

and authorize staff to issue a Purchase Order in the amount of \$652,106.12, which includes a 10% contingency.

8. Approve a resolution renewing the pipeline franchise granted under La Habra Ordinance 1698 with Crimson California Pipeline, LLC for an additional five years ending September 18, 2023; and
 - a. APPROVE AND ADOPT **RESOLUTION NO. 5867** ENTITLED: A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF LA HABRA, CALIFORNIA, RENEWING A PIPELINE FRANCHISE AGREEMENT GRANTED UNDER ORDINANCE NO. 1698 WITH CRIMSON PIPELINE, LLC FOR AN ADDITIONAL FIVE YEARS.
9. Approve Cooperative Agreement No. 174-46022 with the City of Fullerton for the Gilbert Street/Idaho Street Corridor Project Regional Traffic Signal Synchronization (RTSSP) Program.
10. WARRANTS: Approve Nos. 00117733 through 00118193 totaling \$3,099,961.17; and WIRE TRANSFER: Approve Wire Dates 8/20/18, 8/24/18, and 8/30/18 for a total of \$1,373,675.45.

Mayor Pro Tem Blazey stated that the approval of Consent Calendar Item III.9 are examples of the same type of traffic signal synchronization projects completed in the recent past which are designed to mitigate traffic issues. He emphasized that it is not solely La Habra residents causing the increase in traffic. He noted that Harbor Boulevard, Beach Boulevard, and Hacienda Road are used by drivers from outside La Habra to come through the city to get to their destinations.

IV. CONSENT CALENDAR ITEMS REMOVED FOR SEPARATE DISCUSSION: None.

V. PUBLIC HEARINGS:

1. Duly noticed public hearing to consider an Ordinance approving Zone Change 18-04 modifying La Habra Municipal Code Title 18 (Zoning), Chapter 18.22 (Commercial Cannabis Activity) to allow for commercial cannabis testing laboratories. Pursuant to the provisions of the California Environmental Quality Act ("CEQA") (California Public Resources Code Sections 21000 et seq.) and State CEQA guidelines (Sections 15000 et seq.) staff has determined that the Ordinance is exempt pursuant to Section 15061(b)(3) of Title 14 the California Code of Regulations.

Community and Economic Development Deputy Director presented the staff report. He noted that La Habra Police Lieutenant Dan Henderson had contacted the law enforcement agencies in each of the communities visited and it was confirmed that none of the facilities had presented a challenge to their operations. He stated that the proposed ordinance had been reviewed by the City Attorney's office.

Council questions included: some cities may have initiatives approved by the voters to set a specific tax on the operations, or that additional contributions are made through a development agreement; verification that the proposed ordinance requires a development agreement which would impose operational fees prior to obtaining a conditional use permit; clarification that odor

free facilities would be a condition to be met both inside and outside the testing facilities; confirmation that there would be no signage on the outside of the proposed testing facility building(s); the need for clean cannabis products and confirming they would be verified clean through the proposed testing facilities; medicinal use versus recreational use; Federal Drug Administration (FDA) approval of two medications with CBD oil for children two years and older suffering from seizures; potential revenue benefits from cannabis commerce; and concern regarding the City of Monrovia possibly hiring an armed security guard for their cannabis testing facility.

Mayor Shaw opened the public hearing at 7:28 p.m. There being no testimony the public hearing was closed.

Moved by Mayor Shaw, seconded by Councilmember Beamish, and CARRIED (3-2) TO APPROVE THE FIRST READING OF **ORDINANCE NO. 1794** ENTITLED: AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF LA HABRA, COUNTY OF ORANGE, CALIFORNIA, APPROVING ZONE CHANGE 18-04 MODIFYING LA HABRA MUNICIPAL CODE TITLE 18 (ZONING), CHAPTER 18.22 ("COMMERCIAL CANNABIS ACTIVITY") TO ALLOW FOR CANNABIS TESTING LABORATORIES.

Said motion CARRIED by the following roll call vote:

AYES: Mayor Shaw, Mayor Pro Tem Blazey, Councilmember Beamish
NOES: Councilmember Gomez, Councilmember Espinoza
ABSTAIN: NONE
ABSENT: NONE



2. Duly noticed public hearing to consider an ordinance approving Zone Change 18-06 establishing three new zoning designations (R-5, R-6, and R-7), and rezoning various property throughout the city. Repealing and replacing Chapter 18.26 "R-2, R-2a, R-3 and R-4 Multiple-Family Dwelling Zones" in its entirety and replacing it with the new Chapter 18.26 "R-2, R-3, R-4, R-5, R-6 and R-7 Multiple-Family Dwelling Zones" and Amending Chapters 18.06, 18.12, 18.14 and 18.56. The proposed amendments are exempt from the requirements of the California Environmental Quality Act (CEQA) pursuant to Section 15061(b) (3) of the CEQA guidelines.

City Manager Sadro requested that Item V.2 be removed from the agenda and be brought back to City Council for consideration at a future date uncertain. Mayor Shaw confirmed that Item V.2 be continued to a future date uncertain.

3. Duly noticed public hearing to consider the 2017-2018 Community Development Block Grant (CDBG) Consolidated Annual Performance and Evaluation Report (CAPER) and authorize staff to submit the report to the U.S. Department of Housing and Urban Development.

Housing Specialist Susan Louie presented the staff report. She explained the purpose of the Consolidated Annual Performance and Evaluation Report (CAPER). She reported that Council had approved 13 projects be funded through the 2017-2018 Community Development Block Grant (CDGB). She noted that the total amount funded was \$1,213,654, the total amount expended was \$403,004, leaving an unexpended fund balance of \$810,649. She summarized