961,165	$ 16,968,226	$ 18,709,538
Restricted	27,709,242	31,758,576	19,130,521	16,885,933
Unrestricted	11,225,817	13,733,716	25,652,784	26,978,589
Total governmental activities net position	$ 43,910,835	$ 55,453,457	$ 61,751,531	$ 62,574,060
Business-type activities				
Net investment in capital assets	$ 16,858,045	$ 25,693,455	$ 24,955,400	$ 23,804,734
Restricted	39,545	40,711	45,458	40,839
Unrestricted	5,252,503	972,171	378,488	988,991
Total business-type activities net position	$ 22,150,093	$ 26,706,337	$ 25,379,346	$ 24,834,564
Primary government				
Net investment in capital assets	$ 21,833,821	$ 35,654,620	$ 41,923,626	$ 42,514,272
Restricted	27,748,787	31,799,287	19,175,979	16,926,772
Unrestricted	16,478,320	14,705,887	26,031,272	27,967,580
Total primary government net position	$ 66,060,928	$ 82,159,794	$ 87,130,877	$ 87,408,624

Source: City of Loma Linda Finance Department

2011	2012	2013	2014	2015	2016
$ 18,369,944	$ 49,487,378	$ 49,923,947	$ 53,642,388	$ 55,885,140	$ 54,701,694
23,907,544	28,038,083	29,617,713	29,305,083	27,181,403	41,158,883
20,904,231	4,777,504	814,941	2,258,815	(6,245,613)	10,216,095
$ 63,181,719	$ 82,302,965	$ 80,356,601	$ 85,206,286	$ 76,820,930	$ 106,076,672
$ 23,350,947	$ 23,001,645	$ 39,756,680	$ 38,186,940	$ 37,347,912	$ 36,315,946
40,839	40,839	40,839	40,839	40,840	41,054
389,888	(8,290,772)	(9,127,686)	(9,816,996)	(13,846,636)	(6,145,456)
$ 23,781,674	$ 14,751,712	$ 30,669,833	$ 28,410,783	$ 23,542,116	$ 30,211,544
$ 41,720,891	$ 72,489,023	$ 89,680,627	$ 91,829,328	$ 93,233,052	$ 91,017,640
23,948,383	28,078,922	29,658,552	29,345,922	27,222,243	41,199,937
21,294,119	(3,513,268)	(8,312,745)	(7,558,181)	(20,092,249)	4,070,639
$ 86,963,393	$ 97,054,677	$ 111,026,434	$ 113,617,069	$ 100,363,046	$ 136,288,216

CITY OF LOMA LINDA
Changes in Net Position
Last Ten (10) Fiscal Years
(accrual basis of accounting)

	2007	2008	2009	2010
Expenses				
Governmental activities:				
General government	$ 3,889,933	$ 5,432,837	$ 5,512,029	$ 7,461,716
Public safety	6,502,549	8,044,524	8,591,174	8,440,270
Community development	2,291,977	3,569,755	3,544,732	1,742,926
Public works	5,355,288	5,572,912	5,979,986	5,255,534
Interest on long-term debt	3,447,775	3,471,503	3,135,872	3,985,993
Total governmental activities expenses	21,487,522	26,091,531	26,763,793	26,886,439
Business-type activities:				
Water acquisition	598,016	2,058,812	302,374	118,725
Water enterprise	5,375,914	5,741,631	5,530,470	4,924,009
Sewer capital	2,936,897	4,546,958	3,256,407	3,383,138
Loma Linda Connected Communities	1,363,025	1,465,591	1,515,573	1,358,470
Total business-type activities expenses	10,273,852	13,812,992	10,604,824	9,784,342
Total primary government expenses	$ 31,761,374	$ 39,904,523	$ 37,368,617	$ 36,670,781
Program Revenues				
Governmental activities:				
Charges for services:				
General Government	$ 1,958,298	$ 2,439,242	$ 2,342,942	$ 2,121,447
Public Safety	1,263,056	1,020,328	854,242	814,147
Community development	4,238,388	3,715,068	1,692,862	1,428,685
Public works	3,360,417	3,267,751	3,163,162	2,474,807
Operating contributions and grants	709,911	1,916,422	2,893,550	1,359,023
Capital contributions and grants	676,140	4,930,738	2,271,371	1,714,499
Total governmental activities program revenues	12,206,210	17,289,549	13,218,129	9,912,608
Business-type activities:				
Charges for services:				
Water acquisition	249,092	267,849	258,956	357,588
Water enterprise	3,823,839	3,915,160	4,165,368	4,429,351
Sewer capital	2,850,657	2,869,202	2,899,140	2,995,452
Loma Linda Connected Communities	105,332	180,717	279,430	279,829
Capital Grants and Contributions	633,609	9,008,653	292,384	36,887
Total business-type activities program revenues	7,662,529	16,241,581	7,895,278	8,099,107
Total primary government revenues	$ 19,868,739	$ 33,531,130	$ 21,113,407	$ 18,011,715
Net (expense)/revenue				
Governmental activities	$ (9,281,312)	$ (8,801,982)	$ (13,545,664)	$ (16,973,831)
Business-type activities	(2,611,323)	2,428,589	(2,709,546)	(1,685,235)
Total primary government net (expense)/revenue	$ (11,892,635)	$ (6,373,393)	$ (16,255,210)	$ (18,659,066)

Source: City of Loma Linda Finance Department

2011	2012	2013	2014	2015	2016
$ 5,336,891	$ 3,371,844	$ 1,770,611	$ 1,818,573	$ 3,387,169	$ 3,671,993
8,541,168	9,042,727	8,747,342	8,430,753	8,772,658	9,304,542
3,762,903	2,007,651	1,944,724	1,948,836	2,278,470	1,841,405
5,743,794	4,156,836	4,488,436	5,451,342	3,948,235	4,676,124
3,905,417	1,474,252	246,905	180,289	128,956	(12,257)
$ 27,290,173	$ 20,053,310	$ 17,198,018	$ 17,829,793	$ 18,515,488	$ 19,481,807
208,277	221,075	152,932	-	32,458	47,594
4,984,606	5,474,845	6,113,936	6,414,771	6,529,987	5,697,329
3,724,961	3,969,359	4,420,067	4,135,446	4,128,121	4,100,045
1,263,763	1,046,444	981,448	923,887	1,183,177	1,118,342
10,181,607	10,711,723	11,668,383	11,474,104	11,873,743	10,963,310
$ 37,471,780	$ 30,765,033	$ 28,866,401	$ 29,303,897	$ 30,389,231	$ 30,445,117
$ 2,286,843	$ 2,181,892	$ 2,265,114	$ 2,017,576	$ 2,230,122	$ 1,914,239
739,729	611,087	601,899	566,346	576,908	982,772
767,424	571,252	1,538,226	2,598,727	1,247,138	7,689,602
2,798,225	2,146,378	1,728,971	1,729,660	1,523,530	1,329,226
249,880	287,260	244,822	238,064	227,592	675,510
2,649,689	855,530	1,633,410	5,425,257	1,276,451	1,321,811
9,491,790	6,653,399	8,012,442	12,575,630	7,081,741	13,913,160
-	27,254	132,044	60,113	249,351	506,018
4,551,954	4,721,866	4,734,114	4,813,653	4,970,004	4,570,660
3,071,818	3,388,248	3,592,431	3,457,741	3,843,936	3,853,476
287,402	275,905	287,944	414,429	399,978	362,285
372,616	185,000	18,249,598	-	-	-
8,283,790	8,598,273	26,996,131	8,745,936	9,463,269	9,292,439
$ 17,775,580	$ 15,251,672	$ 35,008,573	$ 21,321,566	$ 16,545,010	$ 23,205,599
$ (17,798,383)	$ (13,399,911)	$ (9,185,576)	$ (5,254,163)	$ (11,433,747)	$ (5,568,647)
(1,897,817)	(2,113,450)	15,327,748	(2,728,168)	(2,410,474)	(1,670,871)
$ (19,696,200)	$ (15,513,361)	$ 6,142,172	$ (7,982,331)	$ (13,844,221)	$ (7,239,518)

CITY OF LOMA LINDA
Changes in Net Position
Last Ten (10) Fiscal Years
(accrual basis of accounting)(Continued)

General Revenues and Other Changes in Net Position	2007	2008	2009	2010
Government activities:				
Taxes				
Property taxes	$ 9,448,129	$ 10,438,820	$ 11,020,163	$ 10,037,882
Sales taxes	3,302,260	3,401,593	3,487,985	3,105,936
Franchise tax	544,195	558,975	730,413	648,690
Other taxes	340,460	504,173	592,561	590,867
Motor vehicle in lieu	1,601,282	1,804,250	1,914,908	1,780,141
Intergovernmental	-	-	-	-
Transfers	-	-	661	-
Total taxes and transfers	15,236,326	16,707,811	17,746,691	16,163,516
Investment income	2,971,594	2,894,447	1,934,823	1,525,652
Capital contribution	-	-	-	-
Miscellaneous	54,424	459,167	173,657	107,192
Gain (Loss) on sale of capital assets	-	(20,090)	-	-
Gain (Loss) on land held for resale	(248,831)	359,800	-	-
Total governmental activities	18,013,513	20,401,135	19,855,171	17,796,360
Business-type activities:				
Investment income	1,125,012	1,007,390	594,823	607,164
Capital contribution	-	-	-	-
Miscellaneous	212,150	1,116,271	800,450	533,289
Transfers	-	-	(661)	-
Gain (Loss) on sale of capital assets	-	3,994	-	-
Total business-type activities	1,337,162	2,127,655	1,394,612	1,140,453
Total primary government	$ 19,350,675	$ 22,528,790	$ 21,249,783	$ 18,936,813
Extraordinary Item (Dissolution of Redevelopment Agency)				
Governmental activities	$ -	$ -	$ -	$ -
Business-type activities	-	-	-	-
Total primary government	$ -	$ -	$ -	$ -
Change in Net Position				
Governmental activities	$ 8,732,201	$ 11,599,153	$ 6,309,507	$ 822,529
Business-type activities	(1,274,161)	4,556,244	(1,314,934)	(544,782)
Total primary government	$ 7,458,040	$ 16,155,397	$ 4,994,573	$ 277,747

Source: City of Loma Linda Finance Department

2011	2012	2013	2014	2015	2016
$ 9,461,659	$ 5,774,870	$ 2,205,347	$ 2,391,993	$ 2,424,066	$ 2,119,528
3,681,608	4,040,073	3,864,216	3,733,160	5,721,938	7,575,743
664,672	756,527	778,424	811,238	848,712	852,859
941,937	641,707	734,611	871,103	831,258	1,065,353
1,762,104	1,648,468	1,661,319	1,688,439	-	-
-	-	-	213,852	2,205,319	1,258,590
161,951	-	-	-	-	-
16,673,931	12,861,645	9,243,917	9,709,785	12,031,293	12,872,073
1,672,572	936,266	208,226	227,033	503,598	610,671
-	-	-	89,413	-	-
59,539	652,079	60,069	139,192	36,389	26,759
-	-	-	-	-	-
-	-	-	-	-	-
18,406,042	14,449,990	9,512,212	10,165,423	12,571,280	13,509,503
545,228	12,986	11,789	8,608	7,932	128,012
-	-	-	(89,413)	-	-
461,650	602,448	578,584	589,923	650,590	680,341
(161,951)	-	-	-	-	-
-	-	-	-	-	-
844,927	615,434	590,373	509,118	658,522	808,353
$ 19,250,969	$ 15,065,424	$ 10,102,585	$ 10,674,541	$ 13,229,802	$ 14,317,856
$ -	$ 18,071,167	$ -	$ -	$ -	$ 21,314,886
-	(7,531,946)	-	-	-	7,531,946
$ -	$ 10,539,221	$ -	$ -	$ -	$ 28,846,832
$ 607,659	$ 19,121,246	$ 326,636	$ 4,911,260	$ 1,137,533	$ 29,255,742
(1,052,890)	(9,029,962)	15,918,121	(2,219,050)	(1,751,952)	6,669,428
$ (445,231)	$ 10,091,284	$ 16,244,757	$ 2,692,210	$ (614,419)	$ 35,925,170

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CITY OF LOMA LINDA
Governmental Activities Tax and Assessments Revenues by Source
Last Ten (10) Fiscal Years
(modified accrual basis of accounting)

Fiscal Year	Property Taxes	Sales & Use Tax	Franchise Fees	Transfer Tax	Transient Tax	Business License	Misc. Taxes	Assessments	Total
2007	$ 8,449,778	$ 3,636,421	$ 544,195	$ 162,082	$ 67,951	$ 265,664	$ 6,845	$ 777,152	$ 13,910,088
2008	9,689,326	3,739,084	558,975	59,050	68,876	275,322	6,829	769,705	15,167,167
2009	10,327,373	3,773,847	730,413	79,266	69,879	287,370	8,280	805,642	16,082,070
2010	9,433,706	3,348,460	648,690	39,368	58,933	261,340	8,649	817,654	14,616,800
2011	9,043,574	3,988,042	664,672	37,615	57,274	298,108	9,469	747,374	14,846,128
2012	5,190,613	4,382,549	756,527	31,919	52,938	236,453	9,841	727,518	11,388,358
2013	1,420,706	4,203,905	778,424	42,622	33,676	349,911	11,335	742,019	7,582,598
2014	3,294,218	4,083,824	811,238	40,926	39,262	368,358	25,236	735,329	9,398,391
2015	3,432,704	6,097,691	848,712	47,546	49,442	390,291	25,449	732,770	11,624,605
2016	3,155,172	7,967,387	852,859	98,258	271,443	385,533	26,316	732,970	13,489,938

Includes General, Special Revenue, Debt Service and Capital Projects Funds.
Source: City of Loma Linda Finance Department

CITY OF LOMA LINDA
Fund Balances of Governmental Funds
Last Ten (10) Fiscal Years
(modified accrual basis of accounting)

	2007	2008	2009	2010
General Fund				
Reserved	$ 345,346	$ 344,667	$ 852,770	$ 387,155
Unreserved	7,407,201	7,409,050	7,196,063	7,456,030
Non Spendable:				
Inventories	-	-	-	-
Prepaid items	-	-	-	-
Restricted for:				
Public Safety	-	-	-	-
General government	-	-	-	-
Committted for:				
Emergency contingency	-	-	-	-
Assigned for:				
Disaster recovery - federal/state reimbursements	-	-	-	-
Refuse services	-	-	-	-
Fire equipment replacement	-	-	-	-
Capital equipment replacement	-	-	-	-
Unassigned	-	-	-	-
Total general fund	$ 7,752,547	$ 7,753,717	$ 8,048,833	$ 7,843,185
All other governmental funds				
Reserved	$ 39,536,595	$ 35,823,580	$ 40,390,640	$ 39,678,336
Unreserved, reported in:				
Special revenue funds	2,624,532	2,154,291	2,596,448	1,574,735
Debt service funds	(8,287,557)	(11,992,439)	(12,371,088)	(17,758,767)
Capital project funds	4,991,028	14,418,515	9,032,230	9,298,902
Undesignated	-	-	-	-
Non Spendable:				
Prepaid items	-	-	-	-
Sewer capacity rights	-	-	-	-
Restricted for:				
Cultural and recreational	-	-	-	-
Public safety	-	-	-	-
Street improvements	-	-	-	-
Storm drains	-	-	-	-
Municipal facilities	-	-	-	-
Public works projects	-	-	-	-
Landscape Maintenance District	-	-	-	-
Air quality management	-	-	-	-
Development projects	-	-	-	-
General government	-	-	-	-
Debt service	-	-	-	-
Low/mod hosing programs	-	-	-	-
Unassigned	-	-	-	-
Total all other governmental funds	$ 38,864,598	$ 40,403,947	$ 39,648,230	$ 32,793,206

Source: City of Loma Linda Finance Department
Note1:
Public Safety
Implementation of GASB 54 changed the classifications of fund balance. Prior year audits were not reissued therefore comparative data is not available prior to fiscal year 2011

2011 [1]	2012	2013	2014	2015	2016
$ -	$ -	$ -	$ -	$ -	$ -
-	-	-	-	-	-
21,879	22,355	22,630	22,934	18,966	12,299
328,518	432,648	1,319	764	8,569	619,657
-	-	35,743	-	-	-
5,317	5,317	2,232	15,768	18,872	-
3,500,000	3,500,000	3,500,000	3,500,000	3,500,000	5,500,000
426,308	-	-	-	-	-
242,106	83,658	87,941	91,540	95,832	97,690
67,419	70,779	78,102	88,812	270,040	104,144
1,250,000	1,250,000	1,250,000	1,250,000	1,250,000	1,250,000
2,803,075	3,703,420	5,071,179	5,836,876	6,827,235	5,868,335
$ 8,644,622	$ 9,068,177	$ 10,049,146	$ 10,806,694	$ 11,989,514	$ 13,452,125
$ -	$ -	$ -	$ -	$ -	$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
82,884	9,913	20	-	40,672	1,259
79,862	-	-	-	-	-
669,281	362,256	284,673	304,711	332,436	345,310
267,955	337,819	369,068	442,199	452,514	672,745
5,938,787	5,736,844	5,561,625	5,156,456	4,295,300	15,919,327
763,498	740,443	749,230	757,919	771,018	792,052
447,301	273,249	336,519	271,092	195,306	204,971
217,694	-	-	-	-	-
43,328	-	-	-	-	-
55,169	66,244	73,431	80,988	86,456	63,454
6,381,957	-	-	-	-	-
4,626,779	1,563,163	-	-	-	-
4,523,861	1,220,343	1,207,017	1,205,057	137,614	136,148
30,804,510	17,873,700	17,856,279	17,956,592	17,810,779	17,933,640
(11,943,938)	(3,277,365)	(4,693,591)	(5,475,010)	(6,363,912)	(2,635,280)
$ 42,958,928	$ 24,906,609	$ 21,744,271	$ 20,700,004	$ 17,758,183	$ 33,433,626

CITY OF LOMA LINDA
Changes in Fund Balances of Governmental Funds
Last Ten (10) Fiscal Years
(modified accrual basis of accounting)

	2007	2008	2009	2010
Revenues				
Taxes	$ 13,910,088	$ 15,167,167	$ 16,082,070	$ 14,616,800
Licenses and permits	630,675	455,181	349,510	210,643
Intergovernmental revenues	2,756,637	4,543,759	5,371,461	3,263,909
Charges for services	3,333,503	3,597,448	2,966,451	2,549,378
Use of money and property	3,059,857	2,025,727	1,086,977	835,776
Fines, forfeitures, and penalties	1,078,676	781,862	577,392	478,763
Contributions	-	-	-	-
Miscellaneous	2,185,391	2,628,355	2,696,649	2,265,551
Developer fees	3,315,656	3,124,891	1,282,017	1,192,558
Total Revenues	30,270,483	32,324,390	30,412,527	25,413,378
Expenditures				
General government	3,483,268	5,031,935	5,141,936	7,041,600
Public safety	6,298,806	7,700,185	8,315,993	8,057,199
Community development	1,980,250	2,183,352	2,086,901	1,310,589
Public works	4,221,178	4,315,575	3,824,026	3,329,567
Capital outlay	9,588,564	6,810,787	15,340,849	7,407,909
Debt service				
Principal retirement	2,226,133	1,650,065	1,640,000	1,695,000
Interest and fiscal charges	3,450,010	3,394,241	3,144,540	3,684,121
Bond issuance costs	-	-	268,111	-
Refunding costs	-	-	-	-
Total Expenditures	31,248,209	31,086,140	39,762,356	32,525,985
Excess of revenues over (under) expenditures	(977,726)	1,238,250	(9,349,829)	(7,112,607)
Other Financing Sources (Uses)				
Capital leases	-	-	-	-
Bond proceeds	-	-	8,900,000	-
Premium on bonds	-	-	-	-
Discount on bonds	-	-	-	-
Gain on disposal of assets	25,775	361,005	-	51,935
Loss of disposal of assets	(274,606)	(2,205)	-	-
Transfers in	7,362,812	10,310,331	4,968,940	5,766,813
Transfers out	(7,362,812)	(10,310,331)	(4,968,279)	(5,766,813)
Total Other Financing Sources (Uses)	(248,831)	358,800	8,900,661	51,935
Net Change in Fund Balances Before Extraordinary Item	$ (1,226,557)	$ 1,597,050	$ (449,168)	$ (7,060,672)
Extraordinary Item	-	-	-	-
Net Change in Fund Balances	$ (1,226,557)	$ 1,597,050	$ (449,168)	$ (7,060,672)
Debt Service as a percentage of non-capital expenditures	26.0%	23.2%	18.9%	20.7%

* The presentation of capital outlay expenditures changed in fiscal year 2007, therefore creating a significant change from fiscal year 2006.
**Extraordinary item did not apply to prior years.
Source: City of Loma Linda Finance Department

2011	2012	2013	2014	2015	2016
$ 14,846,128	$ 11,388,358	$ 7,582,598	$ 9,398,391	$ 11,624,605	$ 13,489,938
252,975	1,345,307	318,636	532,046	629,954	478,522
6,833,823	1,680,953	2,539,554	900,263	961,314	1,516,208
2,780,285	5,344,456	1,653,891	1,921,614	1,789,325	1,848,851
10,419,520	660,304	624,686	468,283	451,109	508,805
281,957	980	179,157	166,014	154,642	142,437
-	-	-	-	-	-
2,768,474	3,411,401	3,479,196	6,976,393	2,811,345	2,625,326
412,271	308,677	1,127,775	814,556	518,956	7,092,505
38,595,433	24,140,436	17,505,493	21,177,560	18,941,250	27,702,592
5,083,333	2,756,072	1,010,432	1,269,463	2,816,532	3,057,584
7,869,002	8,249,467	8,333,007	8,372,894	8,494,523	9,522,944
1,427,226	1,618,015	1,635,429	1,834,266	1,997,868	1,725,470
3,348,479	2,696,647	2,225,653	2,338,243	2,235,090	2,789,413
4,811,468	1,521,014	3,137,662	6,668,468	3,024,351	1,033,346
1,805,000	2,080,400	883,220	914,378	1,905,590	31,853
3,798,820	2,571,604	207,619	164,563	132,266	28,855
-	-	-	-	-	-
-	-	-	-	-	-
28,143,328	21,493,219	17,433,022	21,562,275	20,606,220	18,189,465
10,452,105	2,647,217	72,471	(384,715)	(1,664,970)	9,513,127
330,513	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
22,590	315,539	19,160	97,996	20,000	56,415
-	-	-	-	(114,031)	-
20,922,495	3,541,336	2,366,876	2,438,425	2,218,439	829,833
(20,760,544)	(3,541,336)	(2,366,876)	(2,438,425)	(2,218,439)	(829,833)
515,054	315,539	19,160	97,996	(94,031)	56,415
$ 10,967,159	$ 2,962,756	$ 91,631	$ (286,719)	$ (1,759,001)	$ 9,569,542
-	(20,591,520)	-	-	-	7,568,512
$ 10,967,159	$ (17,628,764)	$ 91,631	$ (286,719)	$ (1,759,001)	$ 17,138,054
21.2%	22.9%	7.1%	6.4%	11.4%	0.4%

CITY OF LOMA LINDA
General Governmental Tax Revenues by Source
Last Ten (10) Fiscal Years
(modified accrual basis of accounting)

Fiscal Year	Property Taxes	Sales & Use Tax	Franchise Fees	Transfer Tax	Transient Tax	Business License	Misc. Taxes	Total
2007	$ 1,078,634	$ 3,302,261	$ 544,195	$ 162,082	$ 67,951	$ 265,664	$ 6,845	$ 5,427,632
2008	1,105,974	3,401,593	558,975	59,050	68,876	275,322	6,829	5,476,620
2009	1,342,091	3,487,985	730,413	79,266	69,879	287,370	8,280	6,005,284
2010	1,130,074	3,105,936	648,690	39,368	58,933	261,340	8,649	5,252,990
2011	1,089,990	3,681,608	664,672	37,615	57,274	298,108	9,469	5,838,736
2012	1,016,418	4,040,073	756,527	31,919	52,938	236,453	9,840	6,144,168
2013	1,420,706	3,864,216	778,424	42,622	33,676	349,911	11,335	6,500,890
2014	3,294,217	3,733,160	811,238	40,926	39,262	368,358	25,236	8,312,397
2015	3,432,704	5,721,938	848,712	47,546	49,442	390,291	25,450	10,516,083
2016	3,155,172	7,575,743	852,859	98,258	271,443	385,533	26,316	12,365,324

Source: City of Loma Linda Finance Department

CITY OF LOMA LINDA
Assessed Value and Estimated Actual Value of Taxable Property
Last Ten (10) Calendar Years

Calendar Year Ended December 31	Real Property Residential Property	Real Property Commercial Property	Personal Property	Estimated Actual Taxable Value	Less: Tax Exempt Real Property	Total Assessed Value	Total Direct Tax Rate	Assessed Value as a Percentage of Actual Value
2007	$ 1,774,871,539	$ 195,611,256	$ 136,262,411	$ 2,106,745,206	$ 695,769,974	$ 1,410,975,232	0.5310	100%
2008	2,018,220,773	211,531,280	147,259,104	2,377,011,157	739,556,873	1,637,454,284	0.5435	100%
2009	2,110,749,880	239,277,898	228,432,426	2,578,460,204	809,676,020	1,768,784,184	0.5459	100%
2010	2,098,046,340	262,992,114	215,052,700	2,576,091,154	928,430,644	1,647,660,510	0.5294	100%
2011	2,087,990,031	266,608,473	234,245,941	2,588,844,445	1,006,245,563	1,582,598,882	0.5185	100%
2012	2,105,355,263	267,171,958	235,765,375	2,608,292,596	1,023,319,642	1,584,972,954	0.5155	100%
2013	2,195,002,151	271,001,950	216,780,215	2,682,784,316	1,096,986,069	1,585,798,247	0.5192	100%
2014	2,064,942,248	276,960,178	222,628,537	2,564,530,963	950,702,460	1,613,828,503	0.1179	100%
2015	2,252,005,169	285,082,390	214,346,968	2,751,434,527	1,031,386,807	1,720,047,720	0.1179	100%
2016	2,284,323,332	301,381,457	201,361,852	2,787,066,641	992,101,567	1,794,965,074	0.1179	100%

CITY OF LOMA LINDA
Direct and Overlapping Property Tax Rates
(Rate per $100 of Taxable Value)
Last Ten (10) Fiscal Years

Fiscal Year	Basic Levy	San Bernardino Debt Service	Schools: Colton Unified	Schools: Redlands Unified	Schools: San Bernardino Community College	Water	Total Tax Rate	RDA Incremental Rate [1]	Total Direct Rate [2]
2007	1.0000	0.04230	0.07530	0.03760	0.01950	0.15500	1.32970	1.15500	0.52473
2008	1.0000	0.04120	0.08060	0.03220	0.01270	0.16500	1.33170	1.16500	0.53409
2009	1.0000	0.03810	0.06880	0.05190	0.03930	0.16500	1.36310	1.65000	0.54449
2010	1.0000	0.03550	0.09850	0.05410	0.02800	0.16500	1.38110	1.65000	0.52940
2011	1.0000	0.00000	0.13040	0.06170	0.04670	0.16500	1.40380	1.16500	0.51852
2012	1.0000	0.00000	0.14030	0.05820	0.03730	0.16500	1.40080	1.16500	0.51553
2013	1.0000	0.00000	0.14880	0.06410	0.04590	0.16250	1.42130	0.00000	0.51917
2014	1.0000	0.00000	0.11870	0.06290	0.04190	0.16250	1.38600	0.00000	0.11793
2015	1.0000	0.00000	0.09730	0.05940	0.03930	0.16250	1.35850	0.00000	1.11792
2016	1.0000	0.00000	0.11690	0.05670	0.04030	0.16250	1.37640	0.00000	1.11792

Sources: HdL Coren & Cone, San Bernardino County Assessor combined tax rolls.

Note: In 1978 California voters passed Proposition 13 which sets the property tax rate at a 1.00% fixed amount. This 1.00% is shared by all taxing agencies for which the subject property resides within. In addition to the 1.00% fixed amount, property owners are charged taxes as a percentage of assessed property values for the payment of any voter approved bonds.

1 RDA rate is based on the largest RDA tax rate area and includes only the rate(s) from indebtedness adopted prior to 1989 per California State Statute. RDA Direct and Overlapping rates are applied only to the incremental property values.

2 Total Direct Rate is the weighted average of all individual direct rates.

CITY OF LOMA LINDA
Principal Property Taxpayers
As of June 30, 2016

	2016			2006		
Taxpayer	Assessed Valuation	Rank	Percentage of Total Taxable Assessed Value	Assessed Valuation	Rank	Percentage of Total Taxable Assessed Value
Timber Hills Associates LP[2]	$ 42,488,407	2	2.37%	$ -		0.00%
General American Life Insurance Company[2]	-		0.00%	35,842,299	1	2.49%
Loma Linda University[1]	44,464,524	1	2.48%	35,522,331	2	2.47%
Loma Linda Heritage Associates	27,571,564	3	1.54%	19,875,363	5	1.38%
Oasis Townhomes LLC	25,571,425	4	1.42%	22,488,873	4	1.56%
Granite Lakes Apartments[2]	-		0.00%			
Chancellor Properties LLC	12,478,455	8	0.70%			
Monterey Pines LLC	10,829,779	9	0.60%	9,542,617	9	0.66%
Spreen Investment Company II	10,675,973	10	0.59%			
Loma of California Health Center LLC	-		0.00%	9,160,342	10	0.64%
DRC Industrial CBC	21,701,154	5	1.21%			
Sierra Vista Apartments LP[2]	18,592,000	6	1.04%			
Wi Loma Linda LLC[2]	13,769,730	7	0.77%			
RK Multifamily Income Fund XII LLC[2]	-		0.00%	12,172,680	6	0.85%
Emeritus Properties XVI	-		0.00%	10,028,845	8	0.70%
Lewis Investment Company	-		0.00%			
Loma Linda Plaza Partners	-		0.00%			
MTB Inland Empire Properties LLC	-		0.00%			
Ryland Homes of California Inc	-		0.00%			
KB Home Greater Los Angeles INC	-		0.00%	33,925,000	3	2.36%
Richmond American Homes of CA INC	-		0.00%	10,249,633	7	0.71%
			0.00%			
	$ 228,143,011		12.72%	$ 198,807,983		13.82%

Note: The amounts shown above includes assessed value data for both the City and the Redevelopment Agency.

1 Loma Linda University is a learning institution; therefore, a large portion of their property is exempt.
2 Pending Appeals on Parcels

Source: The HdL Companies, San Bernardino County Assessor Combined Tax Rolls

CITY OF LOMA LINDA
Property Tax Levies and Collections
Last Ten (10) Calendar Years

Fiscal Year Ended June 30	Total Tax Levy for Fiscal Year	Collected within the Fiscal Year of the Levy: Current Tax Collections	Collected within the Fiscal Year of the Levy: Percent of Current Taxes Collected	Collections in Subsequent Years	Total Collections to Date: Amount	Total Collections to Date: Percentage of Levy
2007	$ 870,726	$ 821,738	94.4%	$ 62,211	$ 883,949	101.5%
2008	960,752	884,158	92.0%	18,379	902,538	93.9%
2009	1,043,893	976,077	93.5%	13,295	989,372	94.8%
2010	980,792	933,687	95.2%	9,876	943,563	96.2%
2011	963,843	927,289	96.2%	11,412	938,701	97.4%
2012	983,808	941,122	95.7%	36,768	977,890	99.4%
2013	989,037	944,831	95.5%	40,664	985,495	99.6%
2014	1,015,851	987,067	97.2%	44,319	1,031,386	101.5%
2015	1,038,813	1,012,206	97.4%	21,237	1,033,443	99.5%
2016	1,082,685	1,054,765	97.4%	-	1,054,765	97.4%

Source: San Bernardino County Auditor-Controller Property Tax Division

Note: In FY 2012, penalties started to be excluded from amounts collected in subsequent years.

CITY OF LOMA LINDA
Ratio of Outstanding Debt By Type
Last Ten (10) Fiscal Years

	Governmental Activities				Business-Type Activities					
Fiscal Year	Capital Leases	Loans Payable	Tax Allocation Bonds	Revenue Bonds	General Obligation Bonds	Capital Leases	Water Bonds	Total Primary Government	Percentage of Personal Income	Per Capita[1]
2007	$ 60,041	$ -	$ 35,905,000	$ 7,475,000	$ 20,000	$ 39,469	$ 8,075,000	$ 51,574,510	7.07%	2297
2008	-	-	35,040,000	6,750,000	20,000	-	7,815,000	49,625,000	6.27%	2193
2009	-	-	43,045,000	6,005,000	20,000	-	7,540,000	56,610,000	7.29%	2503
2010	-	-	42,120,000	5,235,000	20,000	-	7,245,000	54,620,000	7.05%	2400
2011	330,513	-	41,110,000	4,440,000	20,000	-	6,935,000	52,835,513	N/A	2258
2012	300,113	-	-	3,615,000	20,000	-	6,605,000	10,540,113	N/A	451
2013	271,894	-	-	2,760,000	10,000	-	6,255,000	9,296,894	1%	396
2014	242,515	-	-	1,875,000	10,000	-	5,885,000	8,012,515	1%	339
2015	211,922	-	-	-	10,000	-	5,490,000	5,711,922	1%	240
2016	180,072	-	-	-	10,000	-	5,075,000	5,265,072	1%	214

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

1 See the Schedule of Demographic and Economic Statistics on page 156 for personal income and population.

Source: City of Loma Linda Finance Department

CITY OF LOMA LINDA
Ratios of General Bonded Debt Outstanding
Last Ten (10) Fiscal Years

Fiscal Year	General Obligation Bonds	Less: amounts Available in Debt Service Fund	Total	Percentage of Estimated Actual Taxable Value of Property[1]	Per Capita[2]
2007	$ 20,000	$ -	$ 20,000	0.001%	1
2008	20,000	-	20,000	0.001%	1
2009	20,000	-	20,000	0.001%	1
2010	20,000	-	20,000	0.001%	1
2011	20,000	-	20,000	0.001%	1
2012	20,000	-	20,000	0.001%	1
2013	10,000	-	10,000	0.000%	0
2014	10,000	-	10,000	0.000%	0
2015	10,000	-	10,000	0.000%	0
2016	10,000	-	10,000	0.000%	0

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

1 See the Schedule of Assessed Value and Estimated Actual Value of Taxable Property on page 147 for the property value data.

2 Population data can be found in the schedule of Demographic and Economic Statistics on page 156.

Source: City of Loma Linda Finance Department

CITY OF LOMA LINDA
Direct and Overlapping Governmental Activities Debt
As of June 30, 2016

2015-2016 Assessed Valuation $ 1,794,965,074

DIRECT AND OVERLAPPING TAX AND ASSESSMENT DEBT:	Total Debt 6/30/16	Percent Applicable (1)	Debt 6/30/16	
San Bernardino Valley Joint Community College District	$ 463,914,004	3.035%	$ 14,079,790	
Colton Joint Unified School District	178,332,014	0.904%	1,612,121	
Colton Joint Unified School District Community Facilities District No.2	4,180,000	25.190%	1,052,942	
Redlands Unified School District	92,311,062	12.010%	11,086,559	
TOTAL DIRECT AND OVERLAPPING TAX AND ASSESSMENT DEBT			$ 27,831,412	
DIRECT AND OVERLAPPING GENERAL FUND OBLIGATION DEBT:				
San Bernardino County General Fund Obligations	$ 435,550,000	0.956%	$ 4,163,858	
San Bernardino Country Pension Obligations	419,370,824	0.956%	4,009,185	
San Bernardino County Flood Control District General Fund Obligations	78,165,000	0.956%	747,257	
Colton Joint Unified School District Certificates of Participation	2,853,528	0.904%	25,796	
Redlands Unified School District Certificates of Participation	5,000,000	12.010%	600,500	
City of Loma Linda Certificates of Participation	-	100.000%	-	
City of Loma Linda Capital Lease	180,072	100.000%	180,072	
TOTAL GROSS DIRECT AND OVERLAPPING GENERAL FUND OBLIGATION DEBT			$ 9,726,668	
OVERLAPPING TAX INCREMENT DEBT:	$ 274,260,000	3.749-100%	$ 43,382,726	
TOTAL DIRECT DEBT			180,072	
TOTAL OVERLAPPING OBLIGATION DEBT			80,760,734	
COMBINED TOTAL DEBT			$ 80,940,806	(2)

(1) The percentage of overlapping debt applicable to the city is estimated using taxable assessed property value. Applicable percentages were estimated by determining the portion of the overlapping district's assessed value that is within the boundaries of the city divided by the district's total taxable assessed value.

(2) Excludes tax and revenue anticipation notes, enterprise revenue, mortgage revenue and non-bonded capital lease obligations. Qualified Zone Academy Bonds are included based on principal due at maturity.

Ratios to 2015-16 Assessed Valuation:	
Total Overlapping Debt (excluding tax increment).....	1.55%
Total Direct Debt ($180,072).....	**0.01%**
Combined Total Debt (excluding tax increment).....	4.51%

Ratios to Redevelopment Incremental Valuation ($893,028,574):	
Total Overlapping Tax Increment Debt.....	4.86%

Source: California Municipal Statistics and City of Loma Linda Finance Department

CITY OF LOMA LINDA
Computation of Legal Debt Margin
Last Ten (10) Fiscal Years

	2007	2008	2009	2010	2011
Debt Limit	$ 53,525,684	$ 62,019,478	$ 66,983,735	$ 62,443,494	$ 59,998,424
Total net debt applicable to limit	30,750,296	27,724,666	36,236,452	35,465,342	34,152,880
Legal debt margin	$ 22,775,388	$ 34,294,812	$ 30,747,283	$ 26,978,152	$ 25,845,544
Total net debt applicable to the limit as a percentage of debt limit	57.45%	44.70%	54.10%	56.80%	56.92%

	2012	2013	2014	2015	2016
Debt Limit	60,087,454	60,098,744	61,135,079	65,100,609	67,899,250
Total net debt applicable to limit	33,799,049	89,011,770	87,512,815	84,255,561	80,940,806
Legal debt margin	26,288,405	(28,913,026)	(26,377,736)	(19,154,952)	(13,041,556)
Total net debt applicable to the limit as a percentage of debt limit	56.25%	148.11%	143.15%	129.42%	119.21%

Net Assessed Value	1,794,965,074
Plus Exempt Property	15,681,587
Total Assessed Value	$ 1,810,646,661
Debt Limit: 3.75 percent of Total Assessed Value	67,899,250
Debt applicable to Limitation: Net Combined applicable to Limitation	80,940,806
Total Debt applicable to Limitation	80,940,806
Legal Debt Margin	$ (13,041,556)

Source: California Municipal Statistics, San Bernardino County Auditor-Controller Property Tax Division

Note:
California Government Code, Section 43605 sets the debt limit at 15%. The code section was enacted when assessed values were based on 25% of full market value. This has since changed to 100% of full market value. Thus, the limit shown is 3.75% (one-fourth the limit of 15%).

CITY OF LOMA LINDA
Pledged Revenue Coverage
Last Ten (10) Fiscal Years

	Water Revenue Bonds					Tax Allocation Bonds			
Fiscal Year	Gross Revenues	Operating Expenses Less Depreciation 1	Net Revenue Available for Debt Service	Debt Service Requirements	Coverage	Tax Increment	Debt Service Principal	Debt Service Interest	Coverage
2007	$ 4,737,038	$ 4,244,330	$ 492,708	$ 770,681	64%	$ 6,035,332	$ 1,400,000	$ 1,836,658	1.86
2008	5,128,815	4,588,068	540,747	733,200	74%	6,744,163	865,000	1,735,889	2.59
2009	5,406,102	4,476,532	929,570	733,200	127%	8,369,076	895,000	1,704,240	3.22
2010	5,042,031	3,898,139	1,143,892	733,200	156%	7,628,983	925,000	1,773,160	2.83
2011	5,014,970	4,018,175	996,795	733,200	136%	7,325,280	1,010,000	2,387,538	2.16
2012	5,327,611	4,530,412	797,199	345,130	231%	- *	- *	- *	- *
2013	5,295,335	4,638,354	656,981	361,610	182%	- *	- *	- *	- *
2014	5,398,735	4,636,285	762,450	377,350	202%	- *	- *	- *	- *
2015	5,577,533	5,106,716	470,817	399,439	118%	- *	- *	- *	- *
2016	5,174,327	4,292,900	881,427	423,447	208%	- *	- *	- *	- *

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

1 Operating expenses do not include interest or depreciation

Source: City of Loma Linda Finance Department

*Amounts are zero due to the dissolution of the Redevelopment Agency

CITY OF LOMA LINDA
Demographic and Economic Statistics
Last Ten (10) Fiscal Years

Fiscal Year	Population [1]	Personal Income [2]	Per Capita Personal Income [3]	Loma Linda Academy (Private) Enrollment [4]	Bryn Mawr Elementary Enrollment [5]	Mission Elementary Enrollment [5]	Redlands School District Enrollment [5]	Unemployment Rate (percentage) [6]
2007	22,451	$ 729,430,221	$ 32,490	1,554	855	-	21,220	5.9
2008	22,632	791,379,095	34,967	1,572	899	-	21,200	8.3
2009	22,619	776,633,000	33,388	1,469	921	-	21,142	13.3
2010	22,760	774,946,263	34,048	1,348	951	-	21,293	14.4
2011	23,395	805,449,502	34,428	1,400	988	-	21,398	8.7
2012	23,389	n/a	n/a	1,306	776	217	21,408	8.0
2013	23,476	721,065,000	30,715	1,312	730	509	21,379	5.8
2014	23,614	728,563,000	30,853	1,242	666	550	21,233	5.0
2015	23,751	717,247,000	30,406	1,255	681	538	21,326	4.6
2016	24,649	738,747,000 **	29,970 *	1,289	658	561	21,264	3.7

Sources: [1] State of California, Department of Finance [2] Calculation based on the 2000 Census: Loma Linda's personal income is 1.3% of the total County of San Bernardino's income; therefore, the City used the constant 1.3 percentage of the County's income to determine the City's personal income amount. * Per Bureau of Economic Analysis: Per capita personal income was computed using Census Bureau midyear population estimates. Estimates for 2000-2011 reflect county population estimates available as of April 2012.[3] Per Capita personal income is calculated by dividing personal income by population [4] Loma Linda Academy's registrar's office (except in 2011 the City used www.trulia.com) [5] California Department of Education [6] US Department of Labor, Bureau of Labor Statistics ** As of FY 2016 Data provided by HdL Companies

CITY OF LOMA LINDA
Principal Employers
Current Fiscal Year

	2016			2006*		
Employer	Employees	Rank	Percentage of total City Employment	Employees	Rank	Percentage of total City Employment
Loma Linda University Medical Center	8,291	1	44.07%	6,211	1	41.86%
Loma Linda University	3,401	2	18.08%	2,403	2	16.20%
Jerry L. Pettis VA Medical Center	3,108	3	16.52%	1,484	3	10.00%
University Health Care	1,222	4	6.50%	N/A	N/A	N/A
Total	16,022		85.17%	10,098		68.06%

Veterans Affairs Personnel Department

Total number of jobs within City limits provided by Employment Development Department, Labor Market Information Division

*Principal employer information available for FY 2006, as required by GASB-S44:33

CITY OF LOMA LINDA
Full-Time Equivalent City Government Employees by Function
Last Ten (10) Fiscal Years

Function	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
General government	44.5	44	39	36	34	29	29.5	30.5	31.5	32.5
Public safety										
* Sheriff										
Officers	13.3	14.5	14.5	14.48	13.48	12.77	12.77	12.77	12.77	15.26
Civilians	4.4	4.5	4.5	4.74	4.24	5.03	5.03	5.03	5.03	5.81
Fire										
Firefighters and officers	26	29	29	29	29	29	23	23	23	26
Civilians	1	1	2	3	3.5	4	4	5	5	5
Highways and streets										
Maintenance	3	5.5	6	6	6	4	4	4	4	4
LL Connected Communities	4.5	4.5	4.5	3.5	3.5	3.5	3.5	3.5	2.5	2
Sewer	2	2	2	2	2	2	2	2	2	2
Water	10	10	10	11	11	11	11	12	11	11
Total:	108.7	115.0	111.5	109.7	106.7	100.3	94.8	97.8	96.8	103.6

* Sheriff services are contracted through the County of San Bernardino Sheriff's Dept.

Source: City of Loma Linda Human Resources

CITY OF LOMA LINDA
Operating Indicators by Function
Last Ten (10) Fiscal Years

Function	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Sheriff										
Calls for service	24,561	25,196	22,916	21,072	20,626	18,084	20,846	21,673	22,759	42,044
Citations issued by Deputies	1,810	2,009	1,455	2,164	2,922	1,703	1,653	5,988	1,034	1,161
Red light camera citations	9,490	6,501	5,720	3,243	1,084	-	-	-	-	-
Physical arrests	727	755	560	557	722	1,078	790	730	669	828
Fire										
Total number of calls answered	2,977	3,075	3,185	3,090	3,309	3,230	3,213	3,797	4,005	4,404
% of calls for medical aid	72.1	65.8	67.3	73.8	63.7	64.7	63.0	65.3	63.8	57.45
Highways and streets										
Street resurfacing (miles)	1.36	4.97	3.55	4.5	7.88	3.85	5.10	1.95	1.15	3.70
Potholes repaired	22	29	221	31	7	12	11	7	18	15
Water										
New connections	82	106	229	346	32	0	3	1	0	8
Water main breaks	17	32	56	15	34	24	10	21	8	14
Average daily consumption (acre foot)	14.46	14.35	14.21	11.78	12.96	13.54	13.73	13.75	13.00	11.10
Wastewater										
Average daily sewage treatment (million gallons)	6	5.5	5.5	4.1	3.9	4.0	4.1	4.0	4.0	3.5

Note: Sheriff services are contracted through the County of San Bernardino Sheriff's Dept.
Potholes repaired are reported in tons prior to 2009.
Sewer treatment is contracted through the City of San Bernardino

Sources: City of Loma Linda Public Works and Fire Departments, and San Bernardino Sheriff's Department

CITY OF LOMA LINDA
Capital Assets Statistics by Function
Last Ten (10) Fiscal Years

Function	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Public safety										
* Sheriff										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol Units	7.5	9.5	9.5	10.5	10.5	10.5	10.5	11.77	11.77	11.77
Fire stations	1	1	2	2	2	2	2	2	2	2
Vehicles	15	12	15	15	15	15	17	16	15	15
Highways and streets										
Streets (miles)	63	63	63	63	63.8	63.89	64.64	64.64	64.64	64.64
Street lights	1,429	1,458	1,458	1,458	1,456	1,470	1,470	1,472	1,483	1,024
Culture and recreation										
Parks	12	13	13	13	13	13	13	13	13	11
Park acreage	84.39	85.13	90.33	90.33	90.33	90.33	90.33	90.33	90.33	85.5
Tennis courts	4	4	4	4	4	4	4	4	4	3
Senior center	1	1	1	1	1	1	1	1	1	1
Water										
Water mains (miles)	53.71	74.5	77	77	77	77	77	77	77	77.2
Fire hydrants	892	892	892	892	956	957	964	997	917	939
Maximum daily capacity (gallons per minute)	8,250	8,375	8,375	10,875	13,300	12,982	11,305	12,220	12,220	13,800
Sewer										
Sanitary sewers (miles)	52.88	64.9	64.9	65.6	67.1	67.5	67.5	67.5	67.5	61.3
Storm sewers (miles)	20.38	22.5	22.5	22.5	18.3	20.5	20.8	20.8	20.8	18.58

* Sheriff services are contracted through the County of San Bernardino Sheriff's Dept.

Sources: City of Loma Linda Public Works and Fire Departments, San Bernardino County Sheriff's Department

Community

Loma Linda Library Halloween Costume Contest

Employee Disaster Preparedness Training

"The Gathering Place"

Senior Center Dance

City of Loma Linda

Finance Department

25541 Barton Road
Loma Linda, CA 92354

City of Loma Linda Official Report

Rhodes Rigsby, Mayor
Phillip Dupper, Mayor pro tempore
John Lenart, Councilman
Ovidiu Popescu, Councilman
Ronald Dailey, Councilman

CITY COUNCIL MEETING OF DECEMBER 27, 2016

Approved/Continued/Denied

By City Council

Date _____

TO: City Council

VIA: T. Jarb Thaipejr, City

Konrad Bolowich, Assistant City Manager

SUBJECT: Certificate of Appropriateness for Sign Permit No. 16-074 and Variance No. 16-075 - Sign Permit to install seven (7), non-illuminated signs on a structure; and, Variance request for relief from LLMC's Sign Chapter, Section 17.18.150. Project is located on a portion of 11.47 acres at 24785 Stewart Street within the Institutional Zone and Land Use Designation.

SUMMARY

The project was originally placed on the November 8, 2016 public hearing agenda to be presented. However, due to the lack of quorum, the project was continued to December 27, 2016.

The applicant, Kurtis Sharp with Loma Linda University, submitted a Sign Permit and Variance application to install seven wall signs on a structure known as the "Center for Health Promotion, Evans Hall." The applicant requests relief from Municipal Code Section 17.18.150, which states the guidelines for signs installed within the Institutional Zone. The Code permits one wall sign not to exceed 100 square feet in size and a second wall sign not to exceed 12 square feet; an address sign is limited to one square foot. The total number of proposed signs and their dimensions exceed the maximum allowances. A Variance approval is necessary to install the proposed signs. Moreover, due to the building's age and the historic significance in the community, an approval of a Certificate of Appropriateness is first required. The Certificate of Appropriateness, in accordance with the Sign Permit and Variance approval, will allow the applicant to install the signs on Evans Hall.

RECOMMENDATION

Staff recommends the following actions to the City Council:

1. **APPROVE** Certificate of Appropriateness for Sign Permit No. 16-074 and Variance application No. 16-075 based on the Findings contained in the Staff Report and subject to the Conditions of Approval, and direct staff to;
2. **FILE** the CEQA Notice of Exemption.

PERTINENT DATA

Property Owner/Applicant:	Loma Linda University/Kurtis Sharp, Project Manager
General Plan/Zoning:	Institutional/Institutional
Site:	A portion of an 11.47 acre site
Topography:	Generally flat
Vegetation:	Urban landscaping including open grass areas, mature trees, shrubs and flower beds
Special Features:	Developed as the Center for Health Promotion, Evans Hall, at the Loma Linda University Medical Center Campus

BACKGROUND AND EXISTING SETTING

Background

On July 5, 2016, the applicant filed for a Sign Permit and Variance request to permit the installation of non-illuminated signs on a three-story medical facility known as the "Center for Health Promotion, Evans Hall". Evans Hall, originally built in 1936, is 29,682 square feet in size. It is three stories, with two main floors and a basement. The Hall has served the Loma Linda community in many different medical capacities, including academia and research activities. Now, 80 years later, the University has submitted an application for signage to better identify the building. Due to the historic importance of the building in the community, and because the facility was built over 50 years ago, staff requested the applicant present the project to the Historical Commission for design review and recommendation.

On September 12, 2016, the proposed project and designs were presented to the Historical Commission for their review and recommendation. The Commissioners requested the applicant install signs that are compatible with the structure's Art Deco architecture. One of the conditions was to restore the south side wall by removing the unpermitted "in–fill" that was placed on the east wing. Restoring it to its original look will bring back the uneven surface depths in the wall. The uneven surface and rectangular forms were classic elements of the Art Deco era. In addition, the Commissioners were in favor of the proposed floating, non-illuminated lettering. It is consistent with the time period and would match the existing signage found on other University buildings.

The Historical Commission recommended that City Council approve the Certificate of Appropriateness in accordance with the Sign Permit No. 16-074 and Variance application No. 16-075 to install the proposed signs on the exterior walls of Evans Hall. The Commission also recommended the City Council incorporate their comments into the Project's Conditions of Approval. As of date, Staff has included the recommendation into the Conditions of Approval.

EXISTING SETTING

The Project site is on a portion of an 11.47 acre parcel within the Loma Linda University campus. It is centrally located in the City of Loma Linda, more specifically, the site is located at 24785 Stewart Street. It is currently developed with an existing three-story medical facility

known as the "Center for Health Promotion, Evans Hall." Major arterials in the vicinity of the Project site include Stewart Street, Barton Road, Anderson Street, and Redlands Boulevard.

ANALYSIS

Project Description

The Applicant submitted a Sign Permit and Variance application to install seven (7) signs on the exterior walls of Evans Hall. Although a Sign Permit is a ministerial application, the Variance request is not and requires City Council review and approval. Moreover, due to the historical significance of the structure, a Certificate of Appropriate must first be approved in order to allow the applicant to make any alterations to the structure.

The sign plans submitted with the Variance request detail the design criteria and their respective locations (Exhibit C). Each sign, with the exception of the plaque, will have content in Caslon Bold font and in dark brown capitalized letters. There will be two (2) signs on the south elevation, three (3) on the east elevation, one (1) on the north elevation, and one (1) on the west elevation. The table below lists the sign locations, the number of signs on each exterior wall, the dimensions, and the description of each sign:

Sign Location	# of Signs	Size/Dimensions	Description
South Elevation	2	SIGN 1 - 33 sq.ft., 28" height SIGN 2 - 16 sq.ft., 15" height	"CENTER FOR HEALTH PROMOTION" on east wing "EVANS HALL" mid-section above entryway
East Elevation	3	SIGN 3 - 63 sq.ft., 32" height SIGN 4 - 5 sq.ft., 10" height SIGN 5 - 8" height	"EVANS HALL CENTER FOR HEALTH PROMOTION" on north wing "EVANS HALL" mid-section above door Brass plaque indicating year built, 1936
North Elevation	1	SIGN 6 - 12 sq.ft., 12" height	"24785 STEWART ST"
West Elevation	1	SIGN 7 - 60 sq.ft., 36" height	"CENTER FOR HEALTH PROMOTION"

As proposed, the project complies with the Institutional Land Use Designation and Institutional Zone development standards. The proposed signs, however, do not comply with the Sign Chapter of the Loma Linda Municipal Code (LLMC). The seven (7) proposed signs and their respective dimensions exceed the maximum allowances. Section 17.18.150 of the LLMC permits one wall sign not to exceed 100 square feet in size and a second wall sign not to exceed 12 square feet; an address sign is limited to one square foot. Approval of the Variance would grant the applicant relief from Section 17.18.150. Additionally, due to the historic significance in the community, an approval of a Certificate of Appropriateness is required. The Certificate of Appropriateness, in

accordance with the Sign Permit and Variance approval, will permit the applicant to install the signs on Evans Hall.

Site Analysis

The subject parcel is within the Institutional Land Use Designation and Institutional Zone. Surrounding land uses, General Plan Land Use Designations and Zoning Districts for the Project site are shown below:

Existing Land Use and General Plan/Zoning Designations

Direction	Existing Land Use	General Plan Designation	Zoning Designation
Subject Site	Center for Promotional Health, Evans Hall (medical facility, academia, research)	Institutional	Institutional
North	LLUMC related facilities	Institutional	Institutional
South	LLUMC related facilities	Institutional	Institutional
East	LLUMC related facilities	Institutional	Institutional
West	LLUMC related facilities	Institutional	Institutional

The proposed Project is consistent with the policies and guidelines within the General Plan, and therefore does not represent a conflict.

CALIFORNIA ENVIRONMENTAL QUALITY ACT (CEQA) STATUS

The Project is eligible for a Class 1 exemption from the California Environmental Quality Act (CEQA) pursuant to the CEQA Guidelines, Section 15311(a), which applies to the placement of minor structures accessory to (appurtenant to) existing institutional facilities such as on-premises signs.

PUBLIC COMMENTS

Public notice for this project was posted and mailed to parcel owners within 300 feet of the project site. As of the date on this report, there have been no written or oral comments received in opposition or in favor of the prosed project. The project is in an area that is not environmentally sensitive and all public services and facilities are available to allow development permissible within the General Plan.

FINDINGS

Certificate of Appropriateness Finding

Pursuant to LLMC Section 17.80.090, all permits for alteration or addition to a cultural resource shall require a Certificate of Appropriateness from the Commission and City Council. In addition, issuance of a Certificate of Appropriateness for any proposed work shall be approved only if any the following applicable Finding can be made:

1. *In the case of construction of a new improvement, addition, building, or structure upon a designated cultural resource site, the use and exterior of such improvements will not*

adversely affect and will be compatible with the use and exterior of existing designated cultural resources, improvements, buildings, natural features, and structures on the site.

The proposed sign construction will not adversely affect the designated cultural resource site, Evans Hall. The Applicant will install signs that are compatible with the structure's Art Deco architecture as well as the surrounding buildings. The signs will have floating, non-illuminated lettering in Caslon Bold font and in dark brown capitalized letters. In addition, the Applicant will restore the south side wall by removing the unpermitted "in–fill" that was placed on the east wing. Restoring it to its original look will make it consistent with the time period. The signs will match the existing signage found on other University buildings.

Variance Findings

Pursuant to LLMC Section 17.30.060, applicants requesting a Variance shall show a reasonable existence of grounds for consideration of the matter. The following mandatory Findings have been established and made for the proposed Project:

1. *That there are exceptional and extraordinary circumstances of conditions applicable to the property involved.*

   There are unique circumstances associated with the corner lot, in that the lot is uniquely shaped and intersected by two major arterial roads. Both Stewart and Anderson Street provide frontage for the structure. Anderson Street, heavily used, also provides access to and from the I-10 freeway. Currently, the building does not have appropriate signage. The proposed signage will be relative to the size of the 11.47 acre lot, the 29,682 square feet building, and its location. The proposed signage will help direct motorists and pedestrians to Evans Hall as they drive down Stewart and Anderson. Signage on all sides of the building will be designed to overcome the visibility limitations of the site configuration. Therefore, the Variance will allow the applicant suitable signage and visibility to help provide safe public and emergency access to Evans Hall.

2. *That such Variance is necessary for the preservation and enjoyment of the substantial property right possessed by other property in the same vicinity and zone and denied to the property in question.*

   Within the Institutional Zone and vicinity are other University and similar type buildings that have adequate signage. Evans Hall, however, does not. It was built over 80 years ago and never had wall signs installed. With the Variance, the Applicant will be able to enhance the visibility and provide the community safe passage to the subject site. Institutional buildings such as the Veteran's Affairs Center and University Parking Structures were granted variances to install their signs. The Variance is necessary for the preservation and enjoyment of the substantial property right possessed by other property owners in the same vicinity.

3. *That the granting of such a Variance will not be materially detrimental to the public welfare or injurious to the property or improvements in such vicinity and zone in which the property is located.*

   The approval of the Variance would not be detrimental to the public welfare or injurious to properties in the vicinity. Identifying a destination with proper signage would deter confusion to the motorists and visiting guests. Approval of the Variance would reduce traffic congestion by avoiding wrong turns and reduce accidents due to last minute decisions to change lanes. The proposed signage being placed on all sides of the building will promote

public safety. More importantly, the large address sign facing Stewart Street will provide proper visibility for emergency vehicles.

4. *The granting of such variances will be consistent with the General Plan for the city.*

   The proposed Variance is consistent with the objectives of the General Plan found in the Guiding Policies Section 4.6.1.1 which states, "Foster a climate in which businesses in Loma Linda can prosper, enhancing Loma Linda's image as a good community in which to operate a business". The General Plan promotes public safety and ensures that large volumes of traffic are directed safely to their destinations.

5. *That a public hearing was held wherein the applicant is heard and in which he substantiates all of the conditions cited in this subsection.*

   The Variance request is scheduled for review at the November 8, 2016 City Council Meeting. The conditions to the project are included as Exhibit B to this report.

CONCLUSION

The Project is consistent with the goals and policies of the General Plan and Institutional Zone. It has been found to be categorically exempt from CEQA. The applicant has worked closely with city staff and the Historical Commission to provide the most appropriate layout and design for this Project. The proposed signage is compatible with the existing structure and its architecture. The signs will help provide better visibility for motorists, pedestrians and emergency vehicles. Finally, the Findings have been made to support approval of the Variance sign installation project.

Report prepared by:

Lorena A. Matarrita
Associate Planner

EXHIBITS:

A. Vicinity Map
B. Conditions of Approval
C. Project Plans

Vicinity Map

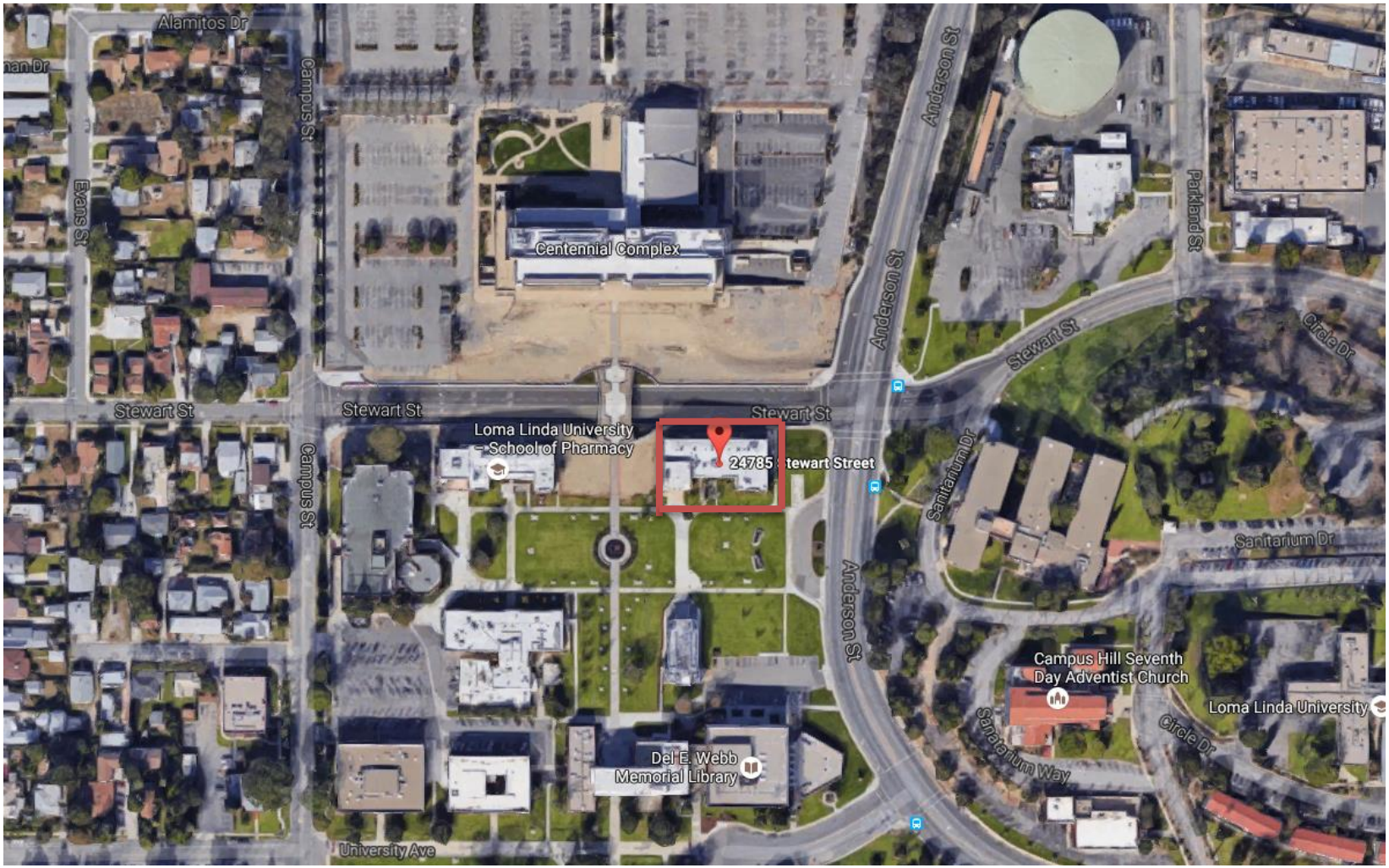


Exhibit A

City of Loma Linda

25541 Barton Road, Loma Linda, CA 92354 ☎ (909) 799-2830 🖷 (909) 799-2894

Community Development Department

CONDITIONS OF APPROVAL

SIGN PERMIT NO. 16-074
VARIANCE NO. 16-075

PROJECT DESCRIPTION

Certificate of Appropriateness for Sign Permit 16-074 and Variance 16-075 - Sign Permit to install seven (7), non-illuminated signs on a structure; and, Variance request for relief from LLMC's Sign Chapter, Section 17.18.150. Project is located on a portion of 11.47 acres at 24785 Stewart Street within the Institutional Zone and Land Use Designation. APN: 0284-081-03.

PROJECT NO.	EXPIRATION DATE
SIGN PERMIT NO. 16-074 VARIANCE NO. 16-075	December 27, 2018

COMMUNITY DEVELOPMENT DEPARTMENT – (909) 799-2830

1. Within 48 hours of the approval of the subject project, the applicant shall deliver a payment of $50 (made out to the *Clerk of the Board of Supervisors*) to enable the City to file the appropriate environmental documentation for the project. If within such 48 hour period that applicant has not delivered to the Community Development Department the above-noted check, the statute of limitations for any interested party to challenge the environmental determination under the provisions of the California Environmental Quality Act could be significantly lengthened.

2. Within two years of this approval (November 8, 2018), the project shall be exercised by substantial construction or the permit/approval shall become null and void. In addition, if after commencement of construction, work is discontinued for a period of one year, the permit/approval shall become null and void.

3. The review authority may, upon application being filed 30 days prior to the expiration date and for good cause, grant a one-time extension not to exceed 12 months. The review authority shall ensure that the project complies with all current Development Code provisions.

4. In the event that this approval is legally challenged, the City will promptly notify the applicant of any claim or action and will cooperate fully in the defense of the matter. Once notified, the applicant agrees to defend, indemnify, and hold harmless the City, their affiliates, officers, agents and employees from any claim, action or proceeding against the City of Loma Linda. The applicant further agrees to reimburse the City of any costs and attorneys fees, which the City may be required by a court to pay as a result of such action, but such participation shall not relieve applicant of his or her obligation under this condition.

5. Construction shall be in substantial conformance with the plan(s) approved by the City Council. Minor modification to the plan(s) shall be subject to approval by the Director through a minor administrative process. Any modification, which exceeds 10% of the following allowable measurable design/site considerations, shall require the refilling of the original application and a subsequent hearing by the appropriate hearing review authority as applicable.
6. This permit or approval is subject to all the applicable provisions of the Loma Linda Municipal Code (LLMC), Title 17, Institutional Zone in effect at the time of approval.
7. The applicant shall restore the south side wall to its original condition by removing the unpermitted "in–fill" that was placed on the east wing.

FIRE DEPARTMENT – (909) 799-2852

8. The applicant shall work with Loma Linda Fire Department for review and approval the address/premise identification sign.
9. Pursuant to LLMC, Section 15.28.190, the sign shall be placed in a position that is plainly legible and visible from the street fronting the property.

BUILDING AND SAFETY DIVISION - (909) 799-2836

10. Any building, sign, or structure to be constructed or located on site will require professionally prepared plans based the most current California Building Code to be submitted to the Division.

End of Conditions

_____ _____
Applicant/Owner Signature Date

_____ _____
Applicant/Owner Signature Date

***

EVANS HALL
CENTER FOR HEALTH PROMOTION

CONTENTS:

Page 2: Sign A -South Elev. East Wing

Page 3: Sign B -South Elev. Mid Section

Page 4: Sign C -East Elev. North Wing

Page 5: Sign D -North Elev. East Wing

Page 6: SignE -West Elev. South Wing

Page 7-8: Signage Dimensions

Page 9: Construction

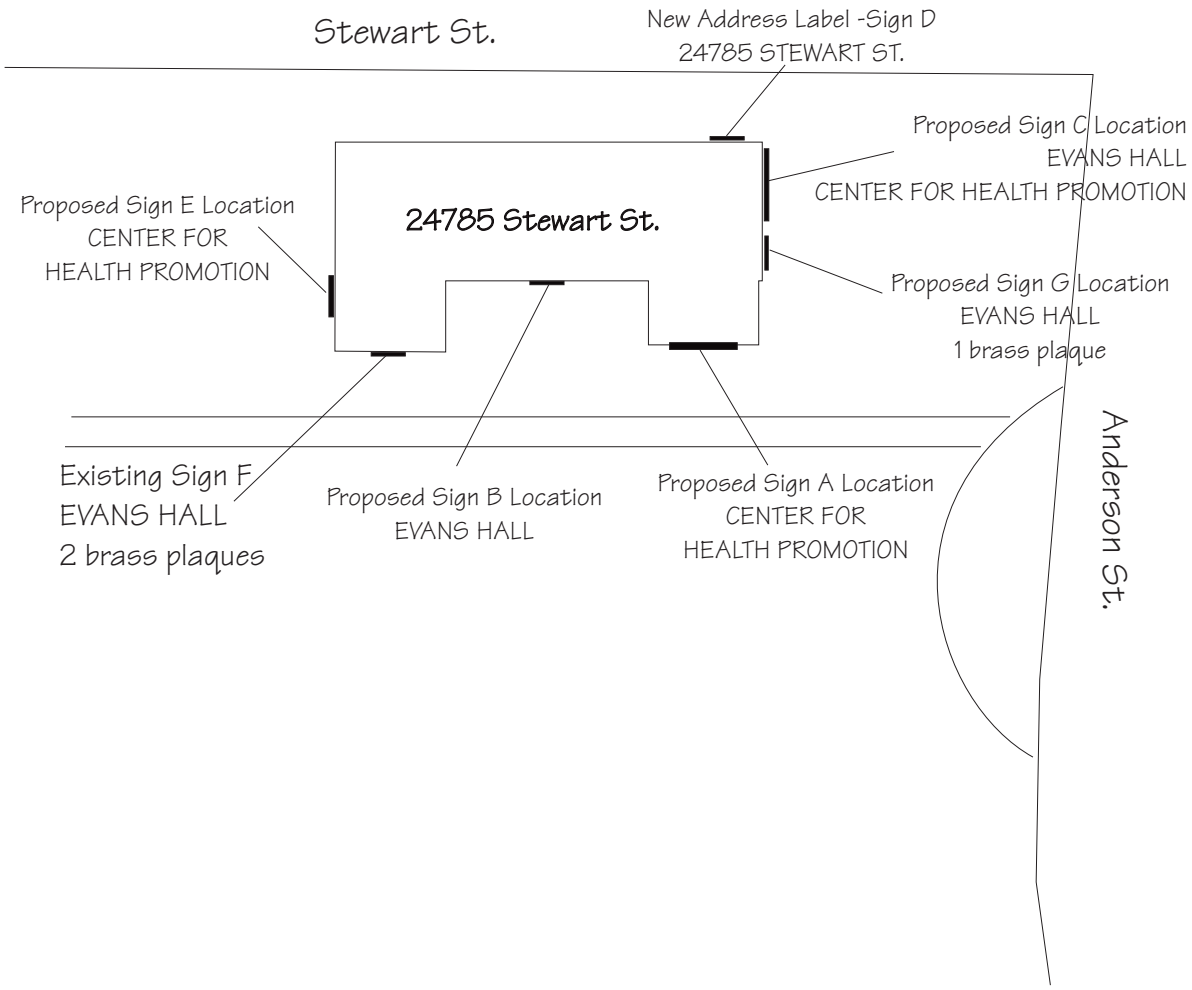
Page 10: Site Plan

Page 11 & 12: Addendums

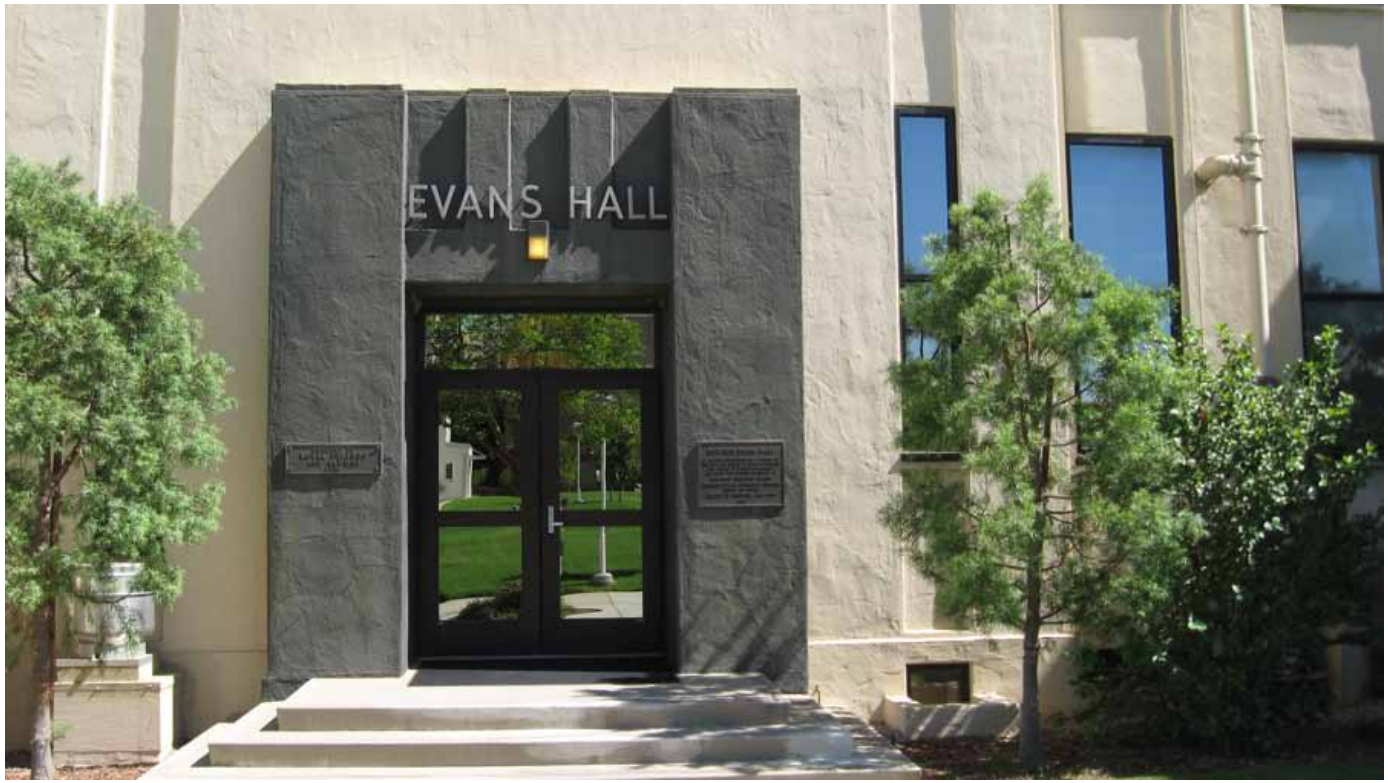
513-B E. STUART AVE. - REDLANDS, CA. 92374 sales@heemstrasigns.com - 909-792-2407 - Fax 909-798-2281- Lic.#533930

Heemstra SIGNS www.heemstrasigns.com

SITE PLAN


Stewart St.
New Address Label -Sign D
24785 STEWART ST.
Proposed Sign C Location
EVANS HALL
CENTER FOR HEALTH PROMOTION
Proposed Sign E Location
CENTER FOR
HEALTH PROMOTION
24785 Stewart St.
Proposed Sign G Location
EVANS HALL
1 brass plaque
Anderson St.
Existing Sign F
EVANS HALL
2 brass plaques
Proposed Sign B Location
EVANS HALL
Proposed Sign A Location
CENTER FOR
HEALTH PROMOTION

N



ADDENDUM-Existing 10" letters and 2 brass plaques.
EVANS HALL Sq.Ft. =5

ADDENDUM -Proposed: 10" cast alum. letters to match South Entrance
EVANS HALL -Sq.Ft. =5
Brass Plaque 8"x20" historical significance / year built =1936

EVANS HALL

10" X 72"

ERECTED BY
LOYAL FRIENDS AND ALUMNI
1936

8" X 20" (APPROX.)

Heemstra SIGNS

165'
Frontage

SIGN A

South Elevation -East Wing
24785 Stewart
12" Letter

513-B E. STUART AVE. - REDLANDS, CA. 92374 sales@heemstrasigns.com - 909-792-2407 - Fax 909-798-2281- Lic.#533930
Heemstra SIGNS www.heemstrasigns.com

SIGN B

South Elevation (Mid Section)
15" Letter "EVANS HALL"

SIGN C

East Elevation (North Wing)
15" Letter "EVANS HALL"
12" Letter "CENTER FOR HEALTH PROMOTION"

SIGN D

North Elevation (South Wing)
12" Letter "24785 STEWART ST>"

SIGN E

West Elevation (South Wing)
15" Letter "CENTER FOR HEALTH PROMOTION"

SIGN A

South Elev. (East Wing)
Sq.Ft. =33
COLOR: Dk. Brown

SIGN B

South Elev. (Mid. Section)
Sq.Ft. =16
COLOR: Dk. Brown

SIGN C

East Elev. (North Wing)
Sq.Ft. =63
COLOR: Dk. Brown

Heemstra SIGNS
www.heemstrasigns.com
513-B E. STUART AV. - REDLANDS, CA. 92374
909-792-2407 - 909-798-2281 fax - e-mail: sales@heemstrasigns.com

ADDRESS (Sign D)

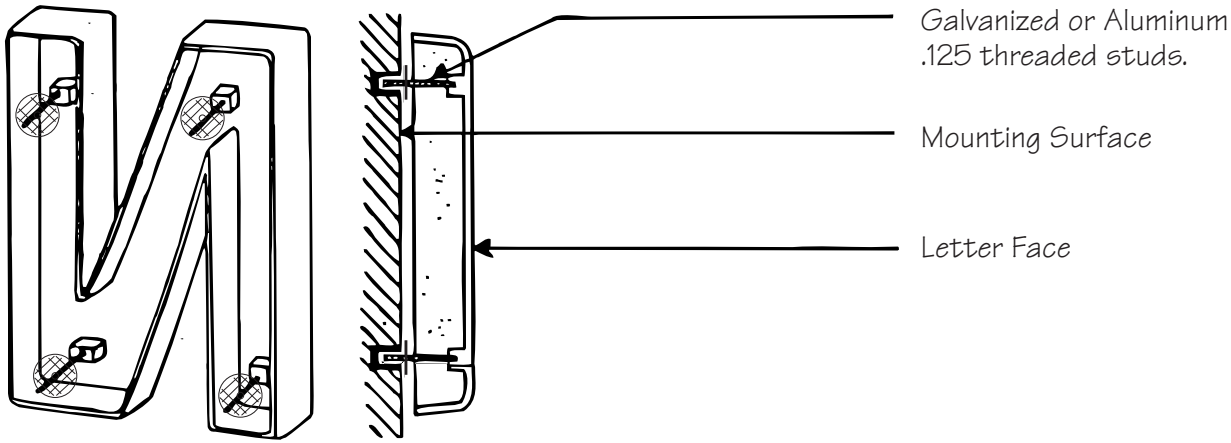
North Elev. (East Wing)
Sq. Ft. =12
COLOR: Dk. Brown

SIGN E

West Elev. (South Wing)
Sq.Ft. =60
COLOR: Dk. Brown

FORMED ACRYLIC LETTER INSTALLATION

Stud/Pad Comb.



Logo &/or Letters are Gemini formed acrylic.

3/16" to 1/4" holes for studs are drilled in mounting surface and filled with silicon or epoxy adhesive. Pads are threaded to Studs and attached to letter, glued and pushed into holes in mounting surface.

City of Loma Linda
Official Report

Rhodes Rigsby, Mayor
Phill Dupper, Mayor pro tempore
Ovidiu Popescu, Councilman
Ronald Dailey, Councilman
John Lenart, Councilman

COUNCIL AGENDA: December 27, 2016

TO: City Council

SUBJECT: Demands Register

Approved/Continued/Denied
By City Council
Date _____

RECOMMENDATION

It is recommended that the City Council approve the attached list of demands for payment.

Voucher List

CITY OF LOMA LINDA
11-30-2016

Bank code : bofa

Voucher	Date	Vendor	Invoice	PO #	Description/Account	Amount
302583	11/21/2016	000454 ICMA RETIREMENT CORP	2016112100302583		ICMA CONTRIBUTIONS-10/30-11/12/201	15,532.06
					Total :	**15,532.06**
621803	11/22/2016	000876 SAN BERNARDINO MUNICIPAL WATER	STMT		SEWER SVC COLLECTION FOR JUL & /	194,789.03
					Total :	**194,789.03**
621804	11/22/2016	004008 REPUBLIC SERVICES	STMT		REFUSE SVC COLLECTION FOR JUL &	75,588.68
					Total :	**75,588.68**
621805	11/22/2016	001851 UNUM INSURANCE	0091890-001 0		LIFE INSURANCE PREMIUM-DECEMBE	560.16
					Total :	**560.16**
621806	11/22/2016	001851 UNUM INSURANCE	0091889-001 4		LIFE & DISABILITY INSUR PREMIUM-DE	4,238.72
					Total :	**4,238.72**
621807	11/22/2016	001730 AFLAC	838176		AFLAC INSURANCE PREMIUM-NOV 20	1,536.95
					Total :	**1,536.95**
621808	11/22/2016	003881 SB CO PROFESSIONAL FIREFIGHTER	STMT		DUES COLLECTED FOR NOVEMBER 2(	3,303.30
					Total :	**3,303.30**
621809	11/22/2016	005284 CITY EMPLOYEES ASSOCIATES	STMT		DUES COLLECTED FOR NOVEMBER 2(	480.00
					Total :	**480.00**
621810	11/22/2016	000570 LOMA LINDA FIREFIGHTERS ASSN	STMTS-2		DUES & T DONATION COLLECTED-NO\	554.00
					Total :	**554.00**
621811	11/22/2016	001245 SO CALIF EDISON	STMTS-5		ELECTRICITY SERVICE	41,682.17
					Total :	**41,682.17**
621812	11/22/2016	001245 SO CALIF EDISON	STMT-4		ELECTRICITY SERVICE	1,000.83
					Total :	**1,000.83**
621813	11/22/2016	001245 SO CALIF EDISON	STMTS-5		ELECTRICITY SERVICE	134.26
					Total :	**134.26**
621814	11/22/2016	001245 SO CALIF EDISON	STMT		ELECTRICITY SERVICE	3,741.09

Bank code : bofa

Voucher	Date	Vendor		Invoice	PO #	Description/Account	Amount
621814	11/22/2016	001245	001245 SO CALIF EDISON	(Continued)		**Total :**	**3,741.09**
621815	11/29/2016	005182	CENTER POINT MANAGEMENT	25748 BARTON ROAD		REFUND PREPAYMENT & ACCOUNT SI	140.00
						Total :	**140.00**
621816	11/29/2016	003294	US POSTAL SERVICE, NEOPOST POSTAGE-O	REQUEST		POSTAGE FOR MTR ACCT #47718562	1,000.00
						Total :	**1,000.00**
621817	11/29/2016	001245	SO CALIF EDISON	STMT		ELECTRICITY SERVICE	11,932.44
						Total :	**11,932.44**
621818	11/29/2016	001261	THE GAS COMPANY	STMT		GAS SERVICE	50.48
						Total :	**50.48**
621819	11/29/2016	001245	SO CALIF EDISON	STMT-1		ELECTRICITY SERVICE	1,177.28
						Total :	**1,177.28**
621820	11/29/2016	005606	KI SONG	W16-000-273		BASEBALL FIELD BATHROOM KEY	50.00
						Total :	**50.00**
621821	11/29/2016	000840	CITY OF SAN BERNARDINO	133-132		WATER SERVICE	780.35
						Total :	**780.35**
621822	11/29/2016	005502	FRONTIER COMMUNICATIONS	STMTS-2		PHONE SERVICE	159.76
						Total :	**159.76**
621823	11/30/2016	000865	SN BERNARDINO CO SHERIFF DEPT	REQUEST		CLOSE OUT ASSEST FORFEITURE FUI	3,836.70
						Total :	**3,836.70**
1000783122	11/18/2016	000771	P.E.R.S.	1000783122/23/24/25		RETIREMENT CONTRIBUTIONS-10/16-1	45,694.18
						Total :	**45,694.18**
1000783917	11/22/2016	000771	P.E.R.S.	1000783917		RETIREMENT CONTRIBUTIONS-10/1-1(	847.00
						Total :	**847.00**
1000784863	11/23/2016	000771	P.E.R.S.	1000784863		RETRO SALARY ADJUST-11/15/15-10/1/	1,132.97
						Total :	**1,132.97**

Bank code : bofa

Voucher	Date	Vendor	Invoice	PO #	Description/Account	Amount
25	Vouchers for bank code :	bofa			Bank total :	409,942.41
25	Vouchers in this report				Total vouchers :	409,942.41

CLAIMS VOUCHER APPROVAL

I have reviewed the above listing of payments on check nos. 302583; 621803 through 621823, 1000783122, 1000783917 & 1000784863 for a total disbursement of $ 409,942.41, and to the best of my knowledge, based on the information provided, they are correct and are recommended for payment.

for DD

DIANA DE ANDA, Finance Director

Recommend that City Council approve for payment.

T. Jarb Thaipejr, City Manager

Approved by the City Council at their meeting held on 12-13-2016 and the City Treasurer is hereby directed to pay except as noted.

Rhodes Rigsby, Mayor

Bank code : bofa

Voucher	Date	Vendor	Invoice	PO #	Description/Account	Amount
338537	12/6/2016	000454 ICMA RETIREMENT CORP	2016120600338537		ICMA CONTRIBUTIONS-11/13-11/26/201	20,499.10
					Total :	**20,499.10**
621824	12/1/2016	004811 NEAL JOHNSON	993759255		PREPAYMENT CREDIT-CLOSED ACCOL	11.20
					Total :	**11.20**
621825	12/1/2016	000857 S.B. CO OFC AUDITOR/CONTROLLER	OCT-2016		PARKING CITES FEES COLLECTED FO	1,237.50
					Total :	**1,237.50**
621826	12/1/2016	000865 SN BERNARDINO CO SHERIFF DEPT	16089	P-0000013483	SAN BERNARDINO SHERIFF SERVICE	407,883.00
					Total :	**407,883.00**
621827	12/1/2016	004787 SORIANO, SALVADOR M.	REQUEST		DONATION FOR DJ SERVICE-12/3/16 SI	100.00
					Total :	**100.00**
621828	12/1/2016	003063 ALLIED TELESIS, INC	4000017019	P-0000013590	DESKTOP & ENGINEERING SUPPORT S	29,200.00
					Total :	**29,200.00**
621829	12/1/2016	001245 SO CALIF EDISON	STMT		ELECTRICITY SERVICE	1,188.74
					Total :	**1,188.74**
621830	12/1/2016	001245 SO CALIF EDISON	STMT (1)		ELECTRICITY SERVICE	9,252.63
					Total :	**9,252.63**
621831	12/1/2016	001245 SO CALIF EDISON	STMT 1		ELECTRICITY SERVICE	1,680.14
					Total :	**1,680.14**
621832	12/6/2016	002127 T. JARB THAIPEJR	REQUEST		CJPIA CONFERENCE-10/12-14/16 HOTE	277.64
					Total :	**277.64**
621833	12/6/2016	001414 UNION PACIFIC RAILROAD COMPANY	283857370	P-0000013768	Annual Lease for berm and sound barrier	2,600.00
					Total :	**2,600.00**
621834	12/6/2016	004579 LCA BANK CORPORATION	125258-002	P-0000013524	LEASE FOR PW ENG PRINTER/SCANNI	618.84
					Total :	**618.84**
621835	12/6/2016	001245 SO CALIF EDISON	2-24-2896-8187		ELECTRICITY SERVICE	27.01

Bank code : bofa

Voucher	Date	Vendor	Invoice	PO #	Description/Account	Amount
621835	12/6/2016	001245 001245 SO CALIF EDISON	(Continued)		**Total :**	**27.01**
621836	12/6/2016	005256 FLYERS ENERGY, LLC	16-359820	P-0000013469	FUEL	4,926.56
					Total :	**4,926.56**
621837	12/6/2016	004674 TRYCO GENERAL ENGINEERING	203	P-0000013709	CONSTRUCT BARTON RD LEFT TURN I	34,848.05
					Total :	**34,848.05**
621838	12/6/2016	000690 NEW YORK LIFE INSURANCE CO	006924297		LIFE INSURANCE PREMIUM	56.34
					Total :	**56.34**
621839	12/6/2016	004197 C.A.P.F.	DECEMBER 2016 BILLIN		LONG TERM DISABILITY-DEC 2016	612.50
					Total :	**612.50**
621840	12/6/2016	001118 DELTA DENTAL OF CALIFORNIA, CLIENT SER\	BE001913173		DENTAL INSURANCE PREM-DEC 2016	2,054.73
					Total :	**2,054.73**
621841	12/6/2016	001154 VISION SERVICE PLAN - CA	12 121787 0001		VISION INSURANCE PREM-DEC 2016	982.18
					Total :	**982.18**
621842	12/13/2016	000029 AGUA MANSA PROPERTIES, INC	53388	P-0000013341	CONCRETE	80.00
			53922	P-0000013341	CONCRETE	80.00
					Total :	**160.00**
621843	12/13/2016	001161 ALBERT GROVER & ASSOCIATES	16542-IN	P-0000013489	Traffic signals interconnecting	450.00
					Total :	**450.00**
621844	12/13/2016	001984 ALLSTAR FIRE EQUIP. CO. INC.	194332	P-0000013342	PROTECTIVE HOOD	390.85
					Total :	**390.85**
621845	12/13/2016	004554 ALTERNATIVE HOSE, INC	5645146	P-0000013343	HOSES FOR THE 2 INCH PUMP	160.45
					Total :	**160.45**
621846	12/13/2016	005045 ATTORNEYS TITLE FUND SRVS, LLC	IC0000001110	P-0000013771	Annual IC Note 1 Software annual	1,000.00
					Total :	**1,000.00**
621847	12/13/2016	005174 AWT AUTOMATED WATER TREATMENT	310	P-0000013778	ACC-TAB 3" CALCIUM HYPOCHLORITE	3,362.21
					Total :	**3,362.21**

Bank code : bofa

Voucher	Date	Vendor	Invoice	PO #	Description/Account	Amount
621848	12/13/2016	004392 BAKTI LUMINTA	993762363		PREPAYMENT CREDIT, CLOSED ACCO	129.83
					Total :	**129.83**
621849	12/13/2016	000110 BURTRONICS BUSINESS SYSTEM	AR20061	P-0000013681	FREIGHT FOR TONER CARTRIDGES	21.88
			AR20131	P-0000013681	FREIGHT FOR TONER CARTRIDGES	20.38
					Total :	**42.26**
621850	12/13/2016	005390 CALIFORNIA HIGHWAY ADOPTION CO	1116129	P-0000013604	ANNUAL MAINT OF HARDSCAPE AT I1C	325.00
					Total :	**325.00**
621851	12/13/2016	004397 CHEMPAK	98005	P-0000013351	CLEANING SUPPLIES	90.72
					Total :	**90.72**
621852	12/13/2016	005039 CHJ CONSULTANTS	10873	P-0000013624	SOILS COMPACTION TESTING BENTOI	489.80
					Total :	**489.80**
621853	12/13/2016	000025 CINTAS CORPORATION NO 2	5006528816	P-0000013352	FIRST AID SUPPLIES	66.87
					Total :	**66.87**
621854	12/13/2016	000841 CITY OF SAN BERNARDINO	2017-21000003	P-0000013661	ANIMAL SHELTER SERVICES - THROUC	6,718.00
					Total :	**6,718.00**
621855	12/13/2016	000203 CLINICAL LABORATORY OF	952590	P-0000013357	TEST WATER AT WELL SITE	7,240.00
			953073	P-0000013357	TEST WATER AT WELL SITE	7,812.00
			953074	P-0000013357	TEST WATER AT WELL SITE	40.00
					Total :	**15,092.00**
621856	12/13/2016	002118 CONFIRE JPA	2017035	P-0000013550	CONFIRE SERVICES FOR FY 2017	20,724.14
					Total :	**20,724.14**
621857	12/13/2016	002309 CONSOLIDATED ELECTRIC DIST-SB	6903-766059	P-0000013359	ELECTRICAL SUPPLIES	105.20
			6903-766201	P-0000013359	ELECTRICAL SUPPLIES	35.71
			6903-766664	P-0000013359	ELECTRICAL SUPPLIES	139.62
					Total :	**280.53**
621858	12/13/2016	001763 CORRPRO WATERWORKS	401852	P-0000013772	INSPECTION SERVICES AT THREE RES	2,260.00
					Total :	**2,260.00**

Bank code : bofa

Voucher	Date	Vendor	Invoice	PO #	Description/Account	Amount
621859	12/13/2016	000236 COSTCO WHOLESALE	047813589	P-0000013475	KITCHEN SUPPLIES & BATTERIES	307.90
			302304117020	P-0000013475	POINSETTIA PLANTS	87.76
					Total :	**395.66**
621860	12/13/2016	001692 CRAFTON HILLS COLLEGE	20512		ACLS PROVIDER CARDS	170.00
					Total :	**170.00**
621861	12/13/2016	000954 CWEA-TCP	0000350791		CERTIFICATION RENEWAL-DRUMMON	83.00
					Total :	**83.00**
621862	12/13/2016	001279 DAILY JOURNAL CORPORATION	B2950369	P-0000013364	LEGAL ADVERTISING NOTICE INVITING	215.60
			B2950371	P-0000013364	LEGAL ADVERTISING NOTICE INVITING	204.60
			B2950373	P-0000013364	LEGAL ADVERTISING NOTICE INVITING	176.00
			B2950374	P-0000013364	LEGAL ADVERTISING NOTICE INVITING	189.20
					Total :	**785.40**
621863	12/13/2016	005157 DENNIS BOLT	REQUEST		REIMBURSEMENT -GRADE D2 RENEW	60.00
					Total :	**60.00**
621864	12/13/2016	005593 DINOSAUR TIRE & ROAD SRVS INC	108221	P-0000013757	REPLACE TIRES ON CITY MANAGER V	624.41
			108981		TPMS SENSOR & BALANCE WHEELS	132.52
					Total :	**756.93**
621865	12/13/2016	005309 DIRECTV	30041113375	P-0000013618	SATELLITE TV SVC FOR EOC	41.54
					Total :	**41.54**
621866	12/13/2016	003035 DOUGLAS L. GOODMAN, GOODMAN & ASSOC	4993	P-0000013625	CONSTRUCTION SURVEY FOR BENTO	3,800.00
					Total :	**3,800.00**
621867	12/13/2016	001521 FACILITIES PROTECTION SYSTEMS, INTELLI	53895		PHOTO SENSOR & TROUBLESHOOT S	402.87
					Total :	**402.87**
621868	12/13/2016	004074 FARMER BROTHERS	64709013		COFFEE	220.13
					Total :	**220.13**
621869	12/13/2016	000336 FEDEX	5-615-24090		OVERNIGHT MAIL SERVICE	19.37
					Total :	**19.37**

Bank code : bofa

Voucher	Date	Vendor	Invoice	PO #	Description/Account	Amount
621870	12/13/2016	003197 FIRE APPARATUS SOLUTIONS	10796	P-0000013780	REPAIR TO HME	11,413.46
			10797	P-0000013372	LADDER TESTING AND APPARATUS SE	578.04
			10798	P-0000013372	LADDER TESTING AND APPARATUS SE	84.50
			10799	P-0000013372	LADDER TESTING AND APPARATUS SE	215.24
					Total :	**12,291.24**
621871	12/13/2016	005256 FLYERS ENERGY, LLC	16-362030	P-0000013469	FUEL	1,939.37
			16-368307	P-0000013469	FUEL	1,148.87
					Total :	**3,088.24**
621872	12/13/2016	005216 GENUINE AUTO PARTS	161419	P-0000013481	CAR WASH SOAP	20.51
			165219	P-0000013481	TRANSMISSION FLUID, OIL ABSORBEN	65.32
			166652	P-0000013481	BUCKET, BUCKET LID & FUSE	17.54
					Total :	**103.37**
621873	12/13/2016	005610 GERMAINE BURKE	15-435155		REFUND $48 SUBSCRIPTION PAID BY I	48.00
					Total :	**48.00**
621874	12/13/2016	005255 GOPHER PATROL	204006	P-0000013587	Gopher Control Services performed	135.00
			204007	P-0000013587	Gopher Control Services performed	295.00
					Total :	**430.00**
621875	12/13/2016	001741 GREG DESMET	REQUEST		REIMBURSEMENT FOR LUNCH-CREW	41.47
					Total :	**41.47**
621876	12/13/2016	002484 HAAKER EQUIPMENT CO	C27238		BASIN NOZZLE	272.50
					Total :	**272.50**
621877	12/13/2016	000402 HACH COMPANY	10202103	P-0000013460	SEWER FLOW METER MONITORING SI	1,000.00
					Total :	**1,000.00**
621878	12/13/2016	003433 HD SUPPLY WATERWORKS, LTD	G304479	P-0000013762	METER BOXES AND GASKETS	4,878.38
			G304670	P-0000013726	WATER METER BOX STOCK MATERIAL	4,931.76
			G384209	P-0000013726	WATER METER BOX STOCK MATERIAL	10,351.16
			G407383	P-0000013378	WATER PARS AND MATERIALS FOR RE	276.97
					Total :	**20,438.27**
621879	12/13/2016	002204 HINDERLITER, DE LLAMAS & ASSOC	0026368-IN	P-0000013622	SALES TAX MONITORING & AUDITING	3,633.71

Bank code : bofa

Voucher	Date	Vendor	Invoice	PO #	Description/Account	Amount
621879	12/13/2016	002204 002204 HINDERLITER, DE LLAMAS & ASSOC (Continued)			**Total :**	**3,633.71**
621880	12/13/2016	005458 HIRSCH PIPE & SUPPLY	5082697	P-0000013470	PLUMBING FIXTURES, SUPPLIES AND	9.11
					Total :	**9.11**
621881	12/13/2016	000478 INLAND OVERHEAD DOOR COMPANY	40616	P-0000013783	REPAIR TO APPARATUS BAY DOORS A	330.75
			40669	P-0000013783	REPAIR TO APPARATUS BAY DOORS A	644.25
					Total :	**975.00**
621882	12/13/2016	000480 INLAND WATER WORKS SUPPLY	288358	P-0000013763	INVENTORY SUPPLIES FOR WATER DI	2,502.21
				P-0000013763		
			289001	P-0000013383	WATER PARTS AND MATERIALS FOR R	345.60
					Total :	**2,847.81**
621883	12/13/2016	004896 INTERFACE SECURITY SYSTEMS LLC, (FORM	18545770	P-0000013384	PROVIDING SECURITY MONITORING S	82.68
			18560422	P-0000013384	PROVIDING SECURITY MONITORING S	150.00
					Total :	**232.68**
621884	12/13/2016	000491 J & R CONCRETE PRODUCTS	59377	P-0000013387	WATER AND ELECTRICAL SUPPLIES AI	253.91
					Total :	**253.91**
621885	12/13/2016	005144 JAMES HUSS JR., WEST SWPPP SERVICES	16045	P-0000013714	FALL 2016 & SPRIN 2017 WEED ABATEI	70.00
			16047	P-0000013714	FALL 2016 & SPRIN 2017 WEED ABATEI	480.00
			16048	P-0000013714	FALL 2016 & SPRIN 2017 WEED ABATEI	380.00
			16049	P-0000013714	FALL 2016 & SPRIN 2017 WEED ABATEI	140.00
			16052	P-0000013714	FALL 2016 & SPRIN 2017 WEED ABATEI	70.00
			16055	P-0000013714	FALL 2016 & SPRIN 2017 WEED ABATEI	1,868.00
					Total :	**3,008.00**
621886	12/13/2016	005037 KBM FACILITY SOLUTIONS	77229	P-0000013554	COMMUNITY ROOM - ROOM RENTAL C	1,500.00
					Total :	**1,500.00**
621887	12/13/2016	004380 KELLY PAPER	8269288	P-0000013392	BUSINESS LICENSE RENEWAL PAPER	29.94
					Total :	**29.94**
621888	12/13/2016	005453 LARRY AGRE, MATCO TOOLS	340132	P-0000013395	TAP SOCKET, WRENCH & BRUSH	92.52
					Total :	**92.52**

Bank code : bofa

Voucher	Date	Vendor	Invoice	PO #	Description/Account	Amount
621889	12/13/2016	005375 LEVEL 3 COMMUNICATIONS, LLC	48876507	P-0000013555	LEVEL 3 - CITY INTERNET	4,757.23
					Total :	**4,757.23**
621890	12/13/2016	000557 LIFE ASSIST, INC.	774109	P-0000013399	PARAMEDIC SUPPLIES	792.44
			775257	P-0000013399	GLOVES & SHARPS CONTAINER	472.61
					Total :	**1,265.05**
621891	12/13/2016	001933 LILBURN CORPORATION	16-1121	P-0000012748	CONSULTANT SERVICES FOR ORCHAI	725.00
					Total :	**725.00**
621892	12/13/2016	005608 LOMA LINDA UNIVERSITY HEALTH	REQUEST		REFUND FOR OVERPAYMENT OF CITY	244.43
					Total :	**244.43**
621893	12/13/2016	001733 LOWE'S COMPANIES, INC.	25126	P-0000013477	HOOK, PEGBOARD ORGANIZER, TOOL	95.02
			25645	P-0000013477	FITTINGS	2.99
			27140	P-0000013477	FRYING OIL, BATTERIES & FRYER	89.34
			27390	P-0000013477	CEILING LIGHT PANEL	40.69
			27477	P-0000013477	LUMBER	18.84
			27528	P-0000013477	LIGHT BULB & SPRINKLER HEAD	9.49
			27559	P-0000013477	CONCRETE	139.42
			27610	P-0000013477	ELECTRICAL WALL OUTLET	19.40
			27633	P-0000013477	SPRING, PIN & LAG SCREWS	16.98
			27806	P-0000013477	PLUMBING SUPPLIES	77.86
			67039	P-0000013477	EXT CORD, RUBBER GLOVES, WIRE BI	52.41
					Total :	**562.44**
621894	12/13/2016	001566 MALLORY SAFETY & SUPPLY LLC	4158406		SAFETY GLOVES	81.19
					Total :	**81.19**
621895	12/13/2016	002366 MARIO MOSQUEDA	REQUEST		UNIFORM REIMBURSEMENT-PANT & B	263.83
					Total :	**263.83**
621896	12/13/2016	000625 MARTIN & CHAPMAN CO.	2016555	P-0000013683	14X8,5 (legal) 24#Minute Book Paper	125.48
					Total :	**125.48**
621897	12/13/2016	004919 MELANIE DORAN TRAXIER, PLANNING PLUS/	17	P-0000011929	PLANNING SUPPORT SERVICES AND T	14,430.00
					Total :	**14,430.00**

Bank code : bofa

Voucher	Date	Vendor	Invoice	PO #	Description/Account	Amount
621898	12/13/2016	005563 MIKE ROQUET	1009-16	P-0000013765	ASPHALT PATCHING	9,975.00
					Total :	**9,975.00**
621899	12/13/2016	003470 MISSION LANE MAINTENCE - 618, C/O UNION	00027526	P-0000013461	City's share of the annual maintenance	831.00
					Total :	**831.00**
621900	12/13/2016	001935 NARCISCO VALDOVINOS, GOLDEN WEST LAI	000457	P-0000013559	2016-17 CONTRACTUAL MAINT OF BAI	2,646.07
			000458	P-0000013558	ANNUAL LMD LANDSCAPE MAINT CON	7,895.98
			000459	P-0000013558	ANNUAL LMD LANDSCAPE MAINT CON	200.85
			000500	P-0000013558	ANNUAL LMD LANDSCAPE MAINT CON	733.36
			000501	P-0000013560	BARTON MEDIAN - MISC IRRIGATION/L	463.12
			000502	P-0000013561	LMD SITES - MISC IRRIGATION/LANDS(	2,726.66
					Total :	**14,666.04**
621901	12/13/2016	001613 OFFICE DEPOT, INC	80638159001	P-0000013407	CALENDARS, FOLDERS, MARKERS, GE	300.03
			879510087001	P-0000013407	SIGNATURE STAMP FOR DIANA & INK	58.29
			879510205001	P-0000013407	INK REFILL FOR STAMPS	6.25
			880100698001	P-0000013407	STAMP & STAMPER INK	68.99
			880637681001	P-0000013407	MONTHLY PLANNER	20.55
			880638160001	P-0000013407	DESK CALENDAR	6.99
					Total :	**461.10**
621902	12/13/2016	005276 O'REILLY AUTO PARTS	3064-259006	P-0000013406	AUTO PARTS AND SUPPLIES	9.90
					Total :	**9.90**
621903	12/13/2016	005232 P & P UNIFORMS	406650/4	P-0000013482	UNIFORM BELT & PANTS	96.09
					Total :	**96.09**
621904	12/13/2016	000726 PARKHOUSE TIRE INC	2010494615	P-0000013410	TIRES, INSTALLATION & PARTS	1,556.24
					Total :	**1,556.24**
621905	12/13/2016	005511 PARTS AUTHORITY	032274	P-0000013411	LED WORK LAMP	72.77
					Total :	**72.77**
621906	12/13/2016	005609 PENG LEE	993762968		PREPAYMENT REFUND-CLOSED ACCC	33.14
					Total :	**33.14**
621907	12/13/2016	001592 PHOENIX GROUP INFORMATION SYST	102016143	P-0000013413	PARKING CITATION DELIQUENT NOTIC	704.34

Bank code : bofa

Voucher	Date	Vendor	Invoice	PO #	Description/Account	Amount
621907	12/13/2016	001592 001592 PHOENIX GROUP INFORMATION SYST	(Continued)		**Total :**	**704.34**
621908	12/13/2016	004458 PRINTING & PROMOTION PLUS	62162	P-0000013415	PRINTING OF BUSINESS CARDS	58.56
					Total :	**58.56**
621909	12/13/2016	000766 PRUDENTIAL OVERALL SUPPLY	22336953	P-0000013416	SHOP RAGS CLEANING SERVICE	42.83
					Total :	**42.83**
621910	12/13/2016	000266 ROBBINS & HOLDAWAY, A PROFESSIONAL CC	STMT		PROFESSIONAL/LEGAL SERVICES	1,355.80
					Total :	**1,355.80**
621911	12/13/2016	001379 SAN BERNARDINO COUNTY, DENNIS DRAEGI	107400	P-0000013423	ASSESSOR PARCEL INFORMATION	356.48
			107411	P-0000013423	ASSESSOR PARCEL INFORMATION	10.00
					Total :	**366.48**
621912	12/13/2016	003163 SANBAG	GA DUES 17-12	P-0000013776	ANNUAL MEMBERSHIP DUES 2016-17	2,926.52
					Total :	**2,926.52**
621913	12/13/2016	003574 SB CO FLOOD CONTROL DISTRICT, DEPT OF	LA1002	P-0000013767	Permit to operate and maintain an	909.00
					Total :	**909.00**
621914	12/13/2016	003698 SCOTT ZEHM, 2 KOI GUYS	INVOICE	P-0000013497	CITY FOUNTAIN MAINTENANCE	125.00
					Total :	**125.00**
621915	12/13/2016	000451 SITEONE LANDSCAPE SUPPLY	78396581	P-0000013425	IRRIGATION SUPPLIES	250.85
			78421990	P-0000013425	COUPLING & PVC PIPE	12.11
					Total :	**262.96**
621916	12/13/2016	001356 STAPLES BUSINESS ADVANTAGE	3322623965	P-0000013428	OFFICE SUPPLIES	114.72
					Total :	**114.72**
621917	12/13/2016	002880 STEVE HESLOP, STEVE AND BILL'S BACKFLO	1312	P-0000013431	BACKFLOW SERVICES	1,350.00
					Total :	**1,350.00**
621918	12/13/2016	005270 SUPERIOR AUTOMOTIVE WAREHOUSE	570309-1	P-0000013432	AIR FILTER	17.28
			570491-1	P-0000013432	PART RETURNED-CREDIT	-56.76
			570493-1	P-0000013432	RETURNED ITEM CREDIT	-19.00
			570503-1	P-0000013432	RETURNED ITEM CREDIT	-31.59

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Voucher	Date	Vendor	Invoice	PO #	Description/Account	Amount
621918	12/13/2016	005270 SUPERIOR AUTOMOTIVE WAREHOUSE	(Continued)			
			570799-1	P-0000013432	WIPER BLADES	43.63
			570879-1	P-0000013432	OIL FILTER & MOTOR OIL	27.21
			572013-1	P-0000013432	RADIATOR & RADIATOR CAP	133.23
			572498-1	P-0000013432	BRAKE PADS	44.78
			572584-1	P-0000013432	FUEL TUBING	4.43
			572627-1	P-0000013432	MOTOR OIL	96.47
			572628-1	P-0000013432	OIL FILTERS	36.89
			572632-1	P-0000013432	BRAKE PADS	47.71
			572670-1	P-0000013432	SPARK PLUGS	15.98
			572693-1	P-0000013432	SPARK PLUG BLOWER	19.98
			572702-1	P-0000013432	SPARK PLUGS	2.35
			573118-1	P-0000013432	FILTER & MOTOR OIL	69.11
			573137-1	P-0000013432	BELT	36.06
					Total :	**487.76**
621919	12/13/2016	005206 SWRCB-DWOCP	34606		WTR DISTRIBUTION OPER, GRADE 2-M	45.00
					Total :	**45.00**
621920	12/13/2016	000760 THE PRESS-ENTERPRISE	180806088		NEWSPAPER SUBSCRIPTION	74.44
					Total :	**74.44**
621921	12/13/2016	002594 THOMAS INGALLS	REQUEST		REIMBURSEMENT FOR PC-832 INSP 1/	522.67
					Total :	**522.67**
621922	12/13/2016	005193 TIMOTHY BRUNER	REQUEST		REIMBURSEMENT FOR CHIEF OFFICEI	513.04
					Total :	**513.04**
621923	12/13/2016	001841 TRANSWORLD SYSTEMS INC	1473641		TRANSWORLD COLLECTIONS-OCT 20'	21.67
					Total :	**21.67**
621924	12/13/2016	000304 TYLER TECHNOLOGIES, INC, EDEN SYSTEMS	045-174967	P-0000013777	TYLER SUPPORT JAN 1 THRU DEC 31,	24,702.09
					Total :	**24,702.09**
621925	12/13/2016	001862 U.S. POSTAL SERVICE	PERMIT 1277		FEE RENEWAL NOTICE PERMIT 1277	215.00
					Total :	**215.00**
621926	12/13/2016	001854 UNDERGROUND SERVICE ALERT OF	11201660142	P-0000013439	DIG ALERT NOTIFICATION	70.50

Bank code : bofa

Voucher	Date	Vendor	Invoice	PO #	Description/Account	Amount
621926	12/13/2016	001854 001854 UNDERGROUND SERVICE ALERT OF (Continued)			**Total :**	**70.50**
621927	12/13/2016	004030 US TRONICS	M-12267OC16	P-0000013547	EOC SATELLITE SERVICE FOR 3 PHON	149.85
					Total :	**149.85**
621928	12/13/2016	001885 VISTA PAINT CORPORATION	2016-152221-00	P-0000013474	PAINT, ROLLER & GOOF OFF GRAFFITI	153.62
					Total :	**153.62**
621929	12/13/2016	001977 VULCAN MATERIALS	71303541	P-0000013440	BASE	478.74
			71309402	P-0000013440	ASPHALT CONCRETE	176.86
					Total :	**655.60**
621930	12/13/2016	005500 WEST COAST ARBORISTS INC	120650	P-0000013774	TREE TRIMMING AT HULDA CROOKS P	748.00
					Total :	**748.00**
621931	12/13/2016	001917 WILBUR E & JUNE PURVIS, WILBUR'S	34569	P-0000013478	LAWNMOWER REPAIR AND MAINTENA	57.13
					Total :	**57.13**
621932	12/13/2016	001919 WILLDAN	002-17304	P-0000013444	BUILDING INSPECTION/PLAN CHECK S	1,260.00
					Total :	**1,260.00**
621933	12/13/2016	004353 WITTMAN ENTERPRISES, LLC	16010069	P-0000013569	EMS BILLING FY 2017	1,641.64
					Total :	**1,641.64**

111 Vouchers for bank code : bofa **Bank total :** **716,519.64**

111 Vouchers in this report **Total vouchers :** **716,519.64**

PAYROLL: $242,909.31 12/01/2016

Bank code : bofa

Voucher	Date	Vendor	Invoice	PO #	Description/Account	Amount

CLAIMS VOUCHER APPROVAL

I have reviewed the above listing of payments on check nos. 338537; 621824 through 621933 for a total disbursement of $ 716,519.64, and to the best of my knowledge, based on the information provided, they are correct and are recommended for payment.

for DD
DIANA DE ANDA, Finance Director

Recommend that City Council approve for payment.

T. Jarb Thaipejr, City Manager

Approved by the City Council at their meeting held on 12-13-2016 and the City Treasurer is hereby directed to pay except as noted.

Rhodes Rigsby, Mayor

Bank code : bofa

Voucher	Date	Vendor	Invoice	PO #	Description/Account	Amount
395953	12/15/2016	000454 ICMA RETIREMENT CORP	2016121500395953		ICMA CONTRIBUTIONS-11/27-12/10/201	15,654.04
					Total :	**15,654.04**
621934	12/8/2016	005395 USBANK EQUIPMENT FINANCE	318716016	P-0000013487	EQUIPMENT LEASE NEW AGREEMENT	3,173.37
					Total :	**3,173.37**
621935	12/8/2016	005046 ALFRED NUNO	993758782		REFUND OVERPAYMENT PER CUSTOM	1,685.80
					Total :	**1,685.80**
621936	12/8/2016	000865 SN BERNARDINO CO SHERIFF DEPT	16002		O/T QUAID 7/8/2016 -$337.75~	696.00
					Total :	**696.00**
621937	12/8/2016	003294 US POSTAL SERVICE, NEOPOST POSTAGE-O	REQUEST		POSTAGE FOR MTR ACCT #47718562	1,000.00
					Total :	**1,000.00**
621938	12/8/2016	005502 FRONTIER COMMUNICATIONS	STMTS-2		PHONE SERVICE	247.59
					Total :	**247.59**
621939	12/8/2016	001245 SO CALIF EDISON	STMTS-3		ELECTRICITY SERVICE	1,194.43
					Total :	**1,194.43**
621940	12/8/2016	001261 THE GAS COMPANY	STMT-1		GAS SERVICE	52.97
					Total :	**52.97**
621941	12/8/2016	001261 THE GAS COMPANY	STMTS-3		GAS SERVICE	578.20
					Total :	**578.20**
621942	12/8/2016	001245 SO CALIF EDISON	STMTS-6		ELECTRICITY SERVICE	489.18
					Total :	**489.18**
621943	12/8/2016	001245 SO CALIF EDISON	STMTS-7		ELECTRICITY SERVICE	280.61
					Total :	**280.61**
621944	12/8/2016	000026 VERIZON WIRELESS	9774488804		S.C.A.D.A DATA CARD LAP TOP	38.05
					Total :	**38.05**
621945	12/8/2016	000026 VERIZON WIRELESS	9776157788		WIRELESS PHONE SERVICE	2,501.54

Bank code : bofa

Voucher	Date	Vendor		Invoice	PO #	Description/Account	Amount
621945	12/8/2016	000026	000026 VERIZON WIRELESS	(Continued)		**Total :**	**2,501.54**
621946	12/8/2016	004455	SIEMENS INDUSTRY, INC	5620013241	P-0000013646	MISC REPAIRS TO TRAFFIC SIGNALS F	1,646.93
						Total :	**1,646.93**
621947	12/8/2016	004455	SIEMENS INDUSTRY, INC	5610032277	P-0000013565	Contractual services for Fiscal Year	2,184.00
						Total :	**2,184.00**
621948	12/13/2016	005502	FRONTIER COMMUNICATIONS	STMTS-4		PHONE SERVICE	258.14
						Total :	**258.14**
621949	12/13/2016	000865	SN BERNARDINO CO SHERIFF DEPT	15978	P-0000013483	ADDENDUM-MISC OVERTIME	30,548.21
						Total :	**30,548.21**
621950	12/13/2016	002888	DELTA DENTAL INSURANCE CO	BE001914525		DENTAL INSURANCE PREMIUM-DEC 2(	1,445.42
						Total :	**1,445.42**
621951	12/13/2016	001245	SO CALIF EDISON	STMTS-6		ELECTRICITY SERVICE	3,398.73
						Total :	**3,398.73**
621952	12/13/2016	001245	SO CALIF EDISON	STMT-1		ELECTRICITY SERVICE	875.15
						Total :	**875.15**
621953	12/13/2016	001245	SO CALIF EDISON	STMT		ELECTRICITY SERVICE	21,391.84
						Total :	**21,391.84**
621954	12/15/2016	005144	JAMES HUSS JR., WEST SWPPP SERVICES	16026	P-0000013797	WEED ABATEMENT OF VARIOUS LOCA	510.00
						Total :	**510.00**
621955	12/15/2016	005144	JAMES HUSS JR., WEST SWPPP SERVICES	16034	P-0000013797	WEED ABATEMENT OF VARIOUS LOCA	280.00
						Total :	**280.00**
621956	12/15/2016	005144	JAMES HUSS JR., WEST SWPPP SERVICES	16046	P-0000013797	WEED ABATEMENT OF VARIOUS LOCA	5,250.00
						Total :	**5,250.00**
621957	12/15/2016	005144	JAMES HUSS JR., WEST SWPPP SERVICES	16051	P-0000013797	WEED ABATEMENT OF VARIOUS LOCA	170.00
						Total :	**170.00**

Bank code : bofa

Voucher	Date	Vendor	Invoice	PO #	Description/Account	Amount
621958	12/15/2016	000570 LOMA LINDA FIREFIGHTERS ASSN	STMTS-2		DUES & T-DONATION COLLECTED- DE	818.00
					Total :	**818.00**
621959	12/15/2016	003881 SB CO PROFESSIONAL FIREFIGHTER	STMT		DUES COLLECTED FOR DEC. 2016	3,303.30
					Total :	**3,303.30**
621960	12/15/2016	005284 CITY EMPLOYEES ASSOCIATES	STMT		DUES COLLECTED FOR DEC. 2016	480.00
					Total :	**480.00**
621961	12/15/2016	001280 CARRY HOWARD	REQUEST		DEPENDENT CARE REIMBURSE-2016	68.63
					Total :	**68.63**
621962	12/15/2016	000876 SAN BERNARDINO MUNICIPAL WATER	STMT		SWR SVC COLLECTION- AUG & SEPT	280,737.02
					Total :	**280,737.02**
621963	12/15/2016	004008 REPUBLIC SERVICES	STMT		REFUSE SVC COLLECTIONS-JUL & AU	81,411.81
					Total :	**81,411.81**
621964	12/15/2016	000110 BURTRONICS BUSINESS SYSTEM	AR19991	P-0000013796	CONTRACT FOR MAINT SERVICES FOI	1,696.31
					Total :	**1,696.31**
621965	12/15/2016	003574 SB CO FLOOD CONTROL DISTRICT, DEPT OF	FILE: 3-401/2.10	P-0000013799	LICENSE AGR FOR CONDUIT AT SAN T	909.00
					Total :	**909.00**
621966	12/15/2016	000026 VERIZON WIRELESS	9775912963		WIRELESS PHONE SVC-MCGARVIN	55.38
					Total :	**55.38**
621967	12/15/2016	000026 VERIZON WIRELESS	9775850318		WIRELESS PHONE SERVICE	57.96
					Total :	**57.96**
621968	12/15/2016	001245 SO CALIF EDISON	STMT-1		ELECTRICITY SERVICE	7,401.43
					Total :	**7,401.43**
621969	12/15/2016	001245 SO CALIF EDISON	STMT-1		ELECTRICITY SERVICE	71.38
					Total :	**71.38**
621970	12/15/2016	001245 SO CALIF EDISON	STMTS (6)		ELECTRICITY SERVICE	761.50

Bank code : bofa

Voucher	Date	Vendor	Invoice	PO #	Description/Account	Amount
621970	12/15/2016	001245 001245 SO CALIF EDISON	(Continued)		Total :	761.50
621971	12/15/2016	001245 SO CALIF EDISON	STMTS-7		ELECTRICITY SERVICE	486.98
					Total :	486.98
621972	12/15/2016	001245 SO CALIF EDISON	STMTS (9)		ELECTRICITY SERVICE	3,721.56
					Total :	3,721.56
621973	12/15/2016	001245 SO CALIF EDISON	STMTS-5		ELECTRICITY SERVICE	288.27
					Total :	288.27
621974	12/15/2016	001245 SO CALIF EDISON	STMTS-4		ELECTRCITY SERVICE	712.59
					Total :	712.59
621975	12/15/2016	001245 SO CALIF EDISON	STMTS-9		ELECTRICITY SERVICE	6,351.46
					Total :	6,351.46
621976	12/19/2016	003628 U.S. BANK CORPORATE PYMNT SYS	4246 0445 5565 0021		CAL-CARD PURCHASES	3,784.17
					Total :	3,784.17
621977	12/19/2016	005232 P & P UNIFORMS	406058/4	P-0000013482	UNIFORMS	100.43
					Total :	100.43
621978	12/19/2016	005232 P & P UNIFORMS	405875/4	P-0000013482	UNIFORMS	553.99
					Total :	553.99
621979	12/19/2016	005232 P & P UNIFORMS	405892/4	P-0000013482	UNIFORMS	6.48
					Total :	6.48
621980	12/19/2016	005232 P & P UNIFORMS	405904/4	P-0000013482	UNIFORMS	513.07
					Total :	513.07
621981	12/19/2016	005232 P & P UNIFORMS	405922/4	P-0000013715	UNIFORMS & BOOTS FOR BOHNER	1,176.03
					Total :	1,176.03
621982	12/19/2016	005232 P & P UNIFORMS	406003/4	P-0000013482	UNIFORMS	15.11
					Total :	15.11

Bank code : bofa

Voucher	Date	Vendor	Invoice	PO #	Description/Account	Amount
621983	12/19/2016	005232 P & P UNIFORMS	B11789/4	P-0000013482	UNIFORMS	150.00
					Total :	**150.00**
621984	12/19/2016	005232 P & P UNIFORMS	406057/4	P-0000013482	UNIFORMS	200.86
					Total :	**200.86**
621985	12/19/2016	005027 KAVEETA PRASAD	REQUEST		REIMBURSEMENT FOR ADOPT-A-FAMI	34.73
					Total :	**34.73**
621986	12/19/2016	003139 JULIA LOEFFERT	REQUEST		REIMBURSEMENT FOR	125.00
					Total :	**125.00**
621987	12/19/2016	005448 LISA JEAN AYALA	REQUEST		REIMBURSEMENT ADOPT-A-FAMILY-Y\	125.00
					Total :	**125.00**
621988	12/19/2016	000265 DIANA DE ANDA	RECEIPT		ADOPT-A-FAMILY REIMBURSEMENT-G(	125.00
					Total :	**125.00**
621989	12/19/2016	002218 SONIA FABELA	REQUEST		ADOPT-A-FAMILY REIMBURSEMENT	272.72
					Total :	**272.72**
621990	12/20/2016	001851 UNUM INSURANCE	0091889-001 4		LIFE & DISABILITY INSU PREMIUM-JAN	4,331.84
					Total :	**4,331.84**
621991	12/20/2016	001851 UNUM INSURANCE	0091890-001 0		LIFE INSURANCE PREMIUM-JAN 2017	608.84
					Total :	**608.84**
621992	12/20/2016	001730 AFLAC	268602		AFLAC INSURANCE PREMIUM-DEC 20'	1,536.95
					Total :	**1,536.95**
621993	12/20/2016	000857 S.B. CO OFC AUDITOR/CONTROLLER	NOVEMBER 2016		PARKING CITATIONS STATE FEE-NOV ;	1,475.00
					Total :	**1,475.00**
621994	12/20/2016	000213 TIME WARNER	8448 40 053 0030597	P-0000013528	CITY HALL TV SERVICE	21.82
					Total :	**21.82**
621995	12/20/2016	000213 TIME WARNER	8448 40 053 0212906	P-0000013527	LLFD TV CABLE SERVICE	12.63

Bank code : bofa

Voucher	Date	Vendor		Invoice	PO #	Description/Account	Amount
621995	12/20/2016	000213	000213 TIME WARNER	(Continued)		**Total :**	**12.63**
621996	12/20/2016	001631	JEFF BENDER	REQUEST		FLEX MEDICAL REIMBURSEMENT-201€	778.15
						Total :	**778.15**
621997	12/20/2016	004401	ORKIN PEST CONTROL	134894761	P-0000013708	PEST CONTROL SERVICES FOR 10466	45.00
						Total :	**45.00**
621998	12/20/2016	000840	CITY OF SAN BERNARDINO	92661-76164	P-0000013354	WATER PURCHASES	541.70
						Total :	**541.70**
621999	12/20/2016	000840	CITY OF SAN BERNARDINO	92661-90878	P-0000013354	WATER PURCHASES	30.19
						Total :	**30.19**
622000	12/20/2016	005256	FLYERS ENERGY, LLC	16-378828	P-0000013469	FUEL	3,204.17
						Total :	**3,204.17**
622001	12/20/2016	001254	LYNETTE ARREOLA	REQUEST		ADOPT-A-FAMILY REIMBURSEMENT-BE	125.00
						Total :	**125.00**
622002	12/20/2016	001965	J.L. LUZADAS	REQUEST		DEPENDENT CARE REIMBURSEMENT-	1,465.08
						Total :	**1,465.08**
622003	12/21/2016	002218	SONIA FABELA	REQUEST		REIMBURSEMENT FOR ADOPT-A-FAMI	346.25
						Total :	**346.25**
622004	12/21/2016	000265	DIANA DE ANDA	REQUEST		ADOPT-A-FAMILY REIMBURSEMENT(JC	267.20
						Total :	**267.20**
622005	12/21/2016	005255	GOPHER PATROL	195251	P-0000013587	Gopher Control Services performed	120.00
						Total :	**120.00**
622006	12/21/2016	005255	GOPHER PATROL	194762	P-0000013587	Gopher Control Services performed	290.00
						Total :	**290.00**
622007	12/21/2016	005255	GOPHER PATROL	195249	P-0000013587	Gopher Control Services performed	245.00
						Total :	**245.00**

Bank code : bofa

Voucher	Date	Vendor	Invoice	PO #	Description/Account	Amount
622008	12/21/2016	000840 CITY OF SAN BERNARDINO	133-132	P-0000013354	WATER PURCHASES	781.70
					Total :	**781.70**
622009	12/21/2016	000213 TIME WARNER	8448 40 053 2220150	P-0000013527	LLFD TV CABLE SERVICE	78.10
					Total :	**78.10**
622010	12/21/2016	005502 FRONTIER COMMUNICATIONS	STMT-1		PHONE SERVICE	38.54
					Total :	**38.54**
622011	12/21/2016	001245 SO CALIF EDISON	STMTS-4		ELECTRICITY SERVICE	2,506.77
					Total :	**2,506.77**
622012	12/27/2016	001074 ADDICTION MEDICINE CONSLT, INC	12M17	P-0000013791	DOT Drug and Alcohol Testing Program	1,700.00
					Total :	**1,700.00**
622013	12/27/2016	002120 ALLIANT INS SVCS - SPEC EVENT	SPECIAL EVENT		SPECIAL EVENT INS-4TH QTR	162.00
					Total :	**162.00**
622014	12/27/2016	001984 ALLSTAR FIRE EQUIP. CO. INC.	194608	P-0000013342	LEATHER TURNOUT BOOTS	372.60
					Total :	**372.60**
622015	12/27/2016	004554 ALTERNATIVE HOSE, INC	5648821	P-0000013343	HYDRAULIC OIL, GLOVES & HOSE PR(	183.69
			5652675	P-0000013343	FIRE HOSE & ADAPTERS	329.47
					Total :	**513.16**
622016	12/27/2016	000053 ANIMAL EMERGENCY CLINIC, INC	65086	P-0000013344	ANIMAL CONTROL SERVICES	90.00
					Total :	**90.00**
622017	12/27/2016	003833 ATKINSON, ANDELSON, LOYA, RUUD, & ROM(	511179	P-0000011822	PERSONNEL LEGAL SERVICES FY 14/1	3,862.50
					Total :	**3,862.50**
622018	12/27/2016	002599 BNY WESTERN TRUST COMPANY	252-1989696		1995 WTR REVENUE REFUNDING BON	100.00
					Total :	**100.00**
622019	12/27/2016	005409 CAL MICRO RECYCLING, ATTN: ACCOUNTS R	1603114		MICROWAVES/REFRIGERATOR, LCD M	407.62
					Total :	**407.62**
622020	12/27/2016	004803 CANNON PACIFIC SERVICES INC	141880	P-0000013502	CITY STREET SWEEPING SERVICES	3,200.00

Bank code : bofa

Voucher	Date	Vendor		Invoice	PO #	Description/Account	Amount
622020	12/27/2016	004803	004803 CANNON PACIFIC SERVICES INC (Continued)			**Total :**	**3,200.00**
622021	12/27/2016	005039	CHJ CONSULTANTS	11047	P-0000013624	SOILS COMPACTION TESTING BENTOI	279.80
						Total :	**279.80**
622022	12/27/2016	002843	CITY OF REDLANDS, OFFICE OF CITY TREAS	AR151519	P-0000013353	CNG FUEL	103.21
						Total :	**103.21**
622023	12/27/2016	005615	CLAUDINE MA	993761940		PREPAYMENT CREDIT REFUND-ACCOI	26.01
						Total :	**26.01**
622024	12/27/2016	000203	CLINICAL LABORATORY OF	953674	P-0000013357	TEST WATER AT WELL SITE	7,023.50
						Total :	**7,023.50**
622025	12/27/2016	001173	COUNTY OF SAN BERNARDINO, DEPT OF INF	20181	P-0000013360	PAGER MONITORING SERVICES	9.21
						Total :	**9.21**
622026	12/27/2016	000954	CWEA-TCP	ID# 0000547711		CWEA CERTITIFCATE RENEWAL-DRUM	83.00
						Total :	**83.00**
622027	12/27/2016	005210	DAVID SWAIN	REQUEST		REIMBURSEMENT FOR CHIEF OFFICEI	252.00
						Total :	**252.00**
622028	12/27/2016	002238	DIB'S SAFE & LOCK SERVICE, DAVID CARTEF	226008	P-0000013468	SAFE AND LOCK SERVICES	256.30
						Total :	**256.30**
622029	12/27/2016	003035	DOUGLAS L. GOODMAN, GOODMAN & ASSOC	5003	P-0000012931	PREPARE IMP PLANS FOR CALIF & RE	32,028.26
						Total :	**32,028.26**
622030	12/27/2016	000336	FEDEX	5-629-53766		OVERNIGHT MAIL SERVICE	50.13
				5-637-64149		OVERNIGHT MAIL SERVICE-LEAGUE O	19.51
				5-644-41080		OVERNIGHT MAIL SERVICE	21.75
						Total :	**91.39**
622031	12/27/2016	005256	FLYERS ENERGY, LLC	16-377181	P-0000013469	FUEL	1,379.66
						Total :	**1,379.66**
622032	12/27/2016	005216	GENUINE AUTO PARTS	166976	P-0000013481	BULB	13.18

Bank code : bofa

Voucher	Date	Vendor	Invoice	PO #	Description/Account	Amount
622032	12/27/2016	005216 005216 GENUINE AUTO PARTS	(Continued)		**Total :**	**13.18**
622033	12/27/2016	002036 GLENN B. DORNING	CT85856		SAFETY CHAIN & GREASE CAP	117.55
					Total :	**117.55**
622034	12/27/2016	005255 GOPHER PATROL	208235	P-0000013587	Gopher Control Services performed	290.00
			208514	P-0000013587	Gopher Control Services performed	295.00
			208698	P-0000013587	Gopher Control Services performed	245.00
			208700	P-0000013587	Gopher Control Services performed	120.00
			208702	P-0000013587	Gopher Control Services performed	275.00
					Total :	**1,225.00**
622035	12/27/2016	000402 HACH COMPANY	10225606	P-0000013375	REAGENT SET CHLORINE & KIT	769.98
					Total :	**769.98**
622036	12/27/2016	003433 HD SUPPLY WATERWORKS, LTD	G437911	P-0000013748	METER REGISTERS	4,343.51
					Total :	**4,343.51**
622037	12/27/2016	000440 HOSPITALITY CAR WASH	CLLPW-2008	P-0000013379	CAR WASH	76.00
					Total :	**76.00**
622038	12/27/2016	003400 INFOSEND, INC	113821	P-0000013662	Print & mail utility bills FY 2016-2017	1,604.87
					Total :	**1,604.87**
622039	12/27/2016	000480 INLAND WATER WORKS SUPPLY	289395	P-0000013383	WATER PARTS AND MATERIALS FOR R	1,360.05
					Total :	**1,360.05**
622040	12/27/2016	005616 JOSEPH BRYSON	993761517		PREPAYMENT CREDIT REFUND, CLOS	37.94
					Total :	**37.94**
622041	12/27/2016	005037 KBM FACILITY SOLUTIONS	77881	P-0000013553	JANITORIAL CONTRACT FOR ALL CITY	6,112.00
			78639	P-0000013554	COMMUNITY ROOM - ROOM RENTAL C	1,050.00
					Total :	**7,162.00**
622042	12/27/2016	000250 L.N. CURTIS & SONS	INV68179	P-0000013802	HP VALVE KITS	1,641.60
					Total :	**1,641.60**
622043	12/27/2016	005453 LARRY AGRE, MATCO TOOLS	340801	P-0000013395	DIGITAL MULTIMETER	250.61

Bank code : bofa

Voucher	Date	Vendor		Invoice	PO #	Description/Account	Amount
622043	12/27/2016	005453	005453 LARRY AGRE, MATCO TOOLS	(Continued)		**Total :**	**250.61**
622044	12/27/2016	002045	LOMA LINDA HEATING & AIR, CONDITIONING,	20647	P-0000013752	AC UNITS CIVIC CENTER AND 25964 M	2,576.00
						Total :	**2,576.00**
622045	12/27/2016	000575	LOMA LINDA PLUMBING, INC	12669		SEWER MAIN LINE STOPPAGE CLEAN	157.50
						Total :	**157.50**
622046	12/27/2016	001733	LOWE'S COMPANIES, INC.	27357	P-0000013477	FILTERS & GATE HANDLE	17.43
				27387	P-0000013477	DECORATION HARDWARE	4.28
				27483	P-0000013477	CONDUIT, LOCKNUT & GLUE	14.09
				27547	P-0000013477	LOCK SET	30.83
				27605	P-0000013477	COUPLINGS & PVC TERMINAL	2.14
				27684	P-0000013477	CONNECTORS	10.70
				27915	P-0000013477	CHRISTMAS LIGHTS & POTTING MIX	133.73
				RETURN	P-0000013477	RETURN OF PAINT SUPPLES	-200.27
						Total :	**12.93**
622047	12/27/2016	003855	LYNN A. HIRTZ, DANS LAWNMOWER CENTER	120119	P-0000013402	LAWNMOWER REPAIR	125.99
						Total :	**125.99**
622048	12/27/2016	005617	MOON YOUNG	993761518		PREPAYMENT CREDIT REFUND, ACCO	44.92
						Total :	**44.92**
622049	12/27/2016	001613	OFFICE DEPOT, INC	885865965001	P-0000013407	PAPER	64.78
						Total :	**64.78**
622050	12/27/2016	005276	O'REILLY AUTO PARTS	3064-260534	P-0000013406	AUTO PARTS AND SUPPLIES	65.21
				3064-260535	P-0000013406	AUTO PARTS AND SUPPLIES	11.97
						Total :	**77.18**
622051	12/27/2016	004401	ORKIN PEST CONTROL	151124126	P-0000013708	PEST CONTROL SERVICES FOR 10466	45.00
						Total :	**45.00**
622052	12/27/2016	003951	ORNNELL FIRE SPRINKLER INC	16-6004	P-0000013110	INSTALLATION OF FIRE SPRINKLERSA	6,585.00
						Total :	**6,585.00**
622053	12/27/2016	003117	PAUL PENDLETON, PROMISED LAND NURSEI	STMT		PLANTS FOR CITY HALL EXTERIOR LA	702.00

Bank code : bofa

Voucher	Date	Vendor		Invoice	PO #	Description/Account	Amount
622053	12/27/2016	003117	PAUL PENDLETON, PROMISED LAND NURSEI	(Continued)			
					P-0000013803		
						Total :	**702.00**
622054	12/27/2016	001592	PHOENIX GROUP INFORMATION SYST	1020161143	P-0000013413	PARKING CITATION DELIQUENT NOTIC	196.14
				112016143	P-0000013413	PARKING CITATION DELIQUENT NOTIC	830.21
						Total :	**1,026.35**
622055	12/27/2016	002289	PROGRESSIVE SOLUTIONS, INC.	37036	P-0000013784	Green business license form 1 box	601.80
						Total :	**601.80**
622056	12/27/2016	005612	RAJEEV SAMUEL, RS FOTO STUDIO	STMT		LL CITY LANDMARKS PHOTO COLLECT	125.00
						Total :	**125.00**
622057	12/27/2016	000266	ROBBINS & HOLDAWAY, A PROFESSIONAL CC	STMT		PROFESSIONAL/LEGAL SERVICES	2,992.54
						Total :	**2,992.54**
622058	12/27/2016	001701	ROBERT L. SMITH, BYRD INDUSTRIAL ELECT	1021-16	P-0000013420	WELL AND BOOSTER SERVICE REPAIF	1,368.54
				1115-16	P-0000013420	WELL AND BOOSTER SERVICE REPAIF	800.38
						Total :	**2,168.92**
622059	12/27/2016	005477	ROSE EQUIPMENT REPAIR INC	25025	P-0000013758	REPAIR PARTS CLEANING MACHINE	998.68
					P-0000013758		
				IN24750		DEGREASER	144.20
						Total :	**1,142.88**
622060	12/27/2016	002324	SAN BERNARDINO CO FIRE DEPT	LL217CC	P-0000013564	Annual Household Hazardous Waste	7,397.00
						Total :	**7,397.00**
622061	12/27/2016	001379	SAN BERNARDINO COUNTY, DENNIS DRAEGI	107427	P-0000013423	ASSESSOR PARCEL INFORMATION	10.00
						Total :	**10.00**
622062	12/27/2016	004455	SIEMENS INDUSTRY, INC	5610039516	P-0000013565	Contractual services for Fiscal Year	2,184.00
				5620014810	P-0000013646	MISC REPAIRS TO TRAFFIC SIGNALS F	2,094.39
						Total :	**4,278.39**
622063	12/27/2016	000451	SITEONE LANDSCAPE SUPPLY	78226423	P-0000013425	WIRE MARKER TAPE & DISPENSER	11.75
				78658037	P-0000013425	REACHER, SEAL & COUPLING	23.47

Bank code : bofa

Voucher	Date	Vendor	Invoice	PO #	Description/Account	Amount
622063	12/27/2016	000451 SITEONE LANDSCAPE SUPPLY	(Continued)			
			78658544	P-0000013425	REACHER	28.84
			78689765	P-0000013425	TROWEL, ELBOW, FITTING, SUCTIONS	69.64
					Total :	**133.70**
622064	12/27/2016	000865 SN BERNARDINO CO SHERIFF DEPT	16178	P-0000013483	SAN BERNARDINO SHERIFF SERVICE	378,410.00
					Total :	**378,410.00**
622065	12/27/2016	001245 SO CALIF EDISON	STMT		ELECTRICITY SERVICE	3,759.03
			STMT(1)		ELECTRICITY SERVICE	1,676.24
			STMTS-4		ELECTRICITY SERVICE	10,751.00
					Total :	**16,186.27**
622066	12/27/2016	001799 STRADLING,YOCCA, CARLSON, & RAUTH	STMT		PROFESSIONAL/LEGAL SERVICES	3,623.00
					Total :	**3,623.00**
622067	12/27/2016	005270 SUPERIOR AUTOMOTIVE WAREHOUSE	573252-1	P-0000013432	FUEL FILTER	11.69
			573386-1	P-0000013432	DOUBLE SIDED TAPE	19.00
			573400-1	P-0000013432	AIR FILTER & FUEL FILTER	24.80
			573907-1	P-0000013432	WELDING STIK	5.86
			574407-1	P-0000013432	BRAKE PADS	35.41
			574446-1	P-0000013432	FILTER	43.05
					Total :	**139.81**
622068	12/27/2016	005206 SWRCB-DWOCP	REQUEST		REEXAMINATION FEE FOR MARC CRU	45.00
			REQUEST		HERRERA-REEXAMINATION FEE GRAI	45.00
					Total :	**90.00**
622069	12/27/2016	001261 THE GAS COMPANY	194 068 6736 6		GAS SERVICE	54.93
					Total :	**54.93**
622070	12/27/2016	003654 THE PUBLIC RESTROOM COMPANY	11296	P-0000013728	INSTALL PREFAB RESTROOM AT HULC	77,174.20
					Total :	**77,174.20**
622071	12/27/2016	005193 TIMOTHY BRUNER	REQUEST		REIMBURSEMENT FOR CHIEF OFFICEI	126.00
					Total :	**126.00**
622072	12/27/2016	005048 TRANS-WEST TRUCK CENTER LLC	TP241645		AIR GAUGE	71.04

Bank code : bofa

Voucher	Date	Vendor	Invoice	PO #	Description/Account	Amount
622072	12/27/2016	005048 TRANS-WEST TRUCK CENTER LLC	(Continued)			
			TP241751		LAMP TURN/MARKER, FENDER	91.96
					Total :	**163.00**
622073	12/27/2016	001885 VISTA PAINT CORPORATION	2016-199997-00	P-0000013474	HYDRANT PAINT	46.66
					Total :	**46.66**
622074	12/27/2016	005500 WEST COAST ARBORISTS INC	120991	P-0000013732	TREE TRIMMING CITYWIDE CIP 16-732	8,783.00
			121375	P-0000013732	TREE TRIMMING CITYWIDE CIP 16-732	3,014.00
					Total :	**11,797.00**
622075	12/27/2016	001917 WILBUR E & JUNE PURVIS, WILBUR'S	34181	P-0000013478	LAWNMOWER REPAIR AND MAINTENA	90.00
					Total :	**90.00**
622076	12/27/2016	001919 WILLDAN	002-17397	P-0000013444	BUILDING INSPECTION/PLAN CHECK S	7,283.03
			002-17398	P-0000013444	BUILDING INSPECTION/PLAN CHECK S	140.00
					Total :	**7,423.03**
1000789108	12/6/2016	000771 P.E.R.S.	1000789108/09/10/11		RETIREMENT CONTRIBUTIONS-10/30-1	45,715.85
					Total :	**45,715.85**
1000789896	12/7/2016	000773 P.E.R.S.	1000789896		HEALTH INSURANCE PREMIUM-DEC 2(	56,071.51
					Total :	**56,071.51**
1000792652	12/14/2016	000771 P.E.R.S.	1000792652		RETIREMENT CONTRIBUTIONS-NOV 2(	847.00
					Total :	**847.00**
1000793466	12/15/2016	000771 P.E.R.S.	1000793466/67/68/69		RETIREMENT CONTRIBUTIONS-11/13-1	45,767.93
					Total :	**45,767.93**

148 Vouchers for bank code : bofa **Bank total :** **1,255,451.88**

148 Vouchers in this report **Total vouchers :** **1,255,451.88**

PAYROLL: $250,501.58 12/15/2016

Bank code : bofa

Voucher	Date	Vendor	Invoice	PO #	Description/Account	Amount

CLAIMS VOUCHER APPROVAL

I have reviewed the above listing of payments on check nos. 395953; 621934 through 622076; 1000789108, 1000789896, 1000792652 & 1000793466 for a total disbursement of $ 1,255,451.88, and to the best of my knowledge, based on the information provided, they are correct and are recommended for payment.

Diana DeAnda
DIANA DE ANDA, Finance Director

Recommend that City Council approve for payment.

T. Jarb Thaipejr, City Manager

Approved by the City Council at their meeting held on 12-27-2016 and the City Treasurer is hereby directed to pay except as noted.

Rhodes Rigsby, Mayor

City of Loma Linda
Official Report

Rhodes Rigsby, Mayor
Phillip Dupper, Mayor pro tempore
Ovidiu Popescu, Councilman
Ronald Dailey, Councilman
John Lenart, Councilman

COUNCIL AGENDA: December 27, 2016

Approved/Continued/Denied
By City Council
Date _____

TO: City Council

VIA: T. Jarb Thaipejr, City Manager

FROM: Pamela Byrnes-O'Camb, City Clerk

SUBJECT: Minutes of November 8 and 22, 2016

RECOMMENDATION

It is recommended that the City Council approve the minutes of November 8 and 22, 2016

City of Loma Linda

City Council Minutes

Regular Meeting of November 22, 2016

A regular meeting of the City Council was called to order by Mayor Rigsby at 7:06 p.m., Tuesday, November 22, 2016, in the City Council Chamber, 25541 Barton Road, Loma Linda, California.

Councilmen Present:	Mayor Rhodes Rigsby Mayor pro tempore Phill Dupper Ovidiu Popescu Ron Dailey John Lenart
Councilman Absent:	None
Others Present:	City Manager T. Jarb Thaipejr City Attorney Richard E. Holdaway

The invocation and Pledge of Allegiance was led by Councilman Dailey. No items were added or deleted, and no public participation comments were offered upon invitation of the Mayor.

Scheduled And Related Items

Reports of Officers

CC-2016-104 – **Christmas Tree Lighting Ceremony**, Monday, December 5 at 5:00 p.m.

City Manager Thaipejr announced that the Annual Christmas Tree Lighting Ceremony would be held Monday, December 5 at 5:00 p.m. on the front lawn of the Civic Center. Hot chocolate and cookies would be served and everyone was invited.

CC-2016-105 – **Parade of Lights**

A representative of the Fire Department announced that the Parade of Lights would occur in the neighborhoods south of Barton Road on December 20 and on December 21 in the neighborhoods north of Barton Road. Santa would be providing candy to the children on those dates.

CC-2016-106 – **Consent Calendar**

Motion by Dupper, seconded by Lenart and unanimously carried to approve the Demands Register dated November 22, 2016 with commercial demands totaling $1,381,593.54 and Payroll Demands for November 3, 2016 for $251,916.34 and for November 17 for $261,409.26.

Scheduled and Related Items

CC-2016-106 – **Request from Loma Linda University regarding bond financing** for the expansion of the Central Utilities Plant on the main Loma Linda Campus ($80,000,000) and the construction and equipping of the clinic and educational facility in San Bernardino (approximately ($50,000,000) and withdrawal of TEFRA (Tax Equity and Fiscal Responsibility Act) hearing request (Rule of Necessity)

The Rule of Necessity was invoked due to the possible conflict of interest of four Council Members because of their source of income, resulting in Councilmen Rigsby and Dailey sitting with Mayor pro tempore Dupper to constitute a quorum and vote; Councilmen Popescu and Lenart abstaining and leaving the Council Chamber.

City Manager Thaipejr introduced the item, stating that Loma Linda University asked to issue bonds for two facilities, one in Loma Linda in the amount of $80,000,000 and one in San Bernardino for $50,000,000. In March of 2006, the City Council adopted Resolution No. 2439 to create a policy that the City be issuer of bonds in order to be informed of projects requiring bond issuance and to be able to collect one-quarter of one percent as a fee as issuer with the insurer acting in a professional manner as to procedures.

He went on to say that Loma Linda University indicated that since the facilities are located in two cities, they preferred to use the County of San Bernardino to conduct the TEFRA hearing and use CSCDA as the company to issue the bonds. The County requests that the City provide a letter of consent to the County to conduct the TEFRA hearing. He then asked for City Council direction.

Lew Mowery of LLU addressed the City Council, stating that the reason for a non-City issuer request was because of the two projects that LLU was financing and because the City of Loma Linda, according to LLU's Counsel was not able to issue bonds for proceeds to be used outside the City; if the City were to be the issuer for the project within the City, then a second city would have to conduct the TEFRA hearing for the facility outside of the city at an additional cost.

City Attorney Holdaway stated that the policy resolution did not limit the City from being a conduit issuer of bonds to construct facilities outside of the City. Ordinance 271 outlined the procedure for bond funding; the policy did not limit the projects, in that "Health Facility" is defined as any structure of building or portion thereof (and the land on which the same is located) whether or not within the City. So, if there was a determination made by LLU that it could not be done, it was not pursuant to Loma Linda's Ordinance or Policy. The City's Bond Counsel Mark Huebsch found no impediment to Loma Linda University going through the City for the issuance of bonds.

In response to questions, Mr. Thaipejr stated that the amount of revenue for the project within the City would be $200,000; if the projects were combined, the amount would be $325,000.

Mr. Mowery acknowledged the financial impact and indicated there had been discussion on the part of LLU to compensate the City if the City were not the issuer. Discussed was the project to widen Campus Street so that the cost of that project could be shared by LLU and the City, which would LLU's share close to the bond fee due to the City if the City were the issuer.

Discussion ensued pertaining to competing issuers; a Joint Powers Agreement pertaining to the Campus Street Project; arguments for or against the City being issuer; confirming, amending or clarifying the City's policy to act as conduit issuer for projects within or outside of the City; obtaining a legal opinion as to what part CSCDA would play.

James Hammel, Managing Director of CSCDA, also spoke and indicated that should the City become the conduit issuer, it was preferred that the CSCDA Team be involved because of the historical work already completed

The City Attorney indicated that the first request was that the City conduct the TEFRA hearing; then the question arose as to why the City wasn't the issuer of the bonds; then the request relating to the TEFRA hearing was rescinded

Motion by Rigsby, seconded by Dailey and unanimously carried to 1) instruct staff to work with applicant to see if City can be issuer; 2) CSCDA is to present a legal opinion to the City for its Bond Counsel to review and provide an opinion; 3) if it doesn't appear that the City will be the conduit issuer, then give permission to the County to conduct a TERA hearing; 4) if the City is to be the issuer, City would utilize its Bond Counsel and utilize the CSCDA Team to facilitate the process; however; 4) if LLU chooses not to use the City as issuer even though the City could be issuer, then the County would conduct the TEFRA hearing, CSCDA would be the issuer, there would be a JPA with LLU for the widening of Campus Street, utilizing the Bond Issuance Fee Policy to ascertain the amount LLU is to provide for the Campus Street Widening Project. Councilmen Popescu and Lenart did not vote.

The meeting adjourned at 8:15 p.m.

Approved at the meeting of _____, 2016.

_____
City Clerk

City of Loma Linda

City Council Minutes

Regular Meeting of November 8, 2016

A regular meeting of the City Council was called to order by Mayor pro tempore Dupper at 6:24 p.m., Tuesday, November 8, 2016, in the City Council Chamber, 25541 Barton Road, Loma Linda, California.

Councilmen Present:	Mayor pro tempore Phill Dupper Ovidiu Popescu Ron Dailey John Lenart
Councilman Absent:	Mayor Rhodes Rigsby
Others Present:	City Manager T. Jarb Thaipejr City Attorney Richard E. Holdaway

The invocation and Pledge of Allegiance was led by Councilman Popescu. No items were added or deleted, and no public participation comments were offered upon invitation of Mayor pro tempore Dupper.

CC-2016-098 – **Closed Session** – Conference with Real Property Negotiator – Gov. Code 54956.8Scheduled

Property:	APN 0281-162-51 west side of Richardson Street north of Redlands Boulevard
Negotiating Parties:	Konrad Bolowich on behalf of City and Hiral Patel on behalf of Sagemont Hotels
Under Negotiation:	Price and Terms of payment regarding sale of property

The City Council immediately recessed to consider the closed session item as listed, and reconvened at 7:00 p.m. with all members present except Mayor Rigsby. City Attorney Holdaway announced that the City Council met with its Negotiator and gave direction; there was no final action to report.

Scheduled And Related Items

CC-2016-099 - **Public Hearing** – Center for Health Promotion Building, 24785 Stewart Street within the Institutional Zone and Land Use Designation (Invoke Rule of Necessity)

a. Certificate of Appropriateness for Sign Permit (16-074)

b. Variance Application (16-075) to install seven signs and to exceed the maximum 12 sq. ft. allowance for additional wall signs and to exceed the maximum one sq. ft. allowance of an address sign

The Rule of Necessity was invoked due to a possible conflict of interest of four Council Members, resulting in Mayor Rigsby and Councilman Popescu sitting with Mayor pro tempore Dupper to constitute a quorum and vote, and Councilmen Dailey and Lenart abstaining.

Motion by Popescu, seconded by Lenart and unanimously carried to continue the public hearing to December 13, 2016 due to the absence of Mayor Rigsby.

CC-2016-100 - **Consent Calendar**

Motion by Dailey, seconded by Popescu and unanimously carried to approve the following items. Mayor Rigsby absent.

The Demands Register dated October 25, 2016 with commercial demands totaling $595,106.53.

The Demands Register dated October 31, 2016 with commercial demands totaling $334,777.47.

The Demands Register dated November 8, 20916 with commercial demands totaling $540, 296.74 and payroll demands totaling $251,916.34.

The Minutes of October 11, 2016 as presented.

Appropriated $25,000.00 and authorized Staff to solicit bids for purchase of nine (9) street light poles.

Award of contract for Pavement Rehabilitation of Anderson Street between Stewart Street and Court Street, including an increase to the scope of work to include rehabilitation of Loma Linda

Drive from Barton Road to the south property line of the Civic Center to Matich Corporation of Highland in the amount of $257,035.90; to Joseph E. Bonadiman & Associates, Inc. of San Bernardino for survey monument preservation in an amount not to exceed $2,500.00; approved a contingency amount of $56,000; City Staff to provide construction management services, including construction inspection.

Adopted Council Bill #R-2016-42.

Resolution No. 2916

A Resolution of the City Council of the City of Loma Linda, determining the amount of property tax revenues to be exchanged between and among the County of San Bernardino and the City of Loma Linda resulting from the jurisdictional change described by LAFC No. 3214 (80 acres on the east and west sides of California Street between New Jersey Street, Citrus Avenue and Orange Street.

Accepted as complete and authorize recordation of a Notice of Completion for the Benton Street Storm Drain, WEKA, Inc., contractor.

Amendment No. 3 to the Lease Agreement between the City and the County of San Bernardino relating to the Loma Linda Branch Library.

Amendment to contract between Planning PLUS/P+ and the City to increase contract amount relating to the Citrus Trails Project.

Appropriation of $14,050.00 for repair of damage to LLCCP fiber.

Old Business

CC-2016-101 - **Council Bill #O-2016-04 (Second Reading/Roll Call Vote) – Amending and adopting the Building Code comprised of the following codes:**

a. 2016 California Building Code based on the 2015 International Building Code

b. 2016 California Existing Building Code base on the 2015 International Existing Building Code

c. 2016 California Residential Code based on the 2015 International Residential Code

d. 2016 California Green Building Standards Code

e. 2016 California Electrical Code based on the 2014 National Electrical Code

f. 2016 California Plumbing Code based on the 2015 Uniform Plumbing Code

g. 2016 California Mechanical Code based on the 2015 Uniform Mechanical Code

h. 2015 International Property Maintenance Code

Motion by Popescu, seconded by Dailey and unanimously carried to waive reading of Council Bill #O-2016-04 in its entirety direct the Clerk to read by title only and call the roll.

The Clerk read the title and called the roll with following results:

Ayes:	Dupper, Popescu, Dailey, Lenart
Noes:	None
Absent:	Rigsby
Abstain:	None

Ordinance No. 736

An Ordinance of the City Council of the City of Loma Linda, State of California, amending Chapters 15.08 and 15.60 of the City of Loma Linda Municipal Code pertaining to buildings and construction by adopting the 2016 California Building Code including the 2016 California Existing Building Code, 2016 California referenced Standard Code, 2016 California Residential Code, 2016 California Green Building Standards Code, 2016

California Electrical Code, 2016 California Plumbing Code, 2016 California Mechanical Code

CC-2016-102 - **Council Bill #O-2016-07 - (Second Reading/Roll Call Vote) – 2016 California Fire Code based on the 2015 International Fire Code**

Motion by Popescu, seconded by Lenart and unanimously carried to waive reading of Council Bill #O-2016-07 in its entirety; direct the Clerk to read by title only and call the roll

The Clerk read the title and called the roll with the following results:

Ayes:	Dupper, Popescu, Dailey, Lenart
Noes:	None
Absent:	Rigsby
Abstain:	None

Ordinance No. 737

An Ordinance of the City Council of the City of Loma Linda adopting and amending the 2016 Edition of the California Fire Code, adopting and amending the 2015 Edition of the International Fire Code and repealing Chapter 15.28 of the Municipal Code

CC-2016-103 - **Council Bill #O-2013-08 (Second Reading/Roll Call vote) – Adopting the 2015 International Wildland Urban Interface Code**

Motion by Popescu, seconded by Dailey and unanimously carried to waive reading of Council Bill #O-2016-08 in its entirety; direct the Clerk to read by title only and call the roll

The Clerk read the title and called the roll with the following results:

Ayes:	Dupper, Popescu, Dailey, Lenart
Noes:	None
Absent:	Rigsby
Abstain:	None

Ordinance No. 738

An Ordinance of the City Council of the City of Loma Linda adopting and amending the 2015 Edition of the International Wildland-Urban Interface Code

Reports of Councilmen

Councilman Popescu asked about the term of the Successor Agency to the Redevelopment Agency. Finance Director DeAnda responded that as long as there was bond debt, the Successor Agency would continue; the Successor Agency would be extinguished upon full payment of debt service. He also inquired about the list of questions that he previously provided to Staff regarding the META Housing Project on Van Leuven Street and asked that the item and response be placed on the December 13 Agenda regarding the application to the County for HOME Funds; and requested an explanation of the reported deficit going into Fiscal Year 2016-2017 and the current surplus.

The meeting adjourned at 7:59 p.m. in honor and memory of Willard Stewart.

Approved at the meeting of _____, 2016.

_____
City Clerk

City of Loma Linda
Official Report

Rhodes Rigsby, Mayor
Phillip Dupper, Mayor pro tempore
Ovidiu Popescu, Councilman
Ronald Dailey, Councilman
John Lenart, Councilman

Approved/Continued/Denied
By City Council
Date _____

COUNCIL AGENDA: October 11, 2016

TO: City Council

VIA: T. Jarb Thaipejr, City Manager

FROM: Diana De Anda, Finance Director/City Treasurer

SUBJECT: October and November 2016 Treasurer's Report

RECOMMENDATION

It is recommended that the City Council receive the report for filing.

CC AGENDA ITEM 7

CITY OF LOMA LINDA
COMPOSITION OF CASH
OCTOBER 2016

DEMAND DEPOSIT ACCOUNTS				
CITY - BANK OF AMERICA - MAIN CHECKING ACCOUNT				$ 635,482.35
Outstanding Checks as of month-end				(205,093.32)
CITY - MAIN CHECKING ACCOUNT AVAILABLE BALANCE				**$ 430,389.03**
BANK OF AMERICA - PAYROLL				**$ 21,113.55**
HOUSING AUTHORITY - BANK OF AMERICA - CHECKING ACCOUNT				148,206.74
Outstanding Checks as of month-end				(47,548.71)
HOUSING AUTHORITY - CHECKING ACCOUNT AVAILABLE BALANCE				**$ 100,658.03**
SUCCESSOR AGENCY - BANK OF AMERICA - CHECKING ACCOUNT				53,070.02
Outstanding Checks as of month-end				(41.56)
SUCCESSOR AGENCY - CHECKING ACCOUNT AVAILABLE BALANCE				**$ 53,028.46**
DEMAND DEPOSIT ACCOUNTS - TOTAL				**$ 605,189.07**

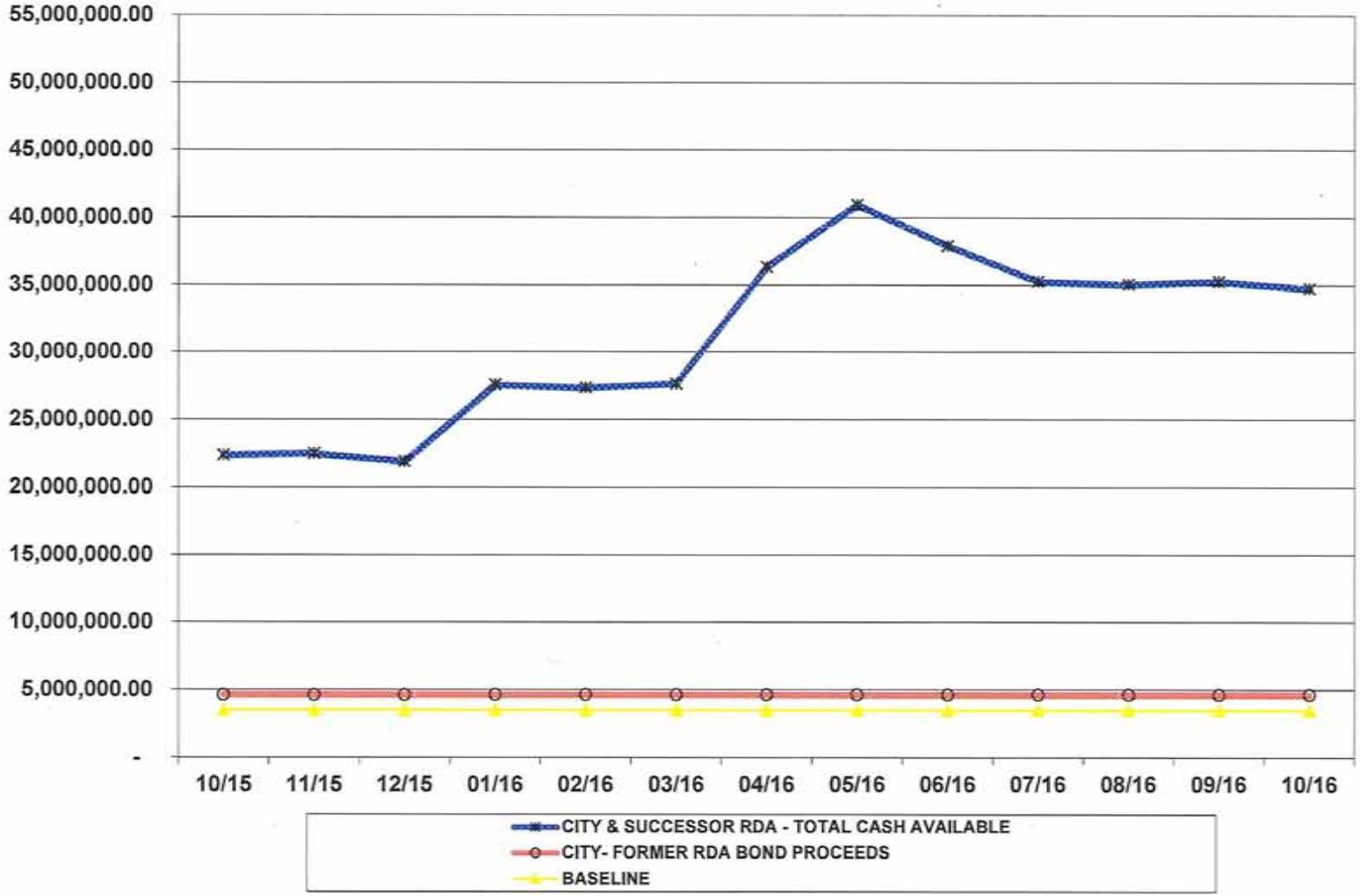
INVESTMENTS	**YIELD**			
LOCAL AGENCY INVESTMENT FUND (LAIF)				
CITY	0.654%	$ 25,414,445.91		
CITY - former RDA Bond Proceeds	0.654%	4,640,743.14		
CITY -Total			30,055,189.05	
SUCCESSOR RDA	0.654%		3,437,625.95	
HOUSING AUTHORITY	0.654%		673,952.83	
INVESTMENTS TOTALS				**$ 34,166,767.83**

OTHER CASH			
IMPREST ACCOUNT	$ 500.00		
CASH ON HAND	1,350.00		
OTHER CASH TOTAL			**$ 1,850.00**
CASH AND INVESTMENTS - GRAND TOTAL			**34,773,806.90**
PREVIOUS MONTH			35,300,094.41
CHANGE +/(-)			$ (526,287.51)

All investments are in accordance with the City Investment Policy, and as such, sufficient funds are available to meet the cash flow requirements of Loma Linda, including the next thirty days' obligations. City and Agency funds are pooled.

Treasurer

CITY OF LOMA LINDA
MONTHLY TREASURER'S REPORT 10/15-10/16



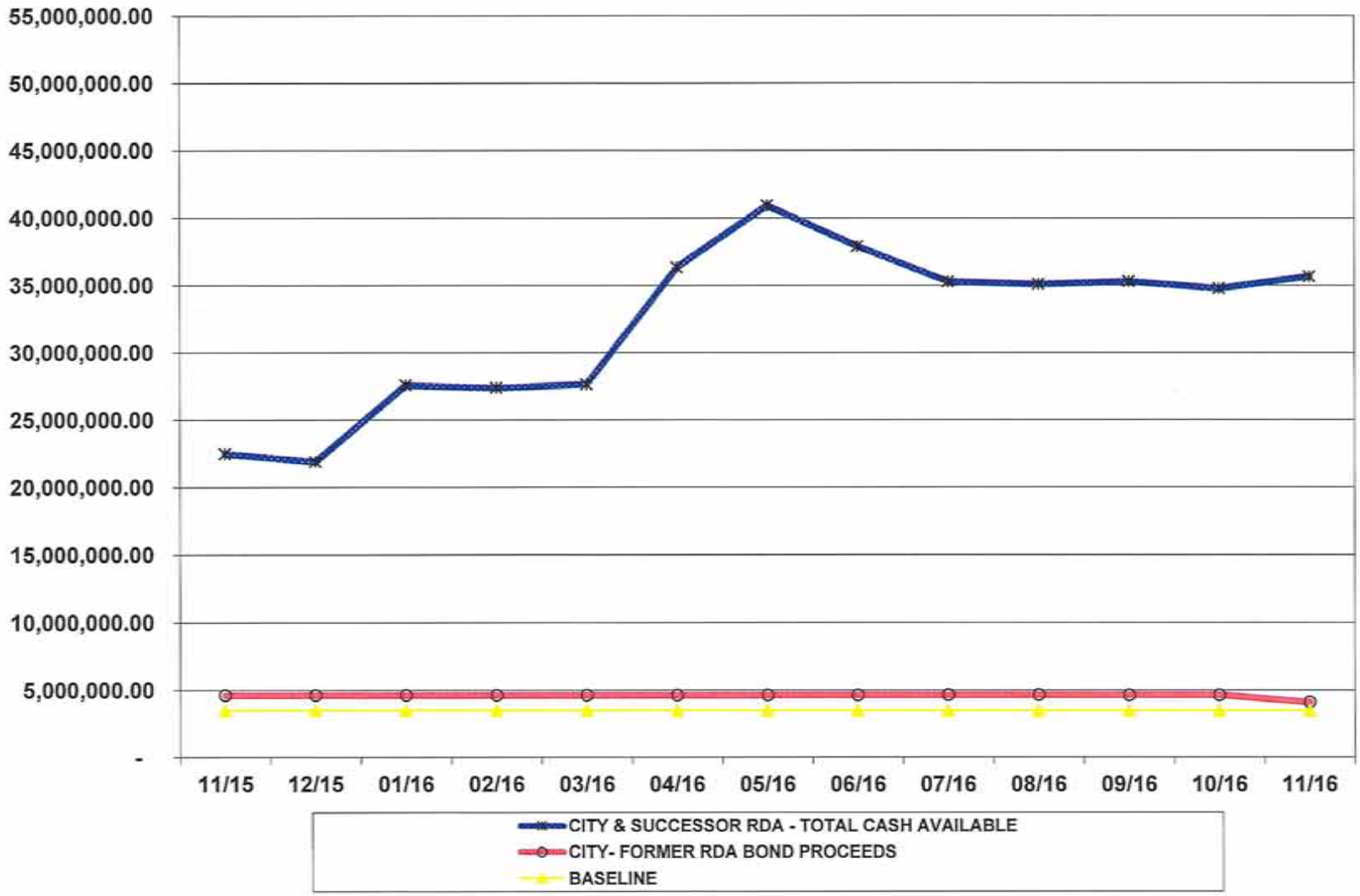
CITY OF LOMA LINDA
COMPOSITION OF CASH
NOVEMBER 2016

DEMAND DEPOSIT ACCOUNTS					
CITY - BANK OF AMERICA - MAIN CHECKING ACCOUNT					$ 1,118,614.23
Outstanding Checks as of month-end					(236,721.73)
CITY - MAIN CHECKING ACCOUNT AVAILABLE BALANCE					**$ 881,892.50**
BANK OF AMERICA - PAYROLL					**$ 80,123.50**
HOUSING AUTHORITY - BANK OF AMERICA - CHECKING ACCOUNT					136,315.73
Outstanding Checks as of month-end					(48,161.17)
HOUSING AUTHORITY - CHECKING ACCOUNT AVAILABLE BALANCE					**$ 88,154.56**
SUCCESSOR AGENCY - BANK OF AMERICA - CHECKING ACCOUNT					47,133.46
Outstanding Checks as of month-end					-
SUCCESSOR AGENCY - CHECKING ACCOUNT AVAILABLE BALANCE					**$ 47,133.46**
DEMAND DEPOSIT ACCOUNTS - TOTAL					**$ 1,097,304.02**
INVESTMENTS	**YIELD**				
LOCAL AGENCY INVESTMENT FUND (LAIF)					
CITY	0.678%	$ 26,350,416.69			
CITY - Former RDA Bond Proceeds	0.678%	4,104,772.36			
CITY -Total			30,455,189.05		
SUCCESSOR RDA	0.678%		3,437,625.95		
HOUSING AUTHORITY	0.678%		673,952.83		
INVESTMENTS TOTALS					**$ 34,566,767.83**
OTHER CASH					
IMPREST ACCOUNT			$ 500.00		
CASH ON HAND			1,350.00		
OTHER CASH TOTAL					**$ 1,850.00**
CASH AND INVESTMENTS - GRAND TOTAL					**35,665,921.85**
PREVIOUS MONTH					34,773,806.90
CHANGE +/(-)					$ 892,114.95

All investments are in accordance with the City Investment Policy, and as such, sufficient funds are available to meet the cash flow requirements of Loma Linda, including the next thirty days' obligations. City and Agency funds are pooled.

Diana De Anda
Treasurer

CITY OF LOMA LINDA
MONTHLY TREASURER'S REPORT 11/15-11/16



City of Loma Linda Official Report

Rhodes Rigsby, Mayor
Phillip Dupper, Mayor pro tempore
Ovidiu Popescu, Councilmember
Ronald Dailey, Councilmember
John Lenart, Councilmember

COUNCIL AGENDA: December 27, 2016
TO: City Council
VIA: T. Jarb Thaipejr, City Manager
FROM: Jeff Bender, Fire Chief
SUBJECT: October Fire Department Activity Report

Approved/Continued/Denied
By City Council
Date _____

Operations Division

The Fire Department's Operations Division responded to 442 incidents in October 2016. Of the 442 incidents, 124 calls were given in Mutual/Automatic Aid. The alarm types are broken down as follows:

Fire & Rescue	Month		YTD	
Medical Aid (MA)	51	56.8%	2013	51.7%
Traffic Collision (TC)	13	2.9%	142	3.6%
MA + TC	***264***	***59.7%***	***2155***	***55.3%***
Hazardous Conditions	5	1.1%	42	1.1%
Hazardous Material	0	0.0%	0	0.0%
Public Assistance	16	3.6%	269	6.9%
Rescue	4	0.9%	33	0.8%
Structure Fire	3	0.7%	27	0.7%
Cooking	1	0.2%	7	0.2%
Vegetation Fire	4	0.9%	55	1.4%
Vehicle Fire	1	0.2%	12	0.3%
Refuse Fire	0	0.0%	29	0.7%
All Fires	***9***	***2.0%***	***130***	***3.3%***
Good Intent/Dispatched & Cancelled Enroute	118	26.7%	1010	25.9%
Fire Alarm Activation*	26	5.9%	256	6.6%

*Note: Includes accidental activation, burnt food, system malfunction, malicious, etc.

Training Division Highlights:

- Monthly Emergency Medical Services (EMS) Training
  - Monthly EMS Training, CQI
  - EMS Lecture by Dr. Nguyen
  - Advanced Cardiac Life Support Re-Certification
- Six new hires completed their 6 day orientation
- All six stations completed our biannual ISO required night drill

Public Education/Relations Detail:

- Attended the LLVA Ambulatory Ribbon Cutting Ceremony
- Provided Water at "A Walk to Remember" at LLUMC
- Static Display at the Loma Linda Community Fair
- Safety Presentation for Loma Linda's Children's Center
- Participated in the Mission Elementary Red Ribbon Week Assembly

CC AGENDA ITEM 8

SUBJECT: October 2016 Fire Department Activity Report Continued

Fire Prevention Division:

The Fire Departments Prevention Division activity report is as follows:

Certificate Of Occupancy Inspection	
Commercial UL-300 Hood Inspections	
Construction Site Inspection	20
Fire Alarm System Test & Inspection (# of trips)	5
Fire Building Final Inspection	1
Fire Flow Test (Hydrant Testing)	6
Fire Sprinkler Final – Commercial	
Fire Sprinkler Final – Residential	
Fire Sprinkler Rough – Commercial	2
Fire Sprinkler Rough – Residential	6
Fire Underground – Inspection, test, flush	8
Five Year FS System Certification – Observe Flush	2
Knox Box Placement/Inspection	13
New Tenant Inspection	
Over-Head Hydro – Commercial	
Over-Head Hydro – Residential	
Plan Check Review / Project Review (hours)	16.5
Smoke Alarm Check	2
Solar Panel Inspection	4
Underground Flam. Liquid Tank Inspection	
EOC Training or Activation (hours)	
Evacuation / Fire Drills, LLUMC, Schools	
Fire Code Research (hours)	11.5
Meetings	26
Public Education (hours)	.5
Public Hearings / Council Meetings	1
Training Classes (hours)	8
Annual Fire Inspections	2
Engine Co. Computer / RMS (Hours)	
Engine Company Follow-up Inspection (hours)	1
Field Investigation / Inquiries	10
Fire / Arson / Illegal Burn Investigation	
State Fire Marshal Permits Issued	4
State Fire Marshal Title 19 Inspections: RCF's	9
Food Truck Inspections	2
Weed Abatement Administrative Time (hours)	13.5
Weed Abatement, Parcels Inspected	22

City of Loma Linda
Official Report

Rhodes Rigsby, Mayor
Phillip Dupper, Mayor pro tempore
Ovidiu Popescu, Councilman
Ronald Dailey, Councilman
John Lenart, Councilman

COUNCIL AGENDA: December 27, 2016

TO: City Council

VIA: T. Jarb Thaipejr, City Manager

FROM: Jeffery Bender, Fire Chief

SUBJECT: Authorization to Apply for and Expend FY2016 Emergency Management Performance Grant (EMPG) Funds

RECOMMENDATION:

It is recommended that the City Council approve the Fire Department to apply for and expend the Emergency Management Performance Grant from EMPG-2016 funds and to authorize the City Manager to execute related documents. It is also recommended that the City Manager be able to accept additional grant funding should it become available.

BACKGROUND

On an annual basis Emergency Management Performance Grant funds are distributed through State O.E.S Regions and awarded to jurisdictions within the Operational Areas. If approved the anticipated amount will be approximately $30,300.

ANALYSIS

EMPG funds will support the Emergency Services Coordinator (ESC) position. The ESC prepares for, responds to, and recovers from disasters that could affect the City of Loma Linda.

FINANCIAL IMPACT

There is a positive financial impact from this grant. The grant proceeds will decrease the General Fund expenditure dedicated to this position. The revenue will be appropriated to 01-9334.

Tim McHargue
Fire Chief
Fire Department
303 East "E" Street
Colton, CA 92324
(909) 370-5100

June 10, 2016

Don Benfield
Colton Fire Department
303 East "E" Street
Colton, CA 92324

Kathryn Kehl
San Bernardino County Fire
157 West 5th Street, 2nd Floor
San Bernardino, CA 92415

Ms. Kehl:

It is the intent of the City of Colton to allocate their Fiscal Year 2016 Emergency Management Performance Grant (FY 2016 EMPG) monies ($17,068.00) to the City of Loma Linda, and for it to be combined with the City of Loma Linda's FY 2016 EMPG monies ($13,266.00). The combined monies will be used for Organizational Expenses, i.e. to assist in the funding and retention of a Joint Emergency Services Coordinator for the Cities of Loma Linda and Colton.

If you have any questions or require any further clarification, please contact Con Cendejas. He can be reached by phone at: 909-370-5103 or by email at: ccendejas@confire.org .

Respectfully,

Donald R. Benfield

Don Benfield
Battalion Chief
Colton Fire Department

650 N. La Cadena Drive
Colton, CA 92324
(909) 370-5099

City of Loma Linda Official Report

Rhodes Rigsby, Mayor
Phillip Dupper, Mayor pro tempore
Ronald Dailey, Councilman
John Lenart, Councilman
Ovidiu Popescu, Councilman

Approved/Continued/Denied
By City Council
Date _____

COUNCIL AGENDA: December 27, 2016

TO: City Council

FROM: T. Jarb Thaipejr, City Manager/Public Works Director T.J.T.

SUBJECT: One Year Extension of Solid Waste and Recyclables Collection Service Contract.

RECOMMENDATION

It is recommended that the City Council exercise a one-year option to extend the solid waste and recyclables collection franchise agreement with Republic Services Inc. of Anaheim, CA.

BACKGROUND

In 2008, City Council awarded a solid waste and recyclables collection franchise agreement to Republic Services Inc. of Anaheim, CA. The agreement was for seven years with three (3) one-year options. This is the second one-year extension request. With the haulers assistance, we have diverted over 60% of landfill solid waste for the past 4 years. This has exceeded the State regulations for compliance of 50%.

ANALYSIS

Republic Services Inc. has performed satisfactorily and with a minimum of complaints over the contract period. They have enhanced services and met the requirements of the agreement. In addition to refuse hauling, they provide customer service support, State reporting assistance and commercial billing. Attached is a monthly billing comparison chart for the surrounding communities, this was presented to Council last April.

FINANCIAL IMPACT

No change at this time.

City	Service Provider	Single Family Residential	Commercial 3-yd/1 week
Chino	Waste Management	$ 24.12	$ 120.80
Chino Hills	Republic Services	$ 19.84	$ 98.73
Colton	Republic Services	$ 23.79	$ 132.63
Fontana	Burrtec	$ 24.50	$ 147.00
Grand Terrace	Burrtec	$ 23.85	$ 135.18
Highland	Burrtec	$ 21.00	$ 115.00
Loma Linda	Republic Services	$ 18.04	$ 104.28
Ontario	Municipal - Old Model Colony	$ 27.41	$ 125.00
Ontario	Municipal - Ontario Ranch	$ 30.97	
Rancho Cucamonga	Burrtec	$ 22.48	$ 154.62
Redlands	Municipal	$ 28.58	$ 322.39
Rialto	Burrtec	$ 27.01	$ 181.30
San Bernardino	Burrtec	$ 22.84	$ 119.18
Upland	Burrtec	$ 24.25	$ 124.28
Yucaipa	Burrtec	$ 25.13	$ 176.72
	AVERAGE	**$ 24.25**	**$ 146.94**
	MINIMUM	**$ 18.04**	**$ 98.73**
	MAXIMUM	**$ 30.97**	**$ 322.39**
	MEDIAN	**$ 24.12**	**$ 128.82**

City of Loma Linda Official Report

Rhodes Rigsby, Mayor
Phillip Dupper, Mayor pro tempore
John Lenart, Councilman
Ovidiu Popescu, Councilman
Ronald Dailey, Councilman

CITY COUNCIL MEETING OF DECEMBER 27, 2016

Approved/Continued/Denied
By City Council
Date _____

TO: City Council

VIA: T. Jarb Thaipejr, City Manager

FROM: Konrad Bolowich, Assistant City Manager

SUBJECT: Request for approval of an agreement for professional services between the City and Planning PLUS/P+ for contract planning services for the proposed commercial development in SPA-D, on the parcel located on the southeast corner of Redlands Boulevard and Bryn Mawr Avenue.

SUMMARY AND BACKGROUND

Easton Pacific Construction Company is proposing to construct a mixed use project that includes a hotel, retail shops and institutional services on a parcel located on the corner of Redlands Boulevard and Bryn Mawr Avenue. The parcel is designated as Special Planning Area D (SPA-D) and is within the East Valley Corridor Special Development zone. Although the site has preliminary approval for mixed uses, an official approval of the use and formal application submittal is required. Since 2012, Planning PLUS/P+ has been involved with assisting the City of Loma Linda with the SPA-D. P+ is uniquely qualified to assist city staff with review and processing of applications submitted for the subject area. More specifically, P+ is qualified to process the project application submitted by Easton Pacific. Approving the agreement of services would authorize the City to deposit $4,000 (plus $400.00 as a 10% contingency, for a total of $4,400.00) in a pass through account, paid by the applicant, to cover the costs of the contract planning services.

RECOMMENDATION

Staff recommends the following actions to the City Council:

1. **APPROVE** the agreement for professional support services with Planning PLUS/P+ to process Easton Pacific's project application, which includes two phases: Preliminary Development Application Review and the project application processing.
2. **APPROVE** the use of funds to be deposited in the amount of $4,000.00 (plus $400.00 as a 10% contingency, for a total of $4,400.00) as a pass through fee paid for by the applicant to cover the costs of contract planning services and the environmental analysis.

FINANCIAL IMPACT

The agreement with Planning PLUS/P+ to prepare and process the project application will not result in any financial impacts to the City. The associated costs will be borne by the project applicant, as indicated by the request to use funds deposited by the applicant as a pass through fee.

EXHIBITS:

A. Contract/Agreement for Consultant Services
B. Scope of Services

CITY OF LOMA LINDA

AGREEMENT FOR CONSULTANT SERVICES

THIS AGREEMENT is made and effective as of November 9, 2016, between the City of Loma Linda, a municipal corporation ("City") and Planning Plus / P+ (Consultant"). In consideration of the mutual covenants and conditions set forth herein, the parties agree as follows:

1. TERM

This Agreement shall commence on November 9, 2016, and shall remain and continue in effect for a period of approximately one (1) year until tasks described herein are completed, but in no event later than November 9, 2017, unless sooner terminated pursuant to the provisions of this Agreement, or as mutually extended in writing by the City.

2. SERVICES

Consultant shall perform the tasks described and set forth in Exhibit A, attached hereto and incorporated herein as though set forth in full. Consultant shall complete the tasks according to the schedule of performance which is also set forth in Exhibit A.

3. PERFORMANCE

Consultant shall at all times faithfully, competently and to the best of his/her ability, experience and talent, perform all tasks described herein. Consultant shall employ, at a minimum, generally accepted standards and practices utilized by persons engaged in providing similar services as are required of Consultant hereunder in meeting its obligations under this Agreement.

4. CITY MANAGEMENT

City's City Manager, or his designee shall represent City in all matters pertaining to the administration of this Agreement, review and approval of all products submitted by Consultant, but not including the authority to enlarge the Tasks to be Performed or change the compensation due to Consultant. City's City Manager shall be authorized to act on City's behalf and to execute all necessary documents which enlarge the Tasks to be Performed or change Consultant's compensation, subject to Section 5 hereof.

5. PAYMENT

(a) The City agrees to pay Consultant monthly, in accordance with the payment rates and terms and the schedule of payment as set forth in **Exhibit A**, attached hereto and incorporated herein by this reference as though set forth in full, based upon actual time spent on the above tasks. This amount shall not **exceed *four thousand dollars* ($4,000)** for the total term of the Agreement unless additional payment is approved as provided in this Agreement.

(b) Consultant shall not be compensated for any services rendered in connection with its performance of this Agreement which are in addition to those set forth herein, unless such additional services are authorized in advance and in writing by the City Manager. Consultant shall be compensated for any additional services in the amounts and in the manner as agreed to by City Manager and Consultant at the time City's written authorization is given to Consultant for the performance of said services. The City Manager may approve additional work not to exceed ten percent (10%) of the amount of the Agreement, but in no event shall total compensation exceed ***four thousand four hundred dollars* ($4,400.00)**. Any additional work in excess of this amount shall be approved by the City Council.

(c) Consultant will submit invoices monthly for actual services performed. Said invoices shall detail all costs, rates and hours for individual tasks. Invoices shall be submitted on or about the first business day of each month, or as soon thereafter as practical, for services provided in the previous month. Payment shall be made within thirty (30) days of receipt of each invoice as to all non-disputed fees. If the City disputes any of the Consultant's fees, it shall give written notice to Consultant within fifteen (15) days of receipt of an invoice of any disputed fees set forth on the invoice.

(d) Consultant agrees that, in no event shall City be required to pay to Consultant any sum in excess of ninety-five percent (95%) of the maximum payable hereunder prior to receipt by City of all final documents, together with all supplemental technical documents, as described herein acceptable in form and content to City. Final payments shall be made no later than sixty (60) days after presentation of final documents and acceptance thereof by City.

6. SUSPENSION OR TERMINATION OF AGREEMENT WITHOUT CAUSE

(a) The City may at any time, for any reason, with or without cause, suspend or terminate this Agreement, or any portion hereof, by serving upon the Consultant at least ten (10) days prior written notice. Upon receipt of said notice, the Consultant shall immediately cease all work under this Agreement, unless the notice provides otherwise. If the City suspends or terminates a portion of this Agreement, such suspension or termination shall not make void or invalidate the remainder of this Agreement.

(b) In the event this Agreement is terminated pursuant to this Section, the City shall pay to Consultant the actual value of work performed up to the time of

termination, provided that the work performed is of value to the City. Upon termination of the Agreement pursuant to this Section, the Consultant will submit an invoice to the City pursuant to Section 5(c).

7. DEFAULT OF CONSULTANT

(a) The Consultant's failure to comply with the provisions of this Agreement shall constitute a default. In the event that Consultant is in default for cause under the terms of this Agreement, City shall have no obligation or duty to continue compensating Consultant for any work performed after the date of default and can terminate this Agreement immediately by written notice to the Consultant. If such failure by the Consultant to make progress in the performance of work hereunder arises out of causes beyond the Consultant's control, and without fault or negligence of the Consultant, it shall not be considered a default.

(b) If the City Manager or his/her delegate determines that the Consultant is in default in the performance of any of the terms or conditions of this Agreement, he/she shall cause to be served upon the Consultant a written notice of the default. The Consultant shall have ten (10) days after service upon it of said notice in which to cure the default by rendering a satisfactory performance. In the even that the Consultant fails to cure its default within such period of time, the City shall have the right, notwithstanding any other provision of this Agreement, to terminate this Agreement without further notice and without prejudice to any other remedy to which it may be entitled at law, in equity or under this Agreement.

8. OWNERSHIP OF DOCUMENTS

(a) Consultant shall maintain complete and accurate records with respect to billed time, sales, costs, expenses, receipts and other such information required by City that relate to the performance of services under this Agreement. Consultant shall maintain adequate records of services provided in sufficient detail to permit an evaluation of services. All such records shall be maintained in accordance with generally accepted accounting principles and shall be clearly identified and readily accessible. Consultant shall provide free access to the representatives of City or its designees at reasonable times to such books and records; shall give City the right to examine and audit said books and records; shall permit City to make transcripts therefrom as necessary; and shall allow inspection of all work, data, documents, proceedings, and activities related to this Agreement. Such records, together with supporting documents, shall be maintained for a period of three (3) years after receipt of final payment.

(b) Upon completion of, or in the event of termination or suspension of this Agreement, all original documents, claims, applications, computer files, notes, and other documents prepared in the course of providing the services to be performed pursuant to this Agreement shall become the sole property of the City and may be used, reused, or otherwise disposed of by the City without the permission of the Consultant. With respect to computer files, Consultant shall make available to the City, at the Consultant's office

and upon reasonable written request by the City, the necessary computer software and hardware for purposes of accessing, compiling, transferring and printing computer files.

9. INDEMNIFICATION

(a) Indemnification for Professional Liability. When the law establishes a professional standard of care for Consultant's services, to the fullest extent permitted by law, Consultant shall indemnify, protect, defend and hold harmless City and any and all of its officials, employees and agents ("Indemnified Parties") from and against any and all losses, liabilities, damages, costs and expenses, including attorney's fees and costs to the extent same are caused in whole or in part by any negligent or wrongful act, error or omission of Consultant, its officers, agents, employees or subconsultants (or any entity or individual that consultant shall bear the legal liability thereof) in the performance of professional services under this Agreement.

(b) Indemnification for Other Than Professional Liability. Other than in the performance of professional services and to the full extent permitted by law, Consultant shall indemnify, defend and hold harmless City, and any and all of its employees, officials, and agents from and against any liability (including liability for claims, suits, actions, arbitration proceedings, administrative proceedings, regulatory proceedings, losses, expenses or costs of any kind, whether actual, alleged or threatened, including attorney's fees and costs, court costs, interest, defense costs, and expert witness fees), where the same arise out of, are a consequence of, or are in any way attributable to, in whole or in part, the performance of this Agreement by Consultant or by any individual or entity for which Consultant is legally liable, including but not limited to officers, agents, employees or subconsultants of Consultant. Said indemnification shall include any claim that Consultant, or Consultant's employees or agents, are considered to be employees of the City or are entitled to any employee benefits from City, including but not limited to those available under Public Employees Retirement Law.

(c) General Indemnification Provisions. Consultant agrees to obtain executed indemnity agreements with provisions identical to those set forth here in this section from each and every subconsultant or other person or entity involved by, for, with, or on behalf of Consultant in the performance of this Agreement. In the event Consultant fails to obtain such indemnity obligations from others as required here, Consultant agrees to be fully responsible according to the terms of this section. Failure of City to monitor compliance with these requirements imposes no additional obligations on City and will in no way act as a waiver of any rights hereunder. This obligation to indemnify and defend City as set forth here is binding on the successors, assigns or heirs of Consultant and shall survive the termination of this Agreement or this section.

10. INSURANCE

(a) Consultant shall neither commence work under this Agreement until it has obtained all insurance required hereunder in a company or companies acceptable to City nor shall Consultant allow any subcontractor to commence work on a subcontract until all

insurance required of the subcontractor has been obtained. Consultant shall, at all times during the term of this Agreement, maintain and keep in full force and effect, the following policies of insurance with minimum limits as indicated below and issued by insurers with A.M. Best ratings of no less than A-: VI:

- Commercial general liability at least as broad as ISO CG 0001
  (per occurrence) 1,000,000, (general aggregate) 2,000,000
- Commercial auto liability at least as broad as ISO CA 0001 (per accident) 1,000,000
- Professional Liability (per claim and aggregate) 1,000,000
- Worker's compensation Statutory

(b) All insurance required by this section shall apply on a primary basis. Consultant agrees that it will not cancel or reduce said insurance coverage. Consultant agrees that if it does not keep the aforesaid insurance in full force and effect City may either immediately terminate this Agreement or, if insurance is available at a reasonable cost, City may take out the necessary insurance and pay, at Consultant's expense, the premium thereon.

(c) Auto liability insurance shall cover owned, nonowned and hired autos. If Consultant owns no vehicles, auto liability coverage may be provided by means of a nonowned and hired auto endorsement to the general liability policy.

(d) At all times during the term of this Agreement, Consultant shall maintain on file with City a certificate of insurance, in a form acceptable to City showing that the aforesaid policies are in effect in the required amounts. The general liability policy shall contain or be endorsed to contain a provision including the Indemnitees as additional insureds. Consultant shall promptly file with City such certificate or certificates and endorsements if applicable. Coverage for the additional insureds shall apply to the fullest extent permitted by law.

(e) No policy required by this section shall prohibit Consultant from waiving any right of recovery prior to loss. Consultant hereby waives such right with regard to the Indemnitees.

(f) All insurance coverage and limits provided by Consultant and available or applicable to this agreement are intended to apply to the full extent of the policies. Nothing contained in this Agreement limits the application of such insurance coverage.

(g) In accordance with the provisions of California Labor Code, Section 3700, every employer shall secure the payment of compensation to his employees. Consultant shall, prior to commencing work, sign and file with City a certification as follows:

> I am aware of the provisions of Section 3700 of the California Labor Code which require every employer to be

insured against liability for Workers' Compensation or to undertake self insurance in accordance with the provisions of that Code, and I will comply with such provisions before commencing the performance of the work of this Agreement."

(d) General Insurance Requirements: All insurance required by express provision of this Agreement shall be carried only in responsible insurance companies licensed to do business in the State of California. All policies shall contain language, to the extent obtainable, to the effect that (1) the insurer, insured and all subcontractors waive the right of subrogation against City and City's elected officials, officers, employees, and agents; (2) the policies are primary and noncontributing with any insurance that may be carried by City; and (3) they cannot be canceled or materially changed except after thirty (30) days' written notice by the insurer to City by certified mail. Consultant shall furnish City with copies of all such policies. Consultant may effect for its own account insurance not required under this Agreement.

11. INDEPENDENT CONTRACTOR

(a) Consultant is and shall at all times remain as to the City a wholly independent contractor. The personnel performing the services under this Agreement on behalf of Consultant shall at all times be under Consultant's exclusive direction and control and shall not be construed to be employees of City for any purpose, including eligibility under Public Employees Retirement Law. Neither City nor any of its officers, employees, or agents shall have control over the conduct of Consultant or any of Consultant's officers, employees, or agents, except as set forth in this Agreement. Consultant shall not at any time or in any manner represent that it or any of its officers, employees, or agents are in any manner officers, employees, or agents of the City. Consultant shall not incur or have the power to incur any debt, obligation, or liability whatever against City, or bind City in any manner.

(b) No employee benefits shall be available to Consultant in connection with the performance of this Agreement. Except for the fees paid to Consultant as provided in the Agreement City shall not pay salaries, wages, or other compensation to Consultant for performing services hereunder for City. City shall not be liable for compensation or indemnification to Consultant for injury or sickness arising out of performing services hereunder.

12. LEGAL RESPONSIBILITIES

The Consultant shall keep itself informed of State and Federal laws and regulations which in any manner affect those employed by it or in any way affect the performance of its services pursuant to this Agreement. The Consultant shall at all times observe and comply with all such laws and regulations. The City, and its officers and

employees, shall not be liable at law or in equity occasioned by failure of the Consultant to comply with this Section.

13. UNDUE INFLUENCE

Consultant declares and warrants that no undue influence or pressure is used against or in concert with any officer or employee of the City of Loma Linda in connection with the award, terms or implementation of this Agreement, including any method of coercion, confidential financial arrangement, or financial inducement. No officer or employee of the City of Loma Linda will receive compensation, directly or indirectly, from Consultant, or from any officer, employee or agent of Consultant, in connection with the award of this Agreement or any work to be conducted as a result of this Agreement. Violation of this Section shall be a material breach of this Agreement entitling the City to any and all remedies at law or in equity.

14. NO BENEFIT TO ARISE TO LOCAL EMPLOYEES

No member, officer, or employee of City, or their designees or agents, and no public official who exercises authority over or responsibilities with respect to the Project during his/her tenure or for one year thereafter, shall have any interest, direct or indirect, in any agreement or sub-agreement, or the proceeds thereof, for work to be performed in connection with the project performed under this Agreement.

15. RELEASE OF INFORMATION/CONFLICTS OF INTEREST

(a) All information gained by Consultant in performance of this Agreement shall be considered confidential and shall not be released by Consultant without City's prior written authorization. Consultant, its officers, employees, agents, or subconsultants, shall not without written authorization from the City Manager or unless requested by the City Attorney, voluntarily provide declarations, letters of support, testimony at depositions, responses to interrogatories, or other information concerning the work performed under this Agreement or relating to any project or property located within the City. Response to a subpena or court order shall not be considered "voluntary" provided Consultant gives City notice of such court order or subpena.

(b) Consultant shall promptly notify City should Consultant, its officers, employees, agents or subconsultants be served with any summons, complaint, subpena, notice of deposition, request for documents, interrogatories, requests for admissions, or other discovery request, court order, or subpena from any person or party regarding this Agreement and the work performed thereunder or with respect to any project or property located within the City. City retains the right, but has no obligation, to represent Consultant and/or be present at any deposition, hearing, or similar proceeding. Consultant agrees to cooperate fully with City and to provide the opportunity to review any response to discovery requests provided by Consultant. However, City's right to review any such response does not imply or mean the right by City to control, direct, or rewrite said response.

(c) Consultant covenants that neither he/she nor any office or principal of their firm have any interest in, or shall acquire any interest, directly or indirectly, which will conflict in any manner or degree with the performance of their services hereunder. Consultant further covenants that in the performance of this Agreement, no person having such interest shall be employed by them as an officer, employee, agent or subconsultant. Consultant further covenants that Consultant has not contracted with nor is performing any services, directly or indirectly, with any developer(s) and/or property owner(s) and/or firm(s) and/or partnership(s) owning property in the City or the study area and further covenants and agrees that Consultant and/or its subconsultants shall provide no service or enter into any agreement or agreements with a/any developer(s) and/or property owner(s) and/or firm(s) and/or partnership(s) owning property in the City or the study area prior to the completion of the work under this Agreement.

16. NOTICES

Any notices which either party may desire to give to the other party under this Agreement must be in writing and may be given either by (i) personal service, (ii) delivery by a reputable document delivery service, such as but not limited to, Federal Express, which provides a receipt showing date and time of delivery, or (iii) mailing in the United States Mail, certified mail, postage prepaid, return receipt requested, addressed to the address of the party as set forth below or at any other address as that party may later designate by notice:

To City:	City of Loma Linda 25541 Barton Road Loma Linda, CA 92354 Attention: City Clerk
To Consultant	Planning PLUS \ P + 2701 Prospect Avenue La Crescenta, CA 91214

17. ASSIGNMENT

The Consultant shall not assign the performance of this Agreement, nor any part thereof, nor any monies due hereunder, without prior written consent of the City. Because of the personal nature of the services to be rendered pursuant to this Agreement,

only Melanie Traxler (responsible employee) shall perform the services described in this Agreement.

Consultant's responsible employee may use assistants, under his direct supervision, to perform some of the services under this Agreement. Consultant shall provide City fourteen (14) days' notice prior to the departure of the responsible employee from Consultant's employ. Should he leave Consultant's employ, the City shall have the option to immediately terminate this Agreement, within three (3) days of the close of said notice period. Upon termination of this Agreement, Consultant's sole compensation shall be payment for actual services performed up to, and including, the date of termination or as may be otherwise agreed to in writing between the City Council and the Consultant.

18. LICENSES

At all times during the term of this Agreement, Consultant shall have in full force and effect, all licenses required of it by law for the performance of the services described in this Agreement, including a City of Loma Linda business license.

19. GOVERNING LAW

The City and Consultant understand and agree that the laws of the State of California shall govern the rights, obligations, duties, and liabilities of the parties to this Agreement and also govern the interpretation of this Agreement. Any litigation concerning this Agreement shall take place in the municipal, superior, or federal district court with jurisdiction over the City of Loma Linda.

20. ENTIRE AGREEMENT

This Agreement contains the entire understanding between the parties relating to the obligations of the parties described in this Agreement. All prior or contemporaneous agreements, understandings, representations, and statements, oral or written, are merged into this Agreement and shall be of no further force or effect. Each party is entering into this Agreement based solely upon the representations set forth herein and upon each party's own independent investigation of any and all facts such party deems material.

21. CONFIDENTIALITY

Information and materials obtained by the Consultant from City during the performance of this Agreement shall be treated as strictly confidential and shall not be used by the Consultant for any purpose other than the performance of this Agreement.

22. DISCRIMINATION

The Consultant agrees that no person shall be excluded from employment in the performance of this Agreement on grounds of race, creed, color, sex, age, marital status, or

place of national origin. In this connection, the Consultant agrees to comply with all County, State and Federal laws relating to equal employment opportunity rights.

23. AUTHORITY TO EXECUTE THIS AGREEMENT

The person or persons executing this Agreement on behalf of Consultant warrants and represents that he/she has the authority to execute this Agreement on behalf of the Consultant and has the authority to bind Consultant to the performance of its obligations hereunder.

IN WITNESS WHEREOF, the parties hereto have caused this Agreement to be executed the day and year first below in the CITY OF LOMA LINDA.

11/9/16
[Date]

By: _____ Principal
[Consultant] *[Title]*

By: _____ _____
[Signature -City Manager or Designee] *[Title]*

November 9, 2016 authorizing phase one of Exhibit A – Preliminary Review

PLANNING PLUS / P+ CONSULTING SERVICES
EASTON PACIFIC COMMERCIAL PROJECT (SITE PLAN & BUILDING)
WITHIN SPECIAL PLANNING AREA "D" PHASE ONE

SCOPE OF WORK AND COST ESTIMATE
11/2/16

Project Understanding and Contract Objectives

In 2012, the City of Loma Linda processed a General Plan Amendment (GPA) that opened the door for incremental planning and processing of development programs within the ±300-acre area of Special Planning Area "D" (SPA-D), located within the northeast portion of the City. Concurrent with that process, the City approved the ±46-acre Phase One Concept Area within SPA-D, which established preliminary approval and zoning of approximately 40 acres of institutional/mixed use and approximately 5 acres of commercial/mixed use, in addition to the southerly extension of Bryn Mawr Road and other infrastructure improvements. Approval of the institutional/commercial/mixed-use areas was conceptual, pending subsequent review and approval of formal site plans for each component area. In 2013, the City processed an application for the larger institutional/mixed-use area, which now supports the Veterans' Administration Healthcare Facility. Recently, the City has been contacted about potential development plans for the commercial/mixed-use component that represents the balance of the Phase One Concept Area.

Following the City's initial approval of the Phase One Concept Area, the City has received (and is currently processing) application for a Phase Two Concept Area, which proposes approximately 112 acres of residential, park, senior housing and commercial/retail/mixed uses.

Since 2012 actions involving the SPA-D, Planning PLUS/P+ has been involved with assisting the City of Loma Linda with refining the processing strategy and clarifying development guidelines to ensure that build-out of SPA-D is accomplished in a coordinated and thoughtful manner consistent with the intent of the Implementing Policies of the Loma Linda General Plan. It is the City's desire that development overall within SPA-D to be comprehensively planned and coordinated, even as it may be incrementally implemented While the path to accommodate development of the remainder commercial component of the Phase One Concept Area has been established, it is important that its local design be coordinated within with the broader framework for SPA-D, which includes the pending Phase Two Concept Area, Future Phase Remainder Area and other related land use and infrastructure components.

P+ is uniquely qualified to assist the City of Loma Linda in a role of project review for the commercial development proposed by Easton Pacific on the remainder commercial parcel. Based on discussion with City staff and the prospective applicant, the following scope of work addresses a staff-level supporting role through the application process, with a focus on assisting with expediting the project review and bringing a level of insight on SPA-D objectives to the review process.

Phase One – Preliminary Review

1. Preliminary Application Design Review

Task Description: Easton Pacific has been encouraged to utilize the City's Pre-Application process as means of gaining valued feedback on a conceptual design prior to investing resources into detailed building-level plans. This preliminary review is further desired so Easton

Pacific may leverage such early and timely feedback to secure financing and land transfer agreements, as needed.

Working in concert with the City's Associate Planner, Planning PLUS/P+ (P+) will: 1) coordinate with Applicant on pre-application materials and coordination of preliminary processing and review schedule; 2) circulate materials to City departments and facilitate City review of conceptual plans for compliance with City plans, policies and development standards; 3) identify and clarify information needs required through the formal application process; and 4) coordinate with City staff and Applicant to review and refine the permit strategy. Expected within this task is up to two meetings with the Applicant/Review Team (to include an informal review and formal Pre-Application review), follow-up with Applicant and preparation of written comments documenting the City's input, and on-going coordination with the Associate Planner and Assistant City Manager.

Assumptions: This task assumes that pre-application review is limited to two rounds of concept review (including an informal discussion/review directing Applicant on applicable policies, guidelines and permitted uses. And a second pre-application meeting to critique conceptual plans submitted in compliance with preliminary development review).

Budget Estimate: 16 hrs $ 1,600

Phase Two – Application Processing

2. Application Review and Processing

Task Description: Continuing in a support role to and working through the City's Associate Planner, P+ will: 1) coordinate with Applicant on application materials and review preliminary processing schedule and facilitate City review of application materials for completeness, identify additional information needs, and preparation of the completeness determination letter; 2) coordinate with City staff and Applicant to review and refine the Site Plan and Project Description; 3) evaluation the project design against SPA-D implementing policies and East Valley Corridor Specific Plan (EVCSP) development standards, and any mitigation measures carried forward from the underlying approvals; 4) coordinate with the Associate Planner on findings required to support Planned Development Permit, Precise Plan, etc. including CEQA determination; 5) assist the Associate Planner with compiling standard conditions and regulatory compliance items (e.g., MS4, NPDES, etc.) for Conditions of Approval; 5) coordinate with GIS technician for mapping exhibits; 6) provide guidance and peer review of Planning Commission staff report and resolutions to be prepared by Associate Planner; 7) provide support with preparation of public hearing notice(s) and postings; 8) support Associate Planner in preparation of project PowerPoint presentations and staff report script for public hearing(s); 9) attend one Planning Commission meeting in a supporting role; and 10) ongoing coordination with Applicant and City staff.

Assumptions: This task includes the following assumptions: 1) application review is limited to up to two rounds of completeness review; 2) one meeting with Applicant/City Departments; and 3) attendance at one public meeting; and 4) within a pool of up to 24 hours to be used as needed or assigned in a supporting role to the Associate Planner. Further, this task assumes that any needed GIS and graphics support will be provided by City.

Additionally, it is assumed that, if required, any technical and/or engineering studies will be provided through the application process by the Applicant (or completed by technical consultants hired under third-party contract by the City and paid for by Applicant, as appropriate). Because commercial uses at the site were previously considered through a CEQA

review process, no additional environmental review (aside from an environmental determination or finding of exemption) is assumed under this scope.

Budget Estimate:	24 hrs	$ 2,400

Contingency Items: Because the subject project area has been preliminary approved for commercial/mixed uses through previous entitlements, the Application review process is anticipated to be straightforward and relatively uncomplicated. Nonetheless, anticipation of future development within the surrounding SPA-D needs to be coordinated with the current proposal such that broader objectives for comprehensive planning are met. As new information becomes available, additional coordination could be required. Further, it is difficult to predict any critical issues or areas of controversy that may arise that in turn require additional research, team coordination and resolution. Also, it is difficult to predict the quality and completeness of application materials. Additional effort may be required if the Applicant is required to submit multiple rounds of planning documents to complete the application in order to meet the City's minimum submittal requirements.

BUDGET SUMMARY

PHASE ONE – PRELIMINARY REVIEW

1.	**Pre-Application Design Review**	16 hrs	$ 1,600

PHASE TWO – APPLICTION PROCESSING

2.	**Application Review and Processing**	24 hrs	$ 2,400
	TOTAL	**40 hrs**	**$ 4,000**

City of Loma Linda Official Report

Rhodes Rigsby, Mayor
Phillip Dupper, Mayor pro tempore
Ronald Dailey, Councilman
John Lenart, Councilman
Ovidiu Popescu, Councilman

Approved/Continued/Denied
By City Council
Date _____

COUNCIL AGENDA: December 27, 2016

TO: City Council

FROM: T. Jarb Thaipejr, City Manager/Public Works Director T.J.T

SUBJECT: Appropriate $40,000 from General Fund Reserve Balance and Authorize Purchase of Nine (9) Emergency Battery Backup Units for Various Traffic Signals.

RECOMMENDATION:

It is recommended that the City Council appropriate $40,000.00 from General Fund Reserve Balance into Account No. 01-3030-8220 then award a contract to Siemens Industry Inc. of Orange for the purchase nine (9) emergency battery backup units for various traffic signals.

BACKGROUND:

City staff is constantly monitoring infrastructure for signs of aging or opportunities for improvement. An inventory of our traffic signal system noted that 9 traffic signal cabinets were lacking or needed replacement emergency battery backup units.

ANALYSIS:

On May 24, 2016, City Council awarded Siemens Industry Inc. of Orange (Siemens) a one-year extension for FY 2016/17 to maintain the city traffic signals. Since that time Siemens has completed an inventory audit of our traffic signal system and submitted recommendations for maintenance and improvement. The emergency battery backup units were recognized as a high priority item. As this is capital equipment to enhance the routine maintenance items, the cost was requested for Siemens to procure and install the battery backup units.

FINANCIAL IMPACT:

Appropriate $40,000.00 from General Fund Reserve Balance into Account No. 01-3030-8220, Machinery & Equipment. Adequate funding is then available in Account Nos. 01-3030-8220, Machinery & Equipment.

City of Loma Linda Official Report

Rhodes Rigsby, Mayor
Phillip Dupper, Mayor pro tempore
Ronald Dailey, Councilman
Ovidiu Popescu, Councilman
John Lenart, Councilman

Approved/Continued/Denied
By City Council
Date _____

COUNCIL AGENDA: December 27, 2016

TO: City Council

FROM: T. Jarb Thaipejr, City Manager T.J.T

SUBJECT: Declare Equipment and Miscellaneous Items Surplus and Authorize Disposal

RECOMMENDATION

It is recommended that the City Council declare the attached list of equipment and miscellaneous items surplus and authorize the items be appropriately disposed.

BACKGROUND

The Richardson Water Well No. 1 was abandoned and replaced by efforts associated the Lockheed Martin. The new well and equipment have been producing quality water for several years.

ANALYSIS

The equipment salvaged at the time of the abandonment is now obsolete and no longer usable as replacement parts. City Council must declare equipment surplus prior to disposal. These surplus items will be sold to a company that will refurbish, rebuild or recycle the surplus equipment.

FINANICIAL IMPACT

Any monies from the sale of the obsolete equipment to be deposited into Account No. 65-7030-1300.

Attachment: Proposed Surplus List

EQUIPMENT DISPOSITION FORM

(This form is to be completed upon the disposition of fixed assets, with the exception of equipment for surplus)

Date of Disposition November 23, 2016	
Department Public Works	Division Utilities

Justification for Disposition: Richardson Well # 1 Equipment. The well has been abandoned. The equipment is old and obsolete.

Authorized Signature Russell T. Hardy

Item #	Asset Tag #	Serial #	Description
1		T# 242039	VHS Motor
2	NA	NA	Miscellaneous pipes, fittings and steel
3	NA	NA	1 Bowl Assembly
4	NA	NA	12 Pieces of column, tube and shaft assembly
5			
6			
7			
8			
9			
10			

Check One:

- X Sold (Please attach supporting documentation.)
- ____ Lost (Please include complete description of circumstances surrounding loss.)
- ____ Donated to outside organization (Please attach supporting documentation.)
- ____ Traded In (Please attach supporting documentation.)
- ____ Reassigned for use as source of parts
- ____ Stolen (Please attach police report or complete description of circumstances.)
- ____ Destroyed (Please include complete description of circumstances.)
- Other, Please explain will recycle

Distribution: Original - Finance; Copy - Relinquishing Department 12/03

CITY OF LOMA LINDA **Attachment IV**

ASSET DISPOSITION FORM

(This form to be completed upon the disposition of capital assets, with the exception of exception of equip. for surplus)

[X] Sold for: $3,500.00 $0.00

by means of:

	(X) box
Public Auction	
Sealed Bid	
Selling for Scrap	X
Negotiated Sale	

Proceeds Returned to Fund: 65-7030-1300

[ ] Traded for: _____ (Other Asset)

Vendor Name: _____

[ ] Traded for: _____ (Other Dept. Asset)

Department: _____

[ ] Transferred: _____ (Asset)

Department: _____

City of Loma Linda
Official Report

Rhodes Rigsby, Mayor
Phillip Dupper, Mayor pro tempore
Ronald Dailey, Councilman
John Lenart, Councilman
Ovidiu Popescu, Councilman

Approved/Continued/Denied
By City Council
Date _____

COUNCIL AGENDA: December 27, 2016

TO: City Council

FROM: T. Jarb Thaipejr, City Manager/Public Works Director T.J.T.

SUBJECT: Appropriate $55,000.00 from General Fund Reserve Balance for Tree Trimming Citywide.

RECOMMENDATION:

It is recommended that the City Council appropriate $55,000.00 from General Fund Reserve Balance for tree trimming citywide and authorize the City Manager to designate trees to be trimmed.

BACKGROUND:

In October the City Council approved an annual citywide tree trimming contract to West Coast Arborist, Inc. of Anaheim, CA. This new vendor has performed well on the initial funding amount of $20,000.00.

ANALYSIS:

The recent wind event, which brought down several tree limbs as well as entire trees, put us on notice that our tree inventory needs attention. There are many trees citywide that require thinning for safety in addition to the 174 palm trees in the Benton Street, Poplar Street, and Barton Road corridor that are due for their bi-annual trimming. The City's proactive approach to tree safety helps to limit our exposure to liability associated with damage caused by falling debris.

FINANCIAL IMPACT:

Appropriate $55,000.00 from General Fund Reserve Balance into Account No. 01-3200-1300, Streets. Adequate funding is then available.

City of Loma Linda Official Report

Rhodes Rigsby, Mayor
Phillip Dupper, Mayor pro tempore
Ronald Dailey, Councilman
John Lenart, Councilman
Ovidiu Popescu, Councilman

Approved/Continued/Denied
By City Council
Date _____

COUNCIL AGENDA: December 27, 2016

TO: City Council

FROM: T. Jarb Thaipejr, City Manager/Public Works Director T. J. T.

SUBJECT: Appropriate $23,400 from Air Quality Management District Fund Balance and Award Contract for Traffic Signal System Communication Assessment.

RECOMMENDATION:

It is recommended that the City Council appropriate $23,400.00 from Air Quality Management District Fund Balance into Account No. 10-5360-1830 then award a contract to Albert Grover & Associated of Fullerton for traffic signal system communication assessment.

BACKGROUND:

City staff is constantly monitoring infrastructure for signs of aging or opportunities for improvement. Albert Grover & Associates (AGA) monitors our traffic signal coordination and communication system.

ANALYSIS

Staff periodically requests system assessment and review to identify broken or missing communication links or network configuration problems that may be caused by hardware or software updates. AGA, our approved vendor for traffic signal coordination, has submitted a proposal for $23,400 to complete this work.

FINANCIAL IMPACT:

Appropriate $23,400.00 from Air Quality Management District Fund Balance into Account No. 10-5360-1830, then funding is available.

I:\Public Works Admin\Staff Reports\Award of Contract\Traffic Signals System Assessment.docx

City of Loma Linda Official Report

Rhodes Rigsby, Mayor
Phillip Dupper, Mayor pro tempore
Ronald Dailey, Councilman
John Lenart, Councilman
Ovidiu Popescu, Councilman

COUNCIL AGENDA: December 27, 2016

TO: City Council

FROM: T. Jarb Thaipejr, City Manager/Public Works Director T.J.T.

SUBJECT: Award of Contract for Curtis Fisk House Renovation Phase 2 (CIP 15-835)

Approved/Continued/Denied
By City Council
Date _____

RECOMMENDATION

It is recommended that City Council award contract for phase 2 of the Curtis Fisk House renovation to Action Construction, Inc. of San Bernardino, CA in the amount of $40,600.00 and allocate a contingency amount of $4,100.00.

BACKGROUND

The City has conditioned developers within the Mission District to relocate certain historic homes to Heritage Park. The Curtis Fisk House is on-site where improvements and renovations have begun. The annual budget includes $76,900 for renovations of which approximately $30,000 has been expended.

ANALYSIS:

Staff prepared a Request for Proposal and invited six (6) qualified vendors to participate in a mandatory pre-proposal job walk. Four (4) vendors participated on December 5, 2016 with two (2) submitting proposals. The proposals were Action Construction, Inc. at $40,600 and LeMay Construction at $53,770. Action Construction has performed acceptable work for the City in the past, their references and licenses have been checked and found to be satisfactory. It is not unusual for a construction project to experience the need to add or reduce the quantities of work items or the scope of work as field conditions dictate. This is generally caused by unforeseen circumstances or work needed to maintain the integrity of the project. Therefore, Staff recommends an allocation of $4,100.00 (±10% of contract) for such circumstances. City staff will provide inspection and management services.

FINANCIAL IMPACT:

Funding is available from Account No. 18-2450-8500.

City of Loma Linda Official Report

Rhodes Rigsby, Mayor
Phillip Dupper, Mayor pro tempore
Ronald Dailey, Councilman
John Lenart, Councilman
Ovidiu Popescu, Councilman

COUNCIL AGENDA: December 27, 2016

Approved/Continued/Denied
By City Council

TO: City Council

FROM: Konrad Bolowich, Assistant City Manager

SUBJECT: Appropriation annual license renewal for Firewall Gateway Security

RECOMMENDATION

It is recommended that the City Council appropriate $3,100 for annual license renewal for Firewall Gateway Security.

BACKGROUND

This appropriation is for the annual licensing of our Firewall Gateway Security. The device protects our network, servers, and workstations from unwanted threats on a local to global scale. The licensing agreement ensures that the device's threat signatures stay current to defend us from the many evolving cyber threats on the web. Our current license is expiring mid-January 2017.

ENVIRONMENTAL

There is no environmental impact

FINANCIAL IMPACT

Funds will be appropriated from city wide fund balance 1550.

QUOTE CONFIRMATION

PEOPLE WHO GET IT

DEAR KYLE MACGAVIN,

Thank you for considering CDW•G for your computing needs. The details of your quote are below. Click here to convert your quote to an order.

QUOTE #	QUOTE DATE	QUOTE REFERENCE	CUSTOMER #	GRAND TOTAL
HPJS465	12/16/2016	SONICWALL GATEWAY SEC RNWL	5804861	$3,083.19

QUOTE DETAILS

ITEM	QTY	CDW#	UNIT PRICE	EXT. PRICE
SonicWALL Comprehensive Gateway Security Suite for SonicWALL NSA 4500 - sub Mfg. Part#: 01-SSC-0009 UNSPSC: 43233205 Electronic distribution - NO MEDIA Contract: MARKET	1	3233733	$3,083.19	$3,083.19

PURCHASER BILLING INFO		
Billing Address: CITY OF LOMA LINDA 25541 BARTON RD LOMA LINDA, CA 92354-3160 **Phone:** (909) 799-2840 **Payment Terms:** Net 30 Days-Govt State/Local	**SUBTOTAL**	$3,083.19
	SHIPPING	$0.00
	GRAND TOTAL	**$3,083.19**
DELIVER TO	**Please remit payments to:**	
Shipping Address: CITY OF LOMA LINDA 25541 BARTON RD LOMA LINDA, CA 92354-3160 **Phone:** (909) 799-2840 **Shipping Method:** ELECTRONIC DISTRIBUTION	CDW Government 75 Remittance Drive Suite 1515 Chicago, IL 60675-1515	

Need Assistance? CDW•G SALES CONTACT INFORMATION

David Salkover | (866) 461-9703 | davisal@cdwg.com

This quote is subject to CDW's Terms and Conditions of Sales and Service Projects at http://www.cdwg.com/content/terms-conditions/product-sales.aspx
For more information, contact a CDW account manager

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City of Loma Linda
Official Report

Rhodes Rigsby, Mayor
Phillip Dupper, Mayor pro tempore
Ovidiu Popescu, Councilman
Ronald Dailey, Councilman
John Lenart, Councilman

Approved/Continued/Denied
By City Council
Date _____

COUNCIL AGENDA: December 27, 2016

TO: City Council

FROM: Pamela Byrnes-O'Camb, City Clerk

VIA: T. Jarb Thaipejr, City Manager

SUBJECT: Calendar Year 2017 Meeting Schedule

RECOMMENDATION

It is recommended that the City Council adopt a meeting schedule for the year 2017 as follows:

January 10	July 11
February 14	August 8
March 14	September 12
April 11	October 10
May 9	November 14
June 13	December 12

BACKGROUND

In years past the City Council modified its meeting schedule to address reduced staffing, holidays, and school breaks to accommodate and facilitate workloads and vacation scheduling for not only City Council members, but Staff as well. While retaining the meeting schedule of the second and fourth Tuesday of each month so that two meetings could be held if needed, the effort is for items to be calendared for only one meting per month. The recommendation for 2017 is to schedule meetings in all months on the second Tuesday.

LOMA LINDA HOUSING AUTHORITY

AGENDA

REGULAR MEETING OF DECEMBER 27, 2016

A regular meeting of the Housing Authority of the City of Loma Linda is scheduled to be held at 7:00 p.m. or as soon thereafter as possible, Tuesday, December 27, 2016 in the City Council Chamber, 25541 Barton Road, Loma Linda, California.

Reports and Documents relating to each agenda item are on file in the Office of the City Clerk and are available for public inspection during normal business hours. The Loma Linda Branch Library is also provided an agenda packet for your convenience. The agenda and reports are also located on the City's Website at www.lomalinda-ca.gov.

Materials related to an item on this Agenda submitted to the Housing Authority Board after distribution of the agenda packet are available for public inspection in the City Clerk's Office, 25541 Barton Road, Loma Linda, CA during normal business hours. Such documents are also available on the City's website at www.lomalinda-ca.gov subject to staff's ability to post the documents before the meeting.

Persons wishing to speak on an agenda item are asked to complete an information card and present it to the City Clerk prior to consideration of the item. When the item is to be considered, please step forward to the podium, the Chair will recognize you and you may offer your comments. The Housing Authority meeting is recorded to assist in the preparation of the Minutes, and you are therefore asked to give your name and address prior to offering testimony.

The Oral Reports/Public Participation portion of the agenda pertains to items NOT on the agenda and is limited to 30 minutes; 3 minutes allotted for each speaker. Pursuant to the Brown Act, no action may be taken by the Housing Authority at this time; however, the Housing Authority Board may refer your comments/concerns to staff or request that the item be placed on a future agenda.

In compliance with the Americans with Disabilities Act, if you need special assistance to participate in this meeting, please contact the City Clerk at (909) 799-2819. Notification 48 hours prior to the meeting will enable the City to make reasonable arrangements to ensure accessibility to this meeting. Later requests will be accommodated to the extent feasible.

Agenda item requests for the JANUARY 10, 2017 meeting must be submitted in writing to the City Clerk no later than NOON, TUESDAY, DECEMBER 27, 2016

A. Call To Order

B. Roll Call

C. Items To Be Added Or Deleted

D. Oral Reports/Public Participation - Non-Agenda Items (Limited to 30 minutes; 3 minutes allotted for each speaker)

E. Conflict of Interest Disclosure - Note agenda item that may require member abstentions due to possible conflicts of interest

F. Scheduled Items

1. Joint meeting of the City Council and Housing Authority regarding presentation of Audit Report for Fiscal Year 2015-2016 **[Rogers, Anderson, Malody & Scott]**

G. Consent Calendar

2. Demands Register

3. Minutes of November 8, 2016

4. Annual Housing Report pursuant to Health & Safety Code Health and Safety Code Sections 34328 and 34176.1 **[Secretary]**

5. LLHA Bill #R-2016-08 –Approving the Homebuyer Loan Agreement for the purchase of 25530 Portola Loop by Ronald James Ross **[Secretary]**

H. Chair and Member Reports

I. Reports of Officers

J. Adjournment

City of Loma Linda
Official Report

Rhodes Rigsby, Chairman
Phill Dupper, Vice-Chairman
Ovidiu Popescu, Member
Ronald Dailey, Member
John Lenart, Member

HOUSING AUTHORITY AGENDA: December 27, 2016

TO: Board Members

SUBJECT: Demands Register

Approved/Continued/Denied
By City Council
Date _____

RECOMMENDATION

It is recommended that the Housing Authority Board approve the attached list of demands for payment.

Bank code : bofaha

Voucher	Date	Vendor	Invoice	PO #	Description/Account	Amount
437954	11/28/2016	001044 U.S. BANK	2016112800437954		TICOR TITLE (25478 SONORA LOOP-PA	10,435.00
					Total :	**10,435.00**

1 Vouchers for bank code : bofaha **Bank total : 10,435.00**

1 Vouchers in this report **Total vouchers : 10,435.00**

CLAIMS VOUCHER APPROVAL

I have reviewed the above listing of payments on check nos. 437954 for a total disbursement of $ 10,435.00, and to the best of my knowledge, based on the information provided, they are correct and are recommended for payment.

for DD

DIANA DE ANDA, Finance Director

Recommend that City Council approve for payment.

T. Jarb Thaipejr, City Manager

Approved by the City Council at their meeting held on 12-13-2016 and the City Treasurer is hereby directed to pay except as noted.

Rhodes Rigsby, Mayor

Bank code : bofaha

Voucher	Date	Vendor	Invoice	PO #	Description/Account	Amount
1805	12/1/2016	002713 PREFERRED MANAGEMENT GROUP	25613		MONTHLY HOA DUES-DEC 2016	135.00
					Total :	**135.00**
1806	12/13/2016	000110 BURTRONICS BUSINESS SYSTEM	AR20061HA	P-0000013681	FREIGHT FOR TONER CARTRIDGES	0.31
			AR20131-HA	P-0000013681	FREIGHT FOR TONER CARTRIDGES	0.29
					Total :	**0.60**
1807	12/13/2016	005047 EMPHASYS SOFTWARE	INV00000000001662	P-0000013368	PROVIDE SOFTWARE AND SUPPORT F	2,110.50
					Total :	**2,110.50**
1808	12/13/2016	000625 MARTIN & CHAPMAN CO.	2016554	P-0000013683	14X8,5 (legal) 24#Minute Book Paper	417.08
					Total :	**417.08**
1809	12/13/2016	000266 ROBBINS & HOLDAWAY, A PROFESSIONAL CC	32237		PROFESSIONAL/LEGAL SERVICES	41.56
					Total :	**41.56**
1810	12/13/2016	005456 THE STRICKLER ASSOCIATION	LL 1009	P-0000013436	CONSULTING SERVICES FOR HOUSIN	1,045.00
					Total :	**1,045.00**

6 Vouchers for bank code : bofaha **Bank total :** **3,749.74**

6 Vouchers in this report **Total vouchers :** **3,749.74**

Bank code : bofaha

Voucher	Date	Vendor	Invoice	PO #	Description/Account	Amount

CLAIMS VOUCHER APPROVAL

I have reviewed the above listing of payments on check nos. 1805 through 1810 for a total disbursement of $3,749.74, and to the best of my knowledge, based on the information provided, they are correct and are recommended for payment.

DIANA DE ANDA, Finance Director

Recommend that City Council approve for payment.

T. Jarb Thaipejr, City Manager

Approved by the City Council at their meeting held on 12-13-2016 and the City Treasurer is hereby directed to pay except as noted.

Rhodes Rigsby, Mayor

City of Loma Linda Official Report

Rhodes Rigsby, Chairman
Phill Dupper, Vice-Chairman
Ovidiu Popescu, Member
Ronald Dailey, Member
John Lenart, Member

HOUSING AUTHORITY AGENDA: December 27, 2016

TO: Housing Authority Members

VIA: T. Jarb Thaipejr, Executive Director

FROM: Pamela Byrnes-O'Camb, Secretary

SUBJECT: Minutes of November 8, 2016

Approved/Continued/Denied
By: Housing Authority
Date _____

RECOMMENDATION

It is recommended that the Housing Authority Board approve the Minutes of November 8, 2016.

LLHA AGENDA ITEM 3

Loma Linda Housing Authority

Minutes

A Regular Meeting of November 8, 2016

A regular meeting of the Loma Linda Housing Authority was called to order by Vice-Chairman Dupper at 7:14 p.m., Tuesday, November 8, 2016, in the City Council Chamber, 25541 Barton Road, Loma Linda, California.

Board Members Present:	Vice-Chairman Phill Dupper Ovidiu Popescu Ron Dailey John Lenart
Board Members Absent:	Chairman Rhodes Rigsby
Others Present:	Executive Director T Jarb Thaipejr General Counsel Richard Holdaway

No items were added or deleted; no public participation comments were offered upon invitation of the Chair; and no conflicts of interest were noted.

HA-2016-024 – **Consent Calendar**

Motion by Dailey, seconded by Popescu and unanimously carried to approve the following items. Chairman Rigsby absent.

The Demands Register dated October 25, 2016 with commercial demands totaling $46,519.19.

The Demands Register dated October 31, 2016 with commercial demands totaling $104.13.

The Demands Register dated November 8, 2016 with commercial demands totaling $15,470.67.

The Minutes of October 11, 2016 as presented.

LLHA Bill #R-2016-07.

Resolution No. 34

A Resolution of the Lom Linda Housing Authority approving a Homebuyer Loan Agreement with Vasiliy and Flora Babayan (25478 Sonora Loop)

The meeting adjourned at 7:15 p.m.

Approved at the meeting of _____, 2016.

_____

Secretary

City of Loma Linda
Official Report

Rhodes Rigsby, Chairman
Phillip Dupper, Vice-Chairman
Ovidiu Popescu, Member
Ronald Dailey, Member
John Lenart, Member

Approved/Continued/Denied
By Housing Authority
Date _____

HOUSING AUTHORITY AGENDA: December 27, 2016

TO: Housing Authority

FROM: Pamela Byrnes-O'Camb, Secretary

VIA: T. Jarb Thaipejr, Executive Director

SUBJECT: Housing Authority Annual Report

RECOMMENDATION:

It is recommended that the Housing Authority Board receive and file the attached Annual Report for fiscal year 2014-15 and the Housing Authority's audited financial report, which is included within the City's Consolidated Annual Financial Report (CAFR).

BACKGROUND

The attached document represents the fourth annual report of the Loma Linda Housing Authority ("Authority"), acting as housing successor to the former Loma Linda Redevelopment Agency ("Former Agency"), as required pursuant to Section 34328 of the Health and Safety Code. Additional reporting requirements for housing successors were added by SB 341 (Section 34176.1 of the Health and Safety Code), which was effective January 1, 2014. Additional changes to the reporting requirements in Section 34176.1 were included in SB 107, which was enacted in September 2015 and became effective immediately. This attached annual report includes the current reporting requirements of both Sections of the Health and Safety Code, 34328 and 34176.1.

Section 34328 requires housing authorities to generally report on its activities for the preceding year without providing much specific guidance on what is to be reported. SB 341, which was enacted in 2013 and amended in 2015 by SB 107, requires housing successors to present its annual audited financial statements to its governing board and to report on certain specific additional activities of the housing successor.

As shown in prior reports, the enclosed Annual Report shows the winding down of the activities of the former Redevelopment Agency and includes activities of the Housing Authority through June 30, 2016. The Housing Authority has no revenue stream beyond generated by its current loans and other assets. As such, its activities are largely geared to maintaining and preserving its existing assets, although it will continue to watch for opportunities to utilize certain assets, particularly vacant land, to promote affordable housing.

ANALYSIS

The Annual Report is required to be received and filed by the Housing Authority together with the Authority's audited financial statements, which are included in the City's CAFR, as allowed by the Health and Safety Code. In addition, the Annual Report is to be forwarded to the state Department of Housing and Community Development (HCD).

FINANCIAL IMPACT

None

Attachments: Annual Report

Loma Linda Housing Authority as
Housing Successor to the
Loma Linda Redevelopment Agency

Annual Report
Fiscal Year 2015-16

November 18, 2016

Prepared for:
the Loma Linda Housing Authority by:

DHA Consulting
Long Beach, CA

Annual Report
Loma Linda Housing Authority

Introduction

This document represents the fourth annual report of the Loma Linda Housing Authority ("Authority"), acting as housing successor to the former Loma Linda Redevelopment Agency ("Former Agency"), as required pursuant to Section 34328 of the Health and Safety Code. Additional reporting requirements for housing successors were added by SB 341, which amended Section 34176 and added Section 34176.1. Changes to the reporting requirements in Section 34176.1 were included in SB 107, which was enacted in September 2015 and became effective immediately. This annual report includes the reporting requirements of both Sections of the Health and Safety Code (34328 and 34176.1).

Section 34328 requires housing authorities to generally report on its activities for the preceding year. SB 341, which was enacted in 2013 and amended by SB 107 in 2015, requires housing successors to cause the preparation of annual audited financial statements and report on specific additional activities of the housing successor.

Redevelopment Dissolution Act

In December 2011, the California Supreme Court issued its opinion in the case of *California Redevelopment Association, et al., v. Matosantos, et al.* The Court upheld the right of the state to dissolve redevelopment agencies pursuant to Part 1.85 (commencing with Section 34170) of Division 24 of the California Health and Safety Code, enacted by AB x1 26, and as amended on June 27, 2012 by AB 1484 (the "Dissolution Act"). Based on modified time lines approved by the Court, all redevelopment agencies, including the Former Agency, were dissolved effective February 1, 2012. The City of Loma Linda elected to form a Housing Authority to serve as the governing body for the Former Agency's low and moderate income housing assets. Under the Dissolution Act, successor agencies are charged with winding down the affairs of the former redevelopment agencies and paying their obligations. Housing successor entities are different legal entities and have different duties under the Dissolution Act. Housing successors received the non-cash housing assets[1] of former redevelopment agencies and are charged with monitoring and maintaining existing low-and moderate income housing assets and meeting outstanding requirements for former redevelopment agencies.

Under the Dissolution Act, housing successors have no ongoing revenue source except for program income (revenue generated by non-cash housing assets) and 20 percent of loan repayments, if any, made by successor agencies to cities as repayment of loans the cities made to the former redevelopment agencies under the special repayment provisions of the Health and Safety Code (Section 34191.4). In the City of Loma Linda, there were no loans from the Housing Fund made by the Former Agency or the City. Neither are there any loans from the City to the Former Agency that are subject to the provisions of Section 34191.4.

Section 34328

Section 34328 requires that housing authorities prepare annual reports that contain information adequate for the City and the Department of Housing and Community Development (HCD) to determine that its activities meet the requirements of the laws governing housing authorities' powers, specifically Section 34312.

[1] In addition to non-cash housing assets, the Authority/City was able to retain any cash that was encumbered for specific housing obligations.

Section 34312.3 allows housing authorities to:

1. Issue bonds
2. Make or undertake construction or mortgage loans.
3. Purchase construction or mortgage loans.
4. Develop, rehabilitate or finance housing projects.
5. Purchase, sell, lease own, operate or manage housing projects.
6. Convey surplus land it acquires from another public agency to a private entity for the development of single-family homes.

Section 34328 does not contain specifics as to what is to be included in the annual report nor are there other statutes that provide additional guidance or requirements. When contacted in connection with preparing previous annual report, HCD provided little additional guidance except to suggest that housing authorities should report on their activities. They further noted that that annual reports from housing authorities that have been submitted to HCD are not being analyzed or summarized because of a lack of resources at HCD. In accordance with this limited guidance and the requirements of Section 34328, the activities of the Authority for the 2015-16 fiscal year are summarized below and quantified in the attached tables.

Housing Authority Activities 2015-16

The Authority's only ongoing source of revenues are revenues received from loans and other assistance provided in previous years by either the Former Agency or the Authority. The Authority's revenues for the last few years approximated $200,000 per year, most of which is spent on general administration and reporting as well as the costs of maintaining, monitoring and preserving the Authority's assets. As such, the Authority's current and future efforts are focused on preserving and monitoring previously assisted low and moderate income housing units. In addition, the Authority is trying to devise creative ways to transfer ownership of properties currently owned for low and moderate income housing projects with its current financial resources. Projects on which the Authority spent time during the 2015-16 fiscal year include the following.

- **Scattered Site Housing:** The Authority's real property assets include 12 lots currently being planned for a project with a limited number of detached, single-family dwelling units. The project is referred to as scattered site because the location and dimensions of the vacant properties will not realistically accommodate consolidation or individual multi-unit residential projects and therefore will likely be developed as additional single family homes. During 2015-16 an agreement was reached with a non-profit housing developer to use the proceeds from the market rate sale of 6 lots to build affordable single-family home on the remaining six lots. The project is currently underway.

- **Poplar Senior Housing Phase 2:** The majority of the balance of the property owned by the Authority is subject to approved entitlements for a second phase of the senior housing project completed in 2013. The Former Agency assisted with the private development of 50 affordable senior housing units adjacent to the vacant site using land that had been assembled by the Former Agency and a variety of funding sources. The developer which holds the entitlements is continuing to look for additional financial assistance in order to make a phase two affordable project feasible as the Authority's financial assistance will of necessity be limited to providing the site.

- **Owner Occupancy Program:** Prior to its dissolution, the Former Agency provided single-family residential units it owned to low income households. From time to time, the Former Agency purchased such units for resale at affordable housing costs, providing the financing to them through Housing Disposition Agreements. Subsequent to the dissolution of the Former Agency, the Authority became the owner of these assets and continued the program. Each of the units incorporates long-term affordability covenants. Under this program, 48 dwelling units have been

developed which are restricted by long-term affordability convents to low income housing at affordable housing costs. For fiscal year 2015-16, two loans were repaid to the Authority. As the occupancy covenants continue to run with the land even after sale, the 2 units were not lost as affordable housing. The Authority actively manages the loans and/or the properties.

New Reporting from SB 341 / SB 107

SB 341 was enacted in 2013 and imposed new housing requirements on entities acting as housing successors to former redevelopment agencies beginning January 1, 2014. Specifically, SB 341 amended Section 34176 and added Section 34176.1 to the Health and Safety Code. It applies to unencumbered funds held by housing successors and provides that these funds must be used as was previously required for monies in former redevelopment agencies' low and moderate income housing funds. In addition, SB 341 restricts expenditures from housing funds to assist moderate income households and provides new targets on which income levels housing successors must spend their funds to assist. The statutes were amended in 2015 by SB 107, which provided for some changes to the law, including allowing more money for administrative costs (5 percent of assets), and added more reporting requirements.

Specific Reporting per Section 34176.1

The current Section 34176.1 reporting requirements include 13 separate items on which the Authority must report. Many of the requirements involve simply reporting a number or numbers included in the Authority's latest audited financial statements, which are included in the City's Consolidated Annual Financial Report (CAFR). The City's most recent CAFR is for the 2015-16 fiscal year and includes specific reporting for the Housing Authority. For the convenience of the reader, responses to all 13 items are included in Table1. Those items which require additional calculations to document are included in Tables 2 through 5.2. A brief description of each of the 13 reporting requirements as they apply in Loma Linda is also included below.

1. **34191.4 Loan Repayments**: Amount received from successor agencies equal to 20 percent of certain loan repayments between cities and successor agencies that are subject to Health and Safety Code Section 34191.4. This requirement is not applicable for Loma Linda. The loan between the City and the Former Agency was finally approved by the State Department of Finance in 2015 as being an enforceable obligation (pursuant to Section 34178(a)), as it existed under AB X1 26 prior to the enactment of AB 1484), and is therefore not subject to the repayment requirements of Section 34191.4. Section 34191.4 requires, among other provisions, that a portion of any loan repayment be transferred to the housing successor for low and moderate income housing purposes.

2. **Housing Fund Deposits:** Amount deposited into the Low and Moderate Income Housing Asset Fund.[2] See Table 1.

3. **Housing Fund Balance**: Balance in the fund as of the close of the fiscal year.[3] See Table 1.

4. **Annual Expenditures:** A description of expenditures from the Housing Fund by category. See Table 1.

5. **Real Property:** The statutory value of real property owned by the Authority, if any. Details on the real property owned by the Authority and subject to future development are included in Table 2.

[2] Amounts listed on the ROPS are to be differentiated from other amounts deposited.

6. **Transit Housing:** A description of transferred funds, if any, made pursuant to a provision of Section 34176 that allows two housing successors to develop transit housing under certain circumstances. The Authority has not participated in a transit housing project.

7. **ROPS Funding for Housing:** A description of any project(s) for which the housing successor receives or holds property tax revenue pursuant to the ROPS and a status update of that project. The Authority does not have any housing projects it is funding through the ROPS process. The proceeds of the Former Agency's 2008 Tax Allocation Housing Bonds were spent long before dissolution and the required debt service is included as an obligation of the Successor Agency not the Authority.

8. **Duration of Land Held:** A status update of the Authority's compliance with new restrictions on the length of time land can be held by the Authority without being developed for housing. Details on property currently held by the Authority and disposition plans are included in Table 2.

9. **Housing Production and Housing Replacement**: A description of any progress that has been made on meeting any of the outstanding replacement housing obligations and/or housing production requirements. The Former Agency had no replacement housing obligations when it dissolved in 2012. Although the Authority does not accept as its responsibility any outstanding housing production requirements of the Former Agency, it is estimated that any deficit would be more than eliminated if and when the phase two site for the senior project is developed. Funds are not available to the Authority or the City, however, to affect the development of that property without the developer receiving additional financial assistance from another entity outside of the City's control.

10. **Expenditure Targeting by Income Level:** The information required by 34176.1(a)(3)(B), which involves targeting expenditures of unencumbered funds from the Housing Fund mainly towards households with extremely low and low incomes. The Authority's expenditures for 2015-16 were focused on preserving, monitoring and maintaining existing units. As such, this requirement is not applicable for the 2015-16 fiscal year.

11. **Expenditure Targeting by Age:** Compliance with limitations on the number of assisted units that are restricted for seniors and assisted individually or jointly by the housing successor, its former redevelopment agency and/or the city within the previous 10 years. The Authority's compliance is demonstrated in Table 3.

12. **Excess Surplus:** Compliance with new regulations restricting the amount of money that a housing successor can accumulate in the Housing Fund. The Authority's compliance is demonstrated in Table 4.

13. **Homeownership Unit Inventory:** An inventory of deed restricted homeownership units assisted by the Authority or Former Agency, including the number, reason and dollars received by the Authority as a result of the loss of any of those units that has occurred annually. The single family homes the Agency has assisted largely have long term restrictions that run with the land. Sale of the units does not result in the loss of the homes as affordable housing. As such, the Authority's inventory remains the same as last year at 48 units. When the Scattered Site Housing is completed, the number of homes assisted will rise to 54.

Table 1
Loma Linda Housing Authority
Annual Report Required by SB 341 (1)
Fiscal Year 2015-16

Description	H & S Code	Timeframe	ROPS Related	Other	Total	
Low and Moderate Income Asset Fund						
1. Amount Received per Special City Loan (34191.4)	34176.1 (f) (1)				Not Applicable	(2)
2. Amount Deposited During:	34176.1 (f) (2)	2015-16		202,081	202,081	
3. Cash Balance in the Fund as of Fiscal Year End	34176.1 (f) (3)	6/30/2016		677,500	677,500	(3)
Bond Proceeds				-	-	
Other Funds				677,500	677,500	
4. Expenditures by Category	34176.1 (f) (4)	2015-16				
Administration			-	79,217	79,217	
Housing Preservation/Monitoring			-	-	-	(4)
Other Projects					-	
Other Projects					-	
Total Expenditures					79,217	
Allowable Administrative Costs @ 5.0% of Assets	34176.1 (a) (2)	2015-16			1,079,168	
Other Reporting Requirements						
5. Non-Cash Assets - Total	34176.1 (f) (5)	6/30/2016			21,583,353	
Statutory Value of Real Property (Land)				6,130,962		
Loans and Grants Receivable				15,452,391		
6. Transferred Funds to Develop Transit Housing	34176.1 (f) (6)	6/30/2016			None	
7. Projects with Funding Included on the ROPS	34176.1 (f) (7)	2015-16			None	
8. Duration of Property Held	34176.1 (f) (8)	6/30/2016			See Table 2	
9. Obligations Outstanding per 33413	34176.1 (f) (9)	6/30/2016				
Housing Production					Not Applicable	
Housing Replacement					None	(5)
10. Expenditure Targeting Requirements (6)	34176.1 (f) (10)	from 1/1/2014			Not Applicable	(7)
11. Rental Housing Units Restricted for Seniors	34176.1 (f) (11)	6/30/2016			See Table 3	
12. Excess Surplus Calculation/Reporting	34176.1 (f) (12)	6/30/2016			See Table 4	
13 Homeownership Unit Inventory	34176.1 (f) (13)	6/30/2016			Tables 5.1 and 5.2	

(1) See preceding narrative for a more complete description of each entry included on this table.
(2) The loan between the City and the Successor Agency is not a loan subject to the requirements of 34191.4.
(3) Excluded from the fund balance shown above are loans receivables and land held for resale.
(4) Costs associated with maintaining and preserving the Authority's low and moderate income assets are not separately identified from other administrative costs.
(5) The Former Agency had no outstanding housing replacement requirement when it was dissolved on February 1, 2012.
(6) Pertains to requirements to target expenditures towards households earning 80% or less of the median income, as outlined in Heath and Safety Code 34176.1(a)(3).
(7) As the Authority's expenditures since the effective date of SB 341 have been largely administrative and related to preservation and maintenance of existing low and moderate income housing units, the requirement to target expenditures towards certain households or types of expenditures, as outlined in Health and Safety Code 34176.1(1)(3) are not currently applicable.

Date Prepared: November 17, 2016
Prepared by: DHA Consulting, LLC

Table 2
Loma Linda Housing Authority
Land Held for Resale (1)
June 30, 2016

Address	APN'S	Effective Acq. Date	Targeted Disposition Date (2)	Status	Future Disposition Plans	CAFR (3) (4) 15-16 Carrying Asset Value	HAT No.(3)
Evans Street, 10933	0284-042-08	11/9/2012	11/9/2017	Vacant	Sale in process as of 6/30/16	116,502	1
Juanita Street 1 Lot in Bryn Mawr	0292-131-74	11/9/2012	11/9/2017	Vacant	Sale in process as of 6/30/16	85,642	2
Juanita Street 1 Lot in Bryn Mawr	0292-131-75	11/9/2012	11/9/2017	Vacant	Sale in process as of 6/30/16	85,626	3
Juanita Street 4 Lots in Bryn Mawr	0292-131-71	11/9/2012	11/9/2017	Vacant	Sale in process as of 6/30/16	10,931	4
Lind Avenue Properties	0283-092-37	11/9/2012	11/9/2017	Vacant	Sale in process as of 6/30/16	34,500	5
Mt, View Avenue	0283-192-22	11/9/2012	11/9/2017	Vacant	Sale in process as of 6/30/16	37,608	6
Palm Dr., 25139, 49, 59	0283-121-53	11/9/2012	11/9/2017	Vacant	Sale in process as of 6/30/16	459,161	7
Poplar St, 10535 - 10541	0283-134-02	11/9/2012	11/9/2017	Vacant	Sale in process as of 6/30/16	402,575	8
Poplar St, 10582	0283-114-56	11/9/2012	11/9/2017	Vacant	Sale in process as of 6/30/16	175,903	9
Poplar Drive, 25183	0283-121-46	11/9/2012	11/9/2017	Vacant	Poplar Street Senior - Ph 2	246,329	10
Poplar Drive, 25154	0283-121-17	11/9/2012	11/9/2017	Vacant	Poplar Street Senior - Ph 2	342,497	11
Poplar Dr., 25166	0283-121-44	11/9/2012	11/9/2017	Vacant	Poplar Street Senior - Ph 2	284,291	12
Poplar Drive, 25178	0283-121-47	11/9/2012	11/9/2017	Vacant	Poplar Street Senior - Ph 2	166,091	13
Poplar St, 10814	0283-121-39	11/9/2012	11/9/2017	Vacant	Poplar Street Senior - Ph 2	128,872	14
Poplar St, 10836-10838	0283-121-15 & 56	11/9/2012	11/9/2017	Vacant	Poplar Street Senior - Ph 2	167,765	15
Poplar St, 10846 - 10848	0283-121-16	11/9/2012	11/9/2017	Vacant	Poplar Street Senior - Ph 2	252,817	16
Poplar St, 10860	0283-121-18	11/9/2012	11/9/2017	Vacant	Poplar Street Senior - Ph 2	62,542	17
Poplar St, 10870	0283-121-48	11/9/2012	11/9/2017	Vacant	Poplar Street Senior - Ph 2	182,302	18
West Side Poplar St	0283-121-09 40,41,55	11/9/2012	11/9/2017	Vacant	Poplar Street Senior - Ph 2	61,504	19
West Side Poplar St	0283-121-35	11/9/2012	11/9/2017	Vacant	Poplar Street Senior - Ph 2	14,899	20
West Side Poplar St	0283-121-10	11/9/2012	11/9/2017	Vacant	Poplar Street Senior - Ph 2	32,314	21
West Side Poplar St	0293-121-12	11/9/2012	11/9/2017	Vacant	Poplar Street Senior - Ph 2	132,525	22
Poplar St, 10522	0283-114-49	11/9/2012	11/9/2017	Vacant	To Be Sold	130,992	25
Total Land Held for Resale						3,614,188	

(1) Includes properties held by the Authority for transfer to public or private parties for future low and moderate income housing purposes only.
(2) Properties are to be transferred by this date, unless certain findings are made.
(3) Values shown are the same as those included in the Housing Asset Transfer (HAT) forms that the Former Agency was required to send to the state for approval before property transfers to the Housing Authority could be finalized.
(4) The Carrying Asset Values shown above may not be reflective of the current market values for the properties.

Table 3
Loma Linda Housing Authority
Senior Housing Targeting Requirements
Projects Built in the Last 10 Years (2006 - 2016)

#	Address	Type	Approval Date	Yr. Built	Affordable Unit Total (1)
10-Year Period for Test Required by 34176.1(b): (2)					
Housing Production/City/Other					
	None	None			None
Housing Production / Authority and Former RDA					
No Age Restrictions (3)					
	10777 Poplar Street	MFA	2008	2009	43
	10799 Poplar Street	MFA	2009	2010	119
	25421 Cole Street (Rehabilitated Units) (4)	MFA	2008	2009	24
Total Families / Non-Age Restricted					186
Senior Projects					
	10846 Poplar Street	MFA	2012	2013	49
Total Senior Units					49
Total Assisted Rental Units 2006 to 2016 Only (6)					**235**
Percentage Restricted for Seniors (2006 to 2016 Only)					**20.9%**
Maximum Percentage Allowable: (6)					**50.0%**
Number of Additional Senior Housing Allowable					136

(1) Excludes units that are occupied by on-site managers and are not age restricted.
(2) The targeting requirement only applies to multi-family rental housing not for-sale units. As a result, the single family residential units with which the Former Agency and/or Authority assisted are not included in the above calculation.
(3) "No Age Restrictions" means units which are available to rent to all persons regardless of age.
(4) The units were built in 1967, but were rehabilitated and income restricted approximately a year after the agreement was executed.
(5) For Loma Linda, the number of units constructed between 2006 to 2016 is the same as the total number of multi-family residential units ever constructed with assistance by Former Agency or Authority.
(6) An additional 136 units of senior housing could be constructed without the Authority exceeding the allowable maximum of a number equal to 50 percent of the total units developed over a 10 year period.

Table 4
Loma Linda Housing Authority
Excess Surplus Calculation
Fiscal Year 2015-16

Description	Amount	Entity	Source
Fund Balance as of 6/30/2016	19,800,946	Authority	CAFR 2015-16
Less: Land Held for Resale (1)	(3,619,794)	Authority	CAFR 2015-16
Less: Land Held for Leasehold (2)	N/A (2)	Authority	CAFR 2015-16
Less: Loans Receivable	(15,452,391)	Authority	CAFR 2015-16
Less: Accounts and Deposits Payable	(50,451)	Authority	CAFR 2015-16
Adjusted Fund Balance 6/30/2016 (2)	678,310	Authority	CAFR 2015-16
Amounts Deposited into the Account in Prior Years			
2012-13	167,153	Authority	CAFR / All Income
2012-13	167,153	Authority	CAFR / All Income
2013-14	191,438	Authority	CAFR / All Income
2014-15	213,121	Authority	CAFR / All Income
Four Year Total (3)	738,865	Various	Various
Difference (3)	**(60,555)**		

(1) Value shown for land held for resale is the statutory value and may not be indicative of market value.
(2) The statutory value of property owned by the Authority and leased for long-term affordable housing, is not included in the Authority's fund balance so should not be deducted.
(3) With an aggregate amount of spendable fund balance of the Authority of less than $1 million, the Authority does not really need to compare the balance to the amounts deposited in prior fiscal years

Table 5.1
Loma Linda Housing Authority
Homeownership Inventory Reporting per 34176.1(f)(13)
As of June 30, 2016

34716.1(f) (13), subsection:

A.	An inventory of homeownerhip units assisted by the Former Agency (See Table 5.2)	48 Units
B.1	Number of units lost lost after February 1, 2012:	No Units Lost
B.2	Reasons for the Losses	Not Applicable
C.	Any funds returned to the Housing Successor	Not Applicable
D.	Management of Single-Family Housing Units:	Authority Staff

The Former Agency's Single Family Housing Programs resulted in single-family residential units that contained covenants that required the homes to remain in low and moderate income homeownership even after the units are sold by the original homeowners. Neither the Former Agency or the Authority have equity sharing or similar types of loan agreements with low and moderate income homeowners. As such, while some assisted units have changed ownership since 2012, no units returned to market rate housing during that period. Thus, no revenues that received by the Authority from any refinancings are revenues received as the result of losses to the portfolio.

Table 5.2
Loma Linda Housing Authority
Inventory of Affordable Homeownership Units
As of June 30, 2016

No. Units	Street Address		Agency Assistance	Loan Status	Down Payment Assistance	Mortgage Loan	Covenant Date
1	Cabrillo Loop	10914	Yes	Open	x		6/6/2002
1		10916	Yes	Open	x		6/4/2002
1		10918	No			Private	6/7/2002
1		10926	No			Private	5/29/2002
1		10934	Yes	Open		x	5/30/2002
1		10938	Yes	Open		x	7/9/2002
1		10942	Yes	Open		x	7/8/2002
1		10946	Yes	Open		x	6/11/2002
1		10958	Yes	Open	x		8/14/2001
1	Durango Loop	25368	Yes	Open		x	4/29/2002
1		25370	Yes	Paid	x		4/26/2002
1		25372	Yes	Open	x		4/19/2002
1		25384	Yes	Open		x	4/25/2002
1		25388	Yes	Open		x	4/19/2002
1		25392	Yes	Open		x	4/19/2002
1		25396	Yes	Open	x		4/26/2002
1		25400	Yes	Open	x		4/25/2002
1		25408	Yes	Open		x	4/19/2002
1		25412	Yes	Paid 5-5-16	x		4/29/2002
1		25414	Yes	Open	x		4/26/2002
1		25416	Yes	Paid	x		6/6/2002
1	Portola Loop	25502	Yes	Open		x	3/21/2001
1		25518	Yes	Paid 11-25-15	x		3/8/2001
1		25526	Yes	Open	x		3/21/2001
1		25530	Yes	Open		x	3/8/2001
1		25546	No			Private	6/5/2001
1	Sonora Loop	25430	Yes	Paid	x		4/8/2002
1		25434	Yes	Open	x		4/26/2002
1		25438	Yes	Open		x	4/8/2002
1		25450	Yes	Open		x	3/29/2002
1		25454	Yes	Open		x	3/9/2002
1		25458	Yes	Open		x	3/29/2002
1		25470	Yes	Paid	x		4/8/2002
1		25474	Yes	Open		x	3/29/2002
1		25478	Yes	Open		x	4/8/2002
1	Prospect Avenue	25575	Yes	Open	x		5/30/2001
1		25577	Yes	Open	x		5/9/2001
1		25581	Yes	Open	x		5/9/2001
1		25613	Yes	Open		x	1/31/2002
1		25615	Yes	Open		x	11/30/2001
1		25637	Yes	Open		x	4/8/2002
1		25639	Yes	Open		x	3/12/2002
1	Court Street	24966	Yes	Open		x	1/29/2007
1	Lind Avenue	10599	Yes	Open		x	12/7/2006
1		10605	Yes	Open		x	3/29/2007
1		10655	Yes	Open		x	6/6/2008
1	Van Leuven Street	25256	Yes	Open	x		10/31/2001
1		25564	Yes	Open		x	6/6/2008
48							

NOTES:
All properties carry a long-term affordability covenant; all covenants were in place as of 2/1/2012 and remain in place to date; covenants remained as properties sold; Covenant Date is the original date of covenant.
"x" indicates Housing Authority
Loans privately financed are active loans; there were no foreclosures

City of Loma Linda Official Report

Rhodes Rigsby, Chairman
Phillip Dupper, Vice-Chairman
Ovidiu Popescu, Member
Ronald Dailey, Member
John Lenart, Member

HOUSING AUTHORITY AGENDA: December 27, 2016

Approved/Continued/Denied
By Housing Authority
Date _____

TO: Housing Authority

FROM: Pamela Byrnes-O'Camb, Secretary pbo

VIA: T. Jarb Thaipejr, Executive Director

SUBJECT: LLHA Bill #R-2016-08 - Approving the Homebuyer Loan Agreement between the Loma Linda Housing Authority and Ronald James Ross in connection with the sale of 25530 Portola Loop from Mark Boyer and Robin Escobar to Ronald James Ross

RECOMMENDATION

It is recommended that the Housing Authority Board adopt LLHA Bill #R-2016-08.

BACKGROUND

The single family residential property known as 25530 Portola Loop (the "Property") was sold by the Housing Authority to Mark Boyer and Robin Escobar ("Current Owner") in August, 2012. At that time, the Property was subject to covenants which limit the occupancy of the Property to a household of Low Income, with the additional requirement that the cost for the Property not exceed Affordable Housing Cost as determined in accordance with Health & Safety Code Section 50052.5. Current Owner has indicated to the Housing Authority that it desires to sell the Property, and that Current Owner has entered into a purchase and sale agreement as to the Property (the "Purchase and Sale Agreement") with Ronald James Ross (the "Buyer"). An independent consultant experienced in affordable housing and income qualifications has reviewed the eligibility of Buyer as a purchaser/owner of the Property and has determined that Buyer qualifies.

In connection with the proposed sale of the Property by Current Owner to Buyer, two existing loans made by the Housing Authority to Current Owner would be extinguished; in their place, two new loans would be made by the Housing Authority to Buyer, each of which would be secured by a deed of trust as to the Property. In addition, the Housing Authority would fund Twelve Thousand Dollars ($12,000.00) to the Current Owner as an accommodation in order to facilitate the sale. The terms of such loans and payment are more fully set forth in an instrument entitled "Homebuyer Loan Agreement" (the "HLA") in the form submitted herewith.

Under the HLA, the existing affordability covenants would remain in effect.

The HLA provides for monthly payments which will conform to Affordable Housing Cost for Lower Income Households as set by the State Department of Housing and Community Development (HCD) under Health and Safety Code Sections 50052.5, 50079.5, and related regulations. The loans made under the HLA have been structured in an effort to maximize the return to the Housing Authority (in order that

repayments will offset the payment to Current Owner and to provide resources for ongoing Housing Authority activities).

ANALYSIS

Housing Authority financing of the Property under the HLA will retain the affordability covenant, provide the Buyer within the lower income category the opportunity to purchase a home, and would provide a revenue source for the Housing Authority by way of monthly payments.

FINANCIAL IMPACT

Sale of the Property subject to the loans as provided under the HLA will provide the Housing Authority with revenue over time in the form of monthly payments of principal and interest. The loans by the Housing Authority would involve an initial cash outlay by the Housing Authority of $12,000, as noted above; however, this amount would be more than recouped by the repayments of the loans.

RESOLUTION NO. ____

A RESOLUTION OF THE LOMA LINDA HOUSING AUTHORITY APPROVING A HOMEBUYER LOAN AGREEMENT WITH RONALD JAMES ROSS

(25530 Portola Loop)

WHEREAS, California Health and Safety Code Sections 33334.2 and 33334.6 authorized and directed the Loma Linda Redevelopment Agency (the "Former Agency") to expend a certain percentage of all taxes which are allocated to the Former Agency pursuant to Section 33670 for the purposes of increasing, improving and preserving the community's supply of low and moderate income housing available at affordable housing cost to persons and families of low- and moderate-income, lower income, and very low income;

WHEREAS, pursuant to applicable law the Former Agency established a Low and Moderate Income Housing Fund (the "Housing Fund");

WHEREAS, pursuant to California Health and Safety Code Section 33334.2(e), in carrying out its affordable housing activities, the Former Agency was authorized to provide subsidies to or for the benefit of very low income and lower income households, or persons and families of low or moderate income, to the extent those households cannot obtain housing at affordable costs on the open market, and to provide financial assistance for the construction and rehabilitation of housing which will be made available at an affordable housing cost to such persons;

WHEREAS, ABx1 26, as adopted by the California Legislature in 2011 (the "2011 Dissolution Act") dissolved redevelopment agencies throughout the State of California, including without limitation the Former Agency. Under the 2011 Dissolution Act, housing assets, such as the interests of the Former Agency were transferred to governmental entities as designated pursuant to the 2011 Dissolution Act;

WHEREAS, acting as prescribed by the 2011 Dissolution Act, the City of Loma Linda (the "City") (i) elected to act as the successor agency to the Former Agency (acting in such capacity, the "Successor Agency") and (ii) designated the Loma Linda Housing Authority (the "Authority") to receive the housing assets of the Former Agency, including without limitation real property located at 25530 Portola Loop (the "Property");

WHEREAS, an oversight board (the "Oversight Board") has been established, acting under the 2011 Dissolution Act, for the Successor Agency. At its meeting of March 20, 2012, by its Resolution No. 2012-004, the Oversight Board approved and affirmed the transfer of the housing assets of the Former Agency to the Authority, including without limitation the Property;

WHEREAS, following the transfer of housing assets of the Former Agency, the Authority entered into an agreement, dated as of June 12, 2012 (the "Housing Disposition Agreement") with Mary Boyer, a single man, and Robin Escobar, a single woman (herein, collectively, "Seller") under which the Seller agreed to purchase the Property, including a dwelling unit located thereon. Under the Housing Disposition Agreement, the Property was restricted to occupancy and ownership to households which at the time of purchase were households having an income not exceeding eighty percent (80%) of areawide median income, as further described at Health & Safety Code Section 50079.5 ("Low Income Households") at a housing cost not in excess of the maximum housing cost permitted under California Health & Safety Code Section 50052.5 for a Low Income Household

("Affordable Housing Cost"). The Property was made subject to long-term covenants to assure that the Property would be maintained as an affordable housing resource. The conveyance of the Property from the Authority was made by a certain "Grant Deed Containing Resale Restrictions" which was recorded among the official land records of the County Recorder of the County of San Bernardino ("Official Records") on August 14, 2012 as Document No. 2012-0324767 (the "Grant Deed Containing Restrictions"). The Property remains subject to those restrictions. The Property was sold subject to loans made by the Authority to Seller (the "Authority 2012 Loans");

WHEREAS, under the Grant Deed Containing Restrictions, the Property is required to remain owner-occupied by households who, at the time of purchase, qualify as Low Income Households and at a price which does not exceed Affordable Housing Cost, for a period commencing as of August 14, 2012 and continuing until the forty-fifth (45th) anniversary thereof, namely, August 14, 2057; the period described thereby constitutes the "Affordability Period";

WHEREAS, Seller has entered into an agreement entitled "Purchase and Sale Agreement" dated as of December 1, 2016 (the "Purchase Agreement") with Ronald James Ross ("Buyer" or "Program Participant") under which Seller will sell the Property to the Program Participant for a purchase price of One Hundred Forty Three Thousand Six Hundred Fifty Seven Dollars ($143,657.00) (the "Purchase Price") under terms and conditions more particularly set forth in the Purchase Agreement, and a draft agreement entitled "Homebuyer Loan Agreement" dated as of December 13, 2016 between the Authority and Program Participant (the "Homebuyer Loan Agreement"). A copy of each of the Homebuyer Loan Agreement and the Purchase Agreement is on file with the Authority Secretary;

WHEREAS, Program Participant has provided financial information to the Authority and has represented that Program Participant is a low income household;

WHEREAS, in connection with the proposed sale by Seller to Buyer, Seller and Buyer have proposed that the Authority originate new loans in the combined amount of One Hundred Forty Two Thousand One Hundred Fifty Seven ($142,157.00)(the "Authority Loan Amount") to Buyer, and that the Authority authorize the expenditure of the sum of Twelve Thousand Dollars ($12,000.00)(the "Authority Accommodation Amount") to Seller (less Seller's costs of sale), the latter in consideration of the payments Seller has previously made to Authority and to induce Seller to effect the sale of the Property to Buyer. The Authority Accommodation Amount exceeds the amount of principal previously paid down against the Authority 2012 Loans by Seller;

WHEREAS, in connection with the sale by Seller to Buyer under the Purchase and Sale Agreement, the Authority will release and reconvey the deeds of trust securing repayment of the Authority 2012 Loans and the Authority 2012 Loans will thereupon be deemed cancelled;

WHEREAS, under the Homebuyer Loan Agreement, the Authority will record deeds of trust as to the Property in the amount of the Authority Loan Amount ("Authority Deeds of Trust"), and affordability covenants in place as to the Property will remain in full force and effect and will be extended to the extent necessary that affordability covenants remain in effect until the later to occur of August 14, 2057 or the satisfaction in full of the Authority Deeds of Trust;

WHEREAS, the terms of the Authority Loans are set forth in the draft Homebuyer Loan Agreement;

WHEREAS, the Program Participant has acknowledged and agreed that the use of the Property will continue to be restricted to "Low Income Households" (households having an income

of not to exceed eighty percent (80%) of median income, as defined in California Health and Safety Code Section 50079.5), all as more particularly provided in the Homebuyer Loan Agreement, and that the Property is required to continue to be maintained at "Affordable Housing Cost" for a Low Income Household, as defined by California Health and Safety Code Sections 50079.5 and 50052.5;

WHEREAS, the Program Participant has represented and Authority staff has confirmed that the Program Participant requires financial participation by the Authority (in the form of the Authority Loans) in order to purchase the Property and would not be able to purchase the Property without such financial participation by the Authority. Program Participant is a Low Income Household;

WHEREAS, Program Participant has represented and warranted to Authority that Program Participant intends to reside in the Property as the Buyer's principal residence at all times during the period of Program Participant's ownership of the Property;

WHEREAS, the Authority wishes to lend, and Program Participant wishes to borrow, funds to enable Program Participant to purchase the Property (under the Purchase Agreement) upon the terms and conditions set forth in the Homebuyer Loan Agreement;

WHEREAS, the Authority staff has reviewed the Program Participant's eligibility for acquisition of the Property as a Low Income Household;

WHEREAS, the preservation of the Property as an affordable housing resource which continues to be available at Affordable Housing Cost to Low Income Households, subject to long-term covenants, assists in maintaining an existing covenant, promotes the affordable housing objectives of the Authority and furthers the provision of affordable housing and providing for mechanisms to better assure the long-term affordability of the Property;

WHEREAS, the Authority has duly considered all terms and conditions of the proposed Homebuyer Loan Agreement and believes that the Homebuyer Loan Agreement is in the best interests of the Authority and the City and the health, safety, and welfare of its residents, and in accord with the public purposes and provisions of applicable State and local law requirements;

WHEREAS, all actions required by all applicable law with respect to the proposed Homebuyer Loan Agreement have been taken in an appropriate and timely manner;

WHEREAS, the Authority has duly considered all of the terms and conditions of the proposed Homebuyer Loan Agreement and believes that the Homebuyer Loan Agreement is in the best interests of the City and the health, safety, and welfare of its residents, and in accord with the public purposes and provisions of applicable state and local laws and requirements.

NOW, THEREFORE, THE LOMA LINDA HOUSING AUTHORITY DOES RESOLVE AS FOLLOWS:

Section 1. The Authority finds and determines that each of the recitals set forth above is true and correct.

Section 2. The Authority hereby approves the Homebuyer Loan Agreement in substantially the form presented to the Authority, subject to such revisions as may be directed by the governing board of the Authority and such changes as may be made by the Executive Director of the Authority or his designee. The Authority authorizes the Executive Director to release and reconvey the deed of trust securing repayment of the Authority 2012 Loans and to cancel the Authority 2012 Loans provided that the Authority Deeds of Trust are recorded and title insurance is provided for the benefit of the Authority as set forth in the Homebuyer Loan Agreement. The Executive Director of the Authority is hereby authorized to execute the Homebuyer Loan Agreement (including without limitation all attachments thereto) on behalf of the Authority, together with any instruments necessary or convenient to implement the Homebuyer Loan Agreement, to disburse the Authority Accommodation Amount, and to undertake such actions as are reasonable and necessary to further the implementation of the Homebuyer Loan Agreement. A copy of the Homebuyer Loan Agreement shall, when executed by the Authority, be placed on file in the office of the Secretary of the Authority.

Section. 3 The Authority appropriates funds equal to the Authority Accommodation Amount and costs of the Authority in accomplishing the closing of the transactions referenced herein.

APPROVED AND ADOPTED this 13th day of December, 2016 by the following vote:

Ayes:
Noes:
Absent:
Abstain:

_____
Rhodes Rigsby, Chairman

ATTEST:

_____
Pamela Byrnes-O'Camb, Authority Secretary

HOMEBUYER LOAN AGREEMENT

THIS HOMEBUYER LOAN AGREEMENT (the "Agreement") is made as of December 13, 2016 (the "Date of Agreement") by and between RONALD JAMES ROSS, a single man ("Program Participant" or "Trustor"), and the LOMA LINDA HOUSING AUTHORITY, a public body corporate and politic (the "Authority" or "Beneficiary").

RECITALS

A. The Loma Linda Redevelopment Agency ("Redevelopment Agency") entered into an agreement, dated as of April 18, 1998 (the "Original Affordable Housing Agreement") with Gardner Construction and Development, Inc. (the "Developer"), which was amended by that certain Amended and Restated First Amendment to Affordable Housing Agreement dated as of September 14, 1999 between the Developer and the Redevelopment Agency (as amended, the "Affordable Housing Agreement") under which Developer agreed to purchase certain property from the Agency, construct houses thereon and offer a certain number of those houses at affordable housing cost to low income households, subject to covenants assuring long-term affordability.

B. The Redevelopment Agency and Gardner Construction and Development, Inc., a California corporation ("Developer"), executed a Declaration of Conditions, Covenants and Restrictions dated as of June 30, 1998, which was recorded in the official records ("Official Records") of San Bernardino County on June 30, 1998, as Document No. 19980254424 (the "Base Covenants"). The Base Covenants affect the real property, which included (without limitation) that certain real property known as 25530 Portola Loop, Loma Linda (herein, the "Property"). The Base Documents were modified by that instrument entitled "Declaration of Conditions Covenants and Restrictions" dated as of September 14, 1999, and recorded in the Official Records of San Bernardino County on September 30, 1999, as Document No. 99-413390 (the "First Amendment to Covenants"); the First Amendment to Covenants is hereby incorporated herein by reference. The First Amendment to Covenants provided as a time for expiration of covenants the thirtieth anniversary of the recordation thereof, namely September 30, 2029; the period that covenants will remain in effect was extended, which extended period is further evidenced and implemented by this Agreement, for an extended Affordability Period as described in Section 4 hereof and in Exhibit "G", below. The Base Covenants, as modified by the First Amendment to Covenants, were further modified by that instrument entitled "Grant Deed Containing Resale Restrictions", which was recorded in the Official Records of San Bernardino County on August 14, 2012 as Document No. 2012-0324767 (the "Second Amendment to Covenants"); such Second Amendment to Covenants, which was executed by Mark Boyer and Robin Escobar as owners of the Site, extended the Affordability Period to continue to and including August 14, 2057. The Second Amendment to Covenants is set forth in Exhibit D hereto at pages D-25 to D-34, inclusive. For purposes of convenience, the Base Covenants as amended by the First Amendment to Covenants and the Second Amendment to Covenants are referred to herein as the "CC&Rs." The CC&Rs contain requirements and limitations with respect to affordable housing, nondiscrimination, maintenance of the Site and other matters as set forth therein. A copy of the CC&Rs has been provided to and has been reviewed by Participant. Each of the First Amendment to Covenants and the Second Amendment to Covenants is incorporated herein by reference.

C. One of the houses developed by the Developer under the Affordable Housing Agreement is located at the Property, which is more particularly described in the Legal Description

of Property, Exhibit "A" hereto. The Property, and the dwelling unit located thereon (the "Unit"), is required to be maintained and available at affordable housing cost to low income households (as such terms are defined below) pursuant to the Affordable Housing Agreement, as well as the CC&Rs.

D. Program Participant has entered into an agreement entitled "Purchase and Sale Agreement" dated as of December 1, 2016 (the "Purchase Agreement") with the current owner of the Property, Mark Boyer and Robin Escobar, who is also known as Robin Boyer (collectively, the "Seller"), will sell the Property to the Program Participant for a purchase price of One Hundred Forty Three Thousand Six Hundred Fifty Seven ($143,657.00) (the "Purchase Price"). The disposition of the Purchase Price is more fully described in the "Supplemental Escrow Instructions" (Exhibit J).

E. Program Participant requires assistance to purchase the Property and would not be able to purchase the Property without such assistance. Program Participant is a low income household and currently earns less than eighty percent (80%) of the current annual median income for the San Bernardino County area, as those terms are defined by California Health and Safety Code Sections 50079.5 and 50052.5.

F. Program Participant represents and warrants to Authority that Program Participant and Program Participant's immediate family intend to reside in the Property as the family's principal residence at all times during the period of Program Participant's ownership of the Property.

G. The Authority desires to assist persons of low income to purchase residential property as part of its efforts to increase, improve, and preserve low income housing available at an affordable housing cost within the corporate limits of the City of Loma Linda.

H. The Authority wishes to lend, and Program Participant wishes to borrow, funds to assist Program Participant to purchase the Property upon the terms and conditions set forth herein.

I. Throughout that period commencing as of June 30, 1998 and ending as of August 14, 2057 (which period shall hereafter be referred to herein as the "Affordability Period), the Property may only be transferred to Low Income Households at an Affordable Housing Cost ("Eligible Persons and Families") which transferee(s) execute agreements with the Authority substantially in the form of this Agreement along with the attachments hereto, or assumptions in form acceptable to and approved by Authority.

NOW, THEREFORE, for good and valuable consideration the parties agree as follows:

1. Homebuyer Loans. In connection with the purchase of the Property by the Program Participant from the Seller, and provided that Seller conveys the Property by grant deed to the Program Participant pursuant to the Purchase Agreement by the time set forth therein for conveyance of the Property, but no later than January 16, 2017 (the "Conveyance Deadline"), as such Conveyance Deadline may be extended by the Executive Director of the Authority (the "Executive Director") at his sole and absolute discretion. The Program Participant will execute promissory notes evidencing loans by the Authority to the Program Participant, as follows: (i) a loan (the "Homebuyer Senior Loan") in the original principal amount of One Thousand Two Hundred Dollars ($1,200.00) (the "Homebuyer Senior Loan Amount"), and (ii) a loan (the "Junior Loan") in the original principal amount of One Hundred Forty Thousand Nine Hundred Fifty Seven Dollars ($140,957.00) (the "Junior Loan Amount"). Notwithstanding such stated original principal amounts, the amount to be disbursed by the Authority to escrow shall consist of an amount equal to the sum of Twelve

Thousand Dollars ($12,000.00) (the "Authority Accommodation Amount"). The balance of the Purchase Price is in consideration of release by Authority of certain loans previously made by the Redevelopment Agency to the Seller, payment of which is secured by deeds of trust as to the Property.

Prior to the conveyance of the Property to Program Participant by the Seller, Program Participant shall execute and deliver to the escrow holder designation in Section 9 hereof for delivery to the Authority: (i) a promissory note in favor of the Authority as holder, in the form of the "Homebuyer Senior Note" attached hereto as Exhibit "B" and incorporated herein; (ii) a promissory note in favor of the Authority as holder, in the form of the "Junior Note" attached hereto as Exhibit "H" and incorporated herein; (iii) a deed of trust in the form of Exhibit "C" hereto (the "Homebuyer Senior Deed of Trust"); (iv) a deed of trust in the form of Exhibit "I" hereto (the "Junior Deed of Trust"); and (v) supplemental escrow instructions in the form of Exhibit "J" hereto (the "Supplemental Escrow Instructions"); the Homebuyer Senior Deed of Trust and the Junior Deed of Trust shall have been recorded in conformity with this Agreement (and, specifically, Sections 9 and 11 hereof) as a condition to the release of funds provided by the Authority. In addition, Program Participant shall execute and deliver to escrow and cause the escrow holder to deliver to Authority, duly recorded among the Official Records, (i) the instrument entitled "Homebuyer Certificate Regarding Declaration of Conditions, Covenants and Restrictions and Agreement Affecting Real Property" (in the form of Exhibit "G" to this Agreement; herein, the "Homebuyer Certificate"), and (ii) the "Resale Restriction Agreement" (in the form of Exhibit "E" hereto).

Program Participant agrees and acknowledges that Program Participant has been provided with and has reviewed a copy of each of the Base Covenants, the First Amendment to Covenants and the Second Amendment to Covenants (a copy of each is attached at Exhibit D hereof) at pages D-25 to D-34, inclusive, as well as the Homebuyer Certificate, the "Notice of Affordability Restrictions" as referenced as exception No. 14 in that preliminary title report by Ticor Title Company of California, No. 00306649-021-JP9, dated as of February 26, 2015 (the "Preliminary Title Report") and this Agreement and each and every document referenced herein. The Program Participant acknowledges that affordability is required to be maintained with respect to the Property under this Agreement, as provided in the Homebuyer Certificate and the Notice of Affordability Restrictions.

Program Participant (or Program Participant's heirs following the death of Program Participant) agrees to notify Authority not less than thirty (30) days prior to (i) the opening of escrow for the sale of the Property, (ii) the signing of any agreements or documents related to the transfer, including, without limitation, lease, exchange or other disposition of any interest in the Property, (iii) any proposed refinancing, or (iv) the close of Program Participant's probate estate. Nothing in this paragraph or this Agreement, however, shall be construed to authorize the Property to be leased or rented.

2. Maintenance of Property; Insurance. Program Participant shall maintain the improvements and landscaping on the Property in the manner prescribed by the Base Covenants and the First Amendment to Covenants, the Homebuyer Certificate and the Resale Restriction Agreement. Program Participant shall maintain, for the time any amount remains outstanding under either the Homebuyer Senior Loan or the Junior Loan, whichever remains outstanding the longest, an all risk property insurance policy insuring the Property in an amount equal to the full replacement value of the structures on the Property. The policy shall name Authority as loss payee and shall contain a statement of obligation on behalf of the carrier to notify Authority of any material change, cancellation or termination of coverage at least thirty (30) days in advance of the effective date of

such material change, cancellation or termination. Program Participant shall transmit a copy of the certificate of insurance and loss payee endorsement to Authority within thirty (30) days of the effective date of this Agreement, and upon request by Authority, Program Participant shall transmit to Authority further copies of the certificate of insurance and a loss payee endorsement. The copy of the certificate of insurance and loss payee endorsement shall be transmitted to Authority at the address set forth in Section 25 hereof. Any certificate of insurance must be in a form, content, and with companies reasonably acceptable to Authority.

3. Due on Sale, Transfer or Refinancing. Program Participant agrees to notify the Authority not less than thirty (30) days prior to (i) the sale or transfer of the Property or (ii) any refinancing of the lien of the Homebuyer Senior Deed of Trust, the Junior Deed of Trust or any other lien on the Property. Each of the Homebuyer Senior Loan and the Junior Loan and all interest accrued thereon shall be due and payable upon (i) such sale or transfer, (ii) the refinancing of any lien against the Property, or (iii) Program Participant is no longer an occupant of the Property in conformity with Section 5 of this Agreement or is in material default of any other obligation pursuant to this Agreement. If the Authority is asked to forbear from enforcing the due-on-sale clause or to allow the assumption of the loan evidenced by the Homebuyer Senior Note or the Junior Note, the party or parties so requesting shall prepare and submit to the Authority a complete package containing all information necessary to demonstrate and verify the income of the proposed transferee, the proposed housing cost, and all other information reasonably requested by the Executive Director or which would have been required had such proposed transferee attempted to qualify as original Program Participant under the terms of the Agreement. At the request of Program Participant, the Authority may, in its sole discretion, waive the requirements of this Section 3 and extend the term of the Homebuyer Senior Note.

4. Low Income Household. "Low Income" (or "Lower Income") or "Low Income Households" (or "Lower Income Households") shall mean and include: Low Income households as defined in Health and Safety Code Section 50079.5 to households earning not greater than eighty percent (80%) of "Median Income" (as defined below). Low Income Households includes low income households, as defined in Health and Safety Code Section 50079.5, very low income households, as defined in Health and Safety Code Section 50105 (households earning not greater than fifty percent [50%] of Median Income), and extremely low income households, as defined in Health and Safety Code Section 50106 (households earning not greater than thirty percent [30%] of Median Income); provided that in each event, the housing cost must be "Affordable Housing Cost" as defined below. As used herein, "Median Income" or "Median Income for the Area" means the median income for San Bernardino County as determined by Authority under Health and Safety Code Section 50052.5 and applicable regulations, if any, of the State of California.

"Affordable Housing Cost" for each owner (namely, Program Participant and all successors thereto during the Affordability Period) shall be as defined in Health and Safety Code Sections 50052.5 and 50079.5 (or its successor statute) and the implementing regulations thereto promulgated by the Housing and Community Development Department of the State of California. As of the date of the Agreement, Affordable Housing Cost for a Low Income Household means a monthly housing cost which does not exceed thirty percent (30%) times seventy percent (70%) of Median Income adjusted for family size appropriate to the Unit (or for a Very Low Income Household, a monthly housing cost that does not exceed thirty percent (30%) times fifty percent (50%) of Median Income adjusted for family size appropriate to the Unit). Pursuant to Section 50052.5, if the Property has three bedrooms the presumed household size for purposes of the Agreement is four persons.

Program Participant represents and warrants to the Authority that Program Participant, and each and every person who will reside at the Property, as the incomes of all such persons are aggregated, constitute a Low Income Household earning less than eighty percent (80%) of current annual median income for San Bernardino County, as those terms are defined by California Health and Safety Code Sections 50079.5 and 50052.5; (ii) the Program Participant will reside in the Property as Program Participant's principal residence; (iii) information concerning income, credit scores, and all other information provided to Authority by the Participant has been true and correct. Program Participant acknowledges that the Authority has relied upon the foregoing information, representations and warranties in entering into this Agreement.

During a period ("Affordability Period") which commenced June 30, 1998 and which shall continue until the later to occur of: (i) August 14, 2057, or (ii) the confirmation in writing by the Authority, signed by the Executive Director or Finance Director of the Authority, that each of the Homebuyer Senior Loan and the Junior Loan have been satisfied in full and no moneys remain payable to the Authority (or other holder) thereunder (the later of such times as so determined by the Authority constituting the "Extended Expiration Date"), the Homebuyer Senior Loan Amount will not become due and payable if, in strict conformity with all requirements of this Agreement (but see below as to payments under the Junior Loan), Trustor sells or otherwise conveys the Property to a Low Income Household at an Affordable Housing Cost ("Eligible Persons and Families"), and the purchaser assumes the Homeowner Senior Note and the Agreement by an assignment and assumption agreement which is acceptable to the Beneficiary. Each purchaser shall be a Low Income Household, purchasing at an Affordable Housing Cost ("Eligible Persons and Families"), and which executes and delivers to Authority agreements with the Authority substantially in the form of this Agreement along with the attachments hereto, or assumptions in form acceptable to and approved by Authority. The Homebuyer Senior Note shall not be assumable excepting at the sole and absolute discretion of the Authority.

Subject to the prior written approval of the Authority having first been obtained, if the Property is sold during the Affordability Period by the Trustor to a Low Income Household, and the Sales Price does not exceed Affordable Housing Cost to such Buyer, then so long as the Trustor is not in default of the Agreement, the Homebuyer Senior Note may be assumed by the Eligible Buyer by an assignment and assumption agreement which is acceptable to the Beneficiary. Upon the effective date of such assignment and assumption with the prior written approval of the Authority, the assigning Trustor shall no longer be liable for any further obligations under the Homebuyer Senior Note which accrue after the date of such assignment and assumption. In order to verify the buyer's status as a Low Income Household, Trustor shall submit to the Authority the identity of the proposed buyer and adequate information evidencing the income and household size of the proposed buyer. Said income information shall be submitted together with the notice of proposed sale pursuant to Section 3 of this Agreement not less than thirty (30) days prior to opening of escrow for the proposed sale and shall include original or true copies of pay stubs, income tax records or other financial documents in order that the Authority may determine and verify the household income of the proposed buyer to determine whether the buyer is a Low Income Household and whether the Property is being transferred to such buyer at Affordable Housing Cost. If the Authority is unable to verify the buyer's income as provided herein prior to the proposed sale, then the buyer's income shall be deemed to exceed the maximum allowable income limit for Eligible Persons and Families.

Monthly payments shall be required to be made by Program Participant under the Junior Note; such payments are described with greater particularity in the Junior Note.

The income of co-signers and co-mortgagors will be included for determining whether Program Participant is a Low Income Household, if such co-signers and co-mortgagors are part of Program Participant's household and are residing in the Property.

5. Occupancy Standards. The Property shall be used as the personal residence of Program Participant and Program Participant's immediate family and for no other purpose. Program Participant shall not enter into an agreement for the rental or lease of the Property. The number of persons residing in the Property shall be limited to the product of the number of bedrooms in the Property multiplied by two, plus one. (For example, a two bedroom house would be limited to occupancy by five persons, a three bedroom house would be limited to occupancy by seven persons, etc.) Program Participant shall, upon demand by Authority, submit to Authority an affidavit of occupancy verifying Program Participant's compliance with this Section 5. Such affidavit may be required by Authority on an annual basis.

6. Income Information. Program Participant has submitted an eligibility verification form to the Authority prior to execution of this Agreement. Program Participant represents and warrants to the Authority that all information Program Participant has provided and will provide in the future is and will be true, correct and complete. Program Participant acknowledges that the Authority is relying upon Program Participant's representations that Program Participant's income does not exceed eighty percent (80%) of the area median income and would not have entered into this Agreement if Program Participant's income exceeded eighty percent (80%) of the area median income.

7. Loan Servicing. The Authority may contract with a private lender to originate and service one or more of the Homebuyer Senior Loan or the Junior Note.

8. Sole and Separate Property. An individual taking title in this manner is subject to special requirements because of California Community Property Laws and the Internal Revenue Code. If Program Participant becomes married and is thereafter legally separated, or files for divorce and a legal property disposition agreement exists between Program Participant and his spouse, a quitclaim deed from one spouse to the other and a copy of the property disposition agreement may be required by Authority.

9. Escrow Provisions; Title Insurance and Closing Costs.

(a) Program Participant shall open or shall cause to be opened an escrow for the conveyance of the Property by Seller to Program Participant (the "Sale Escrow") with Ticor Title Company of California, Newport Beach office (the "Escrow Holder"). Unless a form of grant deed is provided by Seller that is acceptable to Buyer, the Escrow Holder shall prepare a grant deed conveying title to the Property from Seller to Program Participant (the "Grant Deed") which grant deed shall be substantially in the form prescribed by the Purchase Agreement; vesting shall be to Ronald James Ross, a single man as his sole and separate property. Escrow Holder shall accomplish the recordation of the Grant Deed, all as more particularly set forth herein. Upon written confirmation by Seller to each of Program Participant, the Authority and the Escrow Holder, this Agreement shall constitute the joint basic escrow instructions of the Seller and the Program Participant in connection with the purchase and sale of the Property by Seller to Program Participant (upon confirmation thereof by Seller), and a duplicate original of this Agreement shall be delivered to the Escrow Holder upon the opening of the Sale Escrow. The Authority, the Seller and the Program Participant shall provide such additional escrow instructions as shall be necessary for and

consistent with this Agreement relative to the sale of the Property. The Escrow Holder is hereby empowered to act under this Agreement, and the Escrow Holder, upon indicating within five (5) days after the opening of the Sale Escrow its acceptance of the provisions of this paragraph (a) of Section 9, in writing, delivered to the Seller, Authority and the Program Participant, shall carry out its duties as Escrow Holder hereunder. Escrow Holder shall coordinate with Escrow Holder to effect the implementation of the closing of the conveyance of the Property and the recording of those additional instruments identified in paragraph (b) of this Section 9. When Ticor Title Company of California, Tustin office, as title insurer (the "Title Company") is prepared to issue its owner's policy of title insurance based upon the Purchase Price ("Owner's Policy") to Program Participant (as owner) and its lender's policies of title insurance to the Authority (as lender) in connection with each of the Homebuyer Senior Deed of Trust and the Junior Deed of Trust as provided in subsection (c), below based upon the original principal amounts of such loans as stated in the Homebuyer Senior Note and the Junior Note, respectively (the "Lender's Policies"), the Title Company shall so inform each of the Authority and Seller whereupon Authority will fund the Authority Accommodation Amount (less any closing costs chargeable to Seller); Seller will fund one-half of closing costs, as well as the premium for the Owner's Policy, the cost for a Fidelity National Home warranty or another home warranty for one year (the "Home Warranty"), and the cost of a natural hazard report (collectively, "Seller's Closing Amount"); Program Participant will fund one–half of closing costs plus that amount, if any, for the premium for the Lender's Policies, as well as, the additional amount of One Thousand Five Hundred Dollars ($1,500.00) for down payment (the "Down Payment Amount") and the additional amount of Six Hundred Dollars ($600.00) for tax and insurance impounds (the "Initial Impound Amount"), and Buyer's share of closing costs in the approximate amount of One Thousand Three Hundred Dollars ("Buyer's Closing Amount", and, together with the Down Payment Amount and the Initial Impound Amount, the "Program Participant's Closing Amount") and Escrow Holder shall cause the recordation of the Homebuyer Certificate Regarding Declaration of Conditions, Covenants and Restrictions and Agreement Affecting Real Property, the Resale Restriction Agreement, and the Homebuyer Senior Deed of Trust, the Junior Deed of Trust, deliver to the Authority the Homebuyer Senior Note and the Junior Note, disburse the Down Payment Amount, disburse the Authority Accommodation Amount to Seller, disburse the Initial Impound Amount to the Authority and charge the respective parties for their respective shares of costs as provided herein.

Provisions regarding escrow are more particularly set forth in the Supplemental Escrow Instructions as attached hereto as Exhibit "J." The Supplemental Escrow Instructions may be revised upon mutual agreement upon consultation with the Escrow Holder.

(b) The Authority agrees to open an escrow for the Homebuyer Senior Loan and the Junior Loan (which, together with the Homebuyer Senior Loan, is referred to as the "Homebuyer Loans") (the "Loan Escrow") with the Escrow Holder. The Escrow Holder shall accomplish the recordation of the Homebuyer Certificate Regarding Declaration of Conditions, Covenants and Restrictions and Agreement Affecting Real Property, the Resale Restriction Agreement, the Homebuyer Senior Deed of Trust and the Junior Deed of Trust, as well as the delivery of each of the Homebuyer Senior Note and the Junior Note to the Authority, all as more particularly set forth herein. This Agreement constitutes the joint basic escrow instructions of the Authority and the Program Participant in connection with the Authority Loans, and a duplicate original of this Agreement shall be delivered to the Escrow Holder upon the opening of the Loan Escrow. The Authority, the Seller and the Program Participant shall provide such additional escrow instructions as shall be necessary for and consistent with this Agreement. The Escrow Holder is hereby empowered to act under this Agreement, and the Escrow Holder, upon indicating within five (5) days after the opening of the Loan Escrow its acceptance of the provisions of this Section 9, in writing, delivered to

the Authority and the Program Participant, shall carry out its duties as Escrow Holder hereunder. When the Title Company is prepared to issue its owner's policy of title insurance to Program Participant and its Lender's Policies of title insurance to the Authority (as lender) in connection with the Homebuyer Senior Deed of Trust and the Junior Deed of Trust as provided in subsection (c), below, it shall so inform each of the Authority and Seller whereupon Authority will fund the Homebuyer Senior Loan and the Junior Loan as the principal amount of the Homebuyer Senior Loan; Seller will fund Seller's Closing Amount; Program Participant will fund Program Participant's Closing Amount and Escrow Holder shall cause the recordation of the Grant Deed, the Homebuyer Certificate Regarding Declaration of Conditions, Covenants and Restrictions and Agreement Affecting Real Property, the Resale Restriction Agreement, the Homebuyer Senior Deed of Trust and the Junior Deed of Trust, deliver to the Authority the Homebuyer Senior Note and the Junior Note, disburse the Authority Accommodation Amount to the Seller, disburse the Initial Impound Amount to the Authority, disburse the Grant Deed to the Program Participant and charge the respective parties for their respective shares of costs as provided herein.

Additional provisions regarding escrow are more particularly set forth in the Supplemental Escrow Instructions as attached hereto as Exhibit "J." The Supplemental Escrow Instructions may be revised upon mutual agreement upon consultation with the Escrow Holder.

All funds received in the Loan Escrow shall be deposited by the Escrow Holder, with other escrow funds of the Escrow Holder in an interest earning general escrow account or accounts with any state or national bank doing business in the State of California. Such funds may be transferred to any other general escrow account or accounts. All disbursements shall be made by check of the Escrow Holder. All adjustments are to be made on the basis of a thirty (30) day month. Interest shall be applied for the benefit of the party depositing such funds.

If this Escrow is not in condition to close on or before the Conveyance Deadline, either party hereto who then shall have fully performed the acts to be performed before the conveyance of title may, in writing, demand from the Escrow Holder the return of its money, papers or documents deposited with the Escrow Holder, with a copy to be concurrently transmitted by such party to the other party. No demand for return shall be recognized until ten (10) days after the Escrow Holder shall have mailed copies of such demand to the other party or parties at the address of its or their principal place or places of business. Objections, if any, shall be raised by written notice to the Escrow Holder and to the other party within the ten (10) day period, in which event the Escrow Holder is authorized to hold all money, papers and documents with respect to the Property until instructed by a mutual agreement of the parties or by a court of competent jurisdiction. If no such demands are made, the Escrow shall be closed as soon as possible.

The Escrow Holder shall not be obligated to return any such money, papers or documents except upon the written instructions of both the Authority and the Program Participant or until the party entitled thereto has been determined by a final decision of a court of competent jurisdiction.

Any amendment to these Escrow instructions shall be in writing and signed by both the Authority and the Program Participant. At the time of any amendment, the Escrow Holder shall agree to carry out its duties as Escrow Holder under such amendment.

(c) As a condition of closing, the Title Insurer shall be prepared to issue the following policies of title insurance: (i) the Owner's Policy to Program Participant (insuring his

ownership as his sole and separate property) and the Lender's Policies. Such policies shall be subject to the Base Covenants, the First Amendment to Covenants, the Second Amendment to Covenants, the Homebuyer Certificate Regarding Declaration of Conditions, Covenants and Restrictions and Agreement Affecting Real Property, the Resale Restriction Agreement and such other encumbrances, if any, as may be approved by the Authority [collectively, the "Approved Senior Exceptions"]) and, with respect to the Junior Deed of Trust, the Approved Senior Exceptions, the Homebuyer Senior Deed of Trust and such additional encumbrances, if any, as may be approved by the Authority). Once the conditions to closing have been satisfied and the Escrow Holder and Escrow Holder have funds sufficient to defray costs of closing (including premiums for title insurance policies as described in this Section 9), the escrows shall close.

(d) Upon closing, Escrow Holder shall deliver: (i) to Program Participant, the Grant Deed, a closing statement, and a copy of the other instruments delivered to escrow; (ii) to Seller, the Authority Accommodation Amount less Seller's Closing Amount; and (iii) to Authority, Homebuyer Senior Deed of Trust, the Homebuyer Senior Note, the Junior Note, the Junior Deed of Trust, the Homebuyer Certificate Regarding Declaration of Conditions, Covenants and Restrictions and Agreement Affecting Real Property, the Resale Restriction Agreement, the Initial Impound Amount, and a copy of the other instruments delivered to escrow.

10. Termination. In addition to such other provisions for termination upon failure to satisfy conditions of closing, breach or otherwise as set forth elsewhere in this Agreement, this Agreement shall be of no further force and effect in the event: (i) Authority shall receive from Program Participant a writing indicating that Program Participant elects to not acquire the Property in conformity with the Purchase Agreement, or (ii) Authority shall receive from Program Participant a writing indicating that Program Participant elects not to accept the Homebuyer Senior Loan or Junior Loan or execute documentation required under this Agreement, or (iii) as of the Conveyance Deadline (unless such Conveyance Deadline has been extended in writing by the Authority), Program Participant has not acquired the Property, then this Agreement shall be deemed terminated and of no further force and effect without regard to whether notice thereof is given to Program Participant.

11. Covenants. Program Participant and the Authority shall execute and cause to be recorded among the official land records of San Bernardino County, California, the Resale Restriction Agreement and the Homebuyer Certificate Regarding Declaration of Conditions, Covenants and Restrictions and Agreement Affecting Real Property, the Program Participant acknowledges and agrees that the Property shall only be owned by Program Participant or other persons or families of low income available at an affordable housing cost, as those terms are defined in California Health and Safety Code Sections 50093 and 50052.5, and that Program Participant shall not discriminate against any person or group of persons on the basis of race, color, religion, sex, marital status, national origin or ancestry.

12. Indemnification. The Program Participant shall defend, indemnify and hold harmless each of the Authority and the City and their respective officers, agents, employees, representatives and volunteers from and against any loss, liability, claim or judgment relating in any manner to the Property or this Agreement. The Program Participant shall remain fully obligated for the payment of property taxes and assessments related to the Property. There shall be neither reduction in taxes for Program Participant, nor any transfer of responsibility to the Authority or the City to make such payments, by virtue of the moneys loaned as evidenced by the Homebuyer Senior Note or the Junior Note.

13. Miscellaneous. Time is of the essence hereof. If the Homebuyer Senior Note or the Junior Note is now, or hereafter shall be, signed by more than one party or person, each shall be the joint and several obligation of such parties or persons (including, without limitation, all makers, endorsers, guarantors and sureties), and shall be binding upon such parties and upon their respective successors and assigns.

14. Defaults. Failure or delay by either party to perform any term or provision of this Agreement which is not cured within thirty (30) days after receipt of notice from the other party constitutes a default under this Agreement; provided, however, if such default is of the nature requiring more than thirty (30) days to cure, the defaulting party shall avoid default hereunder by commencing to cure within such thirty (30) day period and thereafter diligently pursuing such cure to completion. The party who so fails or delays must immediately commence to cure, correct, or remedy such failure or delay, and shall complete such cure, correction or remedy with diligence.

The injured party shall give written notice of default to the party in default, specifying the default complained of by the injured party. Except as required to protect against further damages, the injured party may not institute proceedings against the party in default until thirty (30) days after giving such notice. Failure or delay in giving such notice shall not constitute a waiver of any default, nor shall it change the time of default.

15. Remedies. Authority shall be entitled to all legal and equitable remedies available under the law upon the default of the terms of this Agreement by Program Participant. Such remedies may include, without limitation, (a) specific performance of the terms of the Agreement, (b) disgorgement of any amount of consideration received for the Property that exceeds an Affordable Housing Cost, and (c) an order to pay attorneys' fees, as set forth in Section 26 herein.

16. Non Waiver. Failure to exercise any right Authority may have or be entitled to, in the event of default hereunder, shall not constitute a waiver of such right or any other right in the event of a subsequent default.

17. Documents. Program Participant is aware that the Authority has prepared certain documents to implement the Program and secure repayment of each of the Homebuyer Senior Loan and the Junior Loan. Program Participant has been encouraged by the Authority to seek legal counsel to advise Program Participant. Program Participant has reviewed and agrees to execute the following documents prior to the release of any funds by the Authority:

(a) Disclosure Statement (Exhibit "F," as to each loan);

(b) Homebuyer Senior Note;

(c) Homebuyer Senior Deed of Trust;

(d) Junior Note;

(e) Junior Deed of Trust;

(f) Homebuyer Certificate; and

(g) Resale Restriction Agreement.

Program Participant agrees and acknowledges that each of the Grant Deed, the Homebuyer Certificate Regarding Declaration of Conditions, Covenants and Restrictions and Agreement Affecting Real Property, the Resale Restriction Agreement, the Homebuyer Senior Deed of Trust, the Junior Deed of Trust and the Homebuyer Certificate Regarding Declaration of Conditions, Covenants and Restrictions and Agreement Affecting Real Property, among the official land records of the County Recorder of the County of San Bernardino and, along with the Base Covenants, the First Amendment to Covenants and the Second Amendment to Covenants, shall appear of record with respect to and as encumbrances to the Property.

18. Further Assurances. The Program Participant shall execute any further documents consistent with the terms of this Agreement, including documents in recordable form, as the Authority shall from time to time find necessary or appropriate to effectuate its purposes in entering into this Agreement.

19. Governing Law. The Program Participant hereby agrees to comply with all ordinances, rules, and regulations of Authority and the City. Nothing in this Agreement is intended to be, nor shall it be deemed to be, a waiver of any City ordinance, rule, or regulation. This Agreement shall be governed by the laws of the State of California. Any legal action brought under this Agreement must be instituted in the Superior Court of the County of San Bernardino, State of California.

20. Amendment of Agreement. No modification, rescission, waiver, release or amendment of any provision of this Agreement shall be made except by a written agreement executed by the Program Participant and Authority.

21. Authority May Assign. Authority may, at its option, assign its right to receive repayment of the loan proceeds without obtaining the consent of the Program Participant.

22. Program Participant Assignment Prohibited. In no event shall Program Participant assign or transfer any portion of this Agreement without the prior express written consent of the Authority, which consent may be given or withheld in the Authority's sole discretion. No assumption of either or both of the loans made by Authority as evidenced by the Homebuyer Senior Note and the Junior Note shall be permitted at any time. This Section 22 shall not prohibit the Authority's right to assign all or any portion of its rights to the loan proceeds hereunder.

23. Relationship of Program Participant and Authority. The relationship of Program Participant and Authority pursuant to this Agreement is that of debtor and creditor and shall not be construed to be a joint venture, equity venture, partnership, or other relationship.

24. Monitoring. To the extent permitted by law, Authority and its designated employees and agents shall have the right to enter the Property at all reasonable times without a warrant for the purpose of monitoring Program Participant's compliance with this Agreement. Any such entry shall be made only after reasonable notice to Program Participant, which shall mean at least forty-eight (48) hours in all non-emergency situations. Upon receipt of such notice, Program Participant agrees to consent to entry by Authority and to cooperate in making the Property available for inspection by Authority. Program Participant acknowledges and agrees that if for any reason Program Participant fails to consent to such entry or inspection, Authority may obtain an administrative inspection warrant or take such other legal actions as may be necessary to gain access to and inspect the

Property. Authority shall indemnify and hold harmless Program Participant from any costs, claims, damages or liabilities pertaining to any such entry.

25. Notices. Any notices, requests or approvals given under this Agreement from one party to another may be personally delivered or deposited with the United States Postal Service for mailing, postage prepaid, registered or certified mail, return receipt requested to the following address:

To Program Participant:	Ronald James Ross 7433 Autumn Chase Drive Highland, California 92346
To Authority:	Loma Linda Housing Authority 25541 Barton Road Loma Linda, California 92354 Attention: Executive Director

Either party may change its address for notice by giving written notice thereof to the other party. Following close of escrow, the address for notice for Program Participant shall be: 25530 Portola Loop, Loma Linda, California 92354.

Notice to Seller shall be given as follows: Mark Boyer and Robin Escobar, 25530 Portola Loop, Loma Linda, California 92354 (and, after close of escrow, Mark Boyer and Robin Escobar, [Seller post-closing address: to come]).

26. (Reserved).

27. No Third Party Beneficiaries Except City. The City shall be deemed to be a third party beneficiary of this Agreement (including without limitation the Exhibits hereto). Excepting for the City, there shall be no third party beneficiaries of this Agreement. Seller is not a third party beneficiary of this Agreement.

28. Entire Agreement. This Agreement constitutes the entire understanding and agreement of the parties. This Agreement integrates all of the terms and conditions mentioned herein or incidental thereto, and supersedes all prior negotiations, discussions and previous agreements between the Authority and the Program Participant concerning all or any part of the subject matter of this Agreement.

IN WITNESS WHEREOF, the parties have executed this Agreement as of the Date of Agreement as set forth above.

"PROGRAM PARTICIPANT"

By:_____
Ronald James Ross

"AUTHORITY"

LOMA LINDA HOUSING AUTHORITY, a public body corporate and politic

By:_____
T. Jarb Thaipejr
Its: Executive Director

ATTACHMENT NO. 1

LEGAL DESCRIPTION OF PROPERTY

Lot 52 of Tract No. 15917, in the City of Loma Linda, County of San Bernardino, State of California, as per map recorded in Book 275, Page(s) 31 to 37 inclusive of Maps, in the office of the County Recorder of said County.

APN: 0283-271-23-0-000

EXHIBIT B

HOMEBUYER SENIOR NOTE

(PROMISSORY NOTE SECURED BY DEED OF TRUST)

$1,200.00 Loma Linda, California

December 13, 2016

Property Address: 25530 Portola Loop
Loma Linda, California 92354

Maturity Date: June 1, 2047

FOR VALUE RECEIVED, the undersigned (the "Maker") promises to pay to the Loma Linda Housing Authority ("Holder") at 25541 Barton Road, Loma Linda, California 92354, or at such other address as Holder may direct from time to time in writing, the sum of: (i) One Thousand Two Hundred Dollars ($1,200.00) (the "Note Amount"). All sums hereunder shall be payable in lawful money of the United States of America.

1. Loan Agreement. This Promissory Note (this "Note") is made and delivered pursuant to and in implementation of the Homebuyer Loan Agreement entered by and between the Holder and the Maker dated as of December 13, 2016 ("Agreement"), a copy of which is on file as a public record with the Holder. The Agreement is incorporated herein by this reference. The Agreement provides for the sale of the "Property" (as defined in the Agreement) by Holder to Maker. The Maker acknowledges that but for the execution of this Note, the Holder would not enter into the Agreement or make the loan contemplated therein. Unless definitions of terms have been expressly set out at length herein, each term shall have the same definition as set forth in the Agreement.

2. Interest Rate. The Note Amount shall bear interest at the rate of 0.000% per annum; provided that this Note is subject to acceleration in connection with any sale of the Property and each and every event of acceleration (as set forth in Section 4 hereof) which occurs.

3. Time of Payment. In the event that Maker is in compliance with all of the requirements of the Agreement and the Note Amount has not earlier become due and payable, as provided in Section 4 hereof, the Note Amount shall be due and payable on July 1, 2047 (the "Maturity Date of the Promissory Note").

4. Credits. In the event the Property is occupied in compliance with the Agreement (including all attachments thereto and specifically including Section 6 of this Note) for the initial approximately fifteen (15) year period commencing as of July 1, 2017 (or, if the Property is conveyed to Maker prior to such date, then as of the date of such conveyance of the Property to Maker) and ending as of June 1, 2032 (the "Initial Period"), provided that the Property continues to be occupied in compliance with the Agreement, as of each subsequent anniversary of the Initial Period (e.g., June 1, 2033, then each June 1 thereafter until the Maturity Date of the Promissory Note), Holder shall apply a credit of $1/15^{th}$ of the original principal amount due under this Note as

against the amount due and payable to Holder under this Note; provided that, in no event shall any payment be made by Holder by virtue of this Section 4 of this Note.

5. Acceleration. The whole of the Note Amount and all other payments due hereunder and under the Agreement shall, at the election of Holder, become due and be immediately payable to the Holder by the Maker upon the occurrence of any of the following events: (a) the sale or transfer of the Property, including, without limitation, the lease, exchange or other disposition of the Property or any interest therein, whether voluntary or involuntary, except (i) a sale of the Property to a Lower Income Household at an Affordable Housing Cost with Holder's prior written approval accomplished in conformity with Section 301.1 of the Agreement, or (ii) the transfer of the Property solely as a result of the marriage, divorce, incompetency or death of one or more individuals constituting the Maker, so long as the transferee(s) give written notice supported by reasonable evidence of such event to Holder within thirty (30) days of its occurrence and the transferee(s) assume the Maker's obligations under the Agreement and this Note, by execution of an assignment and assumption agreement to be provided by the Holder, or (iii) a sale or transfer which under applicable law would not, by itself, permit the Holder to exercise a due on sale or due on encumbrance clause, or (b) the refinancing of any loan senior to the Authority First Loan for a loan amount in excess of the sum of the then current loan balance secured by such senior loan and loan closing costs, or (c) such time if or when Maker is no longer an occupant of the Property pursuant to Section 6 of the Agreement or is in default of any other obligation under the Agreement.

6. Sale to Lower Income Household at Affordable Housing Cost. For a period commencing upon the date of this Note and continuing until the later to occur of: (i) August 14, 2057, or (ii) the confirmation in writing by the Authority, signed by the Executive Director or Finance Director of the Authority, that each of the Homebuyer Senior Loan and the Junior Loan have been satisfied in full and no moneys remain payable to the Authority (or other holder) thereunder (the later of such times as so determined by the Authority constituting the "Extended Expiration Date"), the Note Amount will not become due and payable if Maker sells or otherwise conveys the Property to a Lower Income Household at an Affordable Housing Cost ("Qualifying Buyer") with Holder's prior written approval, and the purchaser assumes this Note and the Agreement by an assignment and assumption agreement which is reasonably acceptable to the Holder. Maker acknowledges it shall comply with the restrictions of the Grant Deed Containing Resale Restrictions.

"Lower Income Household" shall mean a person or family of Very Low or Low Income, as these terms are defined by California Health and Safety Code Sections 50079.5 and 50105, that as of the date of this Agreement earns 80% or less of the current annual median income adjusted for family size for the San Bernardino County area.

"Affordable Housing Cost" means as follows:

If Participant is a person or family of Very Low Income earning not more than fifty percent (50%) of San Bernardino County Median Income, "Affordable Housing Cost" shall mean a monthly housing cost which does not exceed thirty percent (30%) times fifty percent (50%) of San Bernardino County median income adjusted for family size appropriate to the Property, as set forth in Health and Safety Code Section 50052.5 and the regulations of the State of California.

If Participant is a person or family of Lower Income earning not more than seventy percent (70%) of San Bernardino County Median Income, "Affordable Housing Cost" shall mean a monthly housing cost which does not exceed thirty percent (30%) times seventy percent (70%) of San

Bernardino County median income adjusted for family size appropriate to the Property, as set forth in Health and Safety Code Section 50052.5 and the regulations of the State of California.

If Participant is a person or family of Lower Income earning seventy percent (70%) or more than seventy percent (70%) of San Bernardino County Median Income, "Affordable Housing Cost" shall mean a monthly housing cost which does not exceed the greater of (i) thirty percent (30%) times seventy percent (70%) of San Bernardino County median income adjusted for family size appropriate to the Property, or (ii) thirty percent (30%) times Participant's monthly gross income, as set forth in Health and Safety Code Section 50052.5 and the regulations of the State of California.

"Monthly Housing Cost" means, for a Lower Income Household purchasing the Property, all of the following associated with the Property, estimated or known as of the date of the proposed sale of the Property: (i) principal and interest payments on a mortgage loan, and any loan insurance fees associated therewith (provided that if the mortgage loan obtained by the purchaser contains an adjustable interest rate, then for the purposes of this Note the principal and interest payments shall be deemed to be those which would be due upon a mortgage loan amortized over a thirty year period with an interest rate equal to prevailing market rates for thirty-year fixed-rate mortgage loans; provided further that such clause shall not be deemed to permit the use of adjustable interest rate loans with respect to the Property); (ii) property taxes and assessments; (iii) fire and casualty insurance covering replacement value of property improvements; (iv) any homeowner association fees; and (v) a reasonable utility allowance. Monthly housing cost of a purchaser shall be an average of estimated costs for the next twelve (12) month period.

Notwithstanding the provisions of this Section 5, if the Property is sold during the Affordability Period by the Maker to a Lower Income Household, and the Sales Price does not exceed an "Affordable Housing Cost" to such Buyer, then so long as the Maker is not in default of the Agreement, this Note may be assumed by the Qualifying Buyer by an assignment and assumption agreement which is reasonably acceptable to the Holder. Upon the effective date of such assignment and assumption, the assigning Maker shall no longer be liable for any further obligations under the Agreement or this Note which accrue after the date of such assignment and assumption. In order to verify the Buyer's status as a Lower Income Household, Maker shall submit or cause the proposed Buyer to submit to the Holder the identity of the proposed Buyer and adequate information evidencing the income and household size of the proposed Buyer. Said income information shall be submitted together with the notice of proposed sale pursuant to Section 301.2 of the Agreement not less than thirty (30) days prior to the opening of escrow for the proposed sale and shall include original or true copies of pay stubs, income tax records or other financial documents in order that the Holder may determine and verify the household income of the proposed Buyer to determine whether the Buyer is a Lower Income Household and whether the Property is being transferred to such Buyer at Affordable Housing Cost. If the Holder is unable to verify the Buyer's income as provided herein prior to the proposed sale, then the Buyer's income shall be deemed to exceed the maximum allowable income limit for Qualifying Buyers.

7. Security for Note. This Note shall be secured by a second deed of trust and rider thereto of even date herewith encumbering the Property ("Deed of Trust"), executed by Maker, as trustor, in favor of Holder, as beneficiary.

8. Prepayment of Note. Maker may prepay this Note to Holder, provided that any prepayment must be in full and not in part. Prepayment shall not, however, release Maker from the

requirements of the Agreement. In addition, prepayment shall be treated in the same manner as a refinancing of the Property.

9. Holder May Assign. Holder may, at its option, assign its right to receive payment under this Note without necessity of obtaining the consent of the Maker.

10. Maker Assignment Prohibited. In no event shall Maker assign or transfer any portion of this Note, the Note Amount and/or the Agreement without the prior express written consent of the Holder, as provided in Section 7 hereof.

11. Joint and Several. The undersigned, if more than one person, shall be jointly and severally liable hereunder.

12. Recovery of Certain Holder Costs. In the event of refinancing, sale or amendment of this Note, as a condition of Holder considering or processing paperwork, Maker shall pay Holder the amount of Five Hundred Dollars ($500.00) to assist in defraying Holder's processing costs; provided that such amount shall be without limitation as to recovery of additional actual costs in the event of a sale or transfer.

13. Attorneys' Fees and Costs. In the event that any action is instituted to enforce payment under this Note, the parties agree the non-prevailing party shall be responsible for and shall pay to the prevailing party all court costs and all attorneys' fees incurred in enforcing this Note.

14. Amendments. This Note may not be modified or amended except by an instrument in writing expressing such intention executed by the parties sought to be bound thereby, which writing must be so firmly attached to this Note so as to become a permanent part thereof.

15. Maker's Waivers. Maker waives any rights to require the Holder to: (a) demand payment of amounts due (known as "presentment"), (b) give notice that amounts due have not been paid (known as "notice of dishonor"), and (c) obtain an official certification of nonpayment (known as "protest").

16. Notice. Any notice that must be given to Maker under this Note shall be given by personal delivery or by mailing it by certified mail addressed to Maker at the Property address above or such other address as Maker shall direct from time to time in writing. Failure or delay in giving any notice required hereunder shall not constitute a waiver of any default or late payment, nor shall it change the time for any default or payment. Any notice to Holder shall be given by certified mail at the address stated above.

17. Successors Bound. This Note shall be binding upon the parties hereto and their respective heirs, successors and assigns.

IN WITNESS WHEREOF, Maker has executed this Note as of the date first set forth below.

MAKER:

RONALD JAMES ROSS

By:_____
Ronald James Ross

EXHIBIT C

HOMEBUYER SENIOR DEED OF TRUST

DEED OF TRUST WITH ASSIGNMENT OF RENTS

WHEN RECORDED MAIL TO:

Loma Linda Housing Authority
25541 Barton Road
Loma Linda, California 92354
Attention: Executive Director

SPACE ABOVE THIS LINE FOR RECORDER'S USE

DEED OF TRUST WITH ASSIGNMENT OF RENTS
(SHORT FORM)

This DEED OF TRUST, made as of December 13, 2016 between **RONALD JAMES ROSS** ("Program Participant" or "Trustor") whose address is 25530 Portola Loop, Loma Linda, California 92354, **TICOR TITLE COMPANY OF CALIFORNIA**, a California corporation, herein called TRUSTEE, and the **LOMA LINDA HOUSING AUTHORITY**, a public body, corporate and politic, herein called BENEFICIARY,

WITNESSETH: That Trustor grants to Trustee in trust, with power of sale, that property in the City of Loma Linda, County of San Bernardino, State of California, described as:

SEE ATTACHMENT NO. 1 ATTACHED HERETO AND MADE A PART HEREOF.

together with the rents, issues and profits thereof, subject, however, to the right, power and authority hereinafter given to and conferred upon Beneficiary to collect and apply such rents, issues and profits for the purpose of securing: (1) payment of the sum of $1,200.00 according to the terms of a promissory note of even date herewith designated as the "Homebuyer Senior Note" made by Trustor, payable to order of Beneficiary, and extensions or renewals thereof pursuant to a Homebuyer Loan Agreement between Trustor and Beneficiary as of December 13, 2016 (the "Agreement"; a copy of the Agreement is on file with Beneficiary as a public record and is deemed incorporated herein by reference. All capitalized terms not defined herein shall have the meanings established therefor under the Agreement unless the context requires otherwise) (2) the performance of each agreement of Trustor incorporated by reference or contained herein, the default under any of which shall constitute a default hereunder, (3) payment of additional sums and interest thereon which may hereafter be loaned to Trustor, or his successors or assigns, when evidenced by a promissory note or notes reciting that they are secured by this Deed of Trust, and (4) compliance under each of (i) that certain Declaration of Conditions, Covenants and Restrictions recorded on June 30, 1998 as Document

No. 1998-0254424 among the official land records of the County of San Bernardino (the "Base Covenants"), (ii) that certain Declaration of Conditions, Covenants and Restrictions recorded on September 30, 1999 as Document No. 19990413390 among the official land records of the County of San Bernardino (the "First Amendment to Covenants"), (iii) that certain instrument recorded on August 14, 2012 as Document No. 2012-0324767 among the official land records of the County of San Bernardino (the "Second Amendment to Covenants"), (iv) that certain instrument entitled "Homebuyer Certificate Regarding Declaration of Conditions, Covenants and Restrictions and Agreement Affecting Real Property", in the form prescribed by the Agreement and recorded of even date hereof among the official land records of the County of San Bernardino (the "Homeowner Certificate"), (v) that certain document entitled "Resale Restriction Agreement and Acknowledgment of Conditions, Covenants and Restrictions" (the "Resale Restriction Agreement") recorded of even date herewith, (vi) payment under the "Junior Note" as made of even date herewith as delivered by Trustor to Beneficiary under the Agreement; and (5) performance under Attachment No. 2 which is attached hereto and incorporated herein by reference. Any violation of one or more of the foregoing referenced items shall constitute a violation under this Deed of Trust.

To protect the security of this Deed of Trust, and with respect to the property above described, Trustor expressly makes each and all of the agreements, and adopts and agrees to perform and be bound by each and all of the terms and provisions set forth in subdivision A, and it is mutually agreed that each and all of the terms and provisions set forth in subdivision B of the fictitious deed of trust recorded in San Bernardino County on August 18, 1964, at Book 6213, Page 768 of Official Records in the office of the County Recorder of San Bernardino County

shall inure to and bind the parties hereto, with respect to the property above described. Said agreements, terms and provisions contained in said subdivisions A and B thereof (identical in all counties) are by the within reference thereto, incorporated herein and made a part of this Deed of Trust for all purposes as fully as set forth at length herein, and Beneficiary may charge for a statement regarding the obligation secured hereby, provided the charge therefor does not exceed the maximum allowed by law.

The undersigned Trustor, requests that a copy of any notice of default and any notice of sale hereunder be mailed to him at his address hereinbefore set forth.

SEE RIDER TO THIS DEED OF TRUST ATTACHED HERETO
AS ATTACHMENT NO. 2 AND MADE A PART HEREOF.

_____

Ronald James Ross

CERTIFICATE OF ACCEPTANCE

This is to certify that the interest in real property conveyed under the foregoing Deed of Trust by Ronald James Ross, a single man, to the Loma Linda Housing Authority (the "Authority") as to the following property:

Real property in the City of Loma Linda, County of San Bernardino, State of California, described as follows:

Lot 52 of Tract No. 15917, in the City of Loma Linda, County of San Bernardino, State of California, as per map recorded in Book 275, Page(s) 31 to 37 inclusive of Maps, in the office of the County Recorder of said County.

APN: 0283-271-23-0-000

is hereby accepted by the Executive Director of the Authority on behalf of the Authority pursuant to authority conferred by action of the governing board of the Authority by Resolution No. 13 of the Authority, and the Authority as grantee consents to recordation thereof by its duly authorized officer.

LOMA LINDA HOUSING AUTHORITY

Dated: _____, 2016

By: _____
T. Jarb Thaipejr
Its: Executive Director

ATTEST:

_____
Pamela Byrnes-O'Camb, Authority Secretary

ATTACHMENT NO. 1

LEGAL DESCRIPTION

Lot 52 of Tract No. 15917, in the City of Loma Linda, County of San Bernardino, State of California, as per map recorded in Book 275, Page(s) 31 to 37 inclusive of Maps, in the office of the County Recorder of said County.

APN: 0283-271-23-0-000

ATTACHMENT NO. 2

RIDER TO DEED OF TRUST

Attachment No. 2 to Deed of Trust with Assignment of Rents dated as of December 13, 2016, executed by Ronald James Ross as "Trustor", to Ticor Title Company of California, a California corporation, as Trustee, for the benefit of Loma Linda Housing Authority, a public body, corporate and politic, as "Beneficiary" ("Deed of Trust").

1. DEFAULT. A default or breach under any of the following shall, at Beneficiary's option, constitute a default under this Deed of Trust:

(a) A default under that certain Homebuyer Loan Agreement, executed by Trustor as Program Participant and Beneficiary, as Authority;

(b) A default under one or more of the Base Covenants, the First Amendment to Covenants, the Second Amendment to Covenants or the Homebuyer Certificate Regarding Declaration of Conditions, Covenants and Restrictions and Agreement Affecting Real Property; or

(c) A default under the Resale Restriction Agreement;

(d) A default under the Junior Loan; or

(e) A default under any other deed of trust encumbering the Property which has a priority senior to this Deed of Trust.

2. NON-IMPAIRMENT. Except as supplemented and/or modified by this Deed of Trust, all of the terms, covenants and conditions of the Other Deeds of Trust and the other loan documents executed in connection therewith shall remain in full force and effect.

3. DUE ON SALE OR ENCUMBRANCE. In the event of any Transfer (as defined below) of the Property, or any portion thereof or interest therein, Beneficiary shall have the absolute right at its option, without prior demand or notice, to declare all sums secured hereby immediately due and payable. As used herein, the term "Transfer" means and includes the direct or indirect sale, transfer, conveyance, mortgage, further encumbrance, assignment, or other alienation of the Property, or any portion thereof or interest therein, whether voluntary, involuntary, by operation of law or otherwise, the execution of any installment land sale contract, sales agreement or similar instrument affecting all or a portion of the Property, granting of an option to purchase any portion of or interest in the Property or any interest therein, or the lease of all or substantially all of the Property or of all or substantially all of the improvements situated on the Property; provided that a sale of the Property to a Low Income Household at an Affordable Housing Cost with Authority's prior written approval accomplished in strict conformity with Section 4 of the Homebuyer Loan Agreement shall not be deemed to constitute grounds for acceleration under this Deed of Trust. Failure of Beneficiary to exercise the option to declare all sums secured hereby immediately due and payable upon a Transfer will not constitute waiver of the right to exercise this option in the event of any subsequent Transfer.

4. PRIORITY OF DEED OF TRUST. This Deed of Trust shall be subject to each of the Base Covenants, the First Amendment to Covenants, the Second Amendment to Covenants, the Homebuyer Certificate Regarding Declaration of Conditions, Covenants and Restrictions and

Agreement Affecting Real Property, and the Resale Restriction Agreement but shall be senior to any deed of trust.

DO NOT RECORD

The following is a copy of Subdivisions A and B of the fictitious Deed of Trust recorded in each county in California as stated in the foregoing Deed of Trust and incorporated by reference in said Deed of Trust as being a part thereof as if set forth at length therein.

A. To protect the security of this Deed of Trust, Trustor agrees:

(1) To keep said property in good condition and repair; not to remove or demolish any building thereon; to complete or restore promptly and in good and workmanlike manner any building which may be constructed, damaged or destroyed thereon and to pay when due all claims for labor performed and materials furnished therefor; to comply with all laws affecting said property or requiring any alterations or improvements to be made thereon; not to commit or permit waste thereof; not to commit, suffer or permit any act upon said property in violation of law; to cultivate irrigate, fertilize, fumigate, prune and do all other acts which from the character or use of said property may be reasonably necessary, the specific enumerations herein not excluding the general.

(2) To provide, maintain and deliver to Beneficiary fire insurance satisfactory to and with loss payable to Beneficiary. The amount collected under any fire or other insurance policy may be applied by Beneficiary upon any indebtedness secured hereby and in such order as Beneficiary may determine, or at option of Beneficiary the entire amount so collected or any part thereof may be released to Trustor. Such application or release shall not cure or waive any default or notice of default hereunder or invalidate any act done pursuant to such notice.

(3) To appear in and defend any action or proceeding purporting to affect the security hereof or the rights or powers of Beneficiary or Trustee; and to pay all costs and expenses, including cost of evidence of title and attorney's attorneys' fees in a reasonable sum, in any such action or proceeding in which Beneficiary or Trustee may appear, and in any suit brought by Beneficiary to foreclose this Deed.

(4) To pay: at least ten days before delinquency all taxes and assessments affecting said property, including assessments on appurtenant water stock; when due, all encumbrances, charges and liens, with interest, on said property or any part thereof, which appear to be prior or superior hereto; all costs, fees and expenses of this trust.

Should Trustor fail to make any payment or to do any act as herein provided, then Beneficiary or Trustee, but without obligation so to do and without notice to or demand upon Trustor and without releasing Trustor from any obligation thereof, may: make or do the same in such manner and to such extent as either may deem necessary to protect the security hereof, Beneficiary or Trustee being authorized to enter upon said property for such purposes; appear in and defend any action or proceeding purporting to affect the security hereof or the rights or powers of Beneficiary or Trustee; pay, purchase, contest or compromise any encumbrance, charge or lien which in the judgment of either appears to be prior or superior hereto; and, in exercising any such powers, pay necessary expenses, employ counsel and pay his reasonable fees.

(5) To Pay immediately and without demand all sums so expended by Beneficiary or Trustee, with interest from date of expenditure at the amount allowed by law in effect at the date hereof, and to pay for any statement provided for by law in effect at the date hereof

regarding the obligation secured hereby any amount demanded by the Beneficiary not to exceed the maximum allowed by law at the time when said statement is demanded.

B. It is mutually agreed:

(1) That any award of damages in connection with any condemnation for public use of or injury to said property or any part thereof is hereby assigned and shall be paid to Beneficiary who may apply or release such monies received by him in the same manner and with the same effect as above provided for disposition of proceeds of fire or other insurance.

(2) That by accepting payment of any sum secured hereby after its due date, Beneficiary does not waive his right either to require prompt payment when due of all other sums so secured or to declare default for failure so to pay.

(3) That at any time or from time to time, without liability therefor and without notice, upon written request of Beneficiary and presentation of this Deed and said note for endorsement, and without affecting the personal liability of any person for payment of the indebtedness secured hereby, Trustee may: reconvey any part of said property; consent to the making of any map or plat thereof; join in granting any easement thereon; or join in any extension agreement or any agreement subordinating the lien or charge hereof.

(4) That upon written request of Beneficiary stating that all sums secured hereby have been paid, and upon surrender of this Deed and said note to Trustee for cancellation and retention or other disposition as Trustee in its sole discretion may choose and upon payment of its fees, Trustee shall reconvey, without warranty, the property then held hereunder. The recitals in such reconveyance or any matters or facts shall be conclusive proof of the truthfulness thereof. The Grantee in such reconveyance may be described as "the person or persons legally entitled thereto."

(5) That as additional security, Trustor hereby gives to and confers upon Beneficiary the right, power and authority, during the continuance of these Trusts, to collect the rents, issues and profits of said property, reserving unto Trustor the right, prior to any default by Trustor in payment of any indebtedness secured hereby or in performance of any agreement hereunder, to collect and retain such rents, issues and profits as they become due and payable. Upon any such default, Beneficiary may at any time without notice, either in person, by agent, or by a receiver to be appointed by a court, and without regard to the adequacy of any security for the indebtedness hereby secured, enter upon and take possession of said property or any part thereof, in his own name sue for or otherwise collect such rents, issues, and profits, including those past due and unpaid, and apply the same, less costs and expenses of operation and collection, including reasonable attorney's attorneys' fees, upon any indebtedness secured hereby, and in such order as Beneficiary may determine. The entering upon and taking possession of said property, the collection of such rents, issues and profits and the application thereof as aforesaid, shall not cure or waive any default or notice of default hereunder or invalidate any act done pursuant to such notice.

(6) That upon default Trustor in payment of any indebtedness secured hereby or in performance of any agreement hereunder, Beneficiary may declare all sums secured hereby immediately due and payable by delivery to Trustee of written declaration of default and demand for sale and of written notice of default and of election to cause to be sold said property, which notice Trustee shall cause to be filed for record. Beneficiary also shall deposit with Trustee this Deed, said note and all documents evidencing expenditures secured hereby.

After the lapse of such time as may then be required by law following the recordation of said notice of default, and notice of sale having been given as then required by law, Trustee, without demand on Trustor, shall sell said property at the time and place fixed by it in said notice of sale, either as a whole or in separate parcels, and in such order as it may determine, at public auction to the highest bidder for cash in lawful money of the United States, payable at time of sale. Trustee may postpone sale of all or any portion of said property by public announcement at such time and place of sale, and from time to time thereafter may postpone such sale by public announcement at the time fixed by the preceding postponement. Trustee shall deliver to such purchaser its deed conveying the property so sold, but without any covenant or warranty, express or implied. The recitals in such deed of any matters or facts shall be conclusive proof of the truthfulness thereof. Any person, including Trustor, Trustee, or Beneficiary as hereinafter defined, may purchase at such sale.

After deducting all costs, fees and expenses of Trustee and of this Trust, including cost of evidence of title in connection with sale, Trustee shall apply the proceeds of sale to payment of: all sums expended under the terms hereof, not then repaid, with accrued interest at the amount allowed by law in effect at the date hereof; all other sums then secured hereby; and the remainder, if any, to the person or persons legally entitled thereto.

(7) Beneficiary, or any successor in ownership of any indebtedness secured hereby, may from time to time, by instrument in writing, substitute a successor or successors to any Trustee named herein or acting hereunder, which instrument, executed by the Beneficiary and duly acknowledged and recorded in the office of the recorder of the county or counties where said property is situated, shall be conclusive proof of proper substitution of such successor Trustee or Trustees, who shall, without conveyance from the Trustee predecessor, succeed to all its title, estate, rights, powers and duties. Said instrument must contain the name of the original Trustor, Trustee and Beneficiary hereunder, the book and page where this Deed is recorded and the name and address of the new Trustee.

(8) That this Deed applies to, inures to the benefit of, and binds all parties hereto, their heirs, legatees, devisees, administrators, executors, successors and assigns. The term Beneficiary shall mean the owner and holder, including pledgees, of the note secured hereby, whether or not named as Beneficiary herein. In this Deed, whenever the context so requires, the masculine gender includes the feminine and/or neuter, and the singular number includes the plural.

(9) That Trustee accepts this Trust when this Deed, duly executed and acknowledged, is made a public record as provided by law. Trustee is not obligated to notify any party hereto of pending sale under any other Deed of Trust or of any action or proceeding in which Trustor, Beneficiary or Trustee shall be a party unless brought by Trustee.

A notary public or other officer completing this certificate verifies only the identity of the individual who signed the document to which this certificate is attached, and not the truthfulness, accuracy, or validity of that document.

STATE OF CALIFORNIA)
) ss.
COUNTY OF _____)

On _____ , before me, _____ , Notary Public,
(Print Name of Notary Public)

personally appeared _____

who proved to me on the basis of satisfactory evidence to be the person(s) whose name(s) is/are subscribed to the within instrument and acknowledged to me that he/she/they executed the same in his/her/their authorized capacity(ies), and that by his/her/their signature(s) on the instrument the person(s), or the entity upon behalf of which the person(s) acted, executed the instrument.

I certify under PENALTY OF PERJURY under the laws of the State of California that the foregoing paragraph is true and correct.

WITNESS my hand and official seal.

_____
Signature of Notary Public

OPTIONAL

Though the data below is not required by law, it may prove valuable to persons relying on the document and could prevent fraudulent reattachment of this form.

CAPACITY CLAIMED BY SIGNER

☐ Individual
☐ Corporate Officer

_____
Title(s)

☐ Partner(s) ☐ Limited ☐ General
☐ Attorney-In-Fact
☐ Trustee(s)
☐ Guardian/Conservator
☐ Other: _____

Signer is representing:
Name Of Person(s) Or Entity(ies)

_____

_____

DESCRIPTION OF ATTACHED DOCUMENT

_____
Title Or Type Of Document

_____
Number Of Pages

_____
Date Of Documents

_____
Signer(s) Other Than Named Above

A notary public or other officer completing this certificate verifies only the identity of the individual who signed the document to which this certificate is attached, and not the truthfulness, accuracy, or validity of that document.

STATE OF CALIFORNIA)
) ss.
COUNTY OF _____)

On _____ , before me, _____ , Notary Public,
(Print Name of Notary Public)

personally appeared _____

who proved to me on the basis of satisfactory evidence to be the person(s) whose name(s) is/are subscribed to the within instrument and acknowledged to me that he/she/they executed the same in his/her/their authorized capacity(ies), and that by his/her/their signature(s) on the instrument the person(s), or the entity upon behalf of which the person(s) acted, executed the instrument.

I certify under PENALTY OF PERJURY under the laws of the State of California that the foregoing paragraph is true and correct.

WITNESS my hand and official seal.

_____
Signature of Notary Public

OPTIONAL

Though the data below is not required by law, it may prove valuable to persons relying on the document and could prevent fraudulent reattachment of this form.

CAPACITY CLAIMED BY SIGNER

- ☐ Individual
- ☐ Corporate Officer

_____
Title(s)

- ☐ Partner(s) ☐ Limited ☐ General
- ☐ Attorney-In-Fact
- ☐ Trustee(s)
- ☐ Guardian/Conservator
- ☐ Other: _____

Signer is representing:
Name Of Person(s) Or Entity(ies)

_____

_____

DESCRIPTION OF ATTACHED DOCUMENT

_____
Title Or Type Of Document

_____
Number Of Pages

_____
Date Of Documents

_____
Signer(s) Other Than Named Above

EXHIBIT D

CERTAIN INSTRUMENTS OF RECORD

AT THE REQUEST OF
FIRST AMERICAN TITLE INSURANCE CO.

RECORDING REQUESTED BY
AND WHEN RECORDED MAIL TO:

Loma Linda Redevelopment Agency
25541 Barton Road
Loma Linda, CA 92354
ATTN: Executive Director

256937 MB

Recorded in Official Records, County of
San Bernardino, Errol J. MacKzum, Recorder

Doc No. 19980254424
4:46pm 06/30/98

First American Title # 601

1 PG	2 FEE	3 APF	4 CHAS	5 PR CPY	6 CRT CPY	7 ADD MIN	8 PEN PR	9 PCOR
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NON ST	LB	SVY	CIT-CO	TRANS TAX		DA	CHRG	EXAM

(Exempt from Recording Fees Per Gov't Code §6103.)

THIS **DECLARATION OF CONDITIONS, COVENANTS AND RESTRICTIONS** (the "Declaration" or "Agency CC&Rs") is made by and between **GARDNER CONSTRUCTION & DEVELOPMENT, INC.**, a California corporation (the "Developer") and the **LOMA LINDA REDEVELOPMENT AGENCY**, a public body, corporate and politic (the "Agency"), as of the date set forth below.

RECITALS

A. Agency is a California redevelopment agency acting under the California Community Redevelopment Law, Part 1 of Division 24 of the Health and Safety Code.

B. The Redevelopment Plan for the Loma Linda Redevelopment Project ("Redevelopment Plan") was approved and adopted by the City Council of the City of Loma Linda (the "City") by Ordinance No. 226 and amended by Ordinance No. 508.

C. The Agency is authorized and empowered under the Community Redevelopment Law, California Health and Safety Code Sections 33000, et seq. (the "Community Redevelopment Law"), to enter into agreements for the production, improvement, or preservation of affordable housing to households of limited income, with such housing to be available at affordable housing cost.

D Agency entered into an Affordable Housing Agreement dated as of April 21, 1998 (the "Agreement") with Developer, pursuant to which the Developer was to purchase that certain parcel of real property (the "Property") located in the City of Loma Linda, County of San Bernardino, State of California, legally described in Exhibit "A" attached hereto and incorporated herein, and to construct the Developer Improvements of single-family residences (the "Houses"), and to convey not less than thirty (30) of such residences at affordable housing cost (the "Required Affordable Units") to Program Participants, defined in the Agreement as a household which: (i) is a Lower Income Household as confirmed by the Executive Director; (ii) has executed the Homebuyer Loan Agreement, the Homebuyer Promissory Note, and the Homebuyer Deed of Trust; (iii) is providing a down payment toward the purchase of a House of not less than One Thousand Dollars ($1,000.00); and (iv) has not held an ownership interest in a residence for at least three (3) years preceding the purchase of a House.

E. Developer and the Agency desire and intend that that portion of the Property upon which the Required Affordable Units are located shall be restricted to use in conformity with these Agency CC&Rs to preserve its value for the benefit of Developer, Program Participants, and their successors, tenants, and the surrounding neighborhood.

NOW, THEREFORE, Developer hereby agrees and covenants to adhere to each and every one of the following covenants, conditions and restrictions with regard to all or any portion of the Property owned by Developer (or its successors and assigns) as though Developer were a Participant, and, as a condition of closing escrow on any House, to require the Participant purchasing such House to acknowledge and agree to a similar declaration of covenants, conditions, and restrictions in the form of Exhibit B hereto, and to become and remain responsible for adherence to the covenants, conditions and restrictions herein contained herein as to such House. Upon conveyance of each House in accordance with this provision, Developer shall be released from and shall no longer be subject to this Declaration with regard to the House and that portion of the Property conveyed to a Participant (BUT Developer shall remain subject to the Declaration as to all portions of the Property not conveyed). This Declaration shall run with the land.

ARTICLE I

NONDISCRIMINATION

1. Participant covenants by and for itself, its successors and assigns, and all persons claiming under or through them that there shall be no discrimination against or segregation of, any person or group of persons on account of race, color, religion, sex, marital status, national origin or ancestry in the sale, lease, sublease, transfer, use, occupancy, tenure, or enjoyment of the Property, nor shall Participant itself or any person claiming under or through it, establish or permit any such practice or practices of discrimination or segregation with reference to the selection, location, number, use or occupancy of tenants, lessees, subtenants, sublessees, or vendees in the Property.

Participant, its successors and assigns, shall refrain from restricting the rental, sale or lease of the Property on the basis of race, color, religion, sex, marital status, national origin or ancestry of any person. All such deeds, leases or contracts shall contain or be subject to substantially the following nondiscrimination or nonsegregation clauses:

a. In deeds: "The grantee herein covenants by and for himself or herself, his or her heirs, executors, administrators and assigns, and all persons claiming under or through them, that there shall be no discrimination against or segregation of, any person or group of persons on account of race, color, religion, sex, marital status, national origin or ancestry in the sale, lease, sublease, transfer, use, occupancy, tenure or enjoyment of the land herein conveyed, nor shall the grantee himself or herself or any person claiming under or through him or her, establish or permit any such practice or practices of discrimination or segregation with reference to the selection, location, number, use or occupancy of tenants, lessees, subtenants, sublessee or vendees in the land herein conveyed. The foregoing covenants shall run with the land."

b. In leases: "The lessee herein covenants by and for himself or herself, his or her heirs, executors, administrators and assigns, and all persons claiming under or through him or her, and this lease is made and accepted upon and subject to the following conditions:

"There shall be no discrimination against or segregation of any person or group of persons on account of race, color, religion, sex, marital status, ancestry or national origin in the leasing, subleasing, transferring, use, occupancy, tenure or enjoyment of the premises herein leased nor shall the lessee himself or herself, or any person claiming under or through him or her, establish or permit any such practice or practices of discrimination or segregation with reference to the selection, location, number, use or occupancy of tenants, lessees, sublessees, subtenants or vendees in the premises herein leased."

c. In contracts: "There shall be no discrimination against or segregation of, any person, or group of persons on account of race, color, religion, sex, marital status, ancestry or national origin, in the sale, lease, sublease, transfer, use, occupancy, tenure or enjoyment of the premises, nor shall the transferee himself or herself or any person claiming under or through him or her, establish or permit any such practice or practices of discrimination or segregation with reference to the selection, location, number, use or occupancy of tenants, lessees, subtenants, sublessee or vendees of the premises."

The covenants in this Article I shall run with the Property in perpetuity.

ARTICLE II

DUTIES OF PARTICIPANT

Section 1. Exterior Maintenance. All exterior, painted surfaces of any structures located on the Property shall be maintained at all times in a clean and presentable manner. Any such defacing marks shall be cleaned or removed within a reasonable period of time.

Section 2. Front and Side Exteriors. Participant shall, at all times maintain the front exterior, any visible side exteriors, and yards, if any, in a clean, safe and presentable manner.

Section 3. Graffiti Removal. All graffiti, and defacement of any type, including marks, words and pictures must be removed from the Property and any necessary painting or repair completed within one (1) week of creation or within one (1) week after notice to Participant from Agency, whichever is less.

Section 4. Landscaping. All landscaping surrounding the corresponding Parcel shall be maintained in a manner consistent with standards of the City of Loma Linda Municipal Code (the "Code") and any rules, regulations and standards adopted pursuant to the Code. In addition, for example, the yard areas shall not contain the following: (a) lawns with grasses in excess of nine (9) inches in height, (b) trees, shrubbery, lawns, and other plant life which are dying from lack of water or other necessary maintenance, (c) trees and shrubbery grown uncontrolled without proper pruning, (d) vegetation so overgrown as to be likely to harbor rats or vermin, (e) dead, decayed or diseased trees, weeds and other vegetation, and (f) inoperative irrigation system(s).

Participant shall properly maintain the buildings, landscaping and yard areas on the Property, as follows:

(a) No improperly maintained landscaping shall be visible from public rights of way, including:

1. no lawns with grasses in excess of six (6) inches in height;

2. no untrimmed hedges;

3. no trees, shrubbery, lawns, and other plant life dying from lack of water or other necessary maintenance;

4. no trees and shrubbery grown uncontrolled without proper pruning;

5. no vegetation so overgrown as to be likely to harbor rats or vermin;

6. no dead, decayed or diseased trees, weeds and other vegetation.

(b) No yard areas shall be left unmaintained, including:

1. no broken or discarded furniture, appliances and other household equipment stored in yard areas for periods exceeding one (1) week;

2. no packing boxes, lumber, trash, dirt and other debris stored in yards for periods exceeding one (1) week in areas visible from public property or neighboring properties;

3. no unscreened trash cans, bins or containers stored for unreasonable periods in areas visible from public property or neighboring properties; and

4. no vehicles parked or stored in other than approved parking areas.

(c) No buildings may be left in an unmaintained condition, including:

1. no violations of state law, Uniform Codes, or City ordinances;

2. no condition that constitutes an unsightly appearance that detracts from the aesthetics or property value of the subject property or constitutes a private or public nuisance;

3. no broken windows or chipped, cracked or peeling paint; and

4. no conditions constituting hazards and/or inviting trespassers or malicious mischief.

If such buildings, landscaping or yard areas are not so maintained, and such condition is not corrected as soon as possible after notice thereof from the Agency or the City of

Loma Linda, then the Agency or City may perform the necessary maintenance and Participant shall pay such costs as are reasonably incurred for such maintenance.

ARTICLE III

OBLIGATION TO MAINTAIN, REPAIR AND REBUILD

Section 1. Maintenance by Participant. Participant shall, at his sole cost and expense, maintain and repair the Property and the improvements thereon keeping the same in good condition and making all repairs as may be required by this Declaration and the Code.

Section 2. Damage and Destruction Affecting Property - Duty to Rebuild. If all or any portion of the Property and the improvements thereon is damaged or destroyed by fire or other casualty, it shall be the duty of Participant to rebuild, repair or reconstruct the Property in a timely manner to restore it to Code compliance condition.

Section 3. Variance in Exterior Appearance and Design. If the Property is damaged or destroyed by casualty, Participant may apply to the Agency for approval to reconstruct, rebuild or repair the Property in a manner which will provide different exterior appearance and lot design from that which existed prior to the date of the casualty.

Section 4. Time Limitation. In the event of damage or destruction due to casualty, Participant shall be obligated to proceed with all due diligence and commence reconstruction within two (2) months after the damage occurs and complete reconstruction within six (6) months after damage occurs or demolition and vacate within two (2) months, unless prevented by causes beyond the reasonable control of Participant.

ARTICLE IV

AFFORDABLE HOUSING

Section 1. Affordability Covenants. Participant agrees for itself, and its successors and assigns, and every successor to Participant's interest in the Property, or any part thereof that until the thirtieth (30th) anniversary of the recordation of this Declaration (the "Expiration Date"):

(a) The Property shall only be owned and occupied by Participant or by households which, as of the time of purchase of the Property, have an income which does not exceed Eighty Percent (80%) of the San Bernardino County monthly median income (which households shall, for purposes of this Declaration, constitute "Eligible Persons or Families").

(b) The Property may be sold at an Affordable Housing Cost (as defined below) to Eligible Persons or Families. Affordable Housing Cost shall mean, as to each household consisting of Eligible Persons or an Eligible Program Participant, that purchase price which would result in monthly housing payments which do not exceed an amount under any currently prevailing, fixed conventional home mortgage lending rates applied by any reputable institutional home mortgage lender, or the lending rates of any government-subsidized or special mortgage program for which such person or family qualifies and has obtained a first trust deed loan, which do not exceed: (i) thirty percent (30%) of eighty percent (80%) of the San Bernardino County monthly median income (as determined by the United States Department of Housing and Urban Development) (the "Median Income") for a household having an income which does not exceed

eighty percent (80%) of the Median Income, all as more particularly set forth in Section 50052.5 of the California Health and Safety Code.

(c) The covenant contained in this Section 2 shall run with the land and shall automatically terminate and be of no further force or effect as of the Expiration Date.

3. Transfer of Property.

No transfer of the Property shall occur until the Agency determines (a) that the proposed purchaser intends to occupy the Property as the proposed purchaser's principal residence, (b) that the proposed purchaser is an Eligible Person(s) or Household, and (c) that the proposed transfer occurs at an Affordable Housing Cost as determined pursuant to the Agreement. The proposed purchaser shall have submitted to the Agency such information and completed such forms as the Agency shall request to certify the proposed purchaser's intent with respect to its residency of the Property and its gross income and the proposed purchaser has submitted an affidavit disclosing and certifying the amount of the proposed purchase price. Prior to conveyance of the Property, each approved purchaser shall submit to the Agency an executed disclosure statement which certifies that the purchaser is aware that the purchaser buying may only sell the unit at an Affordable Housing Cost to a very low or lower income person or family, that the maximum permitted sales price may be less than fair market value and that the Property must be owner-occupied at all times and cannot be rented or leased. Participant shall cooperate with the Agency in providing such forms to proposed purchasers and in assisting proposed purchasers to prepare such forms and to provide any required information to the Agency in connection with the Participant's original sale of the Property, provided that the Participant shall not be obligated to incur any out-of-pocket costs in connection therewith, other than employee time dedicated to providing such assistance.

PARTICIPANT UNDERSTANDS THAT THE DETERMINATION OF THE AFFORDABLE HOUSING COST CAN BE MADE ONLY AT THE TIME OF THE PROPOSED TRANSFER, TAKING INTO CONSIDERATION INTEREST RATES, THE TERMS OF SALE OFFERED TO AND THE ECONOMIC CIRCUMSTANCES OF THE PROPOSED PURCHASER AND OTHER FACTORS THAT CANNOT BE ACCURATELY PREDICTED, AND THAT THE TRANSFER PRICE PERMITTED HEREUNDER MAY BE LESS THAN THE FAIR MARKET VALUE OF THE PROPERTY AND MAY NOT INCREASE OR DECREASE IN THE SAME MANNER AS OTHER SIMILAR REAL PROPERTY WHICH IS NOT ENCUMBERED BY THIS RESTRICTION. PARTICIPANT FURTHER ACKNOWLEDGES THAT AT ALL TIMES IN SETTING THE TRANSFER PRICE THE PRIMARY OBJECTIVE OF THE AGENCY AND THIS DECLARATION IS TO PROVIDE HOUSING TO LOWER INCOME HOUSEHOLDS AT AN AFFORDABLE HOUSING COST.

The covenant contained in this Section 3 shall run with the land and shall automatically terminate and be of no further force or effect upon the Expiration Date.

4. Partial Release from the Effects of Article IV.

Notwithstanding the foregoing portion of this Article IV, upon request therefor by the Developer following completion of the "Developer Improvements" (as defined in Section 1.1 of the Agreement), provided that not less than the required number of Houses (namely 30) are conveyed at affordable housing cost, as Required Affordable Units in connection with the Agreement, the Agency will execute a supplement or addendum to these Agency CC&Rs which would render this Article IV inapplicable to units other than the Required Affordable Units; provided that the remaining provisions would remain in effect as to the properties for which such supplement or addendum is executed, and the entirety of these Agency CC&Rs shall remain in effect as to the Required Affordable Units.

ARTICLE V

ENFORCEMENT

Section 1. Remedies. Breach of the covenants contained in this Declaration may be enjoined, abated or remedied by appropriate legal proceeding.

Section 2. Rights of the Agency. As a party to this Declaration, the Agency is entitled to the following rights:

a. The Agency has the right, but not the obligation, to enforce all of the provisions of this Declaration.

b. Any amendment to the Declaration shall require the written consent of the Agency.

c. This Declaration does not in any way infringe on the right or duties of the Agency to enforce any of the provisions of the Code including, but not limited to, the abatement of dangerous buildings.

Section 3. Notice of Inspection. Participant acknowledges and agrees that the Agency and its employees and agents shall have the right to enter upon the Property during normal business hours to ensure compliance with this Declaration and all applicable federal, state and local laws and regulations. The Agency agrees to notify Participant not less than forty-eight (48) hours prior to the Agency's proposed time of inspection of the Property, and agrees to attempt to obtain the Participant's consent to such inspection. Upon receipt of such notice, Participant agrees to cooperate with the Agency in making the Property available for inspection by the Agency. Participant acknowledges and agrees that if for any reason Participant fails to consent to such inspection, the Agency may obtain an administrative inspection warrant or take such other legal actions as may be necessary to gain entry to and inspect the Property.

Section 4. Cumulative Remedies. The remedies herein provided for breach of the covenants contained in this Declaration shall be deemed cumulative, and none of such remedies shall be deemed exclusive.

Section 5. Failure to Enforce. The failure to enforce any of the covenants contained in this Declaration shall not constitute a waiver of the right to enforce the same thereafter.

ARTICLE VI

GENERAL PROVISIONS

Section 1. Severability. Invalidation of any one of these covenants or restrictions by judgment or court order shall in no way affect any other provisions which shall remain in full force and effect.

Section 2. Construction. The provisions of this Declaration shall be liberally construed for the purpose of maintaining the Property. The article and section headings have been inserted for convenience only, and shall not be considered or referred to in resolving questions of interpretation or construction.

Section 3. Running with the Land. This Declaration, and all provisions hereof, shall run with the land.

Section 4. Amendments. This Declaration may be amended only by the written agreement of Participant and the Agency.

Section 5. Notices. Any notice permitted or required to be delivered as provided herein to Participant shall be in writing and may be delivered either personally or by first-class or registered mail. If delivery is made by mail, it shall be deemed to have been delivered seventy-two (72) hours after a copy of same has been deposited in the United States Mail, postage prepaid, addressed to Participant. Such address may be changed from time to time by notice in writing to the Agency, which shall be made by certified mail to the Loma Linda Redevelopment Agency at 25541 Barton Road, Loma Linda, California 92354, Attention: Executive Director, and shall be effective upon receipt.

Section 6. Term of Declaration. Except as provided in Article I relating to nondiscrimination, the covenants, conditions and restrictions of this Declaration shall run with the Property and shall expire as of the thirtieth (30th) anniversary of the date of recordation of this Declaration.

Section 7. Request for Notice of Default. Participant agrees it shall instruct the escrow holder for the acquisition of the Property by the Participant that the order of recording in the escrow for the purchase of the Property by the Participant shall occur as follows: 1) this Declaration; and 2) the Homebuyer Deed of Trust. In addition, Participant shall cause a Request for Notice to be recorded on the corresponding Parcel subsequent to the recordation of the Homebuyer Deed of Trust requesting a statutory notice of default as set forth in the California Civil Code. Such notice shall be sent to:

Loma Linda Redevelopment Agency
25541 Barton Road
Loma Linda, California 92354
Attention: Executive Director or Designated Staff

IN WITNESS WHEREOF, the Agency and Participant have caused this instrument to be duly authorized, this 30th day of June, 1998.

AGENCY

LOMA LINDA REDEVELOPMENT AGENCY, a public body, corporate and politic

By: _____
Executive Director or Designated Staff

DEVELOPER

GARDNER CONSTRUCTION & DEVELOPMENT, INC.

Dated: June 30, 1998

By: _____
Printed Name: HUBERT L GARDNER

Dated: _____

By: _____
Printed Name: _____

STATE OF CALIFORNIA)
) ss
COUNTY OF SAN BERNARDINO)

On June 30, 1998 before me, Pamela Byrnes-O'Camb, Notary Public, personally appeared Hubert L. Gardner Jr., personally known to me (or proved to me on the basis of satisfactory evidence) to be the person(s) whose names(s) is/are subscribed to the within instrument and acknowledged to me that he/she/they executed the same in his/her/their authorized capacity(ies), and that by his/her/their signature(s) on the instrument the person(s), or the entity upon behalf of which the person(s) acted, executed the instrument.

WITNESS my hand and official seal

Pamela Byrnes-O'Camb
SIGNATURE OF NOTARY PUBLIC

PAMELA BYRNES-O'CAMB
COMM. #1036307
NOTARY PUBLIC - CALIFORNIA
SAN BERNARDINO COUNTY
My Commission Expires August 26, 1999

STATE OF CALIFORNIA)
) ss
COUNTY OF SAN BERNARDINO)

On June 30, 1998 before me, Pamela Byrnes-O'Camb, Notary Public, personally appeared Robert Clute, personally known to me (or proved to me on the basis of satisfactory evidence) to be the person(s) whose names(s) is/are subscribed to the within instrument and acknowledged to me that he/she/they executed the same in his/her/their authorized capacity(ies), and that by his/her/their signature(s) on the instrument the person(s), or the entity upon behalf of which the person(s) acted, executed the instrument.

WITNESS my hand and official seal

Pamela Byrnes-O'Camb
SIGNATURE OF NOTARY PUBLIC

PAMELA BYRNES-O'CAMB
COMM. #1036307
NOTARY PUBLIC - CALIFORNIA
SAN BERNARDINO COUNTY
My Commission Expires August 26, 1998

EXHIBIT "A"

PARCEL "A":
THAT PORTION OF LOT 2, BLOCK 75 OF THE 80-ACRE SURVEY OF THE MAP OF THE SAN BERNARDINO RANCHO, IN THE CITY OF LOMA LINDA, COUNTY OF SAN BERNARDINO, STATE OF CALIFORNIA, AS PER PLAT RECORDED IN BOOK 7 OF MAPS, PAGE(S) 2, RECORDS OF SAID COUNTY, LYING NORTH OF THE SOUTHERN PACIFIC RAILROAD COMPANY'S RIGHT OF WAY.

EXCEPT THE WEST 9 ACRES THEREOF.

ALSO EXCEPT THE NORTH 180 FEET THEREOF.

ALSO EXCEPT THE EAST 60.00 FEET OF THE NORTH 250 FEET THEREOF.

ALSO EXCEPT THAT PORTION CONVEYED TO THE SAN BERNARDINO COUNTY FLOOD CONTROL DISTRICT BY DEED RECORDED OCTOBER 22, 1997, INSTRUMENT NO. 97-386522, OFFICIAL RECORDS.

PARCEL "B":

THAT PORTION OF THE EAST 7 ACRES OF THE WEST 9 ACRES OF LOT 2, BLOCK 75 OF THE 80-ACRE SURVEY OF THE MAP OF THE SAN BERNARDINO RANCHO, IN THE CITY OF LOMA LINDA, COUNTY OF SAN BERNARDINO, STATE OF CALIFORNIA, AS PER PLAT RECORDED IN BOOK 7 OF MAPS, PAGE(S) 2, RECORDS OF SAID COUNTY, LYING NORTH OF THE SOUTHERN PACIFIC RAILROAD COMPANY'S RIGHT OF WAY.

EXCEPT THAT PORTION DESCRIBED AS BEGINNING AT THE INTERSECTION OF THE NORTH LINE OF SAID LOT 2 WITH THE EAST LINE OF SAID 9 ACRES; THENCE SOUTH 0 DEG. 29' 44" WEST ALONG THE EAST LINE OF SAID 9 ACRES, TO THE NORTH LINE OF THE SAN BERNARDINO COUNTY FLOOD CONTROL EASEMENT; THENCE NORTHWEST ALONG SAID LINE TO ITS INTERSECTION WITH THE NORTH LINE OF SAID LOT 2; THENCE EAST TO THE POINT OF BEGINNING.

ALSO EXCEPT THAT PORTION CONVEYED TO THE SAN BERNARDINO COUNTY FLOOD CONTROL DISTRICT BY DEED RECORDED OCTOBER 22, 1997, INSTRUMENT NO. 97-386522, OFFICIAL RECORDS.

Recorded in Official Records, County of San Bernardino, Larry Walker, Recorder
No Fee
Doc No. 19990413390
4:18pm 09/30/99

205 36891212 03 05

1	2	3	4	5	6	7	8	9	10
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MON ST	LN	SUV	CIT-CO	TRANS TAX		OA	CHRG		EXAM

First American Title

RECORDING REQUESTED BY
AND WHEN RECORDED MAIL TO:

Loma Linda Redevelopment Agency
25541 Barton Road
Loma Linda, CA 92354
Attention: Executive Director

276667 rzc

(Exempt from Recording Fees Per Gov't Code §6103.)

THIS **DECLARATION OF CONDITIONS, COVENANTS AND RESTRICTIONS** (the "Declaration" or "Agency CC&Rs") is made by and between **GARDNER CONSTRUCTION & DEVELOPMENT, INC.**, a California corporation (the "Participant" or the "Developer") and the **LOMA LINDA REDEVELOPMENT AGENCY**, a public body, corporate and politic (the "Agency"), as of the date set forth below.

RECITALS

A. Agency is a California redevelopment agency acting under the California Community Redevelopment Law, Part 1 of Division 24 of the Health and Safety Code.

B. The Redevelopment Plan for the Loma Linda Redevelopment Project ("Redevelopment Plan") was approved and adopted by the City Council of the City of Loma Linda (the "City") by Ordinance No. 226 and amended by Ordinance No. 508.

C. The Agency is authorized and empowered under the Community Redevelopment Law, California Health and Safety Code Sections 33000, et seq. (the "Community Redevelopment Law"), to enter into agreements for the production, improvement, or preservation of affordable housing to households of limited income, with such housing to be available at affordable housing cost.

D. Agency entered into an Amended and Restated First Amendment to Affordable Housing Agreement dated as of September 14, 1999 (the "First Amendment") with Gardner Construction and Development, Inc., a California corporation ("Developer"), pursuant to which the Developer was to purchase that certain parcel of real property (the "Property") located in the City of Loma Linda, County of San Bernardino, State of California, described in Exhibit "A" attached hereto and incorporated herein, and to construct the Developer Improvements of sixteen (16) single-family residences, and the conveyance of not less than five (5) of such residences at "Affordable Housing Cost" to "Lower Income Households," as defined in the First Amendment. All terms not specifically defined herein shall have the meanings as set forth in the First Amendment.

E. Developer and the Agency desire and intend that that portion of the Property upon which the Required Affordable Units are located shall be restricted to use in conformity with these Agency CC&Rs to preserve its value for the benefit of Developer, Program Participants, and their successors, tenants, and the surrounding neighborhood.

DOCSOC\679376v2\22017.0140

CITY OF LOMA LINDA

CITY COUNCIL AS SUCCESSOR AGENCY
TO THE LOMA LINDA REDEVELOPMENT AGENCY

AGENDA

REGULAR MEETING OF DECEMBER 27, 2016

A regular meeting of the City Council of the City of Loma Linda as successor agency to the Loma Linda Redevelopment Agency is scheduled to be held Tuesday, December 27, 2016 in the City Council Chamber, 25541 Barton Road, Loma Linda, California. *Pursuant to Municipal Code Section 2.08.010, study session or closed session items may begin at 5:30 p.m. or as soon thereafter as possible. The public meeting begins at 7:00 p.m.*

> In acting in the limited capacity of Successor Agency as provided in California Health and Safety Code §§ 34173 and 34176, the City Council expressly determines, recognizes, reaffirms, and ratifies the statutory limitation on the City and the City Council's liability with regards to the responsibilities of the former Loma Linda Redevelopment Agency under AB 1X26. Nothing herein shall be construed as an action, commitment, obligation, or debt of the City itself, or a commitment of any resources, funds, or assets of the City to fund the City's limited capacity as the Successor Agency to the Loma Linda Redevelopment Agency. Obligations of the Successor Agency shall be funded solely by those funds or resources provided for that purpose pursuant to AB 1X26 and related statutes.

Reports and Documents relating to each agenda item are on file in the Office of the City Clerk and are available for public inspection during normal business hours. The Loma Linda Branch Library is also provided an agenda packet for your convenience. The agenda and reports are also located on the City's Website at www.lomalinda-ca.gov.

Materials related to an item on this Agenda submitted to the City Council after distribution of the agenda packet are available for public inspection in the City Clerk's Office, 25541 Barton Road, Loma Linda, CA during normal business hours. Such documents are also available on the City's website at www.lomalinda-ca.gov subject to staff's ability to post the documents before the meeting.

Persons wishing to speak on an agenda item, including any closed session items, are asked to complete an information card and present it to the City Clerk prior to consideration of the item. When the item is to be considered, please step forward to the podium, the Chair will recognize you and you may offer your comments. The City Council meeting is recorded to assist in the preparation of the Minutes, and you are therefore asked to give your name and address prior to offering testimony.

The Oral Reports/Public Participation portion of the agenda pertains to items NOT on the agenda and is limited to 30 minutes; 3 minutes allotted for each speaker. Pursuant to the Brown Act, no action may be taken by the City Council at this time; however, the City Council may refer your comments/concerns to staff or request that the item be placed on a future agenda.

In compliance with the Americans with Disabilities Act, if you need special assistance to participate in this meeting, please contact the City Clerk at (909) 799-2819. Notification 48 hours prior to the meeting will enable the City to make reasonable arrangements to ensure accessibility to this meeting. Later requests will be accommodated to the extent feasible.

Agenda item requests for the JANUARY 10, 2017 meeting must be submitted in writing to the City Clerk no later than NOON, TUESDAY, DECEMBER 27, 2016.

A. **Call To Order**

B. **Roll Call**

C. **Items To Be Added Or Deleted**

D. **Oral Reports/Public Participation - Non-Agenda Items** **(Limited to 30 minutes; 3 minutes allotted for each speaker)**

E. **Conflict of Interest** Disclosure - Note agenda item that may require member abstentions due to possible conflicts of interest

F. **Scheduled Items**

G. **Consent Calendar**

1. Demands Register

2. Minutes of November 8, 2016

H. **Old Business**

I. **New Business**

J. **Adjournment**

City of Loma Linda
Official Report

Rhodes Rigsby, Mayor
Phill Dupper, Mayor pro tempore
Ovidiu Popescu, Councilman
Ronald Dailey, Councilman
John Lenart, Councilman

SUCCESSOR AGENCY AGENDA: December 27, 2016

TO: City Council

SUBJECT: Demands Register

Approved/Continued/Denied
By City Council
Date _____

RECOMMENDATION

It is recommended that the City Council, as the Successor Agency to the Redevelopment Agency, approve the attached list of demands for payment.

Bank code : bofasa

Voucher	Date	Vendor	Invoice	PO #	Description/Account	Amount
351485	11/21/2016	001044 U.S. BANK	2016112100351485	P-0000013773	2008 Trustee and Paying agent fees	4,600.00
					Total :	**4,600.00**

1 Vouchers for bank code : bofasa **Bank total :** **4,600.00**

1 Vouchers in this report **Total vouchers :** **4,600.00**

CLAIMS VOUCHER APPROVAL

I have reviewed the above listing of payments on check nos. 351485 for a total disbursement of $ 4,600.00, and to the best of my knowledge, based on the information provided, they are correct and are recommended for payment.

for DD
DIANA DE ANDA, Finance Director

Recommend that City Council approve for payment.

T. Jarb Thaipejr, City Manager

Approved by the City Council at their meeting held on 12-13-2016 and the City Treasurer is hereby directed to pay except as noted.

Rhodes Rigsby, Mayor

Bank code : bofasa

Voucher	Date	Vendor	Invoice	PO #	Description/Account	Amount
1226	12/13/2016	005144 JAMES HUSS JR., WEST SWPPP SERVICES	16054	P-0000013793	Clean up brush pile in orange gorve,	1,225.00
					Total :	**1,225.00**
1227	12/13/2016	000266 ROBBINS & HOLDAWAY, A PROFESSIONAL CC	32225		PROFESSIONAL/LEGAL SERVICES	41.56
					Total :	**41.56**

2 Vouchers for bank code : bofasa **Bank total :** **1,266.56**

2 Vouchers in this report **Total vouchers :** **1,266.56**

CLAIMS VOUCHER APPROVAL

I have reviewed the above listing of payments on check nos. 1226 through 1227 for a total disbursement of $ 1,266.56, and to the best of my knowledge, based on the information provided, they are correct and are recommended for payment.

Sonia de for DD
DIANA DE ANDA, Finance Director

Recommend that City Council approve for payment.

T. Jarb Thaipejr, City Manager

Approved by the City Council at their meeting held on 12-13-2016 and the City Treasurer is hereby directed to pay except as noted.

Rhodes Rigsby, Mayor

City of Loma Linda
Official Report

Rhodes Rigsby, Mayor
Phill Dupper, Mayor pro tempore
Ovidiu Popescu, Councilman
Ronald Dailey, Councilman
John Lenart, Councilman

SUCCESSOR AGENCY AGENDA: December 27, 2016

Approved/Continued/Denied
By City Council
Date _____

TO: City Council

VIA: T. Jarb Thaipejr, City Manager

FROM: Pamela Byrnes-O'Camb, City Clerk

SUBJECT: Minutes of November 8, 2016

RECOMMENDATION

It is recommended that the City Council as the Successor Agency to the Redevelopment Agency approve the Minutes of November 8, 2016.

City of Loma Linda

City Council as Successor Agency
To the Loma Linda Redevelopment Agency

Minutes

Regular Meeting of November 8, 2016

A regular meeting of the City Council as Successor Agency to the Loma Linda Redevelopment Agency was called to order by Mayor pro tempore Dupper at 7:15 p.m., Tuesday, November 8, 2016, in the City Council Chamber, 25541 Barton Road, Loma Linda, California.

Councilmen Present:	Mayor pro tempore Phill Dupper Ovidiu Popescu Ron Dailey John Lenart
Councilmen Absent:	Mayor Rhodes Rigsby
Others Present:	City Manager T. Jarb Thaipejr City Attorney Richard Holdaway

No items were added or deleted; no public participation comments were offered upon invitation of the Chair; and no conflicts of interest were noted.

SA-2016-20 - **Consent Calendar**

Motion by Popescu, seconded by Lenart and unanimously carried to approve the following items. Mayor Rigsby absent.

The Demands Register dated October 25, 2016 with commercial demands totaling $41.56.

The Demands Register dated November 8, 2016 with commercial demands totaling $1,295.00.

The Minutes of October 11, 2016 as presented.

The meeting adjourned at 7:16 p.m.

Approved at the meeting of _____.

_____
City Clerk