

AGENDA
REGULAR CITY COUNCIL MEETING
COUNCIL CHAMBERS
5000 CLARK AVENUE
LAKEWOOD, CALIFORNIA

January 14, 2025

ADJOURNED MEETING:

6:00 p.m.

CALPERS ACCELERATED PAYMENT OPTIONS

EXECUTIVE BOARD ROOM

It is recommended that the City Council consider reducing the cost of long-term financial obligations by discussing and providing direction as to the appropriation of reserve funds as additional discretionary payments toward the City's CalPERS Unfunded Accrued Liability (UAL) account and annually consider making additional discretionary payments from available General Fund surplus amounts.

CALL TO ORDER

7:30 p.m.

INVOCATION: Bishop Larry Carlton, Church of Jesus Christ of Latter-day Saints

PLEDGE OF ALLEGIANCE: Scout Pack 134

ROLL CALL: Mayor Todd Rogers
Vice Mayor Cassandra Chase
Council Member David Arellano
Council Member Steve Croft
Council Member Jeff Wood

ANNOUNCEMENTS AND PRESENTATIONS:

ROUTINE ITEMS:

All items listed within this section of the agenda are considered to be routine and will be enacted by one motion without separate discussion. Any Member of Council may request an item be removed for individual discussion or further explanation. All items removed shall be considered immediately following action on the remaining items.

RI-1 PERSONNEL TRANSACTIONS - It is recommended City Council approve report of personnel transactions.

RI-2 REGISTERS OF DEMANDS - It is recommended City Council approve registers of demands.

RI-3 CITY COUNCIL COMMITTEES' ACTIVITIES - It is recommended City Council receive and file the report.

RI-4 MEETING REPORTS AND AUTHORIZATIONS PURSUANT TO AB1234 - It is recommended City Council receive and file the report.

City Council Agenda

January 14, 2025

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ROUTINE ITEMS: - Continued

RI-5 MONTHLY REPORTS OF INVESTMENT TRANSACTIONS – OCTOBER AND NOVEMBER 2024 - It is recommended City Council receive and file the report.

RI-6 ADDITIONAL FUNDS FOR REGIONAL GOVERNMENT SERVICES AUTHORITY FOR MANAGEMENT AND ADMINISTRATIVE SERVICES - It is recommended City Council approve Task Order 2 amending the existing on-call agreement with Regional Government Services Authority to provide initial implementation of Project Ledger Services in the amount of \$100,000, bringing the total task order authorization to \$150,000; and authorize the City Manager to execute Task Order 2 on behalf of the City, subject to approval as to form by the City Attorney.

LEGISLATION:

2.1 INTRODUCTION OF ORDINANCE NO. 2025-1; REGARDING SHOPPING CARTS - It is recommended City Council introduce the proposed ordinance.

REPORTS:

3.1 CALPERS ACCELERATED PAYMENT OPTIONS - It is recommended City Council consider reducing the cost of long-term financial obligations by 1) setting an appropriation and payment of \$1 million from General Fund set-aside reserves toward the CalPERS Unfunded Accrued Liability (UAL) account or 2) setting aside a different appropriation and payment amount from General Fund set-aside reserves toward the CalPERS UAL account.

AGENDA

LAKWOOD HOUSING SUCCESSOR AGENCY

1. REGISTER OF DEMANDS - It is recommended Housing Successor Agency approve registers of demands.

ORAL COMMUNICATIONS:

ADJOURNMENT

In compliance with the Americans with Disabilities Act, if you are a qualified individual with a disability and need an accommodation to participate in the City Council meeting, please contact the City Clerk's Office, 5050 Clark Avenue, Lakewood, CA, at 562/866-9771, ext. 2200; or at cityclerk@lakewoodcity.org at least 48 hours in advance to ensure that reasonable arrangements can be made to provide accessibility to the meeting.

Agenda items are on file in the Office of the City Clerk, 5050 Clark Avenue, Lakewood, and are available for public review during regular business hours. Any supplemental material distributed after the posting of the agenda will be made available for public inspection during normal business hours in the City Clerk's Office. For your convenience, the agenda and the supporting documents are available in an alternate format by request and are also posted on the City's website at www.lakewoodcity.org

Adjourned

COUNCIL AGENDA

January 14, 2025

TO: The Honorable Mayor and City Council

SUBJECT: CalPERS Accelerated Payment Options

INTRODUCTION

This report is included in both the study session and regular meeting agendas. The item was partially presented to the City Council at the November 12, 2024 study session. Unfortunately, there was insufficient time to complete the presentation prior to the start of the regularly scheduled 7:30 pm meeting. The presentation at the study session will resume and not require formal action as it will focus on funding options with much of the background information having been already covered. Subsequently, the presentation at the regular meeting will be centered on the recommended formal action.

The passage of Measure L was a turning point in the City's financial outlook. New revenues generated were largely intended to address three main objectives: continue providing valued and long-standing services to the community, address deferred infrastructure needs, and pay down long-term debt (namely pension obligations). The City has largely focused on the first two objectives and is now positioned to address paying CalPERS long-term pension obligations more proactively.

While the City's CalPERS pension funding level (76.3%) is strong compared to most agencies (especially those with public safety employees), there are additional steps that may be taken to enhance the funding status. Over time, those actions could significantly lower the amount of interest paid on the City's obligations and provide long-term budget relief. This is in line with the intentions of Measure L and consistent with our objective of saving future funds by paying down long-term obligations over the next 20 years.

This subject matter is technical by nature. The study session will feature a comprehensive presentation from Julio Morales, Senior Managing Director at Kosmont Financial Services with additional materials and instructive graphs to be introduced. The following material is intended to provide background information and context that will work in conjunction with Mr. Morales' presentation on Tuesday evening.

STATEMENT OF FACT

It is important to differentiate the three cost components associated with CalPERS' pension debt:

- Employee Share - 7% of an employee's salary for "Classic" employees and 7.75% for employees new to CalPERS starting in 2013 (known as PEPRA Employees – Public Employees Pension Reform Act). Classic employees currently pay 5.5% of the 7% (by FY 2026-27 employees will pay the full 7%) and PEPRA Employees pay their full 7.75% share. This totals about \$1.4 million, mostly paid by employees.
- Normal Cost - The value of pension benefits earned by employees annually. This is approximately \$1.8 million for FY 2024-25 and paid by the City.

- **Unfunded Accrued Liability (UAL)** – This represents the amount needed to fund past employee service credits. It can also be viewed as the cumulative prior years' funding shortfall, the difference between the cost of employee pension benefits accumulated (approximately \$160 million) and the value of the assets it has set aside to pay for those benefits (approximately \$122 million). This creates a \$37.97 million gap needed to fund the full UAL, with \$3.18 million representing one year's installment payment toward the total.

The presentation and discussion during the study session will largely center on the UAL component and approaches to fund it on a more proactive basis that will benefit the City. The \$37.97 million cited above is the cumulative and net amount owed for 20 years of past CalPERS pension activity. Each year that has transpired requires an individual adjustment based on a comparison between the original actuarial funding estimates and the actual performance of the City's account activity (investments, demographics, adjustments, etc.). Some years produce a favorable adjustment and others an unfavorable one, with each year's results producing a new "amortization base" that adjusts the overall UAL and is spread over multiple years. Again, the net effect for the City is a \$37.97 million funding gap. See Exhibit A (attached) for details on the annual adjustment amounts. While the total is a sizable amount, it is on the lower end of the scale when comparing it to most other municipalities.

As shown in the exhibit, the City's annual UAL \$3.18 million payment to CalPERS is applied toward individual yearly adjustment amounts where there is a loss. Therefore, when looking to reduce the UAL with additional payments it is necessary to develop a targeting strategy and determine the preferred objective. Selecting to pay a shorter amortization base positively impacts cash flows by lowering the amount to be budgeted and paid short-term. Conversely, selecting a longer base maximizes the savings as it minimizes the amount of interest to accumulate over a longer period of time. This will be highlighted graphically during the presentation.

City General Fund Reserves

The City maintains sound General Fund reserve levels that are put into various classifications. See Exhibit B. These funds are invested as part of the City's overall investment portfolio with yields varying annually based on market conditions, with most current investment yields between 4% and 5%. Combined, two of the General Fund reserve classifications have earmarked funds for pension and personnel obligations totaling approximately \$7.9 million. This includes \$1 million set aside for this specific purpose and approximately \$6.9 million maintained in broader General Fund reserves as Pension and Personnel obligations with a significant CalPERS-linked component. Further detail on this is provided in Exhibit B. By remitting any portion of the above funds to CalPERS, the City can benefit from CalPERS' formally anticipated 6.8% rate of return. Staff's recommendation is to submit the \$1 million mentioned above and gather Council feedback regarding the possibility of additional reserve funds being remitted to CalPERS over the next two years for potentially a greater yield on investment. Spacing out the payments could be advantageous as it may help mitigate timing risk. As we know, CalPERS investments (like any other) can greatly fluctuate from one year to another.

STAFF RECOMMENDATION

It is recommended that the City Council consider reducing the cost of long-term financial obligations by discussing and providing direction as to the appropriation of reserve funds as additional discretionary payments toward the City's CalPERS Unfunded Accrued Liability (UAL) account and annually consider making additional discretionary payments from available General Fund surplus amounts.



Jose Gomez
Director of Administrative Services



Thaddeus McCormack
City Manager

Exhibit A

| Amortization Bases - June 30, 2025 | | | | | |
|---|---------------------------------|-------------|------------|---------------------|--------------------|
| Year | Reason | Term | UAL | Payment | |
| 1 | 2004 Method Change | NO | 1 | (37,933) | (39,202) |
| 2 | 2009 Assumption Change | NO | 6 | 1,726,370 | 326,431 |
| 3 | 2009 Special (Gain)/Loss | NO | 16 | 2,529,058 | 214,170 |
| 4 | 2010 Special (Gain)/Loss | NO | 17 | 868,886 | 70,446 |
| 5 | 2011 Assumption Change | NO | 8 | 1,527,536 | 224,673 |
| 6 | 2011 Special (Gain)/Loss | NO | 18 | (1,186,488) | (92,407) |
| 7 | 2012 (Gain)/Loss | NO | 19 | 139,046 | 10,434 |
| 8 | 2012 Payment (Gain)/Loss | NO | 19 | 61,592 | 4,622 |
| 9 | 2013 (Gain)/Loss | 100% | 20 | 14,398,142 | 1,123,031 |
| 10 | 2014 (Gain)/Loss | 100% | 21 | (13,724,450) | (1,031,273) |
| 11 | 2014 Assumption Change | 100% | 11 | 5,187,095 | 692,978 |
| 12 | 2015 (Gain)/Loss | 100% | 22 | 3,808,112 | 276,402 |
| 13 | 2016 (Gain)/Loss | 100% | 23 | 8,113,997 | 570,240 |
| 14 | 2016 Assumption Change | 100% | 13 | 2,103,413 | 238,102 |
| 15 | 2017 (Gain)/Loss | 100% | 24 | (4,144,319) | (282,622) |
| 16 | 2017 Assumption Change | 100% | 14 | 2,899,652 | 306,166 |
| 17 | 2018 (Gain)/Loss | 100% | 25 | (284,973) | (18,895) |
| 18 | 2018 Assumption Change | 100% | 15 | 4,658,001 | 461,930 |
| 19 | 2018 Method Change | 100% | 15 | 1,262,731 | 125,224 |
| 20 | 2019 Investment (Gain)/Loss | 100% | 16 | 680,876 | 68,822 |
| 21 | 2019 Non-Investment (Gain)/Loss | NO | 16 | 606,887 | 61,344 |
| 22 | 2020 Investment (Gain)/Loss | 80% | 17 | 3,320,083 | 264,615 |
| 23 | 2020 Non-Investment (Gain)/Loss | NO | 17 | (960,471) | (93,879) |
| 24 | 2021 Assumption Change | NO | 18 | 745,439 | 70,676 |
| 25 | 2021 Net Investment (Gain) | 60% | 18 | (16,931,289) | (1,018,020) |
| 26 | 2021 Non-Investment (Gain)/Loss | NO | 18 | (1,658,907) | (157,284) |
| 27 | 2021 Risk Mitigation | NO | 0 | - | - |
| 28 | 2021 Risk Mitigation Offset | NO | 0 | - | - |
| 29 | 2022 Benefit Change | NO | 19 | 209,239 | 19,297 |
| 30 | 2022 Investment (Gain)/Loss | 40% | 19 | 23,137,142 | 951,104 |
| 31 | 2022 Non-Investment (Gain)/Loss | NO | 19 | 1,734,932 | 160,000 |
| 32 | 2023 Investment (Gain)/Loss | 20% | 20 | 1,070,951 | 23,020 |
| 33 | 2023 Non-Investment (Gain)/Loss | NO | 20 | (3,886,843) | (349,519) |
| | | | | \$37,973,517 | \$3,180,626 |

Exhibit B

FY 2023-24 Financial Statement Excerpt - General Fund Reserves

| Type of Reserve | Amount |
|-----------------------------------|-----------------------------|
| Nonspendable | |
| Prepaid items | 58,327 |
| Inventories | 92,241 |
| Receivables from Successor Agency | 11,096,154 |
| Committed | |
| Self Insurance | 4,000,000 |
| Pension and Personnel obligations | 6,894,823 * |
| Capital projects | 7,020,709 |
| Refuse stabilization | 1,964,966 |
| Economic uncertainties | 16,684,127 |
| Assigned | |
| Infrastructure Development | 6,000,000 |
| ARPA Exchange (balance) | 7,420,410 |
| Measure L CIP Reserve | 9,263,687 |
| Equipment Replacement | 2,384,230 |
| Contract emergency services | 2,576,423 |
| Legal Fees Contingency | 1,300,000 |
| Pension Obligations Paydown | 1,000,000 |
| Measure L Long-Term Reserve | 18,600,000 |
| Unassigned | 2,616,589 |
| TOTAL FUND BALANCE | <u>\$ 98,972,686</u> |

* Details are as follows:

| | |
|---------------------|---|
| \$ 4,417,438 | Combined CalPERS Normal Cost and UAL obligations for one year |
| 461,304 | PARS UAL Normal Cost and UAL obligations for one year |
| 2,016,081 | Employee compensated absences (the value of all vacation and sick leave balances) |
| <u>\$ 6,894,823</u> | Total |

DIVIDER SHEET

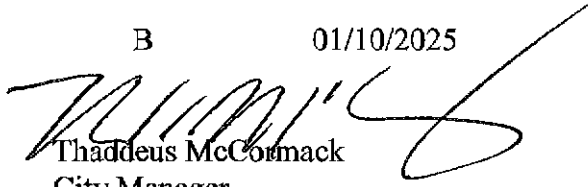
Routine Items

COUNCIL AGENDA

January 14, 2025

TO: The Honorable Mayor and City Council**SUBJECT:** Report of Personnel Transactions

| <u>Name</u> | <u>Title</u> | <u>Schedule</u> | <u>Effective Date</u> |
|-------------------------------|---|-----------------|-----------------------|
| 1. FULL-TIME EMPLOYEES | | | |
| A. Appointments | | | |
| Ruby Picon | Management Analyst | 24B | 12/09/2024 |
| Takema Willis | Parking Control Officer | 08A | 12/22/2024 |
| B. Changes | | | |
| Jacob Bogarin | Administrative Assistant II Utility Billing Supervisor | 22B to 24B | 01/05/2025 |
| C. Separations | | | |
| Orlando Arroyo | Parking Control Officer | 08A | 12/30/2024 |
| Jose Cortez | Graphic & Media Technician | 14A | 12/19/2024 |
| Elizabeth Perez | Utility Billing Supervisor | 24B | 01/03/2025 |
| PART-TIME EMPLOYEES | | | |
| A. Appointments | | | |
| Daniel Gonzalez | Maintenance Trainee I | B | 12/09/2024 |
| Julie Magana | Community Services Leader IV | B | 12/08/2024 |
| Ryan Simmons | Maintenance Trainee I | B | 01/06/2025 |
| B. Changes | | | |
| None | | | |
| C. Separations | | | |
| David Kiehl | Maintenance Trainee II | B | 12/31/2024 |
| Anthony Hernandez | Maintenance Services Aide IV | B | 01/10/2025 |


Thaddeus McCormack
City Manager

DIVIDER SHEET

**CITY OF LAKEWOOD
FUND SUMMARY 12/12/2024**

In accordance with section 2521 of the Lakewood Municipal Code, presented herewith is a summary of obligations to be paid by the City of Lakewood. Each of the following demands has been audited by the Director of Finance and Administrative Services and approved by the City Manager.

| | | |
|------|-----------------------------|---------------------|
| 1010 | GENERAL FUND | 936,114.61 |
| 1030 | CDBG CURRENT YEAR | 3,241.17 |
| 1090 | LAKEWOOD EQUESTRIAN CENTER | 19,482.09 |
| 1371 | JAG GRANT | 20,043.00 |
| 1500 | MISC-SPECIAL REVENUE FUND | 8,865.00 |
| 1621 | LA CNTY MEASURE R | 2,922.50 |
| 1622 | LA CNTY MEASURE M | 38,259.52 |
| 1623 | LA CNTY MEASURE W-REGIONAL | 674.39 |
| 3001 | CAPITAL IMPROV PROJECT FUND | 56,171.00 |
| 3015 | ROAD MAINTC & REHAB ACCT | 34,860.95 |
| 5010 | GRAPHICS AND COPY CENTER | 1,066.24 |
| 5020 | CENTRAL STORES | 2,338.63 |
| 5030 | FLEET MAINTENANCE | 8,297.90 |
| 7500 | WATER UTILITY FUND | 92,710.99 |
| 8030 | TRUST DEPOSIT | 1,475.66 |
| | | <hr/> |
| | | 1,226,523.65 |

Council Approval

Date

City Manager

Attest

City Clerk

Director of Finance and Administrative Services

CITY OF LAKEWOOD SUMMARY CHECK REGISTER

| CHECK DATE | VENDOR NAME | CHECK AMOUNT |
|---------------|---|-----------------|
| 12/12/2024 | ABRUSCATO, DIANA | 858.00 |
| 12/12/2024 | ADAMS-HILLERY SHARRON | 3,225.00 |
| 12/12/2024 | AFF SYSTEMS CONSULTING INC | 465.00 |
| 12/12/2024 | ALL CITY MANAGEMENT SERVICES INC | 12,050.13 |
| 12/12/2024 | AMAZON CAPITAL SERVICES INC | 508.52 |
| 12/12/2024 | ARDURRA GROUP INC | 48,170.32 |
| 12/12/2024 | AT&T ENTERPRISES LLC | 58.58 |
| 12/12/2024 | B&M LAWN AND GARDEN INC | 288.33 |
| 12/12/2024 | BELL CITY OF | 100.00 |
| 12/12/2024 | BIG STUDIO INC | 1,404.59 |
| 12/12/2024 | TWO SHELLS ENTERPRISES INC | 178.00 |
| 12/12/2024 | BRIZUELA XOCHITL | 228.80 |
| 12/12/2024 | BUCKNAM PETER JOSEPH | 2,922.50 |
| 12/12/2024 | CAL STATE AUTO PARTS INC | 812.70 |
| 12/12/2024 | SEMA INC | 1,066.24 |
| 12/12/2024 | CERRITOS, CITY OF | 72,570.14 |
| 12/12/2024 | CINTAS CORPORATION | 147.72 |
| 12/12/2024 | CINTAS CORPORATION | 375.08 |
| 12/12/2024 | CJ CONCRETE CONSTRUCTION INC | 34,860.95 |
| 12/12/2024 | CLEANCOR HOLDINGS LLC DBA CLEANCOR LNG | 465.00 |
| 12/12/2024 | CAMERON WELDING SUPPLY | 142.68 |
| 12/12/2024 | COCHICO, WILFRED Z | 32.10 |
| 12/12/2024 | DG INVESTMENT INTERMEDIATE HOLDINGS 2 INC | 3,532.09 |
| 12/12/2024 | CORELOGIC INC | 48.50 |
| 12/12/2024 | COUCH, RON JR | 480.00 |
| 12/12/2024 | D&J INTERNATIONAL INC | 796.56 |
| 12/12/2024 | DANIEL'S TIRE SERVICE INC | 75.20 |
| 12/12/2024 | DELTA DENTAL INSURANCE COMPANY | 839.13 |
| 12/12/2024 | DELTA DENTAL OF CALIFORNIA | 8,372.69 |
| 12/12/2024 | DIRECTV INC | 46.25 |
| 12/12/2024 | DIVE/CORR INC | 2,750.00 |
| 12/12/2024 | DUNRITE PEST CONTROL INC | 505.00 |
| 12/12/2024 | EAST LONG BEACH POOL SUPPLY | 126.48 |
| 12/12/2024 | ECOBRITE SERVICES LLC | 851.42 |
| 12/12/2024 | EDCO WASTE SERVICES LLC | 8,087.73 |
| 12/12/2024 | INTERNATIONAL E-Z UP INC | 1,246.93 |
| 12/12/2024 | GIACHELLO, JENNY | 390.00 |
| 12/12/2024 | HACIENDA SOSEGADO LLC | 10,836.50 |
| 12/12/2024 | HARA M LAWNMOWER CENTER | 172.96 |
| 12/12/2024 | HOME DEPOT | 1,045.30 |
| 12/12/2024 | JHM SUPPLY INC | 621.87 |
| 12/12/2024 | KOSMONT & ASSOCIATES INC | 6,735.30 |
| 12/12/2024 | LAKEWOOD, CITY OF | 100.00 |
| 12/12/2024 | LOPEZ, ADRIANA | 8,865.00 |

CITY OF LAKEWOOD SUMMARY CHECK REGISTER

| CHECK DATE | VENDOR NAME | CHECK AMOUNT |
|---------------|--|-----------------|
| 12/12/2024 | LOS ANGELES CO SHERIFFS DEPT | 59,457.23 |
| 12/12/2024 | LA COUNTY DEPT OF PUBLIC WORKS | 196,218.73 |
| 12/12/2024 | LA COUNTY DEPT OF PUBLIC WORKS | 79,362.48 |
| 12/12/2024 | MAGIC JUMP RENTALS INC | 774.80 |
| 12/12/2024 | MAINT'EX INC | 375.14 |
| 12/12/2024 | LEON MANUEL | 545.00 |
| 12/12/2024 | MAYFAIR HIGH SCHOOL | 300.00 |
| 12/12/2024 | MEGA FUME INC | 18,516.00 |
| 12/12/2024 | MERRIMAC PETROLEUM INC | 3,247.73 |
| 12/12/2024 | MILLER DON & SONS | 48.21 |
| 12/12/2024 | NSWC MECHANICAL SERVICE LLC | 6,008.00 |
| 12/12/2024 | O'REILLY AUTOMOTIVE STORES INC | 587.59 |
| 12/12/2024 | ODP BUSINESS SOLUTIONS LLC | 79.52 |
| 12/12/2024 | ORANGE COUNTY TANK TESTING INC | 1,233.27 |
| 12/12/2024 | DY-JO CORPORATION | 570.00 |
| 12/12/2024 | PHASE II SYSTEMS INC | 2,986.79 |
| 12/12/2024 | UAG CERRITOS I LLC | 8.29 |
| 12/12/2024 | PLAYPOWER LT FARMINGTON INC | 1,156.58 |
| 12/12/2024 | PUN GROUP, THE LLP | 8,200.00 |
| 12/12/2024 | OUADIENT LEASING USA INC | 1,074.22 |
| 12/12/2024 | REGIONAL GOVERNMENT SERVICES AUTHORITY | 18,775.20 |
| 12/12/2024 | RCS SAFETY LLC | 32,459.52 |
| 12/12/2024 | S C SIGNS AND SUPPLIES LLC | 5,800.00 |
| 12/12/2024 | S.T.E.A.M. | 315,531.52 |
| 12/12/2024 | SERVICEWEAR APPAREL INC | 53.80 |
| 12/12/2024 | SNAP-ON INDUSTRIAL | 79.81 |
| 12/12/2024 | SOUNDTHINKING INC | 60,785.00 |
| 12/12/2024 | SOUTHERN CALIFORNIA EDISON CO | 43,235.16 |
| 12/12/2024 | SOUTHERN CALIFORNIA GAS CO | 456.30 |
| 12/12/2024 | SOUTHWEST PATROL INC | 19,844.00 |
| 12/12/2024 | SPASEFF TED C | 480.00 |
| 12/12/2024 | STANDARD INSURANCE CO UNIT 22 | 2,125.10 |
| 12/12/2024 | STANDARD INSURANCE CO UNIT 22 | 11,332.46 |
| 12/12/2024 | TGIS CATERING SVCS INC | 4,452.12 |
| 12/12/2024 | TRAFFIC MANAGEMENT INC | 3,134.82 |
| 12/12/2024 | UNDERGROUND SERVICE ALERT | 158.00 |
| 12/12/2024 | CELLCO PARTNERSHIP | 9,942.04 |
| 12/12/2024 | VISION SERVICE PLAN | 4,471.99 |
| 12/12/2024 | WAITERS WHOLESALE ELECTRIC CO | 328.74 |
| 12/12/2024 | WATERLINE TECHNOLOGIES INC | 2,510.28 |
| 12/12/2024 | WAXIE ENTERPRISES INC | 991.31 |
| 12/12/2024 | COMPREHENSIVE PRINT GROUP LLC | 9,589.57 |
| 12/12/2024 | WESTERN WATER WORKS SUPPLY CO | 295.59 |
| 12/12/2024 | WILBER, BILL | 28.00 |

CITY OF LAKEWOOD SUMMARY CHECK REGISTER

| CHECK DATE | VENDOR NAME | CHECK AMOUNT |
|---------------|------------------------|---------------------|
| 12/12/2024 | WILLDAN ASSOCIATES | 56,171.00 |
| 12/12/2024 | WYNN, LAKYN | 185.25 |
| 12/12/2024 | ADZA, RYAN | 327.20 |
| 12/12/2024 | BENNETT, LAURIE | 150.00 |
| 12/12/2024 | BRENES-ANGEL, AMBER | 75.00 |
| 12/12/2024 | CAJILEROS, CAROLINE | 75.00 |
| 12/12/2024 | CHARBONEAU, JUSTIN | 150.00 |
| 12/12/2024 | CHERRICK, DARRELL BRAD | 45.32 |
| 12/12/2024 | DAUS, ALLAN | 150.00 |
| 12/12/2024 | ERMOLENKO, JENNIFER | 150.00 |
| 12/12/2024 | FLORES, MIGUEL | 50.00 |
| 12/12/2024 | GUZMAN, JESSE | 150.00 |
| 12/12/2024 | HELLER, ROBERT | 150.00 |
| 12/12/2024 | HOUT, THIRITH | 150.00 |
| 12/12/2024 | HOWLETT, JAMES | 75.00 |
| 12/12/2024 | KENNEDY, AMBERLEE | 540.00 |
| 12/12/2024 | MALALUAN, ROWEN | 150.00 |
| 12/12/2024 | MCADAMS, FELICIA | 150.00 |
| 12/12/2024 | PAGATPATAN, RONALD | 150.00 |
| 12/12/2024 | PERRY, BRAD | 75.00 |
| 12/12/2024 | PLOTKIN, GRACE | 150.00 |
| 12/12/2024 | PREET SINGH, JASHAN | 150.00 |
| 12/12/2024 | QUINTANA, ANGELICA | 250.00 |
| 12/12/2024 | RHODES, CLARENCE | 150.00 |
| 12/12/2024 | RUSSEL, JAY | 150.00 |
| 12/12/2024 | SHU, WEI | 150.00 |
| 12/12/2024 | STEED, NICOLE | 250.00 |
| 12/12/2024 | TRAN, DEAN | 150.00 |
| 12/12/2024 | TRUESDALE, JASON | 435.00 |
| 12/12/2024 | VEGA, ALMA | 150.00 |
| 12/12/2024 | WILLIAMS, ANGELA | 54.68 |
| 12/12/2024 | WILLIAMS, DAMIEN | 150.00 |
| 12/12/2024 | WRENN, ELAINE | 150.00 |
| Total: | | 1,226,523.65 |

**CITY OF LAKEWOOD
FUND SUMMARY 12/19/2024**

In accordance with section 2521 of the Lakewood Municipal Code, presented herewith is a summary of obligations to be paid by the City of Lakewood. Each of the following demands has been audited by the Director of Finance and Administrative Services and approved by the City Manager.

| | | |
|------|----------------------------|---------------------|
| 1010 | GENERAL FUND | 1,405,602.64 |
| 1015 | SPECIAL OLYMPICS | 2,150.00 |
| 1030 | CDBG CURRENT YEAR | 1,166.66 |
| 1090 | LAKEWOOD EQUESTRIAN CENTER | 1,389.60 |
| 1336 | STATE COPS GRANT | 16,666.66 |
| 3070 | PROPOSITION "C" | 758.08 |
| 5020 | CENTRAL STORES | 3,509.55 |
| 5030 | FLEET MAINTENANCE | 6,779.91 |
| 7500 | WATER UTILITY FUND | 56,479.43 |
| 8020 | LOCAL REHAB LOAN | 243.00 |
| 8030 | TRUST DEPOSIT | 40,253.21 |
| | | <hr/> |
| | | 1,534,998.74 |

Council Approval

Date

City Manager

Attest

City Clerk

Director of Finance and Administrative Services

CITY OF LAKEWOOD SUMMARY CHECK REGISTER

| CHECK DATE | VENDOR NAME | CHECK AMOUNT |
|---------------|-----------------------------------|-----------------|
| 12/12/2024 | PIERSON, CLAIRE L | 8.67 |
| 12/19/2024 | MARK, ADAM | 264.60 |
| 12/19/2024 | AGRI-TURF DISTRIBUTING | 583.66 |
| 12/19/2024 | ALS GROUP USA CORP | 1,523.92 |
| 12/19/2024 | AMAZON CAPITAL SERVICES INC | 1,839.31 |
| 12/19/2024 | ROSS AVIATION INVESTMENT LLC | 4,638.96 |
| 12/19/2024 | B & H FOTO & ELECTRONICS CORP | 192.94 |
| 12/19/2024 | BIG STUDIO INC | 1,162.02 |
| 12/19/2024 | BREA, CITY OF | 40,545.00 |
| 12/19/2024 | CAL STATE AUTO PARTS INC | 383.54 |
| 12/19/2024 | CALIF. STATE DISBURSEMENT UNIT | 877.49 |
| 12/19/2024 | CALIF STATE FRANCHISE TAX BOARD | 75.00 |
| 12/19/2024 | CALIFORNIA CONTRACT CITIES ASN | 1,450.00 |
| 12/19/2024 | CALIFORNIA STATE DEPT OF JUSTICE | 128.00 |
| 12/19/2024 | CHICAGO TITLE CO | 234.00 |
| 12/19/2024 | CINTAS CORPORATION | 68.09 |
| 12/19/2024 | COMMUNITY FAMILY GUIDANCE CTR | 583.33 |
| 12/19/2024 | CORODATA SHREDDING INC | 41.95 |
| 12/19/2024 | DATA TICKET INC | 205.58 |
| 12/19/2024 | DIAMOND ENVIRONMENTAL SERVICES LP | 320.00 |
| 12/19/2024 | EDCO WASTE SERVICES LLC | 9,698.50 |
| 12/19/2024 | FLUE STEAM INC | 320.00 |
| 12/19/2024 | FONTELA, THAO | 1,649.05 |
| 12/19/2024 | FRONTIER CALIFORNIA INC | 2,035.83 |
| 12/19/2024 | GANAHL LUMBER COMPANY | 3.85 |
| 12/19/2024 | GLASBY MAINTENANCE SUPPLY CO | 317.69 |
| 12/19/2024 | GRAINGER W W INC | 138.81 |
| 12/19/2024 | GROH, MARK LEE | 792.00 |
| 12/19/2024 | H & H NURSERY | 46.27 |
| 12/19/2024 | HAGAN RONALD | 1,040.00 |
| 12/19/2024 | HARA M LAWNMOWER CENTER | 64.43 |
| 12/19/2024 | HERMAN, LINDA | 300.00 |
| 12/19/2024 | HIRSCH & ASSOCIATES INC | 2,942.00 |
| 12/19/2024 | HOME DEPOT | 5,545.18 |
| 12/19/2024 | INFOSEND INC | 12,837.52 |
| 12/19/2024 | JAKSE SECOND STORE LLC | 2,150.00 |
| 12/19/2024 | JHM SUPPLY INC | 1,751.99 |
| 12/19/2024 | JJS PALOMO'S STEEL INC | 48.12 |
| 12/19/2024 | JONES RICHARD D. A PROF LAW CORP | 17,752.50 |
| 12/19/2024 | KOSMONT TRANSACTIONS SERVICES INC | 5,483.40 |
| 12/19/2024 | LAGERLOF, LLP | 900.00 |
| 12/19/2024 | LAKEWOOD CHAMBER OF COMMERCE | 2,500.00 |
| 12/19/2024 | LIFTECH ELEVATOR SERVICES INC | 4,975.00 |
| 12/19/2024 | LONG BEACH CITY GAS & WATER DEPT | 611.66 |
| 12/19/2024 | LOS ANGELES CO SHERIFFS DEPT | 1,137,801.66 |

CITY OF LAKEWOOD SUMMARY CHECK REGISTER

| CHECK DATE | VENDOR NAME | CHECK AMOUNT |
|---------------|-------------------------------------|-----------------|
| 12/19/2024 | LA COUNTY DEPT OF PUBLIC WORKS | 11,351.98 |
| 12/19/2024 | MACAULAY CHRISTINA | 275.00 |
| 12/19/2024 | LEON MANUEL | 815.00 |
| 12/19/2024 | MIDAMERICA ADMIN & RETIREMENT | 714.00 |
| 12/19/2024 | MOORE IACOFANO GOLTSMAN INC | 11,012.02 |
| 12/19/2024 | NADA BUS INC | 4,790.00 |
| 12/19/2024 | O'REILLY AUTOMOTIVE STORES INC | 520.43 |
| 12/19/2024 | ODP BUSINESS SOLUTIONS LLC | 348.31 |
| 12/19/2024 | PATHWAYS VOLUNTEER HOSPICE | 583.33 |
| 12/19/2024 | PAYMENTUS CORPORATION | 9,373.27 |
| 12/19/2024 | PLAYPOWER LT FARMINGTON INC | 1,482.09 |
| 12/19/2024 | POLLARD JOSEPH G COMPANY INC | 290.16 |
| 12/19/2024 | OUADIENT LEASING USA INC | 854.84 |
| 12/19/2024 | RAFTELIS FINANCIAL CONSULTANTS LLC | 805.00 |
| 12/19/2024 | S.T.E.A.M. | 19,619.85 |
| 12/19/2024 | SCELZI ENTERPRISES INC | 4,429.00 |
| 12/19/2024 | SECTRA SECURITY INC | 223.26 |
| 12/19/2024 | SKYHAWKS SPORTS ACADEMY LLC | 617.50 |
| 12/19/2024 | SMART & FINAL INC | 246.52 |
| 12/19/2024 | SNAP-ON INDUSTRIAL | 329.75 |
| 12/19/2024 | SO CALIF SECURITY CENTERS INC | 123.80 |
| 12/19/2024 | SOUTHERN CALIFORNIA EDISON CO | 119.87 |
| 12/19/2024 | SOUTHERN CALIFORNIA GAS CO | 4,572.22 |
| 12/19/2024 | SOUTHLAND INDUSTRIES | 960.00 |
| 12/19/2024 | CHARTER COMMUNICATIONS HOLDINGS LLC | 6,189.72 |
| 12/19/2024 | STATE WATER RESOURCES CONTROL BOARD | 3,630.00 |
| 12/19/2024 | STEVEN ENTERPRISES | 542.55 |
| 12/19/2024 | T2 SYSTEMS INC | 95.00 |
| 12/19/2024 | WESTERN EXTERMINATOR COMPANY | 233.69 |
| 12/19/2024 | TERRA REALTY ADVISORS INC | 649.16 |
| 12/19/2024 | TETRA TECH INC | 16,372.50 |
| 12/19/2024 | U S POSTAL SERVICE | 350.00 |
| 12/19/2024 | WATER SYSTEM SERVICES LLC | 195.00 |
| 12/19/2024 | WATERLINE TECHNOLOGIES INC | 2,980.95 |
| 12/19/2024 | WAXIE ENTERPRISES INC | 1,844.20 |
| 12/19/2024 | WEST COAST ARBORISTS INC | 143,070.10 |
| 12/19/2024 | WILLIDAN ASSOCIATES | 2,182.50 |
| 12/19/2024 | WOOD RODGERS INC | 12,385.00 |
| 12/19/2024 | WYNN, LAKYN | 117.00 |
| 12/19/2024 | AVILA, KAUI | 250.00 |
| 12/19/2024 | BRITTON, DINA | 250.00 |
| 12/19/2024 | CIC | 9.00 |
| 12/19/2024 | GRIAR, GAUDENCIO JR. | 250.00 |
| 12/19/2024 | HERNANDEZ, PATRICIA | 250.00 |

**CITY OF LAKEWOOD
SUMMARY CHECK REGISTER**

| CHECK DATE | VENDOR NAME | CHECK AMOUNT |
|-----------------------|----------------------|-------------------------|
| 12/19/2024 | HOWLETT, JAMES | 75.00 |
| 12/19/2024 | HUGHES, SAVANNAH | 60.00 |
| 12/19/2024 | JAJU, NARAYAN | 128.76 |
| 12/19/2024 | LAKEWOOD GARDEN CLUB | 250.00 |
| 12/19/2024 | MELENDEZ, KATRINA | 106.11 |
| 12/19/2024 | MILLER, THOMAS | 150.00 |
| 12/19/2024 | MILLER, THOMAS | 75.00 |
| 12/19/2024 | MILLER, THOMAS | 150.00 |
| 12/19/2024 | PLASCENCIA, ARIZBETH | 250.00 |
| 12/19/2024 | RODRIGUEZ, MONICA | 60.00 |
| 12/19/2024 | SEN, KRISNA | 150.00 |
| 12/19/2024 | WADE, MYRITTANY | 250.00 |
| 12/19/2024 | WILLIAMS, DAMIEN | 150.00 |
| 12/19/2024 | ALTUNA, JEREMY | 8.78 |
| | Total: | 1,534,998.74 |

**CITY OF LAKEWOOD
FUND SUMMARY 12/26/2024**

In accordance with section 2521 of the Lakewood Municipal Code, presented herewith is a summary of obligations to be paid by the City of Lakewood. Each of the following demands has been audited by the Director of Finance and Administrative Services and approved by the City Manager.

| | | |
|------|-------------------------------|-------------------|
| 1010 | GENERAL FUND | 212,568.93 |
| 1015 | SPECIAL OLYMPICS | 50.00 |
| 1090 | LAKEWOOD EQUESTRIAN CENTER | 11,393.98 |
| 1621 | LA CNTY MEASURE R | 3,132.00 |
| 1623 | LA CNTY MEASURE W-REGIONAL | 1,140.30 |
| 1624 | LA CNTY MEASURE W-LOCAL | 58,640.65 |
| 1744 | LA COUNTY REGIONAL OPEN SPACE | 250.00 |
| 3070 | PROPOSITION "C" | 218.85 |
| 5020 | CENTRAL STORES | 2,405.79 |
| 5030 | FLEET MAINTENANCE | 662.87 |
| 7500 | WATER UTILITY FUND | 86,502.70 |
| 8030 | TRUST DEPOSIT | 1,267.50 |
| | | <hr/> |
| | | 378,233.57 |

Council Approval

Date

City Manager

Attest

City Clerk

Director of Finance and Administrative Services

CITY OF LAKEWOOD SUMMARY CHECK REGISTER

| CHECK DATE | VENDOR NAME | CHECK AMOUNT |
|---------------|---|-----------------|
| 12/26/2024 | AGRI-TURF DISTRIBUTING | 2,289.65 |
| 12/26/2024 | ALL CITY MANAGEMENT SERVICES INC | 6,341.34 |
| 12/26/2024 | AMAZON CAPITAL SERVICES INC | 626.80 |
| 12/26/2024 | ARC DOCUMENT SOLUTIONS LLC | 1,256.76 |
| 12/26/2024 | ARDURRA GROUP INC | 250.00 |
| 12/26/2024 | CALIF. STATE DISBURSEMENT UNIT | 680.76 |
| 12/26/2024 | CALIF STATE FRANCHISE TAX BOARD | 225.34 |
| 12/26/2024 | CERRITOS. CITY OF | 23,370.72 |
| 12/26/2024 | CINTAS CORPORATION | 30.00 |
| 12/26/2024 | CINTAS CORPORATION | 187.54 |
| 12/26/2024 | CAMERON WELDING SUPPLY | 366.55 |
| 12/26/2024 | COLOR CARD ADMINISTRATOR CORP | 75.08 |
| 12/26/2024 | DG INVESTMENT INTERMEDIATE HOLDINGS 2 INC | 19,432.00 |
| 12/26/2024 | DELL MARKETING LP | 6,426.64 |
| 12/26/2024 | DIAMOND ENVIRONMENTAL SERVICES LP | 557.48 |
| 12/26/2024 | GALLS PARENT HOLDINGS LLC | 171.76 |
| 12/26/2024 | GONSALVES JOE A & SON | 4,752.00 |
| 12/26/2024 | GOVERNMENT FINANCE OFFICERS ASSOC | 610.00 |
| 12/26/2024 | HACIENDA SOSEGADO LLC | 10,836.50 |
| 12/26/2024 | HARRELL & COMPANY ADVISORS LLC | 12,750.00 |
| 12/26/2024 | HIRSCH CLOSSON | 742.50 |
| 12/26/2024 | HOME DEPOT | 2,777.66 |
| 12/26/2024 | HOME DEPOT | 60.97 |
| 12/26/2024 | HUNTER. JOHN L & ASSOCIATES | 14,840.15 |
| 12/26/2024 | INFOSEND INC | 8,977.88 |
| 12/26/2024 | JJS PALOMO'S STEEL INC | 99.23 |
| 12/26/2024 | KICK IT UP KIDZ LLC | 702.00 |
| 12/26/2024 | LONG BEACH. CITY OF | 889.77 |
| 12/26/2024 | MAINTEX INC | 375.14 |
| 12/26/2024 | MARKLEY. ELIZABETH | 87.75 |
| 12/26/2024 | MATHESON TRI-GAS INC | 560.68 |
| 12/26/2024 | MC ENROE. BARBARA | 304.20 |
| 12/26/2024 | MC MASTER-CARR SUPPLY CO | 114.28 |
| 12/26/2024 | MOSES-CALDERA, ISABEL | 741.00 |
| 12/26/2024 | NATIONAL UNION FIRE INSURANCE CO | 345.10 |
| 12/26/2024 | NGUYEN. DEREK | 256.58 |
| 12/26/2024 | NORWALK. CITY OF | 5,500.00 |
| 12/26/2024 | US BANCORP ASSET MANAGEMENT INC | 6,266.79 |
| 12/26/2024 | RON'S MAINTENANCE INC | 8,675.00 |
| 12/26/2024 | STEARNS CONRAD & SCHMIDT CONSLT ENG | 9,070.00 |
| 12/26/2024 | SIGNAL HILL AUTO ENTERPRISES INC | 385.32 |
| 12/26/2024 | SO CALIF SECURITY CENTERS INC | 19,693.32 |
| 12/26/2024 | SOUTHERN CALIFORNIA EDISON CO | 53,079.44 |
| 12/26/2024 | SOUTHLAND INDUSTRIES | 40,210.61 |

CITY OF LAKEWOOD SUMMARY CHECK REGISTER

| CHECK DATE | VENDOR NAME | CHECK AMOUNT |
|---------------|-------------------------------------|-------------------|
| 12/26/2024 | STATE WATER RESOURCES CONTROL BOARD | 58,669.00 |
| 12/26/2024 | SYKAHUA TEMUJIN | 386.10 |
| 12/26/2024 | TGIS CATERING SVCS INC | 12,243.32 |
| 12/26/2024 | THE RINKS-LAKEWOOD ICE | 409.50 |
| 12/26/2024 | U S BANK NATIONAL ASSOCIATION | 23,522.39 |
| 12/26/2024 | U S BANK NATIONAL ASSOCIATION | 7,197.64 |
| 12/26/2024 | U S BANK NATIONAL ASSOCIATION | 791.30 |
| 12/26/2024 | WAXIE ENTERPRISES INC | 1,140.03 |
| 12/26/2024 | WILLDAN ASSOCIATES | 4,782.00 |
| 12/26/2024 | YBARRA, ALBERT JR | 275.00 |
| 12/26/2024 | DURHAM, LEE | 150.00 |
| 12/26/2024 | GURDASANI, SIDDHARTH | 150.00 |
| 12/26/2024 | MEDINA, CARLA | 250.00 |
| 12/26/2024 | MUNOZ, FRANCISCO | 75.00 |
| 12/26/2024 | OROZCO, DANIEL | 250.00 |
| 12/26/2024 | PADILLA, OSCAR | 250.00 |
| 12/26/2024 | RIVERA, DEBBIE | 250.00 |
| 12/26/2024 | RODRIGUEZ, HELEHN | 150.00 |
| 12/26/2024 | THOMPSON, JON | 250.00 |
| 12/26/2024 | VEGA, YAZA | 150.00 |
| 12/26/2024 | VEGA, YAZA | 150.00 |
| 12/26/2024 | VILLAIRES, MICHAEL | 150.00 |
| 12/26/2024 | VILLAIRES, MICHAEL | 150.00 |
| 12/26/2024 | VILLAIRES, MICHAEL | 200.00 |
| 12/26/2024 | WILSON, JASMYN | 250.00 |
| Total: | | 378,233.57 |

CITY OF LAKEWOOD
SUMMARY ACH/WIRE REGISTER DECEMBER 2024

| ACH date | Amount | Recipient | Purpose | Period |
|----------|----------------|----------------------|----------------------------------|--------------------|
| 12/6/24 | \$149.00 | The Technology Depot | Communications Services 1 of 2 | December 2024 |
| 12/6/24 | \$134,835.29 | CalPERS | Payroll - Retirement Plan | Nov 10-23, 2024 |
| 12/6/24 | \$129,284.54 | CalPERS | Employee Medical Premiums | December 2024 |
| 12/11/24 | \$679,213.21 | Various | Employee Payroll | Nov 24-Dec 7, 2024 |
| 12/11/24 | \$121,973.43 | IRS via F&M | Payroll - Federal Taxes | Nov 24-Dec 7, 2024 |
| 12/12/24 | \$15,569.97 | VOYA 401A | Payroll -Deferred Compensation | Nov 24-Dec 7, 2024 |
| 12/12/24 | \$43,363.77 | VOYA 457B | Payroll - Deferred Compensation | Nov 24-Dec 7, 2024 |
| 12/12/24 | \$2,847.19 | MidAmerica | Retiree Medical Benefit | Nov 24-Dec 7, 2024 |
| 12/12/24 | \$3,425.00 | PARS via U.S. Bank | Payroll - Retirement Plan 1 of 2 | Nov 24-Dec 7, 2024 |
| 12/12/24 | \$4,502.73 | PARS via U.S. Bank | Payroll - Retirement Plan 2 of 2 | Nov 24-Dec 7, 2024 |
| 12/12/24 | \$34,959.62 | EDD | Payroll - State Taxes | Nov 24-Dec 7, 2024 |
| 12/12/24 | \$1,200,000.00 | CAMP | City Investment Deposit | December 2024 |
| 12/13/24 | \$8,901.50 | The Technology Depot | Communications Services 2 of 2 | December 2024 |
| 12/13/24 | \$200.00 | LA-RICS | P.S. Radio Service Subscription | December 2024 |
| 12/17/24 | \$25,496.61 | MidAmerica | Retiree Medical Benefit | December 2024 |
| 12/19/24 | \$3,042.06 | CalPERS | Payroll - Retirement Plan | December 2024 |
| 12/19/24 | \$1,305.60 | CalPERS | Payroll - Retirement Plan | December 2024 |
| 12/20/24 | \$564,360.25 | Edco Waste | Residential Waste Pick Up | December 2024 |
| 12/20/24 | \$3,500.00 | US Bank Trust | Annual Admin Fee | December 2024 |
| 12/20/24 | \$25,000.00 | Jones Hall | Bond Counsel | December 2024 |
| 12/23/24 | \$686,906.62 | Various | Employee Payroll | Dec 8-21, 2024 |
| 12/23/24 | \$1,000,000.00 | CAMP | City Investment Deposit | December 2024 |
| 12/24/24 | \$121,005.28 | IRS via F&M | Payroll - Federal Taxes | Dec 8-21, 2024 |
| 12/24/24 | \$304,018.00 | CalPERS | Payroll-UAL | December 2024 |
| 12/24/24 | \$11.78 | IRS via F&M | Payroll - Federal Taxes | Dec 26, 2024 |
| 12/26/24 | \$34,070.36 | EDD | Payroll - State Taxes | Dec 8-21, 2024 |
| 12/26/24 | \$133,387.24 | CalPERS | Payroll - Retirement Plan | Nov 24-Dec 7, 2024 |
| 12/27/24 | \$2,575.00 | LCEA | Employee Paid Dues | December 2024 |
| 12/27/24 | \$15,432.75 | VOYA 401A | Payroll -Deferred Compensation | Dec 8-21, 2024 |
| 12/27/24 | \$43,488.77 | VOYA 457B | Payroll - Deferred Compensation | Dec 8-21, 2024 |
| 12/27/24 | \$7,927.72 | PARS via U.S. Bank | Payroll - Retirement Plan 1 of 1 | Dec 8-21, 2024 |
| 12/27/24 | \$3,426.19 | MidAmerica | Retiree Medical Benefit | Dec 8-21, 2024 |
| 12/27/24 | \$17.46 | IRS via F&M | Payroll - Federal Taxes | Dec 27, 2024 |
| 12/31/24 | \$5,000,000.00 | CAMP | City Investment Deposit | December 2024 |

Council Approval

Date

City Manager

Attest:

City Clerk

Director of Finance & Administrative Services

**CITY OF LAKEWOOD
FUND SUMMARY 01/02/2025**

In accordance with section 2521 of the Lakewood Municipal Code, presented herewith is a summary of obligations to be paid by the City of Lakewood. Each of the following demands has been audited by the Director of Finance and Administrative Services and approved by the City Manager.

| | | |
|------|-----------------------------|-------------------|
| 1010 | GENERAL FUND | 167,606.80 |
| 1030 | CDBG CURRENT YEAR | 8,681.50 |
| 1090 | LAKEWOOD EQUESTRIAN CENTER | 44,175.22 |
| 1500 | MISC-SPECIAL REVENUE FUND | 9,973.70 |
| 1622 | LA CNTY MEASURE M | 47,901.00 |
| 3001 | CAPITAL IMPROV PROJECT FUND | 196.00 |
| 3070 | PROPOSITION "C" | 241.97 |
| 5020 | CENTRAL STORES | 1,293.38 |
| 5030 | FLEET MAINTENANCE | 22,225.18 |
| 7500 | WATER UTILITY FUND | 16,817.10 |
| | | <hr/> |
| | | 319,111.85 |

Council Approval

Date

City Manager

Attest

City Clerk

Director of Finance and Administrative Services

CITY OF LAKEWOOD SUMMARY CHECK REGISTER

| CHECK DATE | VENDOR NAME | CHECK AMOUNT |
|---------------|--|-----------------|
| 01/02/2025 | SHAKER NERMINE | 1,925.00 |
| 01/02/2025 | ADAMS-HILLERY SHARRON | 3,225.00 |
| 01/02/2025 | COASTAL OCCUPATIONAL MEDICAL GROUP | 260.00 |
| 01/02/2025 | AMAZON CAPITAL SERVICES INC | 6,628.32 |
| 01/02/2025 | AMCS GROUP INC | 1,707.48 |
| 01/02/2025 | BANG DAVID ASSOCIATES INC | 4,314.81 |
| 01/02/2025 | BEAR COMMUNICATIONS INC | 1,305.91 |
| 01/02/2025 | CAL STATE AUTO PARTS INC | 314.65 |
| 01/02/2025 | CINTAS CORPORATION | 147.72 |
| 01/02/2025 | CLEANCOR HOLDINGS LLC DBA CLEANCOR LNG | 465.00 |
| 01/02/2025 | COLOR CARD ADMINISTRATOR CORP | 225.23 |
| 01/02/2025 | COUCH. RON JR | 240.00 |
| 01/02/2025 | DAHLIN GROUP INC | 27,406.86 |
| 01/02/2025 | DANIEL'S TIRE SERVICE INC | 477.31 |
| 01/02/2025 | DIRECTV INC | 46.25 |
| 01/02/2025 | GOLDEN STATE WATER COMPANY | 10,734.56 |
| 01/02/2025 | HOME DEPOT | 3,378.55 |
| 01/02/2025 | KILEY GREGORY THOMAS | 3,750.00 |
| 01/02/2025 | LONG BEACH, CITY OF | 872.22 |
| 01/02/2025 | LOS ANGELES CO DIST ATTORNEY | 55,027.07 |
| 01/02/2025 | LOS ANGELES CO SHERIFFS DEPT | 16,923.09 |
| 01/02/2025 | LEON MANUEL | 290.00 |
| 01/02/2025 | MERRIMAC PETROLEUM INC | 16,971.03 |
| 01/02/2025 | NESTLE WATERS NORTH AMERICA | 162.03 |
| 01/02/2025 | O'REILLY AUTOMOTIVE STORES INC | 446.30 |
| 01/02/2025 | ODP BUSINESS SOLUTIONS LLC | 160.13 |
| 01/02/2025 | OPUS INSPECTION INC | 1,405.69 |
| 01/02/2025 | PALINGENESIS CREATIVE GROUP LLC | 340.33 |
| 01/02/2025 | RAYVERN LIGHTING SUPPLY CO INC | 303.30 |
| 01/02/2025 | THE MAHER CORPORATION | 10,980.00 |
| 01/02/2025 | ROGUE AVIATION INC | 4,325.64 |
| 01/02/2025 | SERVICEWEAR APPAREL INC | 454.34 |
| 01/02/2025 | SIEGEL, THEODORE | 150.00 |
| 01/02/2025 | SOUTHERN CALIFORNIA EDISON CO | 8,407.68 |
| 01/02/2025 | SOUTHERN CALIFORNIA EDISON | 50,713.69 |
| 01/02/2025 | SOUTHWEST PATROL INC | 19,680.00 |
| 01/02/2025 | SPASEFF TED C | 240.00 |
| 01/02/2025 | SYKAHUA TBMUJIN | 912.60 |
| 01/02/2025 | T-MOBILE USA INC | 389.20 |
| 01/02/2025 | THE RINKS-LAKEWOOD ICE | 81.90 |
| 01/02/2025 | ULINE | 521.94 |
| 01/02/2025 | CELLCO PARTNERSHIP | 1,312.42 |
| 01/02/2025 | WAXIE ENTERPRISES INC | 907.60 |
| 01/02/2025 | WESTERN EXTERMINATOR CO | 80.00 |

**CITY OF LAKEWOOD
SUMMARY CHECK REGISTER**

| CHECK DATE | VENDOR NAME | CHECK AMOUNT |
|-----------------------|----------------------------|-------------------------|
| 01/02/2025 | WILLDAN ASSOCIATES | 51,451.00 |
| 01/02/2025 | ALVAREZ, MARINI | 250.00 |
| 01/02/2025 | CIPOLLONE, CONNIE | 250.00 |
| 01/02/2025 | GATHIER, SHARON | 250.00 |
| 01/02/2025 | MILLER, THOMAS | 50.00 |
| 01/02/2025 | PALISADES RESTAURANT GROUP | 8,000.00 |
| 01/02/2025 | PERALTA, LORENA | 250.00 |
| | Total: | 319,111.85 |

**CITY OF LAKEWOOD
FUND SUMMARY 1/9/2025**

In accordance with section 2521 of the Lakewood Municipal Code, presented herewith is a summary of obligations to be paid by the City of Lakewood. Each of the following demands has been audited by the Director of Finance and Administrative Services and approved by the City Manager.

| | | |
|------|-------------------------------|-------------------|
| 1010 | GENERAL FUND | 534,817.96 |
| 1030 | CDBG CURRENT YEAR | 3,933.33 |
| 1090 | LAKEWOOD EQUESTRIAN CENTER | 33,082.25 |
| 1500 | MISC-SPECIAL REVENUE FUND | 9,456.55 |
| 1621 | LA CNTY MEASURE R | 4,822.50 |
| 1622 | LA CNTY MEASURE M | 1,018.47 |
| 1623 | LA CNTY MEASURE W-REGIONAL | 637.04 |
| 1744 | LA COUNTY REGIONAL OPEN SPACE | 13.49 |
| 3070 | PROPOSITION "C" | 1,109.48 |
| 5010 | GRAPHICS AND COPY CENTER | 394.81 |
| 5020 | CENTRAL STORES | 1,128.77 |
| 5030 | FLEET MAINTENANCE | 7,052.05 |
| 7500 | WATER UTILITY FUND | 38,775.45 |
| 8020 | LOCAL REHAB LOAN | 2,059.22 |
| 8030 | TRUST DEPOSIT | 568.05 |
| | | <hr/> |
| | | 638,869.42 |

Council Approval

Date

City Manager

Attest

City Clerk

Director of Finance and Administrative Services

CITY OF LAKEWOOD

SUMMARY CHECK REGISTER

| CHECK DATE | VENDOR NAME | CHECK AMOUNT |
|---------------|---------------------------------------|-----------------|
| 01/09/2025 | ADAMS-HILLERY SHARRON | 3,225.00 |
| 01/09/2025 | HEALTH AND HUMAN RESOURCES CENTER INC | 293.22 |
| 01/09/2025 | ALAN'S LAWN AND GARDEN CENTER INC | 236.12 |
| 01/09/2025 | AMAZON CAPITAL SERVICES INC | 351.04 |
| 01/09/2025 | ARDURRA GROUP INC | 79,305.50 |
| 01/09/2025 | AT&T ENTERPRISES LLC | 62.93 |
| 01/09/2025 | ROSS AVIATION INVESTMENT LLC | 3,586.41 |
| 01/09/2025 | N. HARRIS COMPUTER CORPORATION | 22,773.96 |
| 01/09/2025 | AVENUE STRIP LLC | 4,286.24 |
| 01/09/2025 | BROADCAST MUSIC INC | 1,064.00 |
| 01/09/2025 | B&M LAWN AND GARDEN INC | 202.98 |
| 01/09/2025 | BIG STUDIO INC | 1,658.19 |
| 01/09/2025 | BIOMETRICS4ALL INC | 31.50 |
| 01/09/2025 | TWO SHELLS ENTERPRISES INC | 146.00 |
| 01/09/2025 | BUCKNAM PETER JOSEPH | 5,707.50 |
| 01/09/2025 | CAL STATE AUTO PARTS INC | 478.14 |
| 01/09/2025 | CALIFORNIA DEPARTMENT OF | 11,778.00 |
| 01/09/2025 | CINTAS CORPORATION | 79.63 |
| 01/09/2025 | CINTAS CORPORATION | 375.08 |
| 01/09/2025 | CAMERON WELDING SUPPLY | 188.07 |
| 01/09/2025 | COLOR CARD ADMINISTRATOR CORP | 37.54 |
| 01/09/2025 | CORE & MAIN LP | 890.82 |
| 01/09/2025 | DANIEL'S TIRE SERVICE INC | 448.46 |
| 01/09/2025 | DE LAGE LANDEN FINANCIAL SERVICES | 394.81 |
| 01/09/2025 | DELTA DENTAL INSURANCE COMPANY | 839.13 |
| 01/09/2025 | DELTA DENTAL OF CALIFORNIA | 8,041.59 |
| 01/09/2025 | DICKSON R F CO INC | 52,303.94 |
| 01/09/2025 | DR OFFICE WORKS INC | 143,171.85 |
| 01/09/2025 | DUNRITE PEST CONTROL INC | 260.00 |
| 01/09/2025 | ECOBRITE SERVICES LLC | 851.42 |
| 01/09/2025 | EMPIRE DESIGN & BUILD LLC | 44,298.40 |
| 01/09/2025 | GATEWAY CITIES COUNCIL OF GOV'TS | 32,500.00 |
| 01/09/2025 | GOLD COAST AWARDS INC | 97.86 |
| 01/09/2025 | GOLDEN STATE WATER COMPANY | 3,364.81 |
| 01/09/2025 | HINDERLITER DE LLAMAS & ASSOC | 300.00 |
| 01/09/2025 | MORIS DAVID | 5,500.00 |
| 01/09/2025 | HOME DEPOT | 1,859.65 |
| 01/09/2025 | ADRIANA Y LOPEZ | 9,075.00 |
| 01/09/2025 | HUGHES NETWORK SYSTEMS LLC | 586.62 |
| 01/09/2025 | HUMAN SERVICES ASSOCIATION | 708.33 |
| 01/09/2025 | INFOSEND INC | 9,615.20 |
| 01/09/2025 | JHM SUPPLY INC | 614.88 |
| 01/09/2025 | LOS ANGELES CO DIST ATTORNEY | 14,089.54 |
| 01/09/2025 | MAINTEX INC | 375.14 |

CITY OF LAKEWOOD SUMMARY CHECK REGISTER

| CHECK DATE | VENDOR NAME | CHECK AMOUNT |
|---------------|---|-----------------|
| 01/09/2025 | MORRIS, JOHN | 570.00 |
| 01/09/2025 | NATIONAL UNION FIRE INSURANCE CO | 339.20 |
| 01/09/2025 | O'REILLY AUTOMOTIVE STORES INC | 218.80 |
| 01/09/2025 | ODP BUSINESS SOLUTIONS LLC | 381.28 |
| 01/09/2025 | OPUS INSPECTION INC | 239.65 |
| 01/09/2025 | PACIFIC TRUCK EQUIPMENT INC | 1,292.45 |
| 01/09/2025 | JOYCE LOU INC | 8,451.00 |
| 01/09/2025 | SR BRAY LLC | 125.00 |
| 01/09/2025 | CERRITOS FORD INC | 210.81 |
| 01/09/2025 | CERRITOS FORD INC | 897.40 |
| 01/09/2025 | S & J SUPPLY CO | 1,328.22 |
| 01/09/2025 | SESAC | 1,982.00 |
| 01/09/2025 | SMART & FINAL INC | 395.91 |
| 01/09/2025 | SOUTHERN CALIFORNIA EDISON CO | 105,348.89 |
| 01/09/2025 | SOUTHLAND INDUSTRIES | 1,040.00 |
| 01/09/2025 | STANDARD INSURANCE CO UNIT 22 | 2,125.10 |
| 01/09/2025 | THURSTON ELEVATOR CONCEPTS INC | 152.00 |
| 01/09/2025 | TRANSAMERICA LIFE INSURANCE COMPANY | 1,038.19 |
| 01/09/2025 | UNDERGROUND SERVICE ALERT | 113.60 |
| 01/09/2025 | URBAN CONSTRUCTION AND DESIGN SOLUTIONS | 28,878.67 |
| 01/09/2025 | HD SUPPLY INC | 418.17 |
| 01/09/2025 | CELLCO PARTNERSHIP | 1,433.78 |
| 01/09/2025 | VISION SERVICE PLAN | 4,444.54 |
| 01/09/2025 | WATERLINE TECHNOLOGIES INC | 4,520.10 |
| 01/09/2025 | WESTERN EXTERMINATOR CO | 88.14 |
| 01/09/2025 | WYNN, LAKYN | 58.50 |
| 01/09/2025 | ALPERIN, SARAH | 2,059.22 |
| 01/09/2025 | FRIENDS OF THE LAKEWOOD LIBRARIES | 250.00 |
| 01/09/2025 | MARTINEZ, ILIANA | 4.68 |
| 01/09/2025 | RODRIGUEZ, SANDRA | 40.00 |
| 01/09/2025 | SUNRUN | 303.94 |
| 01/09/2025 | PADILLA, ANTHONY | 568.05 |
| 01/09/2025 | THE TECHNOLOGY DEPOT | 3,497.63 |
| Total: | | 638,869.42 |

DIVIDER SHEET

COUNCIL AGENDA

January 14, 2025

TO: The Honorable Mayor and City Council

SUBJECT: Report of City Council Committees' Activities

INTRODUCTION

A brief update is provided for City Council review on the activities of the following standing committees: Park Development, Community Promotion, and Public Safety committees.

STATEMENT OF FACT

On October 14, 2024, the Park Development Committee met and discussed:

Following a resident request to install communication boards at playgrounds at Lakewood parks, staff brought the concept before the committee. Communication boards assist children and caretakers by using pictures to communicate needs and emotions. The committee approved installation at all Lakewood playgrounds and appropriated an amount not to exceed \$25,000 to support this project. Staff were also directed to work with local Scout troops to assist with building standards on which to affix signs at three playgrounds.

On November 1, 2024, the Community Promotions Committee met and discussed:

Following a successful inaugural LeadHer Lakewood event series in 2024 which celebrated Women's History Month, staff provided recommendation to the committee to offer a single day event which would amalgamate all four of the previous year's objectives to meet the needs of a diverse and active audience. It was said that the four-part series made it difficult for attendees to glean all the benefits the event had to offer, especially for women leading busy and active lives with career, family and other interests. Staff received direction to offer a single, multi-faceted event on Thursday, March 27 in the Ballroom at The Centre. No budgetary adjustments were requested.

On November 18, 2024 the Capital Improvement Plan Committee met and discussed:

Electrical, HVAC, and Roof Improvements

The Southland Investment Grade Audit of city owned buildings and facilities is complete. Pending final contract and finance negotiations, it is anticipated presenting the item at the next Council Meeting. Staff recommended adoption of a resolution authorizing the city to enter into a financing agreement with the TD Bank to finance the energy conservation projects at various public facilities. TD Bank offers the best interest rate terms and prepayment option for the city which they provided through the Federal Home Loan Bank (FHLB) index link. The latest proposal was provided to the city's Finance Department on November 7 and shows a 4.04% interest rate. TD Bank has offered this rate to the city with the understanding that it would be recommended to the full City Council on December 10 for formal approval.

Council Committees' Activities

January 14, 2025

Page 2

Committee Member Steve Croft approved staff's recommendation to lock in the interest rate offered and proceed with TD Bank. Chairperson Chase concurred. It was so ordered.

Potential Timing Revisions to 7-Year CIP Plan

Various scenarios were presented regarding spending options and potential surpluses to the 7-Year CIP plan. The CIP plan will be re-balanced to reflect accurate changes. Staff intends to provide a comprehensive update for adoption at the City Council's mid-year review in March, 2025.

The options presented for the Weingart Senior Center and Palms Park infrastructure improvements were discussed. Staff recommended Weingart go out to bid in January 2025, and Palms Park go out to bid approximately July 1, 2025, or sooner based on a response from Congressman Robert Garcia on potential additional funding.

Chairperson Chase and Committee Member Croft supported staff's recommendation to proceed with soliciting bids for Weingart in January, 2025, with Palms Park following shortly thereafter.

On November 19, 2024, the Public Safety Committee met and discussed:

Crime Trends & Statistics

Introduction of Sgt. Johnson, who has assumed responsibilities of Sgt. Gekas during his absence.

Overall, Part I crimes within the city and at Lakewood Center mall were higher when compared to last year, but are continuing to trend down. Monthly breakdowns and crime statistic details were reviewed, and crime activity maps were presented.

Deputies along with Volunteers on Patrol and Sheriff Reserves have increased patrols at the mall and shopping centers citywide. Deputies collaborated with businesses at the Lakewood Center mall during an operation to identify and arrest suspects for shoplifting and deter potential crime.

Homeless Services & Programs update

Deputy Jones provided updates on several locations. Outreach services continue to be offered alongside the Homeless Services Liaison who has been collaborating with several agencies to provide continuous services to individuals. One individual in particular was provided outreach services through an agency and successfully obtained their own housing.

Community Prosecutor Program Update

Deputy District Attorney Tatman provided updates on various locations for new and prior abatements. Updates and information on Proposition 36 were provided.

Public Safety Department Update

Recruitment process continued for Public Safety Officer vacancies. PSOs continued proactive patrols, enforcement, and education regarding unlicensed street vendors and scavengers.

Updates about a recent 'The Biz' roundtable meeting with businesses at Carwood West shopping center were provided.

Emergency preparedness programs continue for residents and employees. Staff conducted another EOC tabletop exercise. Los Angeles County Office of Emergency Management selected Lakewood as a host city for a pilot program for a new CERT Access and Functional Needs course.

Public Outreach

Provided updates on Award of Valor. Information on Carc Solace was provided.

Follow up Items:

Following adoption of an ordinance establishing special event regulations for carwash businesses, staff provided updates related to a carwash business that recently held a Halloween themed special event and submitted an application for a Christmas themed special event.

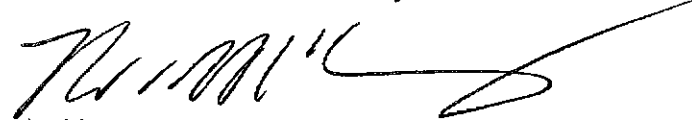
A proposed ordinance establishing requirements for shopping cart management and retrieval plan for businesses was introduced. The Committee approved staff's recommendation to present the ordinance to the full City Council at a future meeting.

On Monday, December 2, the Park Development Committee met and discussed:

Jose Rodriguez, Senior Project Manager from the city's consultant MIG, Inc. presented an update on the progress of the Recreation and Community Services Long Range Plan. The report provided a progress timeline, projections for completion, and included several data measures and summary reports which have been completed to date. Direction was provided on formatting and detailing the completed long range plan for presentation to the full City Council in early 2025.

RECOMMENDATION

It is recommended that the City Council receive and file this report.

A handwritten signature in dark ink, appearing to read 'Thaddeus McCormack', with a long, sweeping horizontal line extending to the right.

Thaddeus McCormack
City Manager

DIVIDER SHEET

COUNCIL AGENDA

January 14, 2025

TO: The Honorable Mayor and City Council

SUBJECT: AB 1234 Meeting Report

INTRODUCTION

Assembly Bill 1234 became effective January 1, 2006. The legislation requires members of a legislative body to provide brief reports on the meetings they attended at the expense of the local agency at the next regular meeting of the legislative body.


STATEMENT OF FACT

- Council Members Jeff Wood and David Arellano attended the annual California Contract Cities Association Legislative Tour on January 6-7, 2025 in Sacramento. More than twenty state legislators and state officials presented to the attendees regarding their legislative priorities for the current session. In between those presentations, Lakewood officials met with Senator Lena Gonzalez and Assembly Member Jose Solache to advocate for the city's concerns relating to housing and homelessness, public safety, funding requests for projects and support for workforce and economic development.

RECOMMENDATION

That the City Council receive and file this report.

Paolo Beltran **PB**
Deputy City Manager



Thaddeus McCormack
City Manager

DIVIDER SHEET

COUNCIL AGENDA

January 14, 2025

TO: The Honorable Mayor and City Council

SUBJECT: Monthly Report of Investment Transactions – October 2024

INTRODUCTION

In accordance with California Government Code Section 53607, the City Council has delegated to the City Treasurer the responsibility to invest or to reinvest funds, or to sell or exchange securities so purchased. The California Government Code Section 53607 requires that, if such responsibility has been delegated, then the Treasurer “shall make a monthly report of those transactions to the legislative body.” In compliance with this requirement, the Monthly Report of Investment Transactions is being rendered to be received and filed.

STATEMENT OF MONTHLY ACTIVITY

| Date | Amount at Cost | Investment | Transaction | Rate* |
|-----------|----------------|------------|-------------|--------|
| 01-Oct-24 | \$ 2,728.75 | CORP | Interest | 2.950% |
| 01-Oct-24 | 295.80 | MMF | Interest | 4.020% |
| 01-Oct-24 | 198,800.98 | CAMP POOL | Interest | 5.030% |
| 02-Oct-24 | 1,692.00 | CORP | Interest | 3.384% |
| 02-Oct-24 | 5,282,448.09 | CAMP TERM | Sell | 5.030% |
| 02-Oct-24 | 5,282,448.09 | CAMP POOL | Purchase | 5.030% |
| 02-Oct-24 | 5,000,000.00 | CAMP POOL | Sell | 5.030% |
| 02-Oct-24 | 5,000,000.00 | CAMP TERM | Purchase | 4.430% |
| 03-Oct-24 | 233,487.51 | TREAS | Purchase | 3.875% |
| 03-Oct-24 | 220,000.00 | TREAS | Maturity | 0.000% |
| 04-Oct-24 | 134,763.75 | CORP | Purchase | 4.050% |
| 04-Oct-24 | 2,400.00 | CORP | Interest | 4.800% |
| 04-Oct-24 | 133,703.29 | CORP | Sell | 1.500% |
| 08-Oct-24 | 56,469.54 | CORP | Sell | 5.272% |
| 10-Oct-24 | 54,978.55 | CORP | Purchase | 4.350% |
| 10-Oct-24 | 72,073.10 | TREAS | Purchase | 1.000% |
| 10-Oct-24 | 305,925.48 | TREAS | Purchase | 1.875% |
| 10-Oct-24 | 101,829.49 | TREAS | Purchase | 2.875% |
| 10-Oct-24 | 162,263.04 | TREAS | Purchase | 4.375% |
| 10-Oct-24 | 303,807.18 | CORP | Sell | 2.300% |
| 10-Oct-24 | 65,699.56 | CORP | Sell | 4.375% |

Monthly Investment Transactions

January 14, 2025

Page 2

| Date | Amount at Cost | Investment | Transaction | Rate* |
|-----------|----------------|------------|-------------|--------|
| 10-Oct-24 | \$ 76,866.92 | CORP | Sell | 4.600% |
| 10-Oct-24 | 132,978.59 | CORP | Sell | 4.600% |
| 10-Oct-24 | 72,995.33 | CORP | Sell | 1.500% |
| 10-Oct-24 | 102,522.00 | CORP | Sell | 4.800% |
| 10-Oct-24 | 164,395.48 | CORP | Sell | 5.272% |
| 10-Oct-24 | 1,000,000.00 | CAMP POOL | Sell | 5.030% |
| 13-Oct-24 | 1,092.72 | CORP | Interest | 5.652% |
| 15-Oct-24 | 1,694.61 | CORP | Interest | 4.400% |
| 15-Oct-24 | 3.45 | ABS | Interest | 0.520% |
| 15-Oct-24 | 902.42 | ABS | Interest | 4.420% |
| 15-Oct-24 | 365.33 | ABS | Interest | 5.480% |
| 15-Oct-24 | 1,130.83 | ABS | Interest | 5.900% |
| 15-Oct-24 | 446.42 | ABS | Interest | 4.870% |
| 15-Oct-24 | 637.00 | ABS | Interest | 5.460% |
| 15-Oct-24 | 862.00 | ABS | Interest | 4.310% |
| 15-Oct-24 | 1,311.50 | ABS | Interest | 5.160% |
| 15-Oct-24 | 1,605.50 | ABS | Interest | 4.940% |
| 15-Oct-24 | 1,284.17 | ABS | Interest | 4.600% |
| 15-Oct-24 | 387.50 | ABS | Interest | 4.650% |
| 15-Oct-24 | 518.92 | ABS | Interest | 4.790% |
| 15-Oct-24 | 370.60 | ABS | Interest | 4.510% |
| 15-Oct-24 | 27.10 | ABS | Interest | 0.550% |
| 15-Oct-24 | 1,372.88 | ABS | Interest | 5.230% |
| 15-Oct-24 | 1,683.29 | ABS | Interest | 5.690% |
| 15-Oct-24 | 310.06 | ABS | Interest | 3.660% |
| 15-Oct-24 | 786.25 | ABS | Interest | 5.100% |
| 15-Oct-24 | 1,221.21 | ABS | Interest | 5.530% |
| 15-Oct-24 | 664.54 | ABS | Interest | 3.970% |
| 15-Oct-24 | 501.21 | ABS | Interest | 5.230% |
| 15-Oct-24 | 1,583.33 | ABS | Interest | 5.000% |
| 15-Oct-24 | 12,935.92 | ABS | Paydown | 3.970% |
| 15-Oct-24 | 7,839.86 | ABS | Paydown | 0.550% |
| 15-Oct-24 | 5,852.70 | ABS | Paydown | 4.510% |
| 15-Oct-24 | 3,937.30 | ABS | Paydown | 0.520% |
| 15-Oct-24 | 6,533.09 | ABS | Paydown | 3.660% |
| 16-Oct-24 | 245,275.98 | FNMA | Purchase | 4.791% |
| 16-Oct-24 | 363.33 | ABS | Interest | 5.450% |

Monthly Investment Transactions

January 14, 2025

Page 3

| Date | Amount at Cost | Investment | Transaction | Rate* |
|-----------|----------------|------------|-------------|--------|
| 17-Oct-24 | \$ 500,000.00 | CAMP POOL | Sell | 5.030% |
| 18-Oct-24 | 1,104.54 | ABS | Interest | 5.410% |
| 18-Oct-24 | 130.22 | ABS | Interest | 3.730% |
| 18-Oct-24 | 3,677.11 | ABS | Paydown | 3.730% |
| 22-Oct-24 | 4,874.63 | CORP | Interest | 5.571% |
| 22-Oct-24 | 40,160.24 | CORP | Sell | 3.700% |
| 23-Oct-24 | 398,075.60 | CORP | Purchase | 4.494% |
| 23-Oct-24 | 147,568.50 | CORP | Sell | 4.000% |
| 23-Oct-24 | 100,662.37 | TREAS | Sell | 3.875% |
| 23-Oct-24 | 394,993.32 | CORP | Sell | 4.800% |
| 24-Oct-24 | 2,200,000.00 | CAMP POOL | Sell | 5.030% |
| 25-Oct-24 | 401,795.88 | FNMA | Purchase | 4.508% |
| 25-Oct-24 | 1,202.84 | FNMA | Interest | 4.377% |
| 25-Oct-24 | 1,074.67 | FNMA | Interest | 3.224% |
| 25-Oct-24 | 1,131.67 | FNMA | Interest | 4.850% |
| 25-Oct-24 | 791.67 | FNMA | Interest | 5.000% |
| 25-Oct-24 | 1,094.51 | FNMA | Interest | 3.243% |
| 25-Oct-24 | 752.46 | FNMA | Interest | 3.347% |
| 25-Oct-24 | 1,520.00 | FNMA | Interest | 4.800% |
| 25-Oct-24 | 1,505.94 | FNMA | Interest | 4.819% |
| 25-Oct-24 | 1,472.50 | FNMA | Interest | 4.650% |
| 25-Oct-24 | 591.38 | FNMA | Interest | 5.069% |
| 25-Oct-24 | 1,248.55 | FNMA | Interest | 4.181% |
| 25-Oct-24 | 850.50 | FNMA | Interest | 4.860% |
| 25-Oct-24 | 564.26 | FNMA | Interest | 3.303% |
| 25-Oct-24 | 1,524.00 | FNMA | Interest | 4.572% |
| 25-Oct-24 | 514.69 | FNMA | Interest | 2.745% |
| 25-Oct-24 | 1,171.92 | FNMA | Interest | 3.340% |
| 25-Oct-24 | 1,560.98 | FNMA | Interest | 4.803% |
| 25-Oct-24 | 1,362.90 | FNMA | Interest | 4.543% |
| 25-Oct-24 | 1,204.35 | FNMA | Interest | 4.777% |
| 25-Oct-24 | 1,258.67 | FNMA | Interest | 4.720% |
| 25-Oct-24 | 1,501.00 | FNMA | Interest | 4.740% |
| 25-Oct-24 | 296.29 | ABS | Interest | 5.470% |
| 25-Oct-24 | 20,780.67 | CD | Interest | 5.600% |
| 25-Oct-24 | 235.81 | FNMA | Paydown | 4.777% |
| 25-Oct-24 | 344.93 | FNMA | Paydown | 4.377% |

| Date | Amount at Cost | Investment | Transaction | Rate* |
|-----------|----------------|------------|-------------|--------|
| 25-Oct-24 | \$ 2.27 | FNMA | Paydown | 4.181% |
| 25-Oct-24 | 557.98 | FNMA | Paydown | 3.347% |
| 25-Oct-24 | 862.23 | FNMA | Interest | 2.653% |
| 28-Oct-24 | 2,200,000.00 | CAMP POOL | Purchase | 5.030% |
| 31-Oct-24 | 1,250.00 | TREAS | Interest | 1.250% |
| 31-Oct-24 | 10,853.13 | TREAS | Interest | 2.875% |
| 31-Oct-24 | 16,362.50 | TREAS | Interest | 3.500% |
| 31-Oct-24 | 250.00 | TREAS | Interest | 0.500% |
| 31-Oct-24 | 5,156.25 | TREAS | Interest | 2.750% |
| 31-Oct-24 | 1,181.25 | TREAS | Interest | 0.750% |
| 31-Oct-24 | 3,093.75 | TREAS | Interest | 1.375% |

* Rates shown for MMF, LAIF, and CAMP are distribution yields. All others are coupon rates.

INVESTMENT GLOSSARY

ABS (Asset-Backed Securities)

A mortgage pass-through security, collateralized mortgage obligation, mortgage-backed or other pay-through bond, equipment lease-backed certificate, consumer receivable pass-through certificate, or consumer receivable-backed bond.

AGENCY (U.S. Government Agency Issues)

Federal agency or United States government-sponsored enterprise obligations, participations, or other instruments, including those issued by or fully guaranteed as to principal and interest by federal agencies or United States government-sponsored enterprises. There are no portfolio percentage limits for U. S. Government Agency issues.

BOND (Municipal Bonds or Note)

Registered treasury notes or bonds issued by states or municipalities, including bonds payable solely out of the revenues from a revenue-producing property owned, controlled, or operated by a state or by a department, board, agency, or authority of any of the other 49 United States, in addition to California.

CAMP (California Asset Management Program) Pool and Term

A Joint Powers Authority established in 1989 by the treasurers and finance directors of several California public agencies to provide an investment tool at a reasonable cost. Participation is limited to California public agencies. The Pool option offers daily liquidity with a variable rate of return. In recent years the Term option was added offering an investment tool for a fixed period (up to one year) and a fixed rate of return.

CD (Certificate of Deposit)

Negotiable CDs are issued by large banks and are freely traded in secondary markets as short term (2 to 52 weeks), large denomination (\$100,000 minimum) CDs, that are either issued at a discount on its par value, or at a fixed interest rate payable at maturity.

COM (Commercial Paper)

Commercial paper of "prime" quality of the highest ranking or of the highest letter and number rating as provided for by a nationally recognized statistical-rating organization.

CORP (Corporate Notes)

Medium-term notes, defined as all corporate and depository institution debt securities with a maximum remaining maturity of five years or less, issued by corporations organized and operating within the United States or by depository institutions licensed by the United States, or any state and operating within the United States.

FNMA (Federal National Mortgage Association)

A government-sponsored, privately owned corporation established to create a secondary market for Federal Housing Administration mortgages.

LAIF (Local Agency Investment Fund, State of California)

The Treasurer of the State of California administers this investment pool, providing a high-level of liquidity and strong safety through diversification of investments.

MMF (Money Market Fund)

This is a money market interest-bearing checking account that is fully insured and collateralized.

SUPRA (Supra-National Agency Bonds or Notes)

Supranational bonds and notes are debt of international or multi-lateral financial agencies. The debt is used to finance economic/infrastructure development, environmental protection, poverty reduction and renewable energy around the globe, rated AAA, highly liquid and issued in a range of maturities.

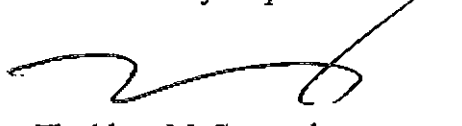
TREAS (U.S. Treasury Notes)

A Treasury obligation of the U.S. Government to provide for the cash flow needs of the Federal Government.

RECOMMENDATION

It is recommended that the City Council receive and file the Monthly Report of Investment Transactions rendered for the month of October 2024.


Jose Gomez
Director of Finance & Administrative Services


Thaddeus McCormack
City Manager

COUNCIL AGENDA

January 14, 2025

TO: The Honorable Mayor and City Council**SUBJECT:** Monthly Report of Investment Transactions – November 2024**INTRODUCTION**

In accordance with California Government Code Section 53607, the City Council has delegated to the City Treasurer the responsibility to invest or to reinvest funds, or to sell or exchange securities so purchased. The California Government Code Section 53607 requires that, if such responsibility has been delegated, then the Treasurer “shall make a monthly report of those transactions to the legislative body.” In compliance with this requirement, the Monthly Report of Investment Transactions is being rendered to be received and filed.

STATEMENT OF MONTHLY ACTIVITY

| Date | Amount at Cost | Investment | Transaction | Rate* |
|-----------|----------------|------------|-------------|--------|
| 01-Nov-24 | \$ 509.66 | MMF | INTEREST | 3.730% |
| 01-Nov-24 | 2,020.88 | FNMA | INTEREST | 4.755% |
| 01-Nov-24 | 367.25 | BOND | INTEREST | 0.565% |
| 01-Nov-24 | 130,000.00 | FNMA | MATURITY | 0.565% |
| 01-Nov-24 | 180,973.78 | CAMP POOL | INTEREST | 4.870% |
| 04-Nov-24 | 1,608.75 | CORP | INTEREST | 1.650% |
| 05-Nov-24 | 1,369,364.00 | TREAS | PURCHASE | 4.375% |
| 05-Nov-24 | 382,747.75 | ABS | SELL | 5.000% |
| 05-Nov-24 | 369,224.40 | CD | SELL | 5.600% |
| 05-Nov-24 | 631,152.43 | TREAS | SELL | 1.625% |
| 05-Nov-24 | 201,457.89 | TREAS | SELL | 3.875% |
| 08-Nov-24 | 253,519.03 | TREAS | PURCHASE | 4.375% |
| 08-Nov-24 | 257,512.50 | CORP | SELL | 5.526% |
| 08-Nov-24 | 1,200,000.00 | CAMP POOL | SELL | 4.870% |
| 12-Nov-24 | 202,409.40 | TREAS | PURCHASE | 4.250% |
| 12-Nov-24 | 205,668.22 | CORP | SELL | 4.900% |
| 13-Nov-24 | 3,080.00 | CORP | INTEREST | 5.600% |
| 15-Nov-24 | 1,221.21 | ABS | INTEREST | 5.530% |
| 15-Nov-24 | 387.50 | ABS | INTEREST | 4.650% |
| 15-Nov-24 | 2,027.70 | FNMA | INTEREST | 4.506% |
| 15-Nov-24 | 5,046.88 | TREAS | INTEREST | 2.375% |

Monthly Investment Transactions
January 14, 2025
Page 2

| Date | Amount at Cost | Investment | Transaction | Rate* |
|-----------|----------------|------------|-------------|--------|
| 15-Nov-24 | \$ 348.60 | ABS | INTEREST | 4.510% |
| 15-Nov-24 | 446.42 | ABS | INTEREST | 4.870% |
| 15-Nov-24 | 1.75 | ABS | INTEREST | 0.520% |
| 15-Nov-24 | 365.33 | ABS | INTEREST | 5.480% |
| 15-Nov-24 | 862.00 | ABS | INTEREST | 4.310% |
| 15-Nov-24 | 1,284.17 | ABS | INTEREST | 4.600% |
| 15-Nov-24 | 786.25 | ABS | INTEREST | 5.100% |
| 15-Nov-24 | 902.42 | ABS | INTEREST | 4.420% |
| 15-Nov-24 | 5,032.50 | CORP | INTEREST | 3.050% |
| 15-Nov-24 | 23.51 | ABS | INTEREST | 0.550% |
| 15-Nov-24 | 637.00 | ABS | INTEREST | 5.460% |
| 15-Nov-24 | 11,140.63 | TREAS | INTEREST | 2.875% |
| 15-Nov-24 | 1,130.83 | ABS | INTEREST | 5.900% |
| 15-Nov-24 | 518.92 | ABS | INTEREST | 4.790% |
| 15-Nov-24 | 1,605.50 | ABS | INTEREST | 4.940% |
| 15-Nov-24 | 1,683.29 | ABS | INTEREST | 5.690% |
| 15-Nov-24 | 1,311.50 | ABS | INTEREST | 5.160% |
| 15-Nov-24 | 290.13 | ABS | INTEREST | 3.660% |
| 15-Nov-24 | 1,372.88 | ABS | INTEREST | 5.230% |
| 15-Nov-24 | 501.21 | ABS | INTEREST | 5.230% |
| 15-Nov-24 | 621.74 | ABS | INTEREST | 3.970% |
| 15-Nov-24 | 4,028.20 | ABS | PAYDOWN | 0.520% |
| 15-Nov-24 | 6,574.03 | ABS | PAYDOWN | 3.660% |
| 15-Nov-24 | 8,401.36 | ABS | PAYDOWN | 0.550% |
| 15-Nov-24 | 5,756.08 | ABS | PAYDOWN | 4.510% |
| 15-Nov-24 | 13,663.72 | ABS | PAYDOWN | 3.970% |
| 16-Nov-24 | 3,156.25 | CORP | INTEREST | 5.050% |
| 16-Nov-24 | 3,500.00 | CORP | INTEREST | 3.500% |
| 16-Nov-24 | 363.33 | ABS | INTEREST | 5.450% |
| 17-Nov-24 | 5,017.00 | CORP | INTEREST | 5.017% |
| 18-Nov-24 | 1,104.54 | ABS | INTEREST | 5.410% |
| 18-Nov-24 | 118.79 | ABS | INTEREST | 3.730% |
| 18-Nov-24 | 3,651.35 | ABS | PAYDOWN | 3.730% |
| 20-Nov-24 | 126,209.17 | CORP | SELL | 4.260% |
| 21-Nov-24 | 2,165.60 | CORP | INTEREST | 5.414% |
| 21-Nov-24 | 1,500,000.00 | CAMP POOL | SELL | 4.870% |
| 22-Nov-24 | 220,833.91 | FNMA | SELL | 2.745% |

Monthly Investment Transactions

January 14, 2025

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| Date | Amount at Cost | Investment | Transaction | Rate* |
|-----------|----------------|------------|-------------|--------|
| 25-Nov-24 | \$ 100,000.00 | CORP | PURCHASE | 4.868% |
| 25-Nov-24 | 300,000.00 | CORP | PURCHASE | 4.782% |
| 25-Nov-24 | 591.38 | FNMA | INTEREST | 5.069% |
| 25-Nov-24 | 862.23 | FNMA | INTEREST | 2.653% |
| 25-Nov-24 | 1,203.42 | FNMA | INTEREST | 4.777% |
| 25-Nov-24 | 1,201.58 | FNMA | INTEREST | 4.377% |
| 25-Nov-24 | 1,472.50 | FNMA | INTEREST | 4.650% |
| 25-Nov-24 | 514.69 | FNMA | INTEREST | 2.745% |
| 25-Nov-24 | 750.90 | FNMA | INTEREST | 3.347% |
| 25-Nov-24 | 958.20 | FNMA | INTEREST | 4.791% |
| 25-Nov-24 | 1,251.18 | FNMA | INTEREST | 4.190% |
| 25-Nov-24 | 1,258.67 | FNMA | INTEREST | 4.720% |
| 25-Nov-24 | 1,560.98 | FNMA | INTEREST | 4.803% |
| 25-Nov-24 | 1,501.00 | FNMA | INTEREST | 4.740% |
| 25-Nov-24 | 1,524.00 | FNMA | INTEREST | 4.572% |
| 25-Nov-24 | 791.67 | FNMA | INTEREST | 5.000% |
| 25-Nov-24 | 1,074.67 | FNMA | INTEREST | 3.224% |
| 25-Nov-24 | 1,171.92 | FNMA | INTEREST | 3.430% |
| 25-Nov-24 | 1,502.67 | FNMA | INTEREST | 4.508% |
| 25-Nov-24 | 1,505.94 | FNMA | INTEREST | 4.819% |
| 25-Nov-24 | 850.50 | FNMA | INTEREST | 4.860% |
| 25-Nov-24 | 1,362.90 | FNMA | INTEREST | 4.543% |
| 25-Nov-24 | 1,131.67 | FNMA | INTEREST | 4.850% |
| 25-Nov-24 | 1,520.00 | FNMA | INTEREST | 4.800% |
| 25-Nov-24 | 564.26 | FNMA | INTEREST | 3.303% |
| 25-Nov-24 | 1,094.51 | FNMA | INTEREST | 3.243% |
| 25-Nov-24 | 296.29 | ABS | INTEREST | 5.470% |
| 25-Nov-24 | 527.56 | FNMA | PAYDOWN | 3.347% |
| 25-Nov-24 | 303.27 | FNMA | PAYDOWN | 4.377% |
| 25-Nov-24 | 196.40 | FNMA | PAYDOWN | 4.777% |
| 25-Nov-24 | 2.03 | FNMA | PAYDOWN | 4.190% |
| 25-Nov-24 | 165,414.84 | TREAS | SELL | 2.875% |
| 25-Nov-24 | 236,306.93 | TREAS | SELL | 2.875% |
| 26-Nov-24 | 6,727.11 | CORP | INTEREST | 5.504% |
| 27-Nov-24 | 1,200,000.00 | CAMP POOL | PURCHASE | 4.870% |
| 29-Nov-24 | 243,359.97 | TREAS | PURCHASE | 0.750% |
| 29-Nov-24 | 242,966.32 | CORP | SELL | 3.250% |

| Date | Amount at Cost | Investment | Transaction | Rate* |
|-----------|----------------|------------|-------------|--------|
| 30-Nov-24 | \$ 1,687.50 | TREAS | INTEREST | 1.250% |
| 30-Nov-24 | 4,650.00 | TREAS | INTEREST | 3.875% |
| 30-Nov-24 | 8,531.25 | TREAS | INTEREST | 2.625% |
| 30-Nov-24 | 14,500.00 | TREAS | INTEREST | 3.625% |
| 30-Nov-24 | 1,875.00 | TREAS | INTEREST | 0.750% |
| 30-Nov-24 | 1,875.00 | TREAS | INTEREST | 1.500% |

* Rates shown for MMF, LAIF, and CAMP are distribution yields. All others are coupon rates.

INVESTMENT GLOSSARY

ABS (Asset-Backed Securities)

A mortgage pass-through security, collateralized mortgage obligation, mortgage-backed or other pay-through bond, equipment lease-backed certificate, consumer receivable pass-through certificate, or consumer receivable-backed bond.

AGENCY (U.S. Government Agency Issues)

Federal agency or United States government-sponsored enterprise obligations, participations, or other instruments, including those issued by or fully guaranteed as to principal and interest by federal agencies or United States government-sponsored enterprises. There are no portfolio percentage limits for U. S. Government Agency issues.

BOND (Municipal Bonds or Note)

Registered treasury notes or bonds issued by states or municipalities, including bonds payable solely out of the revenues from a revenue-producing property owned, controlled, or operated by a state or by a department, board, agency, or authority of any of the other 49 United States, in addition to California.

CAMP (California Asset Management Program) Pool and Term

A Joint Powers Authority established in 1989 by the treasurers and finance directors of several California public agencies to provide an investment tool at a reasonable cost. Participation is limited to California public agencies. The Pool option offers daily liquidity with a variable rate of return. In recent years the Term option was added offering an investment tool for a fixed period (up to one year) and a fixed rate of return.

CD (Certificate of Deposit)

Negotiable CDs are issued by large banks and are freely traded in secondary markets as short term (2 to 52 weeks), large denomination (\$100,000 minimum) CDs, that are either issued at a discount on its par value, or at a fixed interest rate payable at maturity.

COM (Commercial Paper)

Commercial paper of "prime" quality of the highest ranking or of the highest letter and number rating as provided for by a nationally recognized statistical-rating organization.

CORP (Corporate Notes)

Medium-term notes, defined as all corporate and depository institution debt securities with a maximum remaining maturity of five years or less, issued by corporations organized and operating within the United States or by depository institutions licensed by the United States, or any state and operating within the United States.

FNMA (Federal National Mortgage Association)

A government-sponsored, privately owned corporation established to create a secondary market for Federal Housing Administration mortgages.

LAIF (Local Agency Investment Fund, State of California)

The Treasurer of the State of California administers this investment pool, providing a high-level of liquidity and strong safety through diversification of investments.

MMF (Money Market Fund)

This is a money market interest-bearing checking account that is fully insured and collateralized.

SUPRA (Supra-National Agency Bonds or Notes)

Supranational bonds and notes are debt of international or multi-lateral financial agencies. The debt is used to finance economic/infrastructure development, environmental protection, poverty reduction and renewable energy around the globe, rated AAA, highly liquid and issued in a range of maturities.

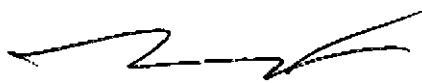
TREAS (U.S. Treasury Notes)

A Treasury obligation of the U.S. Government to provide for the cash flow needs of the Federal Government.

RECOMMENDATION

It is recommended that the City Council receive and file the Monthly Report of Investment Transactions rendered for the month of November 2024.


José Gomez
Director of Finance & Administrative Services


Thaddeus McCormack
City Manager

DIVIDER SHEET

COUNCIL AGENDA

January 14, 2025

TO: The Honorable Mayor and City Council

SUBJECT: Approve Additional Funds for Regional Government Services Authority for Management and Administrative Services

INTRODUCTION

The current workload assigned to the Public Works and Administrative Services Departments merits an extension of staff through the use of a consulting contract for management and administrative services. On 9/10/24, Council approved a contract with Regional Government Services Authority (RGS) to provide an initial assessment of the Tyler Munis Project financial tracking software and the existing work order modules. To address ongoing demands and the increased workload, we propose expanding the original agreement with RGS, which previously authorized \$50,000 in services, by an additional \$100,000.

STATEMENT OF FACT

After development of the seven-year CIP plan, and in order to make the city operations more efficient, the CIP Committee determined the need for project accounting software and a new work order system, however the task of implementing this software was beyond the expertise for either the Administrative Services Department or the Public Works Department to complete. Staff reached out to RGS for a solution.

Regional Government Services Authority (RGS) was founded in 2001 as a Joint Powers Authority (JPA), formed under Section 6500 of the California Government Code, which authorizes public agencies to contract with each other jointly to exercise a common power. RGS was created to serve the consulting, administrative and project management needs of cities, counties, special districts, joint powers authorities, and other governmental entities. They are a public agency and have served over 300 public agencies providing support and consulting services to meet the needs of its partner agencies in a broad range of disciplines.

Staff previously sought Council approval for \$50,000 in services with RGS to assist with management and administrative support, including the assessment of the Tyler Munis project tracking and work order modules. This work was deemed critical for expediting Capital Improvement Projects and improving operational efficiencies.

RGS completed their initial assessment. In order to implement the needed changes in the software, as determined by the assessment, additional services are required. These services include extending project management support, implementation assistance, and oversight for ongoing administrative initiatives. Therefore, staff recommends increasing the total authorized budget to


\$150,000 to ensure continued collaboration through June 30, 2025, with RGS. Staff anticipates expenses for ongoing services after June 30, to be budgeted as part of the new 2025-26 Fiscal Year Budget.

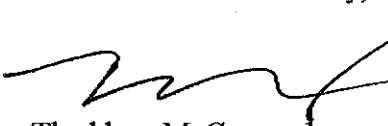
The total task order authorization with RGS will not exceed \$150,000. This includes the original \$50,000 previously approved by the Council and the additional \$100,000 recommended herein. The additional \$100,000 will be reallocated from existing budgeted funds designated for project and construction management services and no additional budget appropriations will be required this fiscal year.

RECOMMENDATION

Staff recommends that the City Council:

1. Approve Task Order 2 amending the existing on-call agreement with Regional Government Services Authority to provide initial implementation of Project Ledger Services in the amount of \$100,000, bringing the total task order authorization to \$150,000.
2. Authorize the City Manager to execute Task Order 2 on behalf of the City, subject to approval as to form by the City Attorney.

Kelli Pickler 
Director of Public Works


Thaddeus McCormack
City Manager

D I V I D E R S H E E T

Legislation

COUNCIL AGENDA

January 14, 2025

TO: Honorable Mayor and City Council

SUBJECT: 2025 Shopping Cart Ordinance

INTRODUCTION.

There is an ongoing problem with shopping and laundry cart ("cart") theft and abandonment in Southern California. Such abandoned carts create potential hazards to the health and safety of residents and can interfere with pedestrian and vehicular traffic safety. The accumulation of abandoned and vandalized carts on both, public and private property, creates conditions with visual blight that reduce property values, encourages property deterioration and otherwise impacts the general welfare of Lakewood residents. This is an avoidable situation, and the purpose of the proposed ordinance is to require commercial property owners and tenants to take more responsibility to create programs and procedures to prevent the theft and removal of carts from store premises, including parking lots, and to facilitate the retrieval and return of abandoned carts from both, public and private property, as permitted by State law.

STATEMENT OF FACTS.

On November 19, 2024 the Public Safety Committee ("Committee") conducted a study session on the problem of cart theft and abandonment in the City of Lakewood. The Committee instructed staff to prepare an ordinance. Furthermore, the Committee recommended that the City Council adopt a shopping cart ordinance that created regulations to require that retail shopping cart owners participate in a program to retain, retrieve and identify retail shopping carts.

Code Enforcement staff did a study and determined that there are 37 retail stores and 6 laundries in Lakewood that have about 3600 carts, of which 50 are in laundries (*spread sheet is attached.*) Problems with shopping carts has been addressed by multiple jurisdictions throughout the state and by the California Business and Professions Code (BPC) Section 22435. Staff reviewed the relevant state law and several of the ordinances of other municipalities. Staff prepared a proposed ordinance with similar regulations for the City of Lakewood that considered the following:

BPC Section 22435 is part of the state's law regarding shopping and laundry carts. Violating the provisions of BPC 22435 is a misdemeanor. The law prohibits the following actions:

- Removing a cart from a retail establishment's parking area or premises with the intent to deprive the owner of possession.
- Possessing a cart that has been removed from a retail establishment's parking area or premises with the intent to deprive the owner of possession.
- Possessing a cart with altered, obliterated, or removed serial numbers with the intent to deprive the owner of possession.

- Abandoning a cart at a location other than the retail establishment's parking area or premises with the intent to deprive the owner of possession.

This law also gives cities the authority to:

- Retrieve shopping and laundry carts that are located off-premises.
- Fine the owner of a shopping cart up to \$50, if four or more carts are not retrieved within a six-month period.
- Recover the cost of retrieving impounded shopping carts.

This law also includes provisions to require signs attached to shopping and laundry carts that shall:

- Identify the owner or retailer of the cart.
- List a procedure for authorized removal of the cart.
- Notify the public that unauthorized removal of the cart is a violation of state law.
- Provide a valid phone number and address for returning the cart.

Proposed Shopping Cart Ordinance. The follow are the main components of the ordinance:

1. **Public Nuisance.** Declare cart theft and abandonment to be a public nuisance per se.
2. **Threshold.** Retail establishments with five or more carts will be required to participate.
3. **Require a cart identification program.** Every cart owner with 5 or more carts shall identify each cart with a permanently attached sign that includes the business name, address, contact phone number and email address to facilitate the retrieval and return of any abandoned carts to the business. In addition, the cart sign shall indicate that removal of such carts without written permission is prohibited and constitutes a violation of state law (BPC 22435) and that it will be enforced.
4. **Require a property sign program.** Each commercial property with five carts or more shall prominently display warning signs either in the store, if carts are required to stay inside, or around the property and at cart corrals if allowed outside. The signs shall warn that carts are to not be removed from the property without written permission from the cart owner and that possession of a cart is a violation of state law (BPC 22435).
5. **Create a cart retention program.** The ordinance shall require commercial property owners with carts to establish a cart retention program with options such as:
 - a. Have security personnel around the main entrance and exit points to the parking lot and have them stop carts from leaving the premises. If it is not possible to stop the theft, then report the theft to the LASD and provide surveillance video.
 - b. Install magnetic wheel locks on all carts that stop carts from leaving the premises.
 - c. Have a staff member escort the customer to the car and then retrieve the cart.
 - d. Do not allow the carts to leave the store by using a physical restraining device or use security staff to prohibit the cart from leaving the store.
 - e. Provide the city with an alternate cart retention program.
6. **Create a cart retrieval program.** The ordinance shall require commercial property owners with carts to establish a cart retrieval program with options such as:
 - a. Hire a cart retrieval service that will pick up abandoned carts and return the carts to the store within 72 hours of notification of an abandoned cart location.
 - b. Establish a cart retrieval service that is staffed with store employees that will retrieve carts within 72 hours of notification of an abandoned cart location.
 - c. Provide the city with an alternate cart retrieval program.
7. **Enforcement.** Normal enforcement actions shall apply and may be used to issue notices

of violation and administrative citation fines for commercial property owners/tenants who are not properly implementing the signage, retention and retrieval programs.

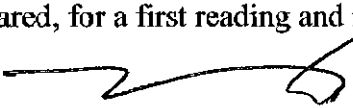
8. **City Impoundment of Abandoned Carts.** The ordinance authorizes the city to impound and to dispose of or destroy any carts that are not properly identified and where cart ownership cannot be determined.
9. **Cart Retention and Retrieval Program Agreement.** Each current shopping cart owner shall sign a Cart Retention and Retrieval Program (CRRP) Agreement prior to the July 1, 2025 business license renewal. Future owners shall be required to do so prior to issuance of the initial business license. The agreement shall stipulate that the cart owner shall: 1) Properly post, maintain and replace, as necessary, signs on the carts and on the subject property as authorized by state law informing the public not to remove shopping carts from the property and, if found, where to return them, 2) Implement programs and procedures to both, retain carts on the subject property and to retrieve those carts that are removed, and 3) Agree that they understand that failure to properly implement the required signage, retention and retrieval cart program may result in additional code enforcement actions, including administrative citations and fines.
10. **Annual CRRP Confirmation with Business License Renewal.** The ordinance requires that each commercial retail cart owner with 5 or more carts sign an annual certification letter that they continue to implement their CRRP and that there has been no change in that plan or conversely that there is and they identify those changes prior to issuance of the annual business license renewal. Failure to sign the agreement or subsequent acknowledgements and failure to implement will result in the suspension of the business license, until the CRRP is properly implemented.

RECOMMENDATION

It is the recommendation of the Public Safety Committee that the City Council introduce the 2025 Shopping Cart Retention and Retrieval Ordinance, as prepared, for a first reading and review.



J. Patrick McGuckian
Acting Director of Community Development



Thaddeus McCormack
City Manager

SHOPPING CART OWNERSHIP DATA - JANUARY 1, 2025

| STORE | Address | Street Name | BUS PHONE | APPROX # of CARTS | Range | RETENTION METHOD | RETRIEVAL PROGRAM | CART ID Sign | Property Warning | CRRP ON FILE | RENEWAL CERTIFICATION |
|----------------------------|----------|----------------------|--------------|----------------------|----------|---------------------------|-------------------|-----------------|---------------------|-----------------|--------------------------|
| <i>Laundry = Italics</i> | | | | | | | | | | | |
| Kohls | 2650 | E. Carson Street | 562-425-2127 | 100 | | Carts lock at store entry | | | | | |
| Walmart Supercenter | 2770 | E. Carson Street | 561-429-6239 | 300 | 250 -300 | | | | | | |
| Winco Foods | 3400 | E. South Street | 562-529-5658 | 400 | | | | | | | |
| Walgreens | 5929 | Lakewood Blvd. | 562-817-5690 | 5 | | | | | | | |
| JoAnn Fabrics & Crafts | 5255 | Lakewood Blvd. | 562-634-1294 | 30 | | | | | | | |
| Savers | 5227 | Lakewood Blvd. | 562-472-2029 | 100 | | Tall poles prevent egress | | | | | |
| Petco | 5215 | Lakewood Blvd. | 562-630-2888 | 10 | | Tall poles prevent egress | | | | | |
| Hobby Lobby | 4001 | Hardwick Street | 562-602-0040 | 80 | | | | | | | |
| <i>Coin Laundry</i> | 4005 | Hardwick Street | | 6 | | Tall poles prevent egress | | | | | |
| CVS | 5117 | Lakewood Blvd. | 562-634-9100 | 6 | | Tall poles prevent egress | | | | | |
| Target | 141 | Lakewood Center Mall | 562-894-0019 | 250 | | | | | | | |
| Costco Wholesale | 500 | Lakewood Center Mall | 562-295-1508 | 600 | | | | | | | |
| Dollar Tree | 5209 | Graywood Avenue | 562-213-9880 | 15 | | Tall poles prevent egress | | | | | |
| Michaels | 4000 | Hardwick Street | 562-633-1913 | 25 | | Tall poles prevent egress | | | | | |
| Cost Plus World Market | 5041 | Lakewood Blvd. | 562-602-0031 | 35 | | Tall poles prevent egress | | | | | |
| Burlington | 4950 | Faculty Avenue | 562-429-5363 | 60 | | | | | | | |
| Albertsons | 5015 | Del Amo Blvd. | 562-634-0405 | 80 | | | | | | | |
| Home Depot | 5000 | Hardwick Street | 562-529-3500 | 150 | | | | | | | |
| HMart | 20137 | Pioneer Blvd | 562-303-9810 | 150 | | | | | | | |
| <i>Coin Laundry</i> | 20300 | Norwalk Blvd | 562-809-3433 | 20 | | | | | | | |
| <i>Sudz Coin Laundry</i> | 12236-40 | Centralia Street | 562-330-3702 | 8 | | | | | | | |
| <i>Clover Laundry</i> | 12558 | Centralia Street | 562-865-7940 | 20 | | | | | | | |
| <i>Family Coin Laundry</i> | 11820 | Centralia Street | n/a | 20 | | | | | | | |
| <i>Laundry Lane</i> | 20925 | Pioneer Blvd | n/a | 5 | | | | | | | |
| Bevmo | 4645 | Candlewood Street | 562-297-0286 | 20 | | | | | | | |
| Dollar Tree | 5825 | Bellflower Blvd | 562-356-3315 | 20 | | | | | | | |
| Ross | 5635 | Woodruff Ave | 562-866-9753 | 60 | | | | | | | |
| Grocery Outlet | 5615 | Woodruff Ave | 562-920-2904 | 30 | | | | | | | |
| Vons | 5500 | Woodruff Ave | 562-866-3781 | 200 | 160-200 | | | | | | |
| Daiso | 5428 | Woodruff Ave | 562-461-9400 | 20 | 15-20 | | | | | | |
| Ace Hardware | 5432 | Woodruff Ave | 562-303-1656 | 20 | 25-30 | | | | | | |
| Dollar Tree | 4929 | Woodruff Ave | 562-213-9505 | 20 | 45-50 | | | | | | |
| Ralphs | 5951 | Del Amo Blvd | 562-867-7282 | 180 | 140-180 | | | | | | |

| | | | | | | | | | | | |
|-----------------------|------|---------------|--------------|------|--------|--|--|--|--|--|--|
| Sprouts | 4253 | Woodruff Ave | 562-739-2541 | 100 | | | | | | | |
| Smart & Final Extra! | 4237 | Woodruff Ave | 562-429-0500 | 100 | 80-100 | | | | | | |
| Marshalls | 4141 | Woodruff Ave | 562-497-1037 | 50 | | | | | | | |
| Alin Party Superstore | 4139 | Woodruff Ave | 562-420-2489 | 50 | | | | | | | |
| Vons | 4226 | Woodruff Ave | 562-496-4144 | 100 | 90-100 | | | | | | |
| Harbor Freight | 4171 | Woodruff Ave | 562-425-1780 | 35 | | | | | | | |
| CVS | 5505 | Carson Ave | 562-420-1403 | 6 | | | | | | | |
| CVS | 6510 | South St | 562-867-1715 | 5 | | | | | | | |
| Wal Greens | 5913 | Carson Street | 562-429-9120 | 10 | | | | | | | |
| Home Goods | 4245 | Woodruff Ave | 562-421-8317 | 100 | 85-100 | | | | | | |
| | | | | 3600 | | 3550 Retail carts (35 stores) 50 laundry carts (6 stores) | | | | | |

| OPTIONS | OPTIONS |
|---------------------------|------------------|
| Tall poles prevent egress | Cart Contractor |
| Magnetic Lock at Entry | Staff Collection |
| Magnetic Lock at P/L | |
| Security Staff | |
| Staff Escort to Car | |
| | |

ORDINANCE NO. 2025-1

AN ORDINANCE OF THE CITY OF LAKEWOOD ADDING SUBSECTION 4323 Q. TO THE MUNICIPAL CODE TO REQUIRE COMMERCIAL BUSINESSES TO HAVE A PROGRAM FOR SHOPPING CART IDENTIFICATION, RETENTION, AND RETRIEVAL AND TO FIND THAT ABANDONED CARTS ARE A PUBLIC NUISANCE

THE CITY COUNCIL OF THE CITY OF LAKEWOOD DOES ORDAIN AS FOLLOWS:

SECTION 1. PURPOSE. The Lakewood City Council hereby finds that ongoing shopping cart theft, vandalism and abandonment are ongoing problems that are public nuisances per se. Abandoned carts create potential hazards to the health and safety of Lakewood residents and often interfere with pedestrian and vehicular traffic safety within the City of Lakewood. The accumulation of abandoned and vandalized shopping carts on both public and private property creates conditions with visual blight that reduce property values, encourage property deterioration and otherwise impact the general welfare of Lakewood residents. This is an avoidable situation, and the purpose of this ordinance is to require commercial property owners and tenants to take responsibility for the monitoring, retention and retrieval of their shopping and laundry carts. They shall create programs and procedures to provide public notice, prevent theft and removal of carts and to facilitate the regular retrieval of abandoned carts in a timely manner.

SECTION 2. Subsection 4323 Q of the Lakewood Municipal Code establishing a commercial cart identification, retention, and retrieval program is hereby added to read as follows:

4323. PROPERTY NUISANCES.

...

Q. Cart Retention and Retrieval Program. Each commercial business owner or tenant ("Cart Owner") that provides five (5) or more shopping or laundry carts ("Carts") for use by their customers on their business premises shall develop and implement a Cart Retention and Retrieval Program ("CRRP") for their commercial business. The CRRP shall cover all Cart operations on the business premises, which includes the retail building/ tenant space and all related parking lot areas, including those that are shared with reciprocal access rights in a shopping center. The CRRP shall address procedures for Cart identification, property signage prohibiting Cart removal without written permission, Cart retention systems and Cart retrieval services/programs in conformance with California Business and Professions Code ("BPC") Section 22435 et. seq.

Each Cart Owner shall submit to and obtain approval from the Community Development Director or their designee of the CRRP. The Cart Owner shall then sign and submit an annual CRRP Certification Letter to City Finance Director prior to issuance and as a condition of the annual business license renewal or the initial business license issuance by the City Finance

Director. The Cart Owner shall acknowledge in the certification letter that they have an approved CRRP and that they will properly implement the CRRP as detailed in the approved plan or as modified and updated in the CRRP Certification Letter.

The updated information to be listed in the CRRP Certification Letter includes: any changes in the number, color and/or sizes of Carts on the subject site, any changes to the required Cart or property signage and/or any changes to the approved retention and retrieval procedures.

Any Cart Owner that fails to submit a CRRP shall not be issued a business license until such time the CRRP is submitted, reviewed and approved by the Community Plan Director and the CRRP Certification Letter is submitted and accepted by the Finance Director. Any failure to properly implement and update the approved CRRP is a violation of the Lakewood Municipal Code, and the City may pursue any available enforcement remedy provided by the code, including administrative citations and fines.

1. Definitions for Cart Retention and Retrieval Programs. Definitions of words related to Cart requirements in this section shall be as currently listed and as amended from time to time in state law as BPC section 22435 et. seq. and in addition, as follows:

(a) "Abandoned Cart" means any shopping Cart that has been removed, without written consent of the Cart Owner, from the Cart Owner's business premises and/or parking areas of the retail establishment on which the Cart Owner's business premises is located. The Cart Owner's business premises may include a multi-store shopping center with shared areas of parking and public access.

(b) "Cart Retention and Retrieval Plan" or "CRRP" shall mean a document submitted by the Cart Owner and approved by the City that provides a plan for how the Cart Owner will prevent Carts from becoming abandoned and acts as an implied promise by the Cart Owner to comply with the plan.

(c) "Cart" means a basket which is mounted on wheels or a similar device generally used in a retail establishment by a customer for transporting goods of any kind, including, but not limited to, grocery store shopping Carts and laundromat laundry Carts.

(d). "Owner or Cart Owner" means any person, firm, partnership, corporation, association, tenant, or other entity who owns, possesses, or makes a Cart available for the use of the Owner's customers or the public in connection with the management and operation of the Owner's business. "Owner" for the purposes of this section shall also include the Owner's on-site business manager or designated agent that provides Carts for use by Owner's customers or the public.

(e) "Premises" means the entire area owned, utilized or under the control of the business establishment that provides Carts for use by customers, including any parking area or other off-street area provided by or for use by a customer of the business establishment.

(f) "Unidentified Cart" means any Cart that does not have the required Cart identification sign permanently attached in compliance with BPC 22435 et. seq.

2. Unauthorized Cart Removal or Cart Possession. In conformance and compliance with California Business and Professions Code Section 22435 et. seq., it is unlawful for any person to have the intent to temporarily or permanently deprive the Cart Owner of possession of a Cart and do any of the following

(a) Remove a Cart from the Cart Owner's business premises.

(b) To leave or abandon a Cart at a location other than the subject business premises.

(c) To be in possession of any Cart, while that Cart is not located on the Cart Owner's business premises.

(d) To alter, convert, or tamper with a Cart, or to remove any part or portion thereof or to remove, obliterate or alter serial numbers or the identification placard on a Cart.

(e) These provisions do not apply to the Cart Owner or to their agents or employees, or to a Cart Owner customer, who has written consent from the Cart Owner to be in possession of the Cart and/or to be allowed to remove the Cart from the Cart Owner's business premises or to do any of the acts specified, required and allowed in this section.

3. All Carts Secured Daily. All Cart Owners, regardless of the number of Carts owned, shall ensure that all Carts are secured from public access after the close of business every day.

4. Cart Identification. Each Cart at a business shall have a permanently installed and readily visible identification placard that states the business name, address, phone number and, if applicable, an email address for the Cart Owner. The placard shall state that the removal of the Cart from the business premises and or possession of a Cart removed from the premises is a punishable violation of BPC 22435 et. seq. Placard example:

DO NOT REMOVE THIS CART

Unauthorized Removal or Possession of this Cart

Away from the business location is a violation of

State Law BPC 22435 et. seq.

IF FOUND – PLEASE CALL OR RETURN TO:

(List business address, phone number, email and/or Cart retrieval service)

5. Property Warning Signs. Each Cart Owner shall permanently install readily visible warning signs at each point of normal ingress and egress both inside the retail store at doors and in parking lots that state that the removal of the Cart from the business premises and or possession of a Cart removed from the premises is a violation of BPC 22435 et. seq. Warning sign example:

WARNING

DO NOT REMOVE CARTS FROM PROPERTY

Unauthorized Removal or Possession of a Cart

Away from this Business Location is a Violation of

State Law BPC 22435 et. seq. and it will be Enforced.

IF FOUND, PLEASE RETURN CARTS

6. Cart Retention Program. The Cart Owner shall include in the CRRP a description of the specific measures that they propose to implement to prevent Cart removal and to retain Carts on the business premises. Approval of the Community Development Director or designee is required. These measures may include, but are not limited to:

(a) Electronic/magnetic wheel locks or other physical disabling devices on the Carts so they cannot be easily removed from the store or from a parking lot,

(b) Security staff to prevent removal from the store or from a parking lot,

(c) Courtesy clerks to accompany customers out and return the Carts to the store,

(d) Security deposit for temporary use of a Cart, or

(e) Other acceptable Cart removal prevention procedures or methods.

7. Cart Retrieval Program. Cart Owners shall establish an internal program or contract with an external service to retrieve abandoned Carts in the City of Lakewood within seventy-two

(72) hours of being notified of the location of the abandoned Cart. The Cart Owner shall include in the CRRP a description of the specific retrieval system they propose to implement. Approval of the Community Development Director or designee is required. These measures may include, but are not limited to:

- (a) Cart Owner staff picking up and returning any reported abandoned Carts daily.
- (b) Cart Owner staff canvassing the area within ½ mile of the business weekly.
- (c) Contracting with a Cart retrieval service to canvass and pickup Carts, daily.
- (d) Multiple businesses may collaborate and submit a single retrieval plan
- (e) Other acceptable Cart retrieval procedures or methods.

8. City Retrieval and Disposal of Carts. The City may retrieve an abandoned Cart from public property (or private property with the consent of the private property Owner) in the following circumstances:

- (a) The Cart is an unidentified Cart without the required identification placard.
- (b) The location of the Cart is on public right-of-way and impeding safe operations.
- (c) The location of the Cart has been determined to be unsafe by an emergency service agency staff member (*e.g., fire or sheriff, etc.*)
- (d) The City has confirmed notification of the Cart Owner, the Owner's agent, and/or the contracted Cart retrieval service listed by the Cart Owner in the approved CRRP and the Cart has not been retrieved within five (5) city business days from the confirmed notification. Confirmed notification to the Cart Owner or their identified agent/staff by city staff includes the following: 1) a connected two-way phone conversation, not just a message; 2) a confirmed email message acknowledging the Cart will be picked up and 3) a certified return receipt letter notifying Cart Owner of the Cart location.

Following such retrievals and compliance with the above listed notification and allowed retrieval requirements, the City may then dispose of such unidentified or unclaimed Carts by destruction, recycling, donation, or surplus sales.

9. Enforcement. Abandoned, unidentified and unclaimed Carts are all hereby determined to be a public nuisance per se. The unauthorized removal or possession of a Cart away from the Cart Owner's business premises is an unlawful act prohibited by state law and city regulation. The failure of a Cart Owner to have an approved CRRP or to properly implement or update an approved CRRP is a violation of this Code. These are all subject to all enforcement remedies and actions allowed by the Lakewood Municipal Code or as otherwise required by state law, including but not limited to administrative citations, fines and criminal law penalties, when applicable.

SECTION 3. SEVERABILITY. If any section, subsection, subdivision, sentence, clause, phrase, or portion of this Ordinance, is for any reason held to be invalid or unconstitutional by the decision of any court of competent authority, such decision shall not affect the validity of the remaining portions of this Ordinance. The City Council hereby declares that it would have adopted this Ordinance and each section, subsection, subdivision, sentence, clause, phrase, or portion thereof, irrespective of the fact that any one or more sections, subsections, subdivisions, sentences, clauses, phrases, or portions thereof be declared invalid or unconstitutional.

SECTION 4. CONTINUITY. To the extent the provisions of the Lakewood Municipal Code as amended by this Ordinance are substantially the same as the provisions of that Code as

they read immediately prior to the adoption of this Ordinance, then those provisions shall be construed as continuations of the earlier provisions and not as new enactments.

SECTION 5. CERTIFICATION. The City Clerk shall certify the adoption of this Ordinance and shall post a certified copy of this Ordinance, including the vote for and against same, in the Office of the City Clerk, in accordance with Government Code Section 36933. The City Council hereby finds and determines there are no newspapers of general circulation both published and circulated within the City and, in compliance with Section 36933 of the Government Code, directs the City Clerk to cause the ordinance within 15 days after its passage to be posted in at least three (3) public places within the City as established by Ordinance.

SECTION 6. EFFECTIVE DATE. This Ordinance shall be posted and/or published as required by law and shall take effect thirty (30) days after its adoption.

ADOPTED AND APPROVED this _____ day of _____, 2025,
by the following roll call vote:

| | AYES | NAYS | ABSENT |
|-------------------------|-------|-------|--------|
| Council Member Wood | _____ | _____ | _____ |
| Council Member Croft | _____ | _____ | _____ |
| Council Member Arellano | _____ | _____ | _____ |
| Council Member Chase | _____ | _____ | _____ |
| Mayor Rogers | _____ | _____ | _____ |

Mayor

ATTEST:

City Clerk

DIVIDER SHEET

Reports

COUNCIL AGENDA

January 14, 2025

TO: The Honorable Mayor and City Council

SUBJECT: CalPERS Accelerated Payment Options

INTRODUCTION

This report is included in both the study session and regular meeting agendas. The item was partially presented to the City Council at the November 12, 2024 study session. Unfortunately, there was insufficient time to complete the presentation prior to the start of the regularly scheduled 7:30 pm meeting. The presentation at the study session will resume and not require formal action as it will focus on funding options with much of the background information having been already covered. Subsequently, the presentation at the regular meeting will be centered on the recommended formal action.

The passage of Measure L was a turning point in the City's financial outlook. New revenues generated were largely intended to address three main objectives: continue providing valued and long-standing services to the community, address deferred infrastructure needs, and pay down long-term debt (namely pension obligations). The City has largely focused on the first two objectives and is now positioned to address paying CalPERS long-term pension obligations more proactively.

While the City's CalPERS pension funding level (76.3%) is strong compared to most agencies (especially those with public safety employees), there are additional steps that may be taken to enhance the funding status. Over time, those actions could significantly lower the amount of interest paid on the City's obligations and provide long-term budget relief. This is in line with the intentions of Measure L and consistent with our objective of saving future funds by paying down long-term obligations over the next 20 years.

This subject matter is technical by nature. The study session will feature a comprehensive presentation from Julio Morales, Senior Managing Director at Kosmont Financial Services with additional materials and instructive graphs to be introduced. The following material is intended to provide background information and context that will work in conjunction with Mr. Morales' presentation on Tuesday evening.

STATEMENT OF FACT

It is important to differentiate the three cost components associated with CalPERS' pension debt:

- Employee Share - 7% of an employee's salary for "Classic" employees and 7.75% for employees new to CalPERS starting in 2013 (known as PEPRA Employees – Public Employees Pension Reform Act). Classic employees currently pay 5.5% of the 7% (by FY 2026-27 employees will pay the full 7%) and PEPRA Employees pay their full 7.75% share. This totals about \$1.4 million, mostly paid by employees.
- Normal Cost - The value of pension benefits earned by employees annually. This is approximately \$1.8 million for FY 2024-25 and paid by the City.

- **Unfunded Accrued Liability (UAL)** – This represents the amount needed to fund past employee service credits. It can also be viewed as the cumulative prior years' funding shortfall, the difference between the cost of employee pension benefits accumulated (approximately \$160 million) and the value of the assets it has set aside to pay for those benefits (approximately \$122 million). This creates a \$37.97 million gap needed to fund the full UAL, with \$3.18 million representing one year's installment payment toward the total.

The presentation and discussion during the study session will largely center on the UAL component and approaches to fund it on a more proactive basis that will benefit the City. The \$37.97 million cited above is the cumulative and net amount owed for 20 years of past CalPERS pension activity. Each year that has transpired requires an individual adjustment based on a comparison between the original actuarial funding estimates and the actual performance of the City's account activity (investments, demographics, adjustments, etc.). Some years produce a favorable adjustment and others an unfavorable one, with each year's results producing a new "amortization base" that adjusts the overall UAL and is spread over multiple years. Again, the net effect for the City is a \$37.97 million funding gap. See Exhibit A (attached) for details on the annual adjustment amounts. While the total is a sizable amount, it is on the lower end of the scale when comparing it to most other municipalities.

As shown in the exhibit, the City's annual UAL \$3.18 million payment to CalPERS is applied toward individual yearly adjustment amounts where there is a loss. Therefore, when looking to reduce the UAL with additional payments it is necessary to develop a targeting strategy and determine the preferred objective. Selecting to pay a shorter amortization base positively impacts cash flows by lowering the amount to be budgeted and paid short-term. Conversely, selecting a longer base maximizes the savings as it minimizes the amount of interest to accumulate over a longer period of time. This will be highlighted graphically during the presentation.

City General Fund Reserves

The City maintains sound General Fund reserve levels that are put into various classifications. See Exhibit B. These funds are invested as part of the City's overall investment portfolio with yields varying annually based on market conditions, with most current investment yields between 4% and 5%. Combined, two of the General Fund reserve classifications have earmarked funds for pension and personnel obligations totaling approximately \$7.9 million. This includes \$1 million set aside for this specific purpose and approximately \$6.9 million maintained in broader General Fund reserves as Pension and Personnel obligations with a significant CalPERS-linked component. Further detail on this is provided in Exhibit B. By remitting any portion of the above funds to CalPERS, the City can benefit from CalPERS' formally anticipated 6.8% rate of return. Staff's recommendation is to submit the \$1 million mentioned above and gather Council feedback regarding the possibility of additional reserve funds being remitted to CalPERS over the next two years for potentially a greater yield on investment. Spacing out the payments could be advantageous as it may help mitigate timing risk. As we know, CalPERS investments (like any other) can greatly fluctuate from one year to another.

STAFF RECOMMENDATION

It is recommended that the City Council consider reducing the cost of long-term financial obligations by 1) setting an appropriation and payment of \$1 million from General Fund set-aside reserves toward the CalPERS Unfunded Accrued Liability (UAL) account or 2) setting aside a different appropriation and payment amount from General Fund set-aside reserves toward the CalPERS UAL account.



Jose Gomez
Director of Administrative Services



Thaddeus McCormack
City Manager

Exhibit A

| Amortization Bases - June 30, 2025 | | | | | |
|---|---------------------------------|-------------|------------|---------------------|--------------------|
| Year | Reason | Term | UAL | Payment | |
| 1 | 2004 Method Change | NO | 1 | (37,933) | (39,202) |
| 2 | 2009 Assumption Change | NO | 6 | 1,726,370 | 326,431 |
| 3 | 2009 Special (Gain)/Loss | NO | 16 | 2,529,068 | 214,170 |
| 4 | 2010 Special (Gain)/Loss | NO | 17 | 868,886 | 70,446 |
| 5 | 2011 Assumption Change | NO | 8 | 1,527,536 | 224,673 |
| 6 | 2011 Special (Gain)/Loss | NO | 18 | (1,186,488) | (92,407) |
| 7 | 2012 (Gain)/Loss | NO | 19 | 139,046 | 10,434 |
| 8 | 2012 Payment (Gain)/Loss | NO | 19 | 61,592 | 4,622 |
| 9 | 2013 (Gain)/Loss | 100% | 20 | 14,398,142 | 1,123,031 |
| 10 | 2014 (Gain)/Loss | 100% | 21 | (13,724,450) | (1,031,273) |
| 11 | 2014 Assumption Change | 100% | 11 | 5,187,095 | 692,978 |
| 12 | 2015 (Gain)/Loss | 100% | 22 | 3,808,112 | 276,402 |
| 13 | 2016 (Gain)/Loss | 100% | 23 | 8,113,997 | 570,240 |
| 14 | 2016 Assumption Change | 100% | 13 | 2,103,413 | 238,102 |
| 15 | 2017 (Gain)/Loss | 100% | 24 | (4,144,319) | (282,622) |
| 16 | 2017 Assumption Change | 100% | 14 | 2,899,652 | 306,166 |
| 17 | 2018 (Gain)/Loss | 100% | 25 | (284,973) | (18,895) |
| 18 | 2018 Assumption Change | 100% | 15 | 4,658,001 | 461,930 |
| 19 | 2018 Method Change | 100% | 15 | 1,262,731 | 125,224 |
| 20 | 2019 Investment (Gain)/Loss | 100% | 16 | 680,876 | 68,822 |
| 21 | 2019 Non-Investment (Gain)/Loss | NO | 16 | 606,887 | 61,344 |
| 22 | 2020 Investment (Gain)/Loss | 80% | 17 | 3,320,083 | 264,615 |
| 23 | 2020 Non-Investment (Gain)/Loss | NO | 17 | (960,471) | (93,879) |
| 24 | 2021 Assumption Change | NO | 18 | 745,439 | 70,676 |
| 25 | 2021 Net Investment (Gain) | 60% | 18 | (16,931,289) | (1,018,020) |
| 26 | 2021 Non-Investment (Gain)/Loss | NO | 18 | (1,658,907) | (157,284) |
| 27 | 2021 Risk Mitigation | NO | 0 | - | - |
| 28 | 2021 Risk Mitigation Offset | NO | 0 | - | - |
| 29 | 2022 Benefit Change | NO | 19 | 209,239 | 19,297 |
| 30 | 2022 Investment (Gain)/Loss | 40% | 19 | 23,137,142 | 951,104 |
| 31 | 2022 Non-Investment (Gain)/Loss | NO | 19 | 1,734,932 | 160,000 |
| 32 | 2023 Investment (Gain)/Loss | 20% | 20 | 1,070,951 | 23,020 |
| 33 | 2023 Non-Investment (Gain)/Loss | NO | 20 | (3,886,843) | (349,519) |
| | | | | \$37,973,517 | \$3,180,626 |

Exhibit B

FY 2023-24 Financial Statement Excerpt - General Fund Reserves

| Type of Reserve | Amount |
|--|-----------------------------|
| Nonspendable | |
| Prepaid Items | 58,327 |
| Inventories | 92,241 |
| Receivables from Successor Agency | 11,096,154 |
| Committed | |
| Self Insurance | 4,000,000 |
| Pension and Personnel obligations | 6,894,823 * |
| Capital projects | 7,020,709 |
| Refuse stabilization | 1,964,966 |
| Economic uncertainties | 16,684,127 |
| Assigned | |
| Infrastructure Development | 6,000,000 |
| ARPA Exchange (balance) | 7,420,410 |
| Measure L CIP Reserve | 9,263,687 |
| Equipment Replacement | 2,384,230 |
| Contract emergency services | 2,576,423 |
| Legal Fees Contingency | 1,300,000 |
| Pension Obligations Paydown | 1,000,000 |
| Measure L Long-Term Reserve | 18,600,000 |
| Unassigned | 2,616,589 |
| TOTAL FUND BALANCE | <u>\$ 98,972,686</u> |

* Details are as follows:

| | |
|------------------|---|
| \$ 4,417,438 | Combined CalPERS Normal Cost and UAL obligations for one year |
| 461,304 | PARS UAL Normal Cost and UAL obligations for one year |
| <u>2,016,081</u> | Employee compensated absences (the value of all vacation and sick leave balances) |
| \$ 6,894,823 | Total |

DIVIDER SHEET

Housing Successor

**CITY OF LAKEWOOD SUCCESSOR AGENCY - HOUSING
FUND SUMMARY 12/12/2024**

In accordance with section 2521 of the Lakewood Municipal Code, presented herewith is a summary of obligations to be paid by the City of Lakewood. Each of the following demands has been audited by the Director of Finance and Administrative Services and approved by the City Manager.

| | | |
|------|--------------------------|-----------------|
| 3901 | HOUSING SUCCESSOR AGENCY | 9,900.00 |
| | | <hr/> |
| | | 9,900.00 |

Council Approval

Date

City Manager

Attest

City Clerk

Director of Finance and Administrative Services

CITY OF LAKEWOOD SUCCESSOR AGENCY - HOUSING
SUMMARY CHECK REGISTER

| CHECK DATE | VENDOR NAME | CHECK AMOUNT |
|---------------|------------------|-----------------|
| 12/11/2024 | CHICAGO TITLE CO | 50.00 |
| 12/11/2024 | FLEX PAINTING | 9,850.00 |
| | Totals: | 9,900.00 |

**CITY OF LAKEWOOD SUCCESSOR AGENCY - HOUSING
FUND SUMMARY 12/19/2024**

In accordance with section 2521 of the Lakewood Municipal Code, presented herewith is a summary of obligations to be paid by the City of Lakewood. Each of the following demands has been audited by the Director of Finance and Administrative Services and approved by the City Manager.

| | | |
|------|--------------------------|------------------|
| 3901 | HOUSING SUCCESSOR AGENCY | 44,088.50 |
| | | <hr/> |
| | | 44,088.50 |

Council Approval

Date

City Manager

Attest

City Clerk

Director of Finance and Administrative Services

**CITY OF LAKEWOOD SUCCESSOR AGENCY - HOUSING
SUMMARY CHECK REGISTER**

| CHECK DATE | VENDOR NAME | CHECK AMOUNT |
|-----------------------|---------------------|-------------------------|
| 12/19/2024 | WILLDAN ASSOCIATES | 9,088.50 |
| 12/19/2024 | LISSAK, NATALIE AND | 35,000.00 |
| | Totals: | 44,088.50 |

**CITY OF LAKEWOOD SUCCESSOR AGENCY - HOUSING
FUND SUMMARY 1/9/2025**

In accordance with section 2521 of the Lakewood Municipal Code, presented herewith is a summary of obligations to be paid by the City of Lakewood. Each of the following demands has been audited by the Director of Finance and Administrative Services and approved by the City Manager.

| | | |
|------|--------------------------|-------------|
| 3901 | HOUSING SUCCESSOR AGENCY | 55.05 |
| | | <hr/> 55.05 |

Council Approval

Date

City Manager

Attest

City Clerk

Director of Finance and Administrative Services

**CITY OF LAKEWOOD SUCCESSOR AGENCY - HOUSING
SUMMARY CHECK REGISTER**

| <u>CHECK DATE</u> | <u>VENDOR NAME</u> | <u>CHECK AMOUNT</u> |
|-----------------------|----------------------|-------------------------|
| 01/09/2025 | FEDERAL EXPRESS CORP | 55.05 |
| | Totals: | 55.05 |