

STAFF REPORT

TO: HONORABLE MAYOR AND CITY COUNCIL
FROM: MARTIN D. KOCZANOWICZ, CITY ATTORNEY



SUBJECT: SECOND READING AND CONSIDERATION OF ADOPTION OF ORDINANCE ORDERING THE SUBMISSION OF A PROPOSITION OF INCURRING BONDED DEBT TO THE QUALIFIED VOTERS OF THE CITY OF GROVER BEACH AT THE GENERAL MUNICIPAL ELECTION FOR THE PURPOSE OF THE ACQUISITION, CONSTRUCTION AND REHABILITATION OF STREET IMPROVEMENTS

BACKGROUND

At the last Council meeting, the City Council introduced and conducted a first reading of an Ordinance which would order the submission of a proposition of incurring bonded debt to the qualified voters of the City of Grover Beach at the General Municipal Election for the purpose of the acquisition, construction and rehabilitation of street improvements. Council scheduled the second reading and adoption for a public hearing at this Council meeting.

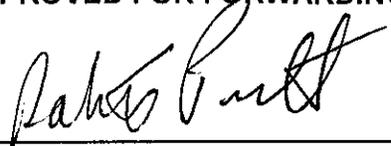
DISCUSSION

The city streets are in very poor condition with an overall rating of "poor", almost "failed". Unless the bond measure is passed, our street system will reach a failed rating in six to eight years. The City does not have the resources to fund a street rehabilitation program that would be necessary to prevent the imminent failure of the street system.

The Ordinance, if adopted by the City Council, will place a measure on the November 4th ballot. If the measure is approved by the voters, it will authorize the issuance of \$48,000,000 in bonds. The proceeds from the bond sale will be deposited into a designated Street Construction Fund where they will be used for street rehabilitation. The bonds would be issued incrementally as work on street improvements progresses through a series of phases. Mr. Albert Peché, the City's financial advisor, will be available during the Council meeting to discuss a proposed bond issue release schedule and the corresponding rate per \$100,000 of assessed value property owners can expect to pay during the life of the bond repayment period.

Also attached to this staff report are two Resolutions for Council's consideration which, when adopted, would set the priorities for arguments; direct the City Attorney to prepare an impartial analysis for the measure; and authorize rebuttals to any arguments against the measure. Should Council adopt the Ordinance setting the Bond measure on the ballot, these Resolutions will also need to be adopted. Also attached is a draft Argument in Favor of the measure. The

APPROVED FOR FORWARDING



ROBERT PERRAULT
CITY MANAGER

Please Review for the Possibility of a Potential Conflict of Interest:

- | | |
|--|-----------------------------------|
| <input checked="" type="checkbox"/> None Identified by Staff | <input type="checkbox"/> Bright |
| <input type="checkbox"/> Peterson | <input type="checkbox"/> Marshall |
| <input type="checkbox"/> Lee | <input type="checkbox"/> Nicolls |

Meeting Date: July 21, 2014

Agenda Item No. 2

Council may discuss and direct staff to finalize the argument for final action by the Council at the next regular City Council meeting on August 4, 2014.

ALTERNATIVES

After holding a public hearing, the Council has the following alternatives to consider:

1. Conduct a second reading, by title only, and adopt Ordinance No. 14- 05 ordering the submission of the proposition of incurring bonded debt to the qualified voters of the city of Grover Beach at the general municipal election for the purpose of the acquisition, construction and rehabilitation of street improvements and the related Resolutions.
2. Provide staff with additional direction.

RECOMMENDED ACTION

It is recommended that the Council conduct the Public Hearing, consider testimony, and take the following actions:

- 1) Conduct a second reading, by title only, and adopt Ordinance No. 14-05 ordering the submission of the proposition of incurring bonded debt to the qualified voters of the city of Grover Beach at the general municipal election for the purpose of the acquisition, construction and rehabilitation of street improvements;
- 2) Adopt the Resolution setting priorities for Arguments and directing the City Attorney to prepare an Impartial Analysis; and
- 3) Adopt the Resolution authorizing Rebuttals.

FISCAL IMPACT

Estimated costs for the November 2014 General Municipal Election are included in the FY 15 Budget in the amount of \$15,000. Estimated costs for a consultant to assist in the development and distribution of education materials regarding the ballot measure are estimated between \$20,000 and \$25,000 and will be considered as a separate item on this same meeting agenda.

PUBLIC NOTIFICATION

The agenda was posted in accordance with the Brown Act.

A Public Hearing notice was published in *The Tribune* on Friday, July 11, 2014.

Upon adoption, the full text of the Ordinance will be published once a day for at least seven (7) days in *The Tribune*.

Attachments

1. Draft Ordinance No. 14-5
2. Resolution setting priorities for Arguments and directing the City Attorney to prepare an Impartial Analysis.
3. Resolution authorizing Rebuttals
4. Draft Argument in Favor of the Proposed Measure
5. Statement of Authors of Argument
6. Authorization for Others to Sign Rebuttal Argument
7. Draft Notice to Voters of Date After Which No Arguments for or Against a City Measure May Be Submitted

ORDINANCE NO. 14-05

AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF GROVER BEACH, CALIFORNIA, ORDERING THE SUBMISSION OF A GENERAL OBLIGATION BOND PROPOSITION TO THE QUALIFIED VOTERS OF THE CITY OF GROVER BEACH AT THE GENERAL MUNICIPAL ELECTION TO BE HELD ON NOVEMBER 4, 2014, FOR THE PURPOSE OF THE ACQUISITION, CONSTRUCTION, AND REHABILITATION OF LOCAL STREET IMPROVEMENTS

THE CITY COUNCIL OF THE CITY OF GROVER BEACH, CALIFORNIA (THE "CITY"), DOES ORDAIN AS FOLLOWS:

WHEREAS, under the direction of the City Council, staff has retained a civil engineering consultant with expertise in pavement management that evaluated the current condition of City streets; and

WHEREAS, the average condition of the approximately 44.96 centerline miles of streets in the City was rated at 42 on a scale of 0-100, which indicates a "poor" condition of streets citywide; and

WHEREAS, over 65% of the City's street system has been evaluated to be in "poor" to "failed" condition, the majority of which are attributable to residential streets; and

WHEREAS, critical reconstruction and rehabilitation projects are necessary in the City to improve drivability and safety; and, according to the pavement management expert, unless major rehabilitation of the street system is initiated soon, the City street system will reach statistical failure within six (6) to eight (8) years; and

WHEREAS, State takeaways of \$5,000,000 over the last five years and the recent recession, among other factors, means that the City does not have the dedicated funding it needs to make significant repairs to streets in "poor" or "failed" condition; and

WHEREAS, passing a local Grover Beach Street Reconstruction and Safety Improvement Bond will generate local funds that cannot be touched by Sacramento, requiring all funds to be used locally; and

WHEREAS, if City streets are rehabilitated, it will make it easier to drive on our streets, as well as maintain emergency response times, improve safety at neighborhood school crosswalks, and enhance safety for pedestrians, bicyclists, and drivers; and

WHEREAS, based on the fact that the City receives its revenue primarily from property taxes, there isn't sufficient funds in the City's \$7.5 million budget to provide the basic services the City is required to provide and maintain the extensive street system. It is just not possible to initiate the rehabilitation of the street system which has been estimated to be in excess of \$48 million; and

WHEREAS, the City would require that funds from such a measure be deposited directly into a Street Construction Designated Fund; and

WHEREAS, the only source of funds that could be available to pay for the citywide rehabilitation of the street infrastructure is through issuance of General Obligation Bonds; and

WHEREAS, on July 7, 2014, the City Council adopted, by at least a two-thirds vote of all its members, a resolution entitled "Resolution of the City Council of the City of Grover Beach Determining that the Public Interest and Necessity Demand the Acquisition and Development of Certain Municipal Improvements ("Street Improvements") with Financing Through the Issuance of General Obligation Bonds (the "Resolution of Necessity"); and

WHEREAS, in order to provide for the issuance by the City of its general obligation bonds to finance the Street Improvements described in the Resolution of Necessity, it is necessary for the City Council to pass an ordinance ordering the submission of the proposition of incurring bonded indebtedness for such purpose to the qualified voters of the City at a regular municipal election; and

WHEREAS, the City Council desires to submit said ballot measure to the qualified voters of the City at an election to be held in the City on November 4, 2014, and to consolidate the bond election with the general statewide election held within the City on that date; and

WHEREAS, the General Municipal Election has been called by Resolution No. 14-41 adopted by City Council on June 16, 2014, and the City Council hereby orders that there be submitted to the qualified voters of the City a proposition on incurring a bonded debt (the "Bonds") for the purpose set forth in the Resolution of Necessity, at that General Municipal Election, which will coincide with the regular statewide election to be held on November 4, 2014.

NOW THEREFORE, IT IS ORDERED AS FOLLOWS:

Section 1. That the above recitals are true and correct.

Section 2. Ballot Proposition. The City Council hereby submits to the qualified voters of the City, at the regular election to be held on November 4, 2014, a proposition on issuing the Bonds in substantially the following form:

<p style="text-align: center;">CITY OF GROVER BEACH MEASURE __-14</p> <p>STREET REHABILITATION; SAFETY IMPROVEMENT BOND MEASURE: To rehabilitate/resurface deteriorating residential and major streets to improve drivability of Grover Beach streets; maintain emergency response times; enhance safety for pedestrians, bicyclists, drivers, neighborhood school crosswalks; and promote local economic/job growth; shall the City incrementally issue up to \$48,000,000 of bonds at tax-exempt interest rates, requiring funds go directly into the Street Construction Designated Fund with all funds used locally; subject to independent audits/citizens' oversight committee?</p>	YES
	NO

Section 3. Object and Purpose of Bonds. The object and specific single purpose of issuing the Bonds is the acquisition, construction and improvement of street improvements

throughout the City (the "Street Improvements"), and the proceeds of the Bonds may only be applied to that purpose.

Section 4. Estimated Cost of Street Improvements. The estimated cost of the Street Improvements is \$48,000,000.00. The estimated cost includes legal or other fees, and other costs and expenses, which are incidental to or connected with the authorization, issuance and sale of the Bonds.

Section 5. Principal Amount of Bonds. The amount of the principal of the Bonds shall not exceed \$48,000,000.00.

Section 6. Maximum Interest Rate. The maximum rate of interest to be paid on the Bonds shall be 12% per annum.

Section 7. Issuance and Sale of Bonds. The City proposes to acquire, construct and develop the Street Improvements and to issue and sell the Bonds pursuant to Article 1, commencing with Section 43600, of Chapter 4 of Division 4 of Title 4 of the California Government Code, or Article 4.5, commencing with Section 53506, of Chapter 3 of Part 1 of Division 2 of Title 5 of the California Government Code, in one or more series, in the maximum amount and for the objects and purposes set forth above if two-thirds of all qualified voters voting on the proposition set forth above vote in favor thereof. The Bonds will be general obligations of the City payable from and secured by taxes levied and collected in the manner prescribed by laws of the State of California. All of the Bonds are to be equally and ratably secured, without priority, by the taxing power of the City.

Section 8. Consolidation; Manner of Conducting Election. The date of the election is November 4, 2014. The election shall be held and conducted, election officers appointed, voting precincts designated, ballots printed, polls opened and closed, ballots counted, and returned, returns canvassed, results declared, and all other proceedings incidental to and connected with the election shall be regulated and done in accordance with the provisions of law regulating the election as specified herein. The City Council has requested, pursuant to Resolution No. 14-42, the Board of Supervisors of San Luis Obispo County (the "County") and the San Luis Obispo County Clerk, Elections Division, the consolidation of the called municipal election with any other election to be held within the City on said date.

Section 9. Procedure for Voting on Proposition. Ballots for the election shall be provided in the form and in the number provided by law. Voters shall be provided an opportunity to vote for or against the proposition on the ballot, in accordance with procedures to be adopted by the authorized officers of the County charged with conducting the election.

Section 10. Accountability Requirements. In accordance with Sections 53410 and 53411 of the California Government Code, the City Council hereby adopts the following accountability requirements relating to the Bonds:

(a) A separate account called Street Construction Designated Fund shall be created and held by the City, into which the proceeds of the Bonds are deposited.

(b) The chief fiscal officer of the City shall file a report with the City Council no later than January 1, 2016, and at least once a year thereafter,

showing the amount of Bond proceeds collected and expended, and the status of the project to be financed from the proceeds of the Bonds.

(c) A Citizen Oversight Committee composed of three voters of the City of Grover Beach shall be formed and will be charged with an annual review of all Bond proceeds expenditures and an annual report to the City Council regarding their findings as to those expenditures.

Section 11. Publication of Ordinance. This Ordinance shall be published once a day for at least seven (7) days in a newspaper published at least six (6) days a week in the City, or once a week for two (2) weeks in a newspaper published less than six (6) days a week in the City. The first of said publications shall, in either event, be within fifteen (15) days after the adoption of this Ordinance. The Clerk is hereby authorized and directed to make said publications and to transmit for receipt, no later than August 7, 2014, a certified copy of this Ordinance to the appropriate officials of the County responsible for preparing the ballots for said election.

Section 12. Effective Date. This Ordinance shall become effective immediately upon its adoption by two-thirds vote of all the members of this Council.

The foregoing Ordinance was **INTRODUCED** and **READ** at a regular meeting of the City Council held on July 7, 2014, and was **PASSED, APPROVED, and ADOPTED** at a regular meeting of the City Council held on July 21, 2014, by the following vote, to wit:

AYES: Council Members -
NOES: Council Members -
ABSENT: Council Members -
ABSTAIN: Council Members -

DRAFT

DEBBIE PETERSON, MAYOR

ATTEST:

DONNA L. McMAHON, CITY CLERK

APPROVED AS TO FORM:

MARTIN D. KOCZANOWICZ, CITY ATTORNEY

RESOLUTION NO. 14-__

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF GROVER BEACH, CALIFORNIA, SETTING PRIORITIES FOR FILING WRITTEN ARGUMENTS REGARDING A CITY MEASURE AND DIRECTING THE CITY ATTORNEY TO PREPARE AN IMPARTIAL ANALYSIS

WHEREAS, a General Municipal Election is to be held in the City of Grover Beach, California, on Tuesday, November 4, 2014, at which there will be submitted to the voters the following measure:

<p style="text-align: center;">CITY OF GROVER BEACH MEASURE __ - 14</p> <p>STREET REHABILITATION; SAFETY IMPROVEMENT BOND MEASURE: To rehabilitate/resurface deteriorating residential and major streets to improve drivability of Grover Beach streets; maintain emergency response times; enhance safety for pedestrians, bicyclists, drivers, neighborhood school crosswalks; and promote local economic/job growth; shall the City incrementally issue up to \$48,000,000 of bonds at tax-exempt interest rates, requiring funds go directly into the Street Construction Designated Fund with all funds used locally; subject to independent audits/citizens' oversight committee?</p>	YES
	NO

NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF GROVER BEACH, CALIFORNIA, DOES RESOLVE, DECLARE, DETERMINE AND ORDER AS FOLLOWS:

SECTION 1. That the City Council authorizes **ALL** members of the City Council to file a written argument not exceeding 300 words regarding the City measure as specified above, accompanied by the printed name(s) and signature(s) of the author(s) submitting it, in accordance with Article 4, Chapter 3, Division 9 of the Elections Code of the State of California. The arguments may be changed or withdrawn until and including the date fixed by the City Clerk after which no arguments for or against the City measure may be submitted to the City Clerk.

The arguments shall be filed with the City Clerk, signed, with the printed name(s) and signature(s) of the author(s) submitting it, or if submitted on behalf of an organization, the name of the organization, and the printed name and signature of at least one of its principal officers who is the author of the argument. The arguments shall be accompanied by the Form of Statement To Be Filed By Author(s) of Argument.

SECTION 2. That the City Council directs the City Clerk to transmit a copy of the measure to the City Attorney. That the City Attorney shall prepare an impartial analysis of the measure not exceeding 500 words showing the effect of the measure on the existing law and the operation of the measure. The analysis shall include a statement indicating whether the measure was placed on the ballot by a petition signed by the requisite number of voters or by the governing body of the city. In the event the entire text of the measure is not printed on the ballot, nor in the voter information portion of the sample ballot, there shall be printed below the

impartial analysis, in no more than 10-point type, the following: "The above statement is an impartial analysis of Ordinance or Measure _____. If you desire a copy of the ordinance or measure, please call the Grover Beach City Clerk's Office at (805) 473-4567 and a copy will be mailed at no cost to you." The impartial analysis shall be filed by the date set by the City Clerk for the filing of primary arguments.

SECTION 3. That the City Clerk shall certify to the passage and adoption of this resolution and enter it into the book of original resolutions.

Upon motion of Council Member _____, seconded by Council Member _____, the foregoing Resolution was **PASSED, APPROVED** and **ADOPTED** this 21st day of July, 2014 on the following roll call, to wit:

AYES: Council Members -
NOES: Council Members -
ABSENT: Council Members -
ABSTAIN: Council Members -

DRAFT

DEBBIE PETERSON, MAYOR

ATTEST:

DONNA L. McMAHON, CITY CLERK

APPROVED AS TO FORM:

MARTIN D. KOCZANOWICZ, CITY ATTORNEY

RESOLUTION NO. 14-__

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF GROVER BEACH, CALIFORNIA, PROVIDING FOR THE FILING OF REBUTTAL ARGUMENTS FOR A CITY MEASURE SUBMITTED AT THE GENERAL MUNICIPAL ELECTION

WHEREAS, Section 9285 of the Elections Code of the State of California authorizes the City Council, by majority vote, to adopt provisions to provide for the filing of rebuttal arguments for city measures submitted at municipal elections.

NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF GROVER BEACH, CALIFORNIA, DOES RESOLVE, DECLARE, DETERMINE AND ORDER AS FOLLOWS:

SECTION 1. That pursuant to Section 9285 of the Elections Code of the State of California, when the elections official has selected the arguments for and against the measure which will be printed and distributed to the voters, the elections official shall send a copy of an argument in favor of the proposition to the authors of any argument against the measure and a copy of an argument against the measure to the authors of any argument in favor of the measure immediately upon receiving the arguments.

The author or a majority of the authors of an argument relating to a city measure may prepare and submit a rebuttal argument not exceeding 250 words or may authorize in writing any other person or persons to prepare, submit, or sign the rebuttal argument.

A rebuttal argument may not be signed by more than five authors.

The rebuttal arguments shall be filed with the City Clerk, signed, with the printed name(s) and signature(s) of the author(s) submitting it, or if submitted on behalf of an organization, the name of the organization, and the printed name and signature of at least one of its principal officers, **not more than 10 days after** the final date for filing direct arguments. The rebuttal arguments shall be accompanied by the Form of Statement To Be Filed By Author(s) of Argument.

Rebuttal arguments shall be printed in the same manner as the direct arguments. Each rebuttal argument shall immediately follow the direct argument which it seeks to rebut.

SECTION 2. That all previous resolutions providing for the filing of rebuttal arguments for city measures are repealed.

SECTION 3. That the provisions of Section 1 shall apply only to the election to be held on Tuesday, November 4, 2014, and shall then be repealed.

SECTION 4. That the City Clerk shall certify to the passage and adoption of this Resolution and enter it into the book of original Resolutions.

Upon motion of Council Member _____, seconded by Council Member _____, the foregoing Resolution was **PASSED, APPROVED** and **ADOPTED** this 21st day of July, 2014 on the following roll call, to wit:

AYES: Council Members
NOES: Council Members
ABSENT: Council Members
ABSTAIN: Council Members

DRAFT

DEBBIE PETERSON, MAYOR

ATTEST:

DONNA L. McMAHON, CITY CLERK

APPROVED AS TO FORM:

MARTIN D. KOCZANOWICZ, CITY ATTORNEY

Argument in Favor

We, the Grover Beach City Council, voted unanimously to place Measure__-14 entitled **STREET REHABILITATION: SAFETY IMPROVEMENT BOND MEASURE** on the ballot. If approved by the voters, this measure will authorize the issuance of up to \$48,000,000 in bonds for the reconstruction and rehabilitation of our local streets. The Council unanimously urges voters to cast a **YES Vote** for the following reasons:

- The City's street system consists of 44.96 centerline miles, or over 10 million square feet of asphalt. Most of the system was constructed decades ago on a sand base.
- An independent engineer evaluated the City's street system and found that over 65% of the streets are in "poor to fail" condition, the majority of which are residential streets.
- Critical street rehabilitation projects are necessary to improve drivability and safety. According to the engineer, unless major rehabilitation of the street system is initiated soon, the City street system will fail within six (6) to (8) years.
- The City's budget, at \$7.5 million, is the smallest budget of any city in the County. There isn't sufficient funding to provide the residents with basic services and undertake a major street rehabilitation program.
- \$48,000,000 is sufficient to fund a street program that will enable the City to rehabilitate all of its residential streets and many of its major streets over a period of years.
- Once our streets are rehabilitated, the property values will increase, it will be easier to drive on our streets, maintain emergency response, improve safety for pedestrians, bicyclists, and drivers, as well as enhance the quality of life.

- All funds received from the sale of bonds will be placed in a Designated Street Construction Fund and can only be used for street rehabilitation.
- We are Grover Beach and We Need Measure__-14. Please vote a resounding **YES!**

[signatures]

ARGUMENTS

FORM OF STATEMENT TO BE FILED BY
AUTHORS OF ARGUMENTS

All arguments concerning measures filed pursuant to Division 9, Chapter 3 (beginning with § 9200) of the Elections Code shall be accompanied by the following form statement **to be signed** by each proponent, and by each author, if different, of the argument:

The undersigned proponent(s) or author(s) of the (primary/rebuttal) argument (in favor of/against) ballot proposition (**Measure __-14**) at the **General Municipal Election for the City of Grover Beach** to be held on **Tuesday, November 4, 2014** hereby state that the argument is true and correct to the best of (his/her/their) knowledge and belief.

Print Name _____ Title _____	Signature _____ Date _____
Print Name _____ Title _____	Signature _____ Date _____
Print Name _____ Title _____	Signature _____ Date _____
Print Name _____ Title _____	Signature _____ Date _____
Print Name _____ Title _____	Signature _____ Date _____
Name of organization or entity for which the argument is being submitted (if applicable): _____	

Note: **All Authors Must:**

- **Print** his/her name **and sign this form** (EC 9600)
- **Print** his/her name **and sign the Argument itself** (EC 9283)
- **Print** his/her name **and sign the Rebuttal Argument itself** (EC 9285)

Pursuant to Election Code § 9282, printed arguments submitted to the voters shall be titled either "Argument In Favor Of Measure __-14" or "Argument Against Measure __-14".

Likewise, printed rebuttal arguments submitted pursuant to Election Code § 9285 shall be titled either "Rebuttal To Argument In Favor Of Measure __-14" or "Rebuttal to Argument Against Measure __-14".

ARGUMENTS

AUTHORIZATION FOR ANOTHER PERSON TO SIGN REBUTTAL ARGUMENT

The following majority of _____ authors of the Argument

In Favor of Against

Measure ____-14 authorize the following person(s) to prepare, submit or sign the **Rebuttal to the Argument**

In Favor of Against

Measure ____-14 for the City of Grover Beach, General Municipal Election to be held on **Tues, November 4, 2014.**

Signatures of a **majority of the authors** of the Argument

In Favor of Against

Measure ____-14 are required:

Name (Print)

Signature

Date

Name (Print)

Signature

Date

Name (Print)

Signature

Date

The following authors are authorized to prepare, submit or sign the **Rebuttal** to the Argument

In Favor of Against

Measure ____ .14

Print Name _____ Title _____	Signature _____ Date _____
Print Name _____ Title _____	Signature _____ Date _____
Print Name _____ Title _____	Signature _____ Date _____
Print Name _____ Title _____	Signature _____ Date _____
Print Name _____ Title _____	Signature _____ Date _____
Name of organization or entity for which the argument is being submitted (if applicable): _____	

Attach this form to the Form of Statement of Authors Form submitted with the Argument

In Favor of Against

Measure ____-14



**NOTICE TO VOTERS OF DATE AFTER WHICH
NO ARGUMENTS FOR OR AGAINST A CITY MEASURE
MAY BE SUBMITTED TO THE CITY CLERK**

NOTICE IS HEREBY GIVEN that the General Municipal Election is to be held in the City of Grover Beach on **Tuesday, November 4, 2014**, at which there will be submitted to the voters the following measure:

**CITY OF GROVER BEACH
MEASURE __-14**

STREET REHABILITATION; SAFETY IMPROVEMENT BOND MEASURE: To rehabilitate/resurface deteriorating residential and major streets to improve drivability of Grover Beach streets; maintain emergency response times; enhance safety for pedestrians, bicyclists, drivers, neighborhood school crosswalks; and promote local economic/job growth; shall the City incrementally issue up to \$48,000,000 of bonds at tax-exempt interest rates, requiring funds go directly into the Street Construction Designated Fund with all funds used locally; subject to independent audits/citizens' oversight committee?	YES
	NO

NOTICE IS FURTHER GIVEN that pursuant to Article 4, Chapter 3, Division 9 of the Elections Code of the State of California, the legislative body of the City, or any member or members thereof authorized by the body, or any individual voter or bona fide association of citizens, or any combination of voters and associations, may file a written argument, **not to exceed 300 words** in length, accompanied by the printed name(s) and signature(s) of the author(s) submitting it, or if submitted on behalf of an organization, the name of the organization, and the printed name and signature of at least one of its principal officers who is the author of the argument, for or against the City measure.

NOTICE IS FURTHER GIVEN that, based upon the time reasonably necessary to prepare and print the arguments and sample ballots for the election, the City Clerk has fixed **Tuesday, August 5, 2014**, during normal office hours, as posted, as the date after which no arguments for or against the City measure may be submitted to the clerk for printing and distribution to the voters as provided in the Article 4. Arguments shall be submitted to the City Clerk, accompanied by the printed name(s) and signature(s) of the author(s) submitting it, or if submitted on behalf of an organization, the name of the organization, and the printed name and signature of at least one of its principal officers who is the author of the argument, at the City Hall, Grover Beach, California. Arguments may be changed or withdrawn until and including the date fixed by the City Clerk.

NOTICE IS FURTHER GIVEN that the City Council had determined that rebuttal arguments, **not to exceed 250 words** in length, as submitted by the authors of the opposing direct arguments, may be filed with the clerk, accompanied by the printed name(s) and signature(s) of the author(s) submitting it, or if submitted on behalf of an organization, the name of the organization, and the printed name and signature of at least one of its principal officers who is the author of the argument, not more than 10 days (by Friday, August 15, 2014) after the final date for filing direct arguments.

NOTICE IS FURTHER GIVEN that any ordinance, impartial analysis, or direct argument filed under the authority of the elections code will be available for public examination in the clerk's office for not less than 10-calendar days from the deadline for the filing of the arguments and analysis. Any rebuttal argument filed under the authority of the elections code will be available for public examination in the clerk's office for not less than 10-calendar days from the deadline for filing rebuttal arguments.

DRAFT

Donna L. McMahon, City Clerk

Dated: , July , 2014

Posted at City Hall: , July , 2014

[To be posted the day after adoption of the Ordinance placing the Measure on the ballot.]