

**CITY COUNCIL OF MONTEREY PARK
AND THE CITY COUNCIL ACTING ON BEHALF OF THE SUCCESSOR AGENCY OF THE FORMER
REDEVELOPMENT AGENCY
AGENDA**

REGULAR MEETING

**Monterey Park City Hall Council Chambers
320 W. Newmark Avenue, Monterey Park, CA 91754**

**Wednesday
December 18, 2019
7:00 p.m.**

MISSION STATEMENT

**The mission of the City of Monterey Park is to provide excellent services
to enhance the quality of life for our entire community.**

Documents related to an Agenda item are available to the public in the City Clerk's Office located at 320 West Newmark Avenue, Monterey Park, CA 91754, during normal business hours and the City's website at www.montereypark.ca.gov.

PUBLIC COMMENTS ON AGENDA ITEMS

You may speak up to 5 minutes on Agenda item. You may combine up to 2 minutes of time with another person's speaking. No person may speak more than a total of 10 minutes. The Mayor and City Council may change the amount of time allowed for speakers.

Per the Americans with Disabilities Act, if you need special assistance to participate in this meeting please call City Hall at (626) 307-1359 for reasonable accommodation at least 24 hours before a meeting. Council Chambers are wheelchair accessible.

This Agenda includes items considered by the City Council acting on behalf of the Successor Agency of the former Monterey Park Redevelopment Agency which dissolved February 1, 2012. Successor Agency matters will include the notation of "SA" next to the Agenda Item Number.

CALL TO ORDER **Mayor**

FLAG SALUTE **The Monterey Park Police Explorers**

ROLL CALL **Peter Chan, Mitchell Ing, Stephen Lam, Hans Liang, Teresa Real Sebastian**

AGENDA ADDITIONS, DELETIONS, CHANGES AND ADOPTIONS

PUBLIC COMMUNICATIONS. While all comments are welcome, the Brown Act does not allow the City Council to take action on any item not on the agenda. The Council may briefly respond to comments after Public Communications is closed. Persons may, in addition to any other matter within the City Council's subject-matter jurisdiction, comment on Agenda Items at this time. If you provide public comment on a specific Agenda item at this time, however, you cannot later provide comments at the time the Agenda Item is considered.

ORAL AND WRITTEN COMMUNICATIONS

[1.] PRESENTATION – None.

[2.] OLD BUSINESS – None.

[3.] CONSENT CALENDAR ITEMS NOS. 3A-3I

3-A. RESOLUTION ADOPTING THE RECOGNIZED OBLIGATION PAYMENT SCHEDULE AND ADMINISTRATIVE BUDGET FOR JULY 1, 2020 – JUNE 30, 2021

It is recommended that the City Council, acting on behalf of the Successor Agency, consider:

- (1) Adopting a resolution approving the Recognized Obligation Payment Schedule (ROPS20-21 A&B) for the period between July 1, 2020 – June 30, 2021;
- (2) Approving the Successor Agency Administrative Budget for July 1, 2020 – June 30, 2021; and
- (3) Directing staff to post and transmit the ROPS and Administrative Budget to the appropriate public agencies;
- (4) Take such additional, related, action that may be desirable.

3-B. WARRANT REGISTER FOR THE CITY OF MONTEREY PARK OF DECEMBER 18, 2019

It is recommended that the City Council:

- (1) Approve payment of warrants and adopt a Resolution allowing certain claims and demands per Warrant Register dated December 18, 2019 totaling \$931,355.51 specifying the funds out of which the same are to be paid; and
- (2) Take such additional, related, action that may be desirable.

3-C. MONTHLY INVESTMENT REPORT – NOVEMBER 2019

It is recommended that the City Council:

- (1) Receive and file the monthly investment report; and
- (2) Take such additional, related, action that may be desirable.

3-D. 2018-2019 COMPREHENSIVE ANNUAL FINANCIAL REPORT

It is recommended that the City Council consider:

- (1) Receiving and filing the City's 2018-2019 Comprehensive Annual Financial Report; and
- (2) Take such additional, related, action that may be desirable.

3-E. MINIMUM WAGE INCREASE PER LABOR CODE §1182.12

It is recommended that the City Council consider:

- (1) Adopting a Resolution approving the State mandated minimum wage increase in order to have the wage adjustments in place as of January 1, 2020; and
- (2) Take such additional, related, action that may be desirable.

**3-F. DEMOLITION & RECONSTRUCTION OF FIRE STATION 62; SPECIFICATION NO. 2019-005
- AWARD OF CONTRACT**

It is recommended that the City Council:

- (1) Authorize the City Manager to execute a public works contract, in a form approved by the City Attorney, with Klassic Engineering & Construction, Inc. of Orange, California in the amount of \$5,397,101 for the Demolition and Reconstruction of Fire Station 62;
- (2) Authorize the Director of Public Works to approve change orders and contingency up to \$159,000, or 3% of the contract amount, for a total project cost of \$5,556,101;
- (3) Appropriate a total of \$450,000 to cover costs above the FY2019 budgeted amount of \$5,106,977: \$100,000 from Fire Suppression Development Impact Fees (DIF); \$150,000 in General Fund Capital Improvement Projects (CIP) reserve funds; \$100,000 from Measure R funds; and \$100,000 from Measure M funds – for a total of \$5,556,977; and
- (4) Take such additional, related, action that may be desirable.

**3-G. TRAFFIC SIGNAL UPGRADE - AUTHORIZE STAFF TO RECEIVE AND APPROPRIATE
ADDITIONAL FUNDS**

It is recommended that the City Council consider:

- (1) Authorizing the City Manager to receive and appropriate additional \$520,340 Highway Safety Improvement Program (HSIP) Cycle 7 Fund and appropriate local match of \$74,860 and additional design cost of \$38,635 in Measure R funding;
- (2) Awarding a Professional Services Agreement (PSA) to KOA Corporation, in the amount of \$38,635 to prepare plans, specifications and engineer's estimates (PS&E);
- (3) Authorizing the Director of Public Works to approve change orders up to \$3,864 (up to 10% of PSA amount) for this project;
- (4) Authorizing the City Manager, or designee, to execute an agreement with KOA Corporation, in a form approved by the City Attorney; and
- (5) Take such additional, related, action that may be desirable.

**3-H. CONSIDERATION AND POSSIBLE ACTION TO ADOPT A RESOLUTION AUTHORIZING
THE CITY MANAGER, OR DESIGNEE, TO APPLY FOR, RECEIVE AND APPROVE GRANT
FUNDS FOR THE PLANNING GRANTS PROGRAM**

It is recommended that the City Council consider:

- (1) Adopting a resolution authorizing the City Manager, or designee, to apply for, receive and appropriate grant funds for the Planning Grants Program; and
- (2) Take such additional, related, action that may be desirable.

3-I. EXTENSION TO MEMORANDA OF UNDERSTANDING WITH THE METROPOLITAN WATER DISTRICT OF SOUTHERN CALIFORNIA FOR EL NIÑO PREPAREDNESS PROJECTS AT GARVEY RESERVOIR

It is recommended that the City Council:

- (1) Authorize the City Manager to execute Extensions to three Memoranda of Understanding between the City of Monterey Park and the Metropolitan Water District of Southern California for El Niño Preparedness projects at three areas near Garvey Reservoir, in a form approved by the City Attorney; and
- (2) Take such additional, related, action that may be desirable.

[4.] PUBLIC HEARING

4-A. A PUBLIC HEARING TO CONSIDER AN AMENDMENT TO THE GARFIELD VILLAGE SPECIFIC PLAN (SPA-19-01), ZONE CHANGE (ZC-19-01) AND CONDITIONAL USE PERMIT (CU-19-04) FOR THE RECONSTRUCTION OF AN EXISTING SERVICE STATION (ARCO) AND CONSTRUCTION OF NEW 24-HOUR DRIVE-THROUGH COFFEE SHOP AT 2425 AND 2439 SOUTH GARFIELD AVENUE

It is recommended that the City Council consider:

- (1) Opening the public hearing;
- (2) Receiving documentary and testimonial evidence;
- (3) Closing the public hearing;
- (4) Taking the following action:
 - a. Waiving first reading and introducing an Ordinance approving a Specific Plan Amendment (SPA-19-01) and Zone Change (ZC-19-01);
 - b. Adopting a Resolution approving a Conditional Use Permit (CU-19-04), subject to SPA-19-01 and ZC-19-01, along with conditions of approval; and
- (5) Take such additional, related, action that may be desirable.

CEQA (California Environmental Quality Act):

The Project is categorically exempt from additional environmental review pursuant to CEQA Guidelines § 15332 as a Class 32 categorical exemption (In-Fill Development Projects) in that the Project consists of demolishing and reconstructing an existing service station. The property is designated Commercial in the General Plan Land Use Element. The proposed development will take place within city limits on a site of no more than five acres substantially surrounded by urban uses. The Project site has no value as habitat for endangered, rare or threatened species in that the property is already developed with an existing service station which will be demolished and reconstructed as part of the proposed Project; furthermore, the construction of the proposed drive-thru coffee shop will take place entirely upon the existing, developed lot. Approval of the Project will not result in any significant effects relating to traffic, noise, air quality, or water quality in that the Project is an in-fill project in an existing developed and urban area. Lastly, the site can be adequately served by all required utilities and public services.

4-B. A PUBLIC HEARING TO CONSIDER A ZONE CHANGE (ZC-18-01) TO CREATE A SENIOR-CITIZEN-HOUSING (S-C-H) OVERLAY ZONE, CONDITIONAL USE PERMIT (CU-18-01) FOR AN AFFORDABLE SENIOR HOUSING DEVELOPMENT, AND TENTATIVE MAP NO. 73741 (TM-18-01) TO SUBDIVIDE AIR RIGHTS FOR THE CONSTRUCTION OF A 54-UNIT SENIOR CITIZEN HOUSING CONDOMINIUM PROJECT – 130-206 SOUTH CHANDLER AVENUE

It is recommended that the City Council consider:

- (1) Continuing the application to the meeting of January 15, 2019; and
- (2) Take such additional, related, action that may be desirable.

[5.] NEW BUSINESS

5-A. CONSIDERATION AND POSSIBLE ACTION TO ADOPT A RESOLUTION OF INTENT TO AMEND THE CITY'S CALPERS CONTRACT CAUSING MEMBERS OF THE MONTEREY PARK POLICE OFFICERS' MID-MANAGEMENT ASSOCIATION, MONTEREY PARK POLICE CAPTAINS ASSOCIATION AND THE PROFESSIONAL CHIEF FIRE OFFICERS ASSOCIATION TO MAKE ADDITIONAL PAYMENTS TOWARD CALPERS COST AS FOLLOWS: AN ADDITIONAL 3% BY CLASSIC EMPLOYEES; AND 0.5% FOR PEPRA EMPLOYEES. THE PROPOSED ACTION INCLUDES INTRODUCING AN ORDINANCE THAT, IF ADOPTED, WOULD AMEND THE CALPERS CONTRACT

It is recommended that the City Council consider:

- (1) Adopting a Resolution providing notice of an intent to amend the City's CalPERS contract to increase contributions made by MPPOMMA, MPPCA and PCOA members to CalPERS retirement costs;
- (2) Waiving first reading and introduce an Ordinance that would amend the City's CalPERS contract. Second reading and adoption would be scheduled for January 15, 2020;
- (3) Authorizing the City Clerk to sign the "*Certificate of Compliance with Government Code Section 7507*"; and
- (4) Take such additional, related, action that may be desirable.

[6.] COUNCIL COMMUNICATIONS AND MAYOR/COUNCIL AND AGENCY MATTERS

[7.] CLOSED SESSION (IF REQUIRED; CITY ATTORNEY TO ANNOUNCE)

ADJOURN



City Council Staff Report

DATE: December 18, 2019

AGENDA ITEM NO: Consent Calendar
Agenda Item 3-A.

TO: Honorable Mayor and Members of the City Council
FROM: Annie Young, CPFO, Director of Management Services
SUBJECT: Resolution Adopting the Recognized Obligation Payment Schedule and Administrative Budget for July 1, 2020 – June 30, 2021

RECOMMENDATION It is recommended that the City Council, acting on behalf of the Successor Agency, consider:

- (1) Adopting a resolution approving the Recognized Obligation Payment Schedule (ROPS20-21 A&B) for the period between July 1, 2020 – June 30, 2021;
- 2) Approving the Successor Agency Administrative Budget for July 1, 2020 – June 30, 2021; and
- 3) Directing staff to post and transmit the ROPS and Administrative Budget to the appropriate public agencies;
- 4) Taking such additional, related, action that may be desirable

EXECUTIVE SUMMARY:

Existing law requires the Monterey Park Successor Agency ("SA") to formulate Recognized Obligation Payment Schedules under which the SA makes payments for eligible obligations of the former Redevelopment Agency. The Recognized Obligation Payment Schedules are considered by the Successor Agency Board, proposed to the Oversight Board ("OB") and, if approved by the OB, provided to the California Department of Finance for review.

The ROPS is required to be prepared for an entire 12 months. Staff requests that the City Council, acting on behalf of the Successor Agency for the former Monterey Park Redevelopment Agency, consider and adopt the Recognized Obligation Payment Schedule ROPS20-21 A&B and the related administrative budget for the period covering July 2020 – June 2021.

DISCUSSION:

ROPS20-21 A&B has no new line items and requests an amount of \$2,915,428, including an administrative budget of \$190,000, for the period of July 1, 2020 through June 30, 2021.

To meet the deadlines for disbursement of funds from the County of Los Angeles, both the Successor Agency and the Oversight Board must approve the ROPS and submit it to the Department of Finance by February 1, 2020.

The First District Consolidated Oversight Board is scheduled on January 13, 2020 to review the ROPS as well as the administrative budget after the SA's approval. The deadline for the Successor Agency to the First District Consolidated Oversight Board is December 23, 2019.

FISCAL IMPACT:

All monies received from the request made on the ROPS go into the account of the Successor Agency for obligations of the former Redevelopment Agency.

Respectfully submitted,

Approved by:



Annie Yaung, CPFO
Director of Management Services



Ron Bow
City Manager



Karl H. Berger
Assistant City Attorney

Attachment:

- 1) Resolution ROPS20-21 A&B

**ATTACHMENT 1
RESOLUTION
ROPS20-21 A&B**

RESOLUTION NO. SA- ____

**A RESOLUTION OF THE SUCCESSOR AGENCY TO THE
MONTEREY PARK REDEVELOPMENT AGENCY ADOPTING
RECOGNIZED OBLIGATION PAYMENT SCHEDULES PURSUANT
TO HEALTH AND SAFETY CODE § 34177.**

The City Council, acting on behalf of the Successor Agency to the Monterey Park Redevelopment Agency ("Successor Agency"), does resolve as follows:

Section 1. The City council finds and declares that:

- A. On June 29, 2011, AB 1X 26 and AB 1 X 27 became effective, requiring that each redevelopment agency within California be dissolved unless the community that created it enacts an ordinance committing it to making certain payments;
- B. On December 29, 2011, the California Supreme Court issued a decision in *California Redevelopment Association v. Matosantos* (2011) 53 Cal. 4th 231 largely upholding AB 1 X 26, invalidating AB 1X 27 as unconstitutional, and holding that AB 1X 26 may be severed from AB 1X 27 and enforced independently;
- C. As a result of the Supreme Court's decision, the Monterey Park Redevelopment Agency (the "redevelopment agency"), created pursuant to the Community Redevelopment Law, was dissolved pursuant to AB 1X 26 on February 1, 2012;
- D. By its Resolution No. 11455 adopted on January 11, 2012, the City Council of the City of Monterey Park chose to act on behalf of the successor agency for the Redevelopment Agency (the "Successor Agency"); and
- E. In adopting this Resolution for the Successor Agency, the City Council approves the Recognized Obligation Payment Schedule (designated as ROPS 20-21 A&B by the California Department of Finance) on behalf of the Successor Agency for the period from July 1, 2020 through June 30, 2021.

Section 2. *Recognized Obligation Payment Schedules.* The City Council adopts ROPS 20-21 A&B attached as Exhibit "A" to this Resolution and incorporated by reference. The City Council also adopts the Administrative Budget attached as Exhibit "B" to this Resolution and incorporated by reference.

Section 3. Authorization. The City Manager, or designee, acting on behalf of the Successor Agency is authorized and directed, jointly and severally, to implement this Resolution including, without limitation, providing documents associated with the ROPS 20-21 A&B to the Oversight Board, City Council, Department of Finance, county Controller and (if applicable) State Controller. The City Manager, or designee, is the official whom the Department of Finance may make requests for review in connection with the ROPS 20-21 A&B.

Section 4. Amendment. The ROPS may be amended from time-to-time at any public meeting of the City Council acting on behalf of the Successor Agency.

Section 5. Environmental Determination. This Resolution is exempt from review under the California Environmental Quality Act (California Public Resources Code §§ 2100, et seq., “CEQA”) and CEQA regulations (14 California Code of Regulations §§ 15000, et seq.) because it establishes rules and procedures to implement government funding mechanisms; does not involve any commitment to a specific project which could result in a potentially significant physical impact on the environment; and constitutes an organizational or administrative activity that will not result in direct or indirect physical changes in the environment. Accordingly, this Resolution does not constitute a “project” that requires environmental review (see specifically 14 CCR § 15378(b)(4-5)).

Section 6. Reliance on Record. Each and every one of the findings and determinations in this Resolution are based on the competent and substantial evidence, both oral and written, contained in the entire record relating to the Successor Agency and applicable law. The findings and determinations constitute the independent findings and determinations of the City Council in all respects and are fully and completely supported by substantial evidence in the record as a whole.

Section 7. Summaries of Information. All summaries of information in the findings, which precede this Section, are based on the substantial evidence in the record including, without limitation, verbal and documentary evidence submitted to the Successor Agency. The absence of any particular fact from any such summary is not an indication that a particular finding is not based in part on that fact.

Section 8. The Secretary is directed to certify the adoption of this Resolution; record this Resolution in the book of the SA’s original resolutions; and make a minute of the adoption of the resolution in the Successor Agency’s records and the minutes of this meeting.

Section 9. This Resolution will become effective immediately upon adoption and will remain effective unless repealed or superseded.

PASSED, APPROVED, AND ADOPTED this 18th day of December, 2019.

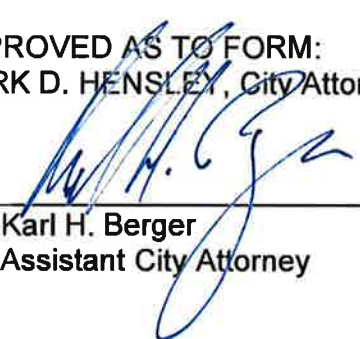
Hans Liang, Mayor
Monterey Park, California

ATTEST:

Vincent D. Chang, City Clerk
Monterey Park, California

APPROVED AS TO FORM:
MARK D. HENSLEY, City Attorney

By: _____


Karl H. Berger
Assistant City Attorney

STATE OF CALIFORNIA)
COUNTY OF LOS ANGELES) ss.
CITY OF MONTEREY PARK)

I, Vincent D. Chang, hereby certify that the above foregoing Resolution No. SA -
_____ was duly passed and adopted by the City Council acting on behalf of the
Successor Agency to the former Redevelopment Agency at a regular meeting
held on the 18th day of December, 2019 by the following vote:

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

Dated this 18th day of December, 2019

Vincent D. Chang, City Clerk
City of Monterey Park

Monterey Park
ROPS 2020-21 Annual

Summary Detail Cash Balances Submission

Requested Funding for Obligations		20-21A Total	20-21B Total	ROPS Total
A	Obligations Funded as Follows (B+C+D)	0	0	0
B	Bond Proceeds	0	0	0
C	Reserve Balance	0	0	0
D	Other Funds	0	0	0
E	Redevelopment Property Tax Trust Fund (RPTTF) (F+G)	1,647,275	1,268,153	2,915,428
F	RPTTF	1,552,275	1,173,153	2,725,428
G	Administrative RPTTF	95,000	95,000	190,000
H	Current Period Obligations (A+E)	1,647,275	1,268,153	2,915,428

Monterey Park ROPS 2020-21 Annual									
Item #	Obligation Name	Obligation Type	Agreement Execution Date	Agreement Termination Date	Payee	Description	Total Outstanding Obligation	Total Requested Funding	Notes
1	Successor Agency Administration Costs	Admin Costs	1/1/2014	7/12/2034	Successor Agency	Successor Agency Administration Costs - labor and overhead	36,466,622	190,000	
16	Los Angeles County Reimbursement Agreement	City/County Loan (Prior 06/28/11), Other	8/27/1987	7/12/2034	County of Los Angeles	Repayment of deferral of prior year pass through payment deferrals	68,081,132	381,122	
28	Housing Fund Repayment of SERAF Loan	LMIHF Loans	8/4/2010	6/30/2016	Housing Successor Agency	Housing Fund Repayment of SERAF Loan	1,445,676	137,342	
29	Repayment of Housing Loan Obligation	LMIHF Loans	5/19/1997	6/30/2039	Housing Successor Agency	Housing Fund Repayment for Outstanding Loan	1,186,222	100,000	
31	Atlantic-Garvey Tax Allocation Refunding Bonds, 2013A	Bonds Issued On or Before 12/31/10	12/24/2013	9/1/2026	US Bank	Bonds issued to advance refund the 2002 Tax Allocation Bonds	8,992,828	1,444,507	
32	Trustee Fees for Merged Tax Allocation Refunding Bonds, 2013B	Bonds Issued On or Before 12/31/10	12/24/2013	9/1/2028	US Bank	Fees for Trustee of Refunding Bonds	25,250	1,000	
33	Trustee Fees for Atlantic-Garvey Tax Allocation Refunding Bonds, 2013A	Bonds Issued On or Before 12/31/10	12/24/2013	9/1/2026	US Bank	Fees for Trustee of Refunding Bonds	26,620	1,000	
36	Merged Tax Allocation Refunding Bonds, 2013B	Bonds Issued After 12/31/10	12/24/2013	9/1/2028	US Bank	Bonds issued to advance refund the 1998 Tax Allocation Bonds	5,581,341	660,457	
								2,915,428	

Monterey Park

ROPS 2020-21 Annual

[Summary](#)[Detail](#)[Cash Balances](#)[Submission](#)

Pursuant to Health and Safety Code section 34177 (l), Redevelopment Property Tax Trust Fund (RPTTF) may be listed as a source of payment on the ROPS, but only to the extent no other funding source is available or when payment from property tax revenues is required by an enforceable obligation. For tips on how to complete the Report of Cash Balances Form, see [Cash Balance Tips](#).

Export to Excel

Note: Cash Balances data is auto-saved.

July 1, 2017 through June 30, 2018

(Report Amounts in Whole Dollars)

A	B	C	D	E	F	G	H
		Bond Proceeds		Fund Sources	Other Funds	RPTTF	
	ROPS 17-18 Cash Balances (07/01/17 - 06/30/18)	Bonds issued on or before 12/31/10	Bonds issued on or after 01/01/11	Reserve Balance Prior ROPS RPTTF and Reserve Balances retained for future period(s)	Rent, Grants, Interest, etc.	Non-Admin and Admin	Comments
1	Beginning Available Cash Balance (Actual 07/01/17) RPTTF amount should exclude "A" period distribution amount						
2	Revenue/Income (Actual 06/30/18) RPTTF amount should tie to the ROPS 17-18 total distribution from the County Auditor- Controller					2,359,089	
3	Expenditures for ROPS 17-18 Enforceable Obligations (Actual 06/30/18)					2,359,089	
4	Retention of Available Cash Balance (Actual 06/30/18) RPTTF amount retained should only include the amounts distributed as reserve for future period(s)						
5	ROPS 17-18 RPTTF Prior Period Adjustment RPTTF amount should tie to the Agency's ROPS 17-18 PPA form submitted to the CAC			No entry required			

**City of Monterey Park
Successor Agency Administrative Costs
7/1/2020 - 6/30/2021**

			ROPS 20-21 A&B 12-Month Period
Object	ROPS Item #	Name	Total
Successor Agency (Activity 1203)			
11200/	1	Salaries & Benefits:	
		Accountant	20,000
		Director of Mgmt Services	35,000
		City Manager	30,000
		<i>Sub-total for Salaries and Benefits</i>	85,000
11650/12500		General Liability / Insurance / Separation Benefits	21,000
12331		OPEB Obligations	12,000
21350		Office Supplies (paper/toners/ink)	1,500
32200		Postage / Messenger Service / Telephone	1,500
31600		Attorney Services	5,000
31800		SA Audit and Annual Financial Statement	22,000
31950		Other Profession Services	15,000
37500		Duplicating Equipment Rental	5,000
38400		Repairs and Maintenance (Space)	22,000
Administration Budget - Total			\$ 190,000



City Council Staff Report

DATE: **December 18, 2019**

AGENDA ITEM NO: **Consent Calendar
Agenda Item 3-B.**

TO: The Honorable Mayor and City Council
FROM: Annie Yaung, CPFO, Director of Management Services
SUBJECT: Warrant Register for the City of Monterey Park of
December 18, 2019

RECOMMENDATION:

It is recommended that the City Council:

- (1) Approve payment of warrants and adopt a Resolution allowing certain claims and demands per Warrant Register dated **December 18, 2019 totaling \$931,355.51** specifying the funds out of which the same are to be paid; and
- (2) Take such additional, related, action that may be desirable.

EXECUTIVE SUMMARY:

Disbursements will be made from the funds referenced in the attached Resolution in Warrants numbered **326138-326312** and ACH numbered **001029-001067**.

BACKGROUND:

The claims and demands on the attached warrant register have been duly audited. I certify that the said claims and demands are accurate, are proper charges against the City of Monterey Park. I also certify that there are monies available for the payments thereof.

FISCAL IMPACT:

Disbursements from all funds total **\$931,355.51**.

Respectfully submitted:



Annie Young, CPFO
Director of Management Services

Approved By:



Ron Bow
City Manager

Attachments 1: Resolution
Attachments 2: Warrant Register

ATTACHMENT 1 Resolution

RESOLUTION NO.
A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF
MONTEREY PARK, CALIFORNIA ALLOWING CERTAIN CLAIMS AND DEMANDS
PER WARRANT REGISTER DATED
18TH OF DECEMBER 2019
TOTALING \$931,355.51 AND SPECIFYING THE FUNDS OUT
OF WHICH THE SAME ARE TO BE PAID

THE CITY COUNCIL OF THE CITY OF MONTEREY PARK DOES RESOLVE:

SECTION 1. That the following claims and demands have been audited and that the same are hereby allowed from various funds in the following amounts:

General Fund	\$ 210,900.81
State Gas Tax Fund	10,392.87
Sewer Fund	2,669.75
Refuse Fund	427,351.60
City Shop Fund	29,673.70
Technology Internal Service Fund	3,432.50
Payroll Clearing Account	528.00
Special Deposits Fund	80,372.28
Business Improvement Area #1	60.00
Water Fund	64,715.52
Water Treatment WQA-EPA Fund	34,531.18
Water Treatment City Fund	835.00
OPA Proposition A	16,474.42
Measure R Fund	6,024.13
POST	420.62
Home Housing Program	3,300.00
Recreation Fund	3,403.12
Asset Forfeiture-Justice	3,974.00
Air Quality Improvement Fund	5,931.00
CDBG Fund	2,500.00
Maintenance District 93-1	3,389.13
Prop A - Per Parcel Grant	75.33
Used Oil Recycling Block Grant	403.75
Bulletproof Vest Police Grant	425.00
AB109 Task Force Grant	26.00
ELAC Instructional Serv Prog	2,548.16
Ground Emergency Medical Transport	16,997.64
 TOTAL	 <u>\$ 931,355.51</u>

PASSED, APPROVED AND ADOPTED THE 18TH OF DECEMBER 2019.

Hans Liang, Mayor
City of Monterey Park, California

ATTEST

Vincent D. Chang, City Clerk
City of Monterey Park, California

RESOLUTION NO. _____
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STATE OF CALIFORNIA)
COUNTY OF LOS ANGELES) SS.
CITY COUNCIL OF THE)
CITY OF MONTEREY PARK)

I hereby certify that the foregoing Resolution was adopted by the City Council of the City of Monterey Park at a regular meeting held on the 18th of December 2019 by the following vote of the Council:

AYES:	COUNCIL MEMBERS:
NOES:	COUNCIL MEMBERS:
ABSTAINED:	COUNCIL MEMBERS:
ABSENT:	COUNCIL MEMBERS:

Vincent D. Chang, City Clerk
City of Monterey Park, California

ATTACHMENT 2

Warrant Register

CITY OF MONTEREY PARK
FINAL WARRANT REGISTER
COUNCIL MEETING DATE 12/18/2019

7

PREPAID WARRANTS

VENDOR NAME	ACCOUNT	AMOUNT	DESCRIPTION	P.O.	CHECK #	TOTAL
ROBERTO A AGUIRRE	0010-801-6502-31150	120.44	WALKING SOCCER EQUIPMENT		326160	
	0010-801-6508-22670	10.00	NAME PLATE		326160	
	0010-801-6502-31150	43.79	WALKING SOCCER EQUIPMENT		326160	
	0075-450-0075-08530	7.65	SNOW VILLAGE SUPPLIES		326160	
	0075-450-0075-08530	71.40	SNOW VILLAGE SUPPLIES		326160	
	0178-801-6502-23050	6.56	GYM SCOREBOARD ADAPTER		326160	
	0010-801-6502-31150	104.49	WALKING SOCCER EQUIPMENT		326160	
						364.33
KOMI AKPAWU	0136-801-3101-33250	18.00	POST TRAINING		326161	
						18.00
ALLSTAR FIRE EQUIPMENT INC.	0010-801-3210-22300	1,823.18	BOOTS		326162	
						1,823.18
RUSSELL AMUNDSON	0136-801-3101-33250	312.62	REIMBURSEMENT - MILEAGE		326138	
						312.62
RUBEN ANGUIANO	0010-801-6505-33100	30.28	REIMBURSEMENT - MILEAGE		326139	
						30.28
ARC IMAGING RESOURCE - CALIFORNIA	0092-801-4222-38400	2,529.28	ENGINEERING PRINTER RENTAL	20-0162	326140	
						2,529.28
AT & T	0010-801-3112-32050	89.83	PHONE SERVICE		326142	
	0022-801-4206-32050	630.21	PHONE SERVICE		326142	
	0092-801-4222-32050	117.40	PHONE SERVICE		326142	
						837.44
	0010-801-3113-32050	90.49	PHONE SERVICE		326141	
	0010-801-3201-32050	52.02	PHONE SERVICE		326141	
						142.51
AT&T	0092-801-4210-32050	21.34	INTERNET/PHONE SERVICE		326143	
	0092-801-4222-32050	3.84	INTERNET/PHONE SERVICE		326143	
						25.18

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PREPAID WARRANTS

VENDOR NAME	ACCOUNT	AMOUNT	DESCRIPTION	P.O.	CHECK #	TOTAL
BIOMETRICS4ALL, INC.	0010-701-0010-03710	4,337.61	LIVESCAN MACHINE MAINTENANCE	20-0241	326163	4,337.61
C.P.R.S DISTRICT XIII	0010-801-6503-39300	140.00	RECREATION TRAINING		326164	140.00
CURTIS CACCIATORI	0010-801-3210-38100	17.43	REIMBURSEMENT-FIRE SUPPLIES		326144	
	0010-801-3210-38100	96.06	REIMBURSEMENT-FIRE SUPPLIES		326144	113.49
CALIFORNIA ASSOCIATION OF	0065-464	528.00	LTD FIREFIGHTERS		326165	528.00
CHARTER COMMUNICATIONS	0010-801-4210-38400	144.98	INTERNET/CABLE SERVICE		326145	144.98
	0010-801-4210-38400	104.98	INTERNET/CABLE SERVICE		326166	104.98
NICHOLAS DIFATTA	0010-801-3201-21350	575.00	FIRE STATION 61 INFO DECALS		326167	575.00
DIRECTV, LLC	0010-801-3230-32050	137.24	EOC CABLE SERVICES		326146	137.24
FRANK DUKE	0136-801-3101-33250	36.00-	VOID		325630	36.00-
HENSLEY LAW GROUP	0010-801-1601-31600	21,890.00	LEGAL-GENERAL SERVICES	20-0166	326168	
	0092-801-1601-31600	559.40	LEGAL-111 N ATLANTIC	20-0173	326168	
	0092-801-1601-31600	1,621.50	LEGAL-BROWN ACT PETITION	20-0173	326168	
	0092-801-1601-31600	6,215.25	LEGAL-CODE ENFORCEMENT	20-0173	326168	
	0092-801-1601-31600	1,650.00	LEGAL-DEV REIMB GOODVIEWS	20-0173	326168	
	0092-801-1601-31600	1,770.00	LEGAL-GENERAL LITIGATION	20-0173	326168	
	0092-801-1601-31600	87.00	LEGAL-1600 W GARVEY	20-0173	326168	
	0092-801-1601-31600	14,490.00	LEGAL-KINGS INN	20-0173	326168	48,283.15

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PREPAID WARRANTS

VENDOR NAME	ACCOUNT	AMOUNT	DESCRIPTION	P.O.	CHECK #	TOTAL
ANDREW LEE	0075-450-0075-08420	10.95	PETTY CASH-GOLF TOURNAMENT		326147	
	0306-801-3103-11400	26.00	PETTY CASH-PARKING		326147	
	0010-801-3104-23500	94.08	PETTY CASH-VEHICLE OIL CHANGE		326147	
	0060-801-4211-22250	60.00	PETTY CASH-GAS		326147	
	0010-801-3101-32200	7.35	PETTY CASH-POSTAGE		326147	
	0010-801-3120-39700	57.96	PETTY CASH-SUPPLIES		326147	
	0010-801-3101-22750	21.92	PETTY CASH-SUPPLIES		326147	
	0160-801-3101-39400	70.00	PETTY CASH-TRAINING		326147	
	0075-450-0075-08420	36.20	PETTY CASH-SUPPLIES		326147	
	0075-450-0075-08420	29.55	PETTY CASH-SUPPLIES		326147	
	0010-801-3103-22750	23.71	PETTY CASH-SUPPLIES		326147	
						437.72
MATH CLINIC CORPORATION	0159-801-6507-31920	1,238.72	INSTRUCTOR-RECREATION CLASS		326148	
						1,238.72
MONTEREY PARK PETTY CASH	0075-450-0075-08550	71.09	PETTY CASH-SUPPLIES		326149	
	0075-450-0075-08420	55.62	PETTY CASH-GOLF TOURNAMENT		326149	
	0010-801-4214-33200	66.82	PETTY CASH-MILEAGE		326149	
	0010-801-4214-33200	67.05	PETTY CASH-MILEAGE		326149	
	0010-801-4214-33200	89.55	PETTY CASH-MILEAGE		326149	
	0010-801-4214-33200	49.42	PETTY CASH-MILEAGE		326149	
	0010-801-4214-33200	47.33	PETTY CASH-MILEAGE		326149	
	0010-801-1301-22750	27.65	PETTY CASH-SUPPLIES		326149	
	0010-801-1403-22750	4.99	PETTY CASH-SUPPLIES		326149	
	0010-801-6505-23910	25.10	PETTY CASH-SUPPLIES		326149	
	0010-801-3120-39700	81.96	PETTY CASH-SUPPLIES		326149	
	0010-801-4213-22750	5.19	PETTY CASH-SUPPLIES		326149	
	0010-801-6506-22750	44.85	PETTY CASH-SUPPLIES		326149	
	0010-801-1403-39400	27.61	PETTY CASH-MILEAGE		326149	
						664.23

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VENDOR NAME	ACCOUNT	AMOUNT	DESCRIPTION	P.O.	CHECK #	TOTAL
MONTEREY PARK PETTY CASH	0010-801-6505-23910	86.51	PETTY CASH-SUPPLIES		326169	
	0075-450-0075-08550	56.41	PETTY CASH-SUPPLIES		326169	
	0010-801-6508-22750	95.86	PETTY CASH-SUPPLIES		326169	
	0010-801-3220-32200	10.94	PETTY CASH-MAILING		326169	
	0060-801-4211-22250	40.04	PETTY CASH-FUEL		326169	
	0010-801-3210-22750	49.28	PETTY CASH-NAME PLATE		326169	
	0010-801-6502-31150	20.00	PETTY CASH-PARKING		326169	
	0075-450-0075-08550	67.84	PETTY CASH-SUPPLIES		326169	
	0075-450-0075-08550	95.88	PETTY CASH-SUPPLIES		326169	
	0092-801-1406-31950	78.72	PETTY CASH-MILEAGE		326169	
	0092-801-1406-31950	69.44	PETTY CASH-MILEAGE		326169	
	0010-801-3210-39400	29.97	PETTY CASH-SUPPLIES		326169	
	0010-801-1403-39400	20.53	PETTY CASH-MILEAGE		326169	
						721.42
MV CHENG & ASSOCIATES INC.	0010-801-1403-31950	6,500.00	TEMPORARY STAFFING SERVICES	20-0096	326170	
	0092-801-1403-31950	3,867.50	TEMPORARY STAFFING SERVICES		326170	
						10,367.50
JOSEFINA NACU	0010-701-0010-08025	55.00-	VOID		326069	
						55.00-
ORANGE COAST OPTIMIST CLUB OF GARDE	0075-450-0075-08555	400.00	LANGLEY EVENT PERFORMANCE (TRUS		326171	
						400.00
PHOENIX CIVIL ENGINEERING, INC.	0075-450-0075-09267	13,514.06	DEVELOPMENT REVIEW (TRUST)	20-0213	326150	
						13,514.06
PITNEY BOWES POSTAGE BY PHONE	0010-801-1301-32200	13.75	POSTAGE		326172	
	0010-801-1403-32200	49.30	POSTAGE		326172	
	0010-801-1406-32200	36.30	POSTAGE		326172	
	0010-801-1407-32200	5.50	POSTAGE		326172	
	0010-801-1801-32200	5.30	POSTAGE		326172	
	0010-801-1802-32200	13.80	POSTAGE		326172	

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VENDOR NAME	ACCOUNT	AMOUNT	DESCRIPTION	P.O.	CHECK #	TOTAL
PITNEY BOWES POSTAGE BY PHONE	0010-801-3101-32200	18.10	POSTAGE		326172	
	0010-801-3102-32200	4.35	POSTAGE		326172	
	0010-801-3104-32200	4.24	POSTAGE		326172	
	0010-801-3113-32200	4.74	POSTAGE		326172	
	0010-801-3114-32200	49.10	POSTAGE		326172	
	0010-801-3205-32200	1.00	POSTAGE		326172	
	0010-801-3210-32200	4.91	POSTAGE		326172	
	0010-801-3220-32200	10.50	POSTAGE		326172	
	0010-801-3240-32200	268.60	POSTAGE		326172	
	0010-801-4209-32200	6.00	POSTAGE		326172	
	0010-801-4213-32200	71.00	POSTAGE		326172	
	0010-801-6001-32200	22.00	POSTAGE		326172	
	0010-801-6502-32200	2.00	POSTAGE		326172	
	0043-801-4212-32200	466.50	POSTAGE		326172	
	0075-450-0075-09230	58.80	POSTAGE		326172	
						1,115.79
SF MOBILE-VISION, INC. (FORMALLY KN	0010-801-3115-38400	135.50	PD VIDEO ROOM SUPPLIES		326151	
						135.50
SOUTHERN CALIFORNIA EDISON CO.	0010-801-6517-37700	2,019.45	EDISON TRAILS LEASE		326152	
						2,019.45
SOUTHERN CALIFORNIA GAS COMPANY	0109-801-5002-96067	2,757.00	CST MAINTENANCE FEE	20-0049	326153	
	0109-801-5002-96067	5,931.00	CST MAINTENANCE FEE	20-0049	326153	
	0165-801-5002-96067	5,931.00	CST SERVICE FEE	20-0049	326153	
						14,619.00
SPRINT COMMUNICATIONS COMPANY, LP	0010-801-3115-38400	988.08	MPLS OVER ETHERNET	20-0020	326173	
						988.08
SPRINT SOLUTIONS, INC.	0010-801-3115-38400	729.70	MOBILE DATA SERVICES	20-0004	326174	
						729.70

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VENDOR NAME	ACCOUNT	AMOUNT	DESCRIPTION	P.O.	CHECK #	TOTAL
STATE OF CALIFORNIA DEPARTMENT OF M	0060-801-4211-31950	22.00	SPIRIT BUS LICENSE PLATE FEE		326154	22.00
T-MOBILE USA	0109-801-6511-31180	0.12	DIAL-A-RIDE CELLULAR SERVICES		326175	
	0109-801-6511-31180	69.96	DIAL-A-RIDE CELLULAR SERVICES		326175	70.08
TOM'S CLOTHING & UNIFORMS INC	0092-801-4221-22310	54.75	UNIFORMS-M. PEREZ		326155	
	0092-801-4222-22310	300.00	UNIFORMS-J. GREEN		326155	
	0092-801-4222-22310	240.90	UNIFORMS-R. RICHARDS		326155	
	0092-801-4223-22310	293.46	UNIFORMS-D. ZAPATA		326155	
	0092-801-4223-22310	259.48	UNIFORMS-D. FERNANDEZ		326155	
	0092-801-4223-22310	282.48	UNIFORMS-J. CARMONA		326155	
	0092-801-4223-22310	300.00	UNIFORMS-M. PEREZ		326155	
	0092-801-4223-22310	299.99	UNIFORMS-J. MEDINA		326155	
	0010-801-6517-22310	300.00	UNIFORMS-F. MARTINEZ		326155	
	0010-801-3240-22310	1,484.66	UNIFORMS-CODE ENFORCEMENT		326155	
	0010-801-3240-22300	361.35	UNIFORMS-CODE ENFORCEMENT		326155	
	0010-801-3102-22310	478.49	UNIFORMS-D. ELLIOTT		326155	
	0010-801-3114-22310	19.71	UNIFORMS-M. MKRTICHIAN		326155	
	0010-801-3101-22320	164.23	UNIFORMS-S. BERMUDEZ		326155	
	0010-801-3103-22310	6.57	UNIFORMS-R. SEMERENA		326155	
	0010-801-3103-22310	120.45	UNIFORMS-K. GARLAND		326155	
	0010-801-3103-22310	12.05	UNIFORMS-K. GARLAND		326155	
	0010-801-3103-22310	25.19	UNIFORMS-T. HUYNH		326155	
	0010-801-3103-22310	300.00	UNIFORMS-S. CASTILLO		326155	
	0010-801-3103-22310	109.50	UNIFORMS-B. PFLUGHOFT		326155	
	0010-801-3103-22310	175.20	UNIFORMS-T. HUYNH		326155	
	0010-801-3102-22310	6.57	UNIFORMS-J. RODRIGUEZ		326155	
	0010-801-3102-22310	65.70	UNIFORMS-J. RODRIGUEZ		326155	
	0010-801-3102-22310	41.61	UNIFORMS-R. JULIAN		326155	

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VENDOR NAME	ACCOUNT	AMOUNT	DESCRIPTION	P.O.	CHECK #	TOTAL
TOM'S CLOTHING & UNIFORMS INC	0010-801-3104-22310	109.48	UNIFORMS-L. SALAZAR		326155	
	0010-801-3101-22320	151.10	UNIFORMS-F. ACOSTA		326155	
	0010-801-4209-22310	295.62	UNIFORMS-M. BLACKBUCKET		326155	
	0010-801-4209-22310	294.56	UNIFORMS-M. CERVANTES		326155	
	0010-801-4209-22310	300.00	UNIFORMS-J. MENDIVIL		326155	
	0010-801-4209-22310	301.13	UNIFORMS-R. RIVAS		326155	
	0010-801-4209-22310	294.54	UNIFORMS-V. VALENZUELA		326155	
	0010-801-4209-22310	43.79	UNIFORMS-M. CERVANTES		326155	
	0010-801-4209-22310	43.79	UNIFORMS-J. TORO		326155	
	0010-801-4209-22310	43.79	UNIFORMS-J. MENDIVIL		326155	
	0010-801-4209-22310	71.18	UNIFORMS-M. BLACKBUCKET		326155	
	0010-801-4209-22310	276.49	UNIFORMS-J. TORO		326155	
						7,927.81
MARICELA VASQUEZ	0010-801-6506-22750	200.00	DAY CARE SUPPLIES		326156	
						200.00
VERIZON WIRELESS	0092-801-4222-32050	152.04	WIRELESS VOICE & DATA SERVICE		326157	
	0010-801-3115-38400	38.01	WIRELESS VOICE & DATA SERVICE		326157	
						190.05
	0010-801-3205-32050	25.77	WIRELESS VOICE & DATA SERVICE		326158	
	0010-801-3210-32050	215.44	WIRELESS VOICE & DATA SERVICE		326158	
	0010-801-3220-32050	234.00	WIRELESS VOICE & DATA SERVICE		326158	
						475.21
	0010-801-6001-32050	60.09	WIRELESS VOICE & DATA SERVICE		326176	
	0010-801-1408-32050	0.17	WIRELESS VOICE & DATA SERVICE		326176	
	0010-801-3112-32050	137.83	WIRELESS VOICE & DATA SERVICE		326176	
	0010-801-3240-32050	133.29	WIRELESS VOICE & DATA SERVICE		326176	
	0010-801-4202-32050	112.33	WIRELESS VOICE & DATA SERVICE		326176	
	0010-801-4209-32050	149.11	WIRELESS VOICE & DATA SERVICE		326176	
	0010-801-4210-32050	9.81	WIRELESS VOICE & DATA SERVICE		326176	

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PREPAID WARRANTS

VENDOR NAME	ACCOUNT	AMOUNT	DESCRIPTION	P.O.	CHECK #	TOTAL
VERIZON WIRELESS	0010-801-4212-32050	94.79	WIRELESS VOICE & DATA SERVICE		326176	
	0010-801-4213-32050	38.01	WIRELESS VOICE & DATA SERVICE		326176	
	0010-801-4214-32050	38.01	WIRELESS VOICE & DATA SERVICE		326176	
	0010-801-6517-32050	132.71	WIRELESS VOICE & DATA SERVICE		326176	
	0092-801-4221-32050	25.33	WIRELESS VOICE & DATA SERVICE		326176	
	0092-801-4222-32050	0.17	WIRELESS VOICE & DATA SERVICE		326176	
	0010-801-3201-24150	141.85	WIRELESS VOICE & DATA SERVICE	20-0226	326176	
	0010-801-3201-32050	50.32	WIRELESS VOICE & DATA SERVICE		326176	
	0010-801-3205-32050	116.21	WIRELESS VOICE & DATA SERVICE		326176	
	0010-801-3210-32050	736.38	WIRELESS VOICE & DATA SERVICE		326176	
	0010-801-3220-32050	201.28	WIRELESS VOICE & DATA SERVICE		326176	
	0010-801-3230-32050	50.32	WIRELESS VOICE & DATA SERVICE		326176	
	0010-801-3240-32050	201.28	WIRELESS VOICE & DATA SERVICE		326176	
	0010-801-3205-24150	283.70	WIRELESS VOICE & DATA SERVICE	20-0226	326176	
	0010-801-3210-32050	1,985.91	WIRELESS VOICE & DATA SERVICE	20-0226	326176	
	0010-801-3220-32050	567.41	WIRELESS VOICE & DATA SERVICE	20-0226	326176	
	0010-801-3230-32050	141.86	WIRELESS VOICE & DATA SERVICE	20-0226	326176	
	0010-801-3240-32050	567.40	WIRELESS VOICE & DATA SERVICE	20-0226	326176	
						5,975.57
RYAN WEDDLE	0349-801-3201-39400	68.55	REIMBURSE- FIRE PORTAL WEBSITE		326159	
	0349-801-3201-39400	396.00	REIMBURSE- FIRE PORTAL WEBSITE		326159	
	0349-801-3201-39400	3.99	REIMBURSE- FIRE PORTAL WEBSITE		326159	
	0349-801-3201-39400	3.99	REIMBURSE- FIRE PORTAL WEBSITE		326159	
	0349-801-3201-39400	3.99	REIMBURSE- FIRE PORTAL WEBSITE		326159	
	0349-801-3201-39400	3.99	REIMBURSE- FIRE PORTAL WEBSITE		326159	
	0349-801-3201-39400	5.95	REIMBURSE- FIRE PORTAL WEBSITE		326159	
	0349-801-3201-39400	5.95	REIMBURSE- FIRE PORTAL WEBSITE		326159	
	0349-801-3201-39400	5.95	REIMBURSE- FIRE PORTAL WEBSITE		326159	
	0349-801-3201-39400	5.95	REIMBURSE- FIRE PORTAL WEBSITE		326159	

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PREPAID WARRANTS

VENDOR NAME	ACCOUNT	AMOUNT	DESCRIPTION	P.O.	CHECK #	TOTAL
						504.31
WENDI S. ENGLISH	0010-801-3220-39400	750.00	CPR INSTRUCTOR COURSE		326177	750.00
TOTAL FOR PREPAID WARRANTS						123,422.47
PRINTED		123,422.47				

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PRINTED WARRANTS

VENDOR NAME	ACCOUNT	AMOUNT	DESCRIPTION	P.O.	CHECK #	TOTAL
A & R NURSERY	0176-801-5004-91590	2,091.45	PARK SUPPLIES		326178	2,091.45
ADLERHORST INTERNATIONAL LLC	0160-801-3103-22800	3,850.00	K9 TRAINING	20-0232	1029 **	3,850.00
AEF SYSTEMS CONSULTING, INC.	0063-850-5002-99072	1,782.50	ERP CONSULTING SERVICES	19-0342	1030 **	1,782.50
AFFILIATED SYSTEMS, INC.	0010-801-1801-31900	55.00	PRE-EMPLOYMENT/DMV/DOT PHYS		326179	55.00
ANGELINA ALFINITO	0159-801-6507-31920	846.52	INSTRUCTOR-RECREATION CLASS		326180	846.52
ALLSTAR FIRE EQUIPMENT INC.	0010-801-3210-22750	2,450.12	CLASS A FOAM		1031 **	2,450.12
APRIL LOVE CADA0 MEYERS/KENNETH K M	0060-801-4211-38400	35.00	SMOG CHECK-UNIT 865	20-0135	326181	105.00
	0060-801-4211-38400	35.00	SMOG CHECK-UNIT 986	20-0135	326181	
	0060-801-4211-38400	35.00	SMOG CHECK-UNIT 036	20-0135	326181	
APT US&C	0010-801-1403-39300	232.00	MEMBERSHIP		326182	232.00
ARAMARK UNIFORM & CAREER APPAREL GF	0010-801-3210-39050	12.58	UNIFORM CLEANING		1032 **	
	0010-801-3210-39050	13.17	UNIFORM CLEANING		1032 **	
	0010-801-3210-39050	7.78	UNIFORM CLEANING		1032 **	
	0010-801-3210-39050	15.53	UNIFORM CLEANING		1032 **	
	0010-801-3210-39050	15.53	UNIFORM CLEANING		1032 **	
	0010-801-3210-39050	15.53	UNIFORM CLEANING		1032 **	
	0010-801-3210-39050	24.70	UNIFORM CLEANING		1032 **	
	0010-801-3210-39050	31.07	UNIFORM CLEANING		1032 **	
	0060-801-4211-22300	73.76	UNIFORM CLEANING		1032 **	
	0060-801-4211-22300	73.76	UNIFORM CLEANING		1032 **	

** Indicates an ACH-Payment transaction

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PRINTED WARRANTS

VENDOR NAME	ACCOUNT	AMOUNT	DESCRIPTION	P.O.	CHECK #	TOTAL
						283.41
ATHENS SERVICES	0043-801-4208-41200	403,345.37	REFUSE COLLECTION SERVICES		326183	403,345.37
AUTOZONE PARTS, INC.	0060-801-4211-23500	27.06	UNIT 078-OIL PAN GASKET, STICK	20-0031	326184	
	0060-801-4211-23500	32.84	UNIT 036-AIR INTAKE HOSE	20-0031	326184	
						59.90
B & W AUTOMOBILE INC. (DBA) BRAVO	0060-801-4211-38400	179.00	BRAKE CONTROL-UNIT 049		326185	179.00
VINCENT BALTIERRA III	0136-801-3101-33250	18.00	POST TRAINING		326186	18.00
JAY BISHWAS	0075-450-0075-08630	300.00	CLEAN UP DEPOSIT (TRUST)		326187	300.00
BJ PARTY SUPPLIES	0010-801-3120-39700	153.30	HELIUM REFILL		326188	153.30
BRAVO BUSINESS RESOURCES	0077-801-1111-31950	60.00	TRANSLATION SERVICES		326189	60.00
CALIFORNIA FITNESS SOURCE INC	0010-801-6505-38400	150.00	FITNESS EQUIPMENT MAINTENANCE		1033 **	150.00
CALIFORNIA PEACE OFFICER'S	0010-801-3101-39300	125.00	POLICE MEMBERSHIP		326190	125.00
CALIFORNIA REVENUE OFFICERS ASSOCIATION	0010-801-1406-39300	100.00	MEMBERSHIP		326191	100.00
CALIFORNIA WATER SERVICE CO.	0092-801-4222-36300	20.53	WATER SERVICE		326192	
	0092-801-4222-36300	351.70	WATER SERVICE		326192	
	0092-801-4222-36300	42.45	WATER SERVICE		326192	
						414.68
CALOX, INC	0010-801-3220-24200	29.75	CYLINDER OXYGEN		1034 **	
	0010-801-3220-24200	21.25	CYLINDER OXYGEN		1034 **	

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VENDOR NAME	ACCOUNT	AMOUNT	DESCRIPTION	P.O.	CHECK #	TOTAL
						51.00
CANON FINANCIAL SERVICES, INC.	0060-801-4211-31950	465.93	COPIER MACHINE RENTAL		1035 **	
	0010-801-6505-22750	380.26	COPIER MACHINE RENTAL		1035 **	
	0010-801-1301-37500	577.25	COPIER MACHINE RENTAL	20-0127	1035 **	1,423.44
CANON SOLUTIONS AMERICA, INC	0010-801-1201-37500	306.41	COPIER MACHINE RENTAL		1036 **	
	0010-801-6505-39250	107.86-	CREDIT		1036 **	198.55
KUN NI CHIN	0010-701-0010-07050	68.46	PICNIC RESERVATION REFUND		326193	68.46
CINTAS CORPORATION NO. 3	0010-801-6505-22150	187.02	JANITORIAL SUPPLIES-LANGLEY		326194	
	0010-801-6505-22150	179.69	JANITORIAL SUPPLIES-LANGLEY		326194	
	0010-801-6505-22150	179.69	JANITORIAL SUPPLIES-LANGLEY		326194	
	0010-801-6505-22150	179.69	JANITORIAL SUPPLIES-LANGLEY		326194	726.09
CODE 3, INC	0060-801-4211-38400	728.00	FLEET REPAIR		326195	728.00
COMPUTER SERVICE COMPANY	0022-801-4206-38400	3,141.48	EXTRAORDINARY MAINT- OCT	20-0019	326196	3,141.48
CONTROL AUTOMATION DESIGN	0093-850-4226-31950	870.00	WELL 5 TROUBLESHOOT	18-0430	326197	
	0093-801-4227-23300	435.00	WELL 9,12,15 TROUBLESHOOT		326197	
	0092-850-4222-23400	1,740.00	RADIO SURVEY OF SITES	18-0430	326197	
	0092-850-4222-23400	580.00	RADIO SPECIFICATIONS	18-0430	326197	3,625.00
CONVERGEONE, INC.	0010-801-3230-24150	638.00	EOC FIREWALL RENEWAL		1037 **	
	0010-801-3115-38400	1,175.00	911 NETWORK CONFIGURATION		1037 **	1,813.00
COYOTE, WILDLIFE, & PEST SOLUTIONS	0010-801-3111-31950	2,500.00	COYOTE ABATEMENT	20-0184	326198	

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VENDOR NAME	ACCOUNT	AMOUNT	DESCRIPTION	P.O.	CHECK #	TOTAL
						2,500.00
CSA SERVICE SOLUTIONS LLC	0010-801-3220-38400	877.22	GURNEYS - REPAIR		1038 **	877.22
CURVATURE, INC.	0010-801-1404-38400	2,234.88	SERVER MAINTENANCE		326199	2,234.88
ERIC DAI	0075-450-0075-08200	9,080.00	GRADING BOND REFUND		326200	9,080.00
DAMEWOOD CONSULTING GROUP	0010-801-1802-39400	500.00	EMPLOYEE SAFETY TRAINING		326201	500.00
DENNIS LONG	0010-801-3210-22750	381.04	HOSE STRAPS		326202	381.04
DEPARTMENT OF HEALTH CARE SERVICES	0465-701-0465-05400	16,997.64	EMERGENCY TRANSPORT SVC GEMT		326203	16,997.64
DEPARTMENT OF JUSTICE	0010-701-0010-03710	64.00	FINGERPRINT PROCESSING		1039 **	
	0010-801-1801-39550	64.00	FINGERPRINT PROCESSING		1039 **	
	0010-701-0010-03710	420.00	FINGERPRINT PROCESSING		1039 **	548.00
NICHOLAS DIFATTA	0010-801-3210-22300	109.50	FIRE HELMET DECALS		1040 **	109.50
GEORGE DUONG	0159-801-6507-31920	235.17	INSTRUCTOR-RECREATION CLASS		326204	235.17
ECHOSAT, INC.	0010-701-0010-06940	39.95	CNG STATION MERCHANT FEE		326205	39.95
ELLIOTT AUTO SUPPLY CO., INC.	0060-801-4211-23500	195.05	UNIT 130-CONTROL ARM BUSHING		326206	
	0060-801-4211-23500	134.44	UNIT 78-WINDOW REG W/ MOTOR		326206	
	0060-801-4211-23500	87.02	UNIT 46-DOOR LOCK ACTUATOR		326206	
	0060-801-4211-23500	74.90	AIR FILTERS		326206	
	0060-801-4211-23500	136.48	BRAKE PADS		326206	

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VENDOR NAME	ACCOUNT	AMOUNT	DESCRIPTION	P.O.	CHECK #	TOTAL
						627.89
EMERGENCY RESPONSE CRIME SCENE CLEF	0010-801-3103-38400	250.00	DECONTAMINATION		326207	250.00
EMPIRE CLEANING SUPPLY	0010-801-3210-22150	320.51	SUPPLIES		326208	320.51
EMS PERSONNEL FUND	0010-801-3220-41100	200.00	PARAMEDIC LICENSE-O. MONZON		326209	200.00
ENNIS-FLINT INC	0022-801-4206-23100	3,747.65	STREET SUPPLIES	20-0086	326210	3,747.65
ENTERPRISE FM TRUST	0060-801-4211-37800	4,481.60	POLICE LEASED VEHICLES	20-0206	1041 **	4,481.60
ERIK ALMAS PHOTOGRAPHY INC	0075-450-0075-08630	300.00	CLEAN UP DEPOSIT (TRUST)		326211	300.00
ARMANDO ESPARZA	0136-801-3101-33250	18.00	POST TRAINING		326212	18.00
EUROFINS EATON ANALYTICAL, INC.	0093-850-4230-31950	4,075.00	WATER ANALYSIS	19-0496	326213	4,075.00
EWING IRRIGATION PRODUCTS, INC.	0010-801-6517-23300	421.55	PARK SUPPLIES	20-0111	326214	707.05
	0010-801-6517-23300	94.35	PARK SUPPLIES	20-0111	326214	
	0010-801-6517-23300	191.15	PARK SUPPLIES	20-0111	326214	
EZEQUIEL LOPEZ VELASCO	0010-801-3113-38250	2,408.27	JANITORIAL SERVICES		326215	2,408.27
FENSCO SERVICES INC	0010-801-6517-31950	890.00	PARK SERVICES-FIRE STATION 1		326216	890.00
FIESTA COOPERATIVE INC.	0109-801-6511-41200	2,325.25	DIAL-A-RIDE TAXI PROGRAM	20-0150	326217	4,928.71
	0109-801-6511-41200	2,603.46	DIAL-A-RIDE TAXI PROGRAM	20-0150	326217	

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VENDOR NAME	ACCOUNT	AMOUNT	DESCRIPTION	P.O.	CHECK #	TOTAL
FORD OF MONTEBELLO	0060-801-4211-23500	136.35	TRANSMISSION MOUNT		326218	136.35
FORWARD THINKING SYSTEMS, LLC	0109-801-6511-31180	60.00	DIAL-A-RIDE GPS SERVICE FEE		326219	
	0109-801-6511-31180	60.00	DIAL-A-RIDE GPS SERVICE FEE		326219	120.00
FS3	0010-801-3210-38400	1,140.93	FIRE EQUIPMENT/REPAIR		326220	1,140.93
RENE M. FUENTES	0152-801-1405-38650	2,000.00	HOUSING REHAB PROGRAM		326221	
	0152-801-1405-38650	1,300.00	HOUSING REHAB PROGRAM		326221	3,300.00
GALLS, LLC	0010-801-3210-22310	140.11	UNIFORM-J. BIRRELL		1042 **	
	0010-801-3210-22310	280.21	UNIFORM-B. REYES		1042 **	
	0010-801-3210-22310	140.11	UNIFORM-D. GOETZ		1042 **	
	0010-801-3210-22310	280.21	UNIFORM-M. LENNI		1042 **	840.64
GARFIELD MEDICAL CENTER	0010-801-3113-22600	25.00	PHYSICAL		326222	25.00
GARVEY EQUIPMENT COMPANY	0060-801-4211-38400	410.37	HAND-HELD TOOLS MAINTENANCE		1043 **	410.37
GENERAL LOGISTICS SYSTEMS US, INC.	0010-801-3205-32200	33.21	DELIVERY SERVICES		326223	33.21
GOLDEN METERS SERVICE	0092-801-4221-31700	285.00	WATER METER TESTING		326224	285.00
GOLDEN STAR TECHNOLOGY INC.	0010-801-1404-38400	16,208.76	NETWORK HARDWARE MAINTENANCE	20-0227	1044 **	16,208.76
GRICELDA GOMEZ	0010-801-3210-39050	18.88	UNIFORM CLEANING-C GOMEZ		326225	
	0010-801-3210-39050	15.69	UNIFORM CLEANING-C GOMEZ		326225	
	0010-801-3210-39050	9.44	UNIFORM CLEANING-C GOMEZ		326225	

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VENDOR NAME	ACCOUNT	AMOUNT	DESCRIPTION	P.O.	CHECK #	TOTAL
GRICELDA GOMEZ	0010-801-3210-39050	15.69	UNIFORM CLEANING-C GOMEZ		326225	
	0010-801-3210-39050	9.44	UNIFORM CLEANING-C GOMEZ		326225	
	0010-801-3210-39050	18.88	UNIFORM CLEANING-C GOMEZ		326225	
	0010-801-3210-39050	6.25	UNIFORM CLEANING-C GOMEZ		326225	
	0010-801-3210-39050	21.94	UNIFORM CLEANING-C GOMEZ		326225	
	0010-801-3210-39050	25.00	UNIFORM CLEANING-C GOMEZ		326225	
	0010-801-3210-39050	15.69	UNIFORM CLEANING-C GOMEZ		326225	
						156.90
BEN GOMORY	0010-801-1801-39400	1,242.00	TUITION REIMBURSEMENT		326226	
						1,242.00
GOVCONNECTION INC.	0010-801-1404-22750	39.58	COMPUTER SUPPLIES	20-0245	326227	
	0010-801-1404-22750	49.65	COMPUTER SUPPLIES	20-0245	326227	
	0010-801-1404-22750	40.93	COMPUTER SUPPLIES	20-0245	326227	
	0010-801-1404-22750	13.09	COMPUTER SUPPLIES	20-0245	326227	
						143.25
GRAFFITI TRACKER INC	0010-801-4202-23950	12,000.00	GRAFFITI TRACKING SERVICES	20-0207	326228	
						12,000.00
GRAINGER	0022-801-4206-24100	89.97	STREET SUPPLIES		326229	
	0022-801-4206-24100	125.65	STREET SUPPLIES		326229	
	0110-801-4202-23600	1,944.39	STREET SUPPLIES	20-0087	326229	
						2,160.01
GRAND PRIX TIRE & AUTO CENTER	0060-801-4211-23500	1,011.52	TIRES		326230	
	0060-801-4211-38400	70.00	UNIT 075-WHEEL ALIGNMENT		326230	
						1,081.52
GRM INFORMATION MANAGEMENT	0010-801-1301-31950	124.10	BOX STORAGE-CCO/HR	20-0053	326231	
	0010-801-1301-31950	35.00-	CREDIT	20-0053	326231	
	0010-801-3114-38400	132.00	DOC MANAGEMENT SUBSCRIPTION	20-0034	326231	
	0010-801-3115-38400	159.00	DOC MANAGEMENT SUBSCRIPTION	20-0034	326231	

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VENDOR NAME	ACCOUNT	AMOUNT	DESCRIPTION	P.O.	CHECK #	TOTAL
						380.10
H & H AUTO PARTS WHOLESALE	0060-801-4211-23500	185.67	BRAKE ROTOR	20-0018	326232	
	0060-801-4211-23500	92.81	BRAKE PAD	20-0018	326232	278.48
H2O RESTORATION INC.	0010-801-4210-38100	2,429.03	BLDG MAINT-SERVICE CLUB		326233	2,429.03
HAAKER EQUIPMENT COMPANY	0042-801-4204-23700	556.75	EQUIPMENT SUPPLIES		1045 **	556.75
HANG LOOSE, INC	0010-701-0010-06850	377.72	INDUSTRIAL WASTE REFUND		326234	377.72
HANSON AGGREGATES	0110-801-4202-23600	625.71	STREET REPAIR		326235	625.71
HEALTHFIRST MEDICAL GROUP	0010-801-1801-31900	1,243.00	PRE-EMPLOYMENT SCREENING		326236	1,243.00
HITEN RATANJEE	0349-801-3201-39400	448.54	UNIFORMS		326237	448.54
HOLLIDAY ROCK CO INC	0110-801-4202-23600	489.66	WASHED CONSTRUCTION SAND		326238	489.66
HOME DEPOT U.S.A., INC.	0110-801-4202-23600	443.86	STREET SUPPLIES	20-0091	326239	
	0010-801-6505-38250	206.41	LANGLEY SUPPLIES		326239	
	0010-801-6502-31150	122.33	EVENT SUPPLIES		326239	
	0178-801-6503-23050	68.77	POOL SALT		326239	
	0010-801-6502-23050	21.58	FACILITY KEYS		326239	
	0010-801-3210-38100	53.99	FIRE SUPPLIES		326239	
	0010-801-3210-38100	70.08	FIRE SUPPLIES		326239	
	0010-801-3210-38100	18.59	CREDIT		326239	
	0092-801-4222-38100	111.75	WATER SUPPLIES		326239	
	0092-801-4221-23050	34.21	WATER SUPPLIES		326239	

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VENDOR NAME	ACCOUNT	AMOUNT	DESCRIPTION	P.O.	CHECK #	TOTAL
HOME DEPOT U.S.A., INC.	0010-801-6517-23100	121.09	PARK SUPPLIES	20-0112	326239	1,235.48
HOUSING RIGHTS CENTER	0169-801-1405-41200	2,500.00	FAIR HOUSING	20-0174	326240	2,500.00
HSUEH SU LIU	0075-450-0075-08200	35,261.20	GRADING BOND REFUND		326241	35,261.20
YUPO BOB HUNG	0010-801-3120-22670	113.00	REIMBURSEMENT-SUPPLIES		326242	113.00
INTERSTATE BATTERY SYSTEMS OF	0060-801-4211-23500	233.96	BATTERY		326243	396.14
	0060-801-4211-23500	162.18	BATTERY		326243	
INTERWEST CONSULTING GROUP, INC	0010-801-4214-31950	855.00	PLAN CHECK SERVICES	20-0185	1046 **	8,180.00
	0010-801-4214-31950	1,340.00	PLAN CHECK SERVICES	20-0185	1046 **	
	0010-801-4214-31950	5,985.00	PLAN CHECK SERVICES	20-0185	1046 **	
SHELLY MARIE ISHIDA	0159-801-6507-31920	576.90	INSTRUCTOR-RECREATION CLASS		326244	576.90
JAMES P. RODINO	0010-801-3104-31950	750.00	BACKGROUND INVESTIGATIONS	20-0237	326245	785.00
	0010-801-3104-31950	35.00	REIMBURSEMENT-CRIMINAL CHECK	20-0237	326245	
JCL TRAFFIC SERVICES	0092-801-4223-22300	2,270.44	WATER SUPPLIES		1047 **	2,942.75
	0022-801-4206-23800	504.77	STREET SUPPLIES	20-0089	1047 **	
	0022-801-4206-23800	167.54	STREET SUPPLIES	20-0089	1047 **	
JHM SUPPLY INC	0176-801-5004-91590	1,206.18	PARK SUPPLIES		1048 **	
	0010-801-6517-31950	2,340.56	PARK SUPPLIES		1048 **	
	0010-801-6517-22100	132.11	PARK SUPPLIES	20-0107	1048 **	
	0010-850-6517-23300	46.37	PARK SUPPLIES	19-0498	1048 **	

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VENDOR NAME	ACCOUNT	AMOUNT	DESCRIPTION	P.O.	CHECK #	TOTAL
JHM SUPPLY INC	0010-801-6517-23300	9.11	PARK SUPPLIES		1048 **	
	0010-801-6517-22100	87.58	PARK SUPPLIES	20-0107	1048 **	
	0010-801-6517-22100	22.67	PARK SUPPLIES	20-0107	1048 **	
	0010-801-6517-22100	49.69	PARK SUPPLIES	20-0107	1048 **	
	0010-801-6517-22100	83.64	PARK SUPPLIES	20-0107	1048 **	
	0010-801-6517-22100	2,628.97-	PARK SUPPLIES	20-0107	1048 **	
	0010-850-6517-23300	558.85-	PARK SUPPLIES	19-0498	1048 **	
						790.09
GUSTAVO JIMENEZ JR	0160-801-3101-39400	18.00	POLICE TRAINING		1049 **	
						18.00
JOHN L. HUNTER & ASSOC., INC.	0043-801-4203-31950	19,032.50	NPDES PROGRAM EXPENSE	20-0050	1050 **	
	0184-801-4208-31950	403.75	USED OIL GRANT EXPENSE	20-0050	1050 **	
	0043-801-4203-31950	3,711.23	NPDES PROGRAM EXPENSE	20-0050	1050 **	
						23,147.48
RICHARD KAGEYAMA	0159-801-6507-31920	259.98	INSTRUCTOR-RECREATION CLASS		326246	
						259.98
YUKIO KAWARATANI	0075-450-0075-08630	300.00	CLEAN UP DEPOSIT (TRUST)		326247	
						300.00
KEYSER MARSTON ASSOCIATES INC.	0010-850-1205-31950	1,406.25	MARKET PLACE SERVICES		326248	
						1,406.25
KEYSTONE UNIFORM CENTERS	0010-801-3111-22310	100.27	UNIFORMS-W. ESTRADA		326249	
						100.27
KNIGHT COMMUNICATIONS INC	0010-801-1301-38400	527.00	IT MANAGEMENT SERVICE	20-0032	326250	
	0010-801-1404-38400	380.00	IT MANAGEMENT SERVICE	20-0032	326250	
	0043-801-1404-38400	463.00	IT MANAGEMENT SERVICE	20-0032	326250	
	0092-801-1404-38400	713.00	IT MANAGEMENT SERVICE	20-0032	326250	
	0010-801-4213-38400	400.00	IT MANAGEMENT SERVICE	20-0032	326250	
	0010-801-3240-38400	400.00	IT MANAGEMENT SERVICE	20-0032	326250	

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VENDOR NAME	ACCOUNT	AMOUNT	DESCRIPTION	P.O.	CHECK #	TOTAL
KNIGHT COMMUNICATIONS INC	0010-801-4214-38400	400.00	IT MANAGEMENT SERVICE	20-0032	326250	
	0010-801-1801-38400	778.00	IT MANAGEMENT SERVICE	20-0032	326250	
	0010-801-3115-38400	1,727.00	IT MANAGEMENT SERVICE	20-0032	326250	
	0010-801-3201-38400	952.00	IT MANAGEMENT SERVICE	20-0032	326250	
	0022-801-4202-38400	556.00	IT MANAGEMENT SERVICE	20-0032	326250	
	0042-801-4204-38400	358.00	IT MANAGEMENT SERVICE	20-0032	326250	
	0092-801-4210-38400	208.00	IT MANAGEMENT SERVICE	20-0032	326250	
	0060-801-4211-38400	1,238.00	IT MANAGEMENT SERVICE	20-0032	326250	
	0043-801-4212-38400	333.00	IT MANAGEMENT SERVICE	20-0032	326250	
	0092-801-4220-38400	1,417.00	IT MANAGEMENT SERVICE	20-0032	326250	
	0010-801-6001-38400	1,083.00	IT MANAGEMENT SERVICE	20-0032	326250	
	0010-801-6502-38400	797.00	IT MANAGEMENT SERVICE	20-0032	326250	
	0093-801-4226-38400	167.00	IT MANAGEMENT SERVICE	20-0032	326250	
	0093-801-4227-38400	167.00	IT MANAGEMENT SERVICE	20-0032	326250	
	0093-801-4229-38400	167.00	IT MANAGEMENT SERVICE	20-0032	326250	
	0093-801-4230-38400	167.00	IT MANAGEMENT SERVICE	20-0032	326250	
	0093-801-4231-38400	167.00	IT MANAGEMENT SERVICE	20-0032	326250	
	0094-801-4226-38400	167.00	IT MANAGEMENT SERVICE	20-0032	326250	
	0094-801-4227-38400	167.00	IT MANAGEMENT SERVICE	20-0032	326250	
	0094-801-4229-38400	167.00	IT MANAGEMENT SERVICE	20-0032	326250	
	0094-801-4230-38400	167.00	IT MANAGEMENT SERVICE	20-0032	326250	
	0094-801-4231-38400	167.00	IT MANAGEMENT SERVICE	20-0032	326250	
						14,400.00
KOA CORPORATION	0010-701-0010-08100	2,058.00	EVENT TRAFFIC CONTROL	20-0221	326251	
						2,058.00
L N CURTIS & SONS	0010-801-3210-38400	872.77	REPLACEMENT LENS		1051 **	
						872.77
LAWN MOWER CORNER/KNG POWER EQUIPME	0092-801-4221-24100	1,099.19	WATER SUPPLIES		326252	
						1,099.19

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LDP ASSOCIATES INC	0010-801-3115-38400	2,499.00	COMPUTER SERVER BATTERY		326253	2,499.00
LIEBERT CASSIDY WHITMORE	0010-801-1802-39400	3,000.00	HARASSMENT PREVENTION TRAINING		326254	
	0010-801-1601-31600	6,269.00	GENERAL SERVICES		326254	
	0010-801-1601-31600	611.00	SEIU 721		326254	
	0010-801-1601-31600	1,472.00	SEIU 721 NEGOTIATION 2019		326254	
	0010-801-1601-31600	32.00	COMPENSATION REVIEW		326254	
	0010-801-1801-31953	189.00	PW DISCIPLINE		326254	
	0010-801-1801-31953	1,014.00	PW DISCIPLINE		326254	
	0010-801-1801-31955	23.50	HR DISCIPLINE		326254	
	0010-801-1801-31953	556.00	TORRECILLAS ADVISE		326254	13,166.50
LIFE-ASSIST INC	0010-801-3220-22350	87.50	FIRE MEDICAL SUPPLIES	20-0064	326255	
	0010-801-3220-22350	1,036.66	FIRE MEDICAL SUPPLIES	20-0064	326255	
	0010-801-3220-22350	217.80	FIRE MEDICAL SUPPLIES	20-0064	326255	
	0010-801-3220-22350	1,305.00	FIRE MEDICAL SUPPLIES	20-0064	326255	
	0010-801-3220-24200	2,446.73	FIRE MEDICAL SUPPLIES	20-0064	326255	
	0010-801-3220-24200	18.60	FIRE MEDICAL SUPPLIES	20-0064	326255	
	0010-801-3220-24200	81.69	FIRE MEDICAL SUPPLIES	20-0064	326255	
	0010-801-3220-24200	29.56	FIRE MEDICAL SUPPLIES	20-0064	326255	
	0010-801-3220-24200	4,021.53	FIRE MEDICAL SUPPLIES	20-0064	326255	9,245.07
LINCOLN EQUIPMENT INC.	0010-801-6503-23050	336.99	POOL CHEMICALS	20-0058	326256	
	0010-801-6503-23050	413.64	POOL CHEMICALS	20-0058	326256	
	0010-801-6503-23050	413.64	POOL CHEMICALS	20-0058	326256	
	0010-801-6503-23050	106.60	POOL CHEMICALS	20-0058	326256	
	0109-801-6511-22750	203.63	FIRST AID SUPPLIES		326256	1,474.50
DAN LIU	0075-450-0075-08630	300.00	CLEAN UP DEPOSIT (TRUST)		326257	

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VENDOR NAME	ACCOUNT	AMOUNT	DESCRIPTION	P.O.	CHECK #	TOTAL
						300.00
LOS ANGELES COUNTY DEPT. OF	0022-801-4206-41100	1,161.62	TRAFFIC SIGNALS MAINTENANCE		326258	1,161.62
LOS ANGELES COUNTY FIRE DEPT.	0060-801-3210-38400	4,342.01	REPAIRS-UNIT 098,856,950 & 984	20-0204	326259	4,823.70
	0060-801-3210-38400	481.69	REPAIRS-UNIT 856	20-0204	326259	
LOS ANGELES COUNTY SHERIFF'S DEPART	0010-801-3113-22600	1,238.00	INMATE MEAL SERVICE	20-0043	326260	1,238.00
LOS ANGELES TRUCK CENTERS, LLC (DBA	0060-801-4211-38400	67.65	UNIT 113 - UPDATED SOFTWARE		326261	67.65
MAK FIRE PROTECTION ENGINEERING & C	0010-801-3205-31950	170.00	FIRE PLAN CHECK	20-0051	326262	1,771.00
	0010-801-3205-31950	170.00	FIRE PLAN CHECK	20-0051	326262	
	0010-801-3205-31950	1,020.00	FIRE PLAN CHECK	20-0051	326262	
	0010-801-3205-31950	270.00	FIRE PLAN CHECK	20-0051	326262	
	0010-801-3205-31950	141.00	FIRE PLAN CHECK	20-0051	326262	
MARK DEV. - DV MPK LLC	0092-701-0092-07520	2,121.75	CREDIT- 1" METER SERVICES		326263	2,121.75
MCMaster-CARR SUPPLY CO.	0092-801-4223-23900	116.18	WATER SUPPLIES		1052 **	393.44
	0092-801-4222-23700	68.62	WATER SUPPLIES		1052 **	
	0092-801-4222-23700	208.64	WATER SUPPLIES		1052 **	
METROPOLITAN TRANSPORTATION	0109-801-6511-41200	2,464.00	TAP CARD SALE		326264	2,464.00
MOORE IACOFANO GOLTSMAN, INC.	0010-850-5002-99026	9,036.50	CONSULTING SERVICES	19-0376	326265	9,036.50
MOST DEPENDABLE FOUNTAINS INC	0176-801-6516-23300	91.50	PARK SUPPLIES		326266	91.50

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PRINTED WARRANTS

VENDOR NAME	ACCOUNT	AMOUNT	DESCRIPTION	P.O.	CHECK #	TOTAL
MUSICGEM	0075-450-0075-08550	190.00	LANGLEY DANCE BAND (TRUST)		1053 **	
	0075-450-0075-08550	190.00	LANGLEY DANCE BAND (TRUST)		1053 **	
	0075-450-0075-08550	190.00	LANGLEY DANCE BAND (TRUST)		1053 **	
	0075-450-0075-08550	190.00	LANGLEY DANCE BAND (TRUST)		1053 **	760.00
NATIONAL BUSINESS FURNITURE, LLC	0010-801-3112-38400	305.51	CHAIR		1054 **	305.51
NET TRANSCRIPTS INC.	0010-801-3101-22750	185.07	POLICE TRANSCRIPTION SERVICES		326267	185.07
NETWORK INNOVATIONS US INC.	0010-801-3230-32050	31.02	EOC SATELLITE PHONE SERVICE		326268	31.02
NEW CENTURY MOTORSPORTS LLC	0060-801-4211-38400	412.72	UNIT 141-30K SERVICE	20-0196	326269	412.72
NIVISYS, LLC	0010-801-3103-22620	514.55	NIGHT VISION SYSTEM PARTS		326270	514.55
O'REILLY AUTO PARTS, LLC	0060-801-4211-23500	14.43	FLEET SUPPLIES	20-0016	1055 **	14.43
OFFICE DEPOT INC.	0092-801-4222-23700	224.42	OFFICE SUPPLIES		326271	
	0092-801-4222-23700	231.55	OFFICE SUPPLIES		326271	
	0092-801-4222-23700	46.20	OFFICE SUPPLIES		326271	
	0010-801-1406-21350	146.73	OFFICE SUPPLIES		326271	
	0010-801-1101-21350	81.19	OFFICE SUPPLIES		326271	
	0010-801-1101-21350	124.51	OFFICE SUPPLIES		326271	
	0010-801-6505-21250	5.34	OFFICE SUPPLIES		326271	
	0010-801-3201-21250	54.19	OFFICE SUPPLIES	20-0075	326271	
	0010-801-3201-21350	23.61	OFFICE SUPPLIES	20-0075	326271	
	0010-801-3201-21250	36.24	OFFICE SUPPLIES	20-0075	326271	
	0010-801-3115-38400	361.24	OFFICE SUPPLIES		326271	

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VENDOR NAME	ACCOUNT	AMOUNT	DESCRIPTION	P.O.	CHECK #	TOTAL
OFFICE DEPOT INC.	0010-801-3114-21350	684.59	OFFICE SUPPLIES		326271	
	0010-801-3114-21350	14.21	OFFICE SUPPLIES		326271	
	0010-801-3114-21350	18.49	OFFICE SUPPLIES		326271	
	0010-801-3114-21350	18.49-	OFFICE SUPPLIES-CREDIT		326271	
	0010-801-3114-21350	93.06	OFFICE SUPPLIES		326271	
	0010-801-3114-21350	154.03	OFFICE SUPPLIES		326271	
	0010-801-3114-21250	236.45	OFFICE SUPPLIES		326271	
	0010-801-6505-21250	173.25	OFFICE SUPPLIES		326271	
	0010-801-3114-21350	26.82	OFFICE SUPPLIES		326271	
	0010-801-3114-21350	14.22	OFFICE SUPPLIES		326271	
						2,731.85
OFFICE SOLUTIONS	0010-801-4212-21250	153.78	OFFICE SUPPLIES		326272	
						153.78
PACIFIC STAR CHEMICAL, LLC	0093-801-4227-23300	6,972.18	HYDROCHLORIC ACID	20-0144	326273	
						6,972.18
PERFORMANCE ELEVATOR CONTRACTORS IN	0010-801-4210-38400	330.00	ELEVATOR MAINTENANCE	20-0176	1056 **	
	0010-801-4210-38400	165.00	ELEVATOR MAINTENANCE	20-0176	1056 **	
						495.00
PHOENIX CIVIL ENGINEERING, INC.	0075-450-0075-09267	2,561.50	DEVELOPMENT REVIEW (TRUST)	20-0213	326274	
						2,561.50
PLACEWORKS, INC.	0075-450-0075-08660	17,034.13	PLANNING SERVICES (TRUST)	20-0187	326275	
						17,034.13
PROSOURCE FACILITY SUPPLY	0092-801-1407-38250	377.78	JANITORIAL SUPPLIES		326276	
						377.78
PUREBUTTONS.COM LLC	0010-801-1205-34200	225.00	EVENT SUPPLIES	20-0039	326277	
						225.00
ANDREW RESPICIO	0010-801-1801-39400	1,500.00	TUITION REIMBURSEMENT		326278	
						1,500.00

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PRINTED WARRANTS

VENDOR NAME	ACCOUNT	AMOUNT	DESCRIPTION	P.O.	CHECK #	TOTAL
RESTORATION ARTECHS INC.	0010-801-6516-31190	1,100.00	REFINISHING MEMORIAL PLAQUE		1057 **	1,100.00
RKA CONSULTING GROUP	0042-801-5003-91962	1,755.00	GEOTECH-MWD DRAINAGE IMPROVEME	20-0228	326279	1,755.00
ROBERTSON'S	0110-801-4202-23600	602.41	CONCRETE		326280	602.41
JESSICA RODRIGUEZ	0010-801-3102-22310	109.99	UNIFORM REIMBURSEMENT		326281	109.99
S & J SUPPLY CO.	0092-801-4223-23350	575.86	WATER SUPPLIES		326282	
	0092-801-4223-23350	1,725.93	WATER SUPPLIES		326282	
	0092-801-4223-23350	1,168.50	WATER SUPPLIES	20-0181	326282	
	0092-801-4223-23350	1,736.50	WATER SUPPLIES	20-0181	326282	5,206.79
S C FUELS	0060-801-4211-22250	12,286.98	FUEL	20-0014	1058 **	12,286.98
SAN ANDELL SWIMMING POOLS	0092-801-4222-23300	245.23	LIQUID CHLORINE		326283	245.23
SAN LUIS BUTANE DISTRIBUTORS, INC	0060-801-4211-22250	218.60	PROPANE	20-0119	326284	
	0060-801-4211-22250	69.52	PROPANE	20-0119	326284	288.12
SECURITY SIGNAL DEVICES INC	0092-801-4222-31950	1,031.69	ALARM SERVICES		1059 **	
	0092-801-4222-31950	644.81	ALARM SERVICES		1059 **	1,676.50
ANDREW SERRANO	0159-801-6507-31920	23.14	INSTRUCTOR-RECREATION CLASS		326285	23.14
SMARDAN SUPPLY COMPANY	0010-801-4210-23300	633.57	BLDG MAINTENANCE SUPPLIES		326286	633.57
SMART ENERGY SYSTEMS LLC	0092-850-4223-31950	4,721.85	WORKFORCE MANAGEMENT PROGRAM	19-0353	1060 **	

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PRINTED WARRANTS

VENDOR NAME	ACCOUNT	AMOUNT	DESCRIPTION	P.O.	CHECK #	TOTAL
SMART ENERGY SYSTEMS LLC	0092-801-4221-24150	1,098.15	WORKFORCE MANAGEMENT PROGRAM		1060 **	5,820.00
SONSRAY MACHINERY LLC	0060-801-4211-23500	39.78	FLEET SUPPLIES		326287	
	0060-801-4211-22250	43.79	FLEET SUPPLIES		326287	
	0060-801-4211-23500	173.48	FLEET SUPPLIES	20-0026	326287	
	0060-801-4211-23500	105.26	FLEET SUPPLIES	20-0026	326287	362.31
STAPLES BUSINESS ADVANTAGE	0010-801-3210-21300	125.91	INK CARTRIDGES-STATION 63		326288	125.91
STARBOARD TACK SUPPLY INC	0010-801-4210-23300	477.32	BLDG MAINT SUPPLIES	20-0193	1061 **	
	0010-801-4210-23300	119.22	BLDG MAINT SUPPLIES	20-0193	1061 **	
	0010-801-4210-23300	101.01	BLDG MAINT SUPPLIES	20-0193	1061 **	
	0010-801-4210-23300	97.01	SHOP SUPPLIES	20-0193	1061 **	
	0010-801-4210-23300	38.00	SHOP SUPPLIES	20-0193	1061 **	
	0010-801-4210-23300	238.29	SHOP SUPPLIES	20-0193	1061 **	
	0010-801-4210-23300	72.88-	CREDIT	20-0193	1061 **	997.97
SUCCESS PRINTING & SIGN INC.	0010-801-6509-31880	4,619.00	CASCADES NEWSPAPER	20-0170	326289	4,619.00
SWRCB FEES	0093-801-4226-41100	21,344.00	PERMIT FEE		326290	21,344.00
TANK SPECIALISTS OF CALIFORNIA	0060-801-4211-22250	225.00	REPROGRAM INCON SYSTEM	20-0012	1062 **	225.00
TARGET SPECIALTY PRODUCTS	0010-801-6517-22100	913.75	PARKS SUPPLIES		326291	913.75
TELEFLEX LLC	0010-801-3220-24200	1,220.00	EZ-IO NEEDLES		326292	1,220.00
THE CODE GROUP INC	0010-801-4214-31950	210.00	PLAN CHECK SERVICE	20-0169	1063 **	

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PRINTED WARRANTS

VENDOR NAME	ACCOUNT	AMOUNT	DESCRIPTION	P.O.	CHECK #	TOTAL
						210.00
THOMSON REUTERS (LEGAL) INC.	0010-801-3104-38400	636.65	INVESTIGATION INFO-OCT 2019		326293	636.65
BONNIE TO	0010-801-1801-39400	276.00	TUITION REIMBURSEMENT		326294	276.00
TOM'S CLOTHING & UNIFORMS INC	0092-801-4223-22310	16.43	UNIFORMS-J. CARMONA		326295	
	0092-801-4223-22310	13.14	UNIFORMS-J. CARMONA-CREDIT		326295	3.29
TOM'S MEN'S WEAR & UNIFORMS, INC.	0010-801-3210-22310	247.45	UNIFORMS-B. REYES	20-0190	326296	
	0010-801-3210-22310	549.65	UNIFORMS-C. HENRICH	20-0190	326296	
	0010-801-3210-22320	302.20	UNIFORMS-T. MCGEE	20-0190	326296	
	0010-801-3210-22310	245.26	UNIFORMS-J. LEGA	20-0190	326296	
	0010-801-3210-22310	65.70	UNIFORMS-R. TULLIUS	20-0190	326296	
	0010-801-3210-22310	862.79	UNIFORMS-C. BANCROFT	20-0190	326296	
	0010-801-3210-22310	862.79	UNIFORMS-A. FOX	20-0190	326296	
	0010-801-3210-22310	862.79	UNIFORMS-T. MCGEE	20-0190	326296	
	0010-801-3210-22310	862.79	UNIFORMS-D. LAWSON	20-0190	326296	
	0349-801-3201-39400	705.14	UNIFORMS-D. CLINE		326296	
	0349-801-3201-39400	890.17	UNIFORMS-M. IENNI		326296	6,456.73
LAURA R. TORRES-HOAGLAND	0159-801-6507-31920	144.95	INSTRUCTOR-RECREATION CLASS		326297	144.95
TIM TRAN	0010-801-4214-22750	141.28	REIMBURSEMENT-TOOLS		326298	141.28
TRANSTECH	0010-801-5004-91738	2,953.73	BARNES POOL HEATER REPAIR	20-0233	326299	
	0010-801-5004-91749	3,146.27	BARNES POOL HEATER REPAIR	20-0233	326299	6,100.00
TYLER TECHNOLOGIES, INC.	0063-850-5004-99055	1,650.00	TYLER SECURE SIGNATURE SYSTEM	19-0399	326300	

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PRINTED WARRANTS

VENDOR NAME	ACCOUNT	AMOUNT	DESCRIPTION	P.O.	CHECK #	TOTAL
						1,650.00
U S ARMOR CORP	0010-801-3103-22300	701.01	ENFORCER CONCEALABLE		1064 **	
	0229-801-3103-22300	212.50	ENFORCER CONCEALABLE	20-0199	1064 **	
	0010-801-3103-22300	1,055.32	ENFORCER CONCEALABLE		1064 **	
	0229-801-3103-22300	212.50	ENFORCER CONCEALABLE	20-0199	1064 **	
	0010-801-3103-22300	453.02	ENFORCER CONCEALABLE		1064 **	
						2,634.35
UNITED RENTALS NORTHWEST INC	0092-801-4222-37300	1,197.27	EQUIPMENT RENTAL		326301	
						1,197.27
VALLEY MAINTENANCE CORP.	0010-801-6516-31190	576.00	PARK PORTER SERVICES		326302	
	0010-801-6516-31190	264.00	PARK PORTER SERVICES		326302	
						840.00
VETERAN BUILDING MAINTENANCE & SUPPLIES	0010-801-6505-22150	622.78	JANITORIAL SUPPLIES	20-0175	326303	
	0010-801-6505-22150	546.03	JANITORIAL SUPPLIES	20-0175	326303	
						1,168.81
VETERINARY HEALTHCARE CENTER	0010-801-3111-31950	25.00	ANIMAL SERVICE/SUPPLIES		326304	
	0010-801-3111-31950	75.00	ANIMAL SERVICE/SUPPLIES		326304	
						100.00
VISTA PAINT CO.	0010-801-4202-23950	339.70	PAINT AND SUPPLIES		326305	
						339.70
VULCAN MATERIAL CO	0110-801-4202-23600	245.28	ASPHALT	20-0222	326306	
	0110-801-4202-23600	1,672.82	ASPHALT	20-0222	326306	
						1,918.10
WALTERS WHOLESALE ELECTRIC CO	0010-801-4210-23400	478.52	BLDG MAINT SUPPLIES		326307	
						478.52
WARREN DISTRIBUTING, INC.	0060-801-4211-23500	40.00-	CREDIT	20-0177	1065 **	
	0060-801-4211-23500	24.00-	CREDIT	20-0177	1065 **	
	0060-801-4211-23500	23.72	OIL FILTER	20-0177	1065 **	

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PRINTED WARRANTS

VENDOR NAME	ACCOUNT	AMOUNT	DESCRIPTION	P.O.	CHECK #	TOTAL
WARREN DISTRIBUTING, INC.	0060-801-4211-23500	213.86	BATTERY ASSY	20-0177	1065 **	
	0060-801-4211-23500	14.65	UNIT 865-THERMOSTAT	20-0177	1065 **	
	0060-801-4211-23500	41.24	UNIT 865-SENSOR ASSY	20-0177	1065 **	
	0060-801-4211-23500	163.56	UNIT 077-CYLINDER ASSY	20-0177	1065 **	
	0060-801-4211-23500	39.22	UNIT 036-AIR FILTER	20-0177	1065 **	
	0060-801-4211-23500	33.44	UNIT 990-THERMOSTAT	20-0177	1065 **	
	0060-801-4211-23500	79.61	UNIT 990-TENSIONER, FAN BELT	20-0177	1065 **	
	0060-801-4211-23500	8.58	UNIT 083-WINDSHIELD WIPERS	20-0177	1065 **	
	0060-801-4211-23500	181.17	BRAKES	20-0177	1065 **	
						735.05
WECK LABORATORIES INC	0092-801-4222-31950	1,800.00	WATER SERVICE-PFAS		1066 **	
						1,800.00
WESTERN WATER WORKS SUPPLY CO.	0092-801-4223-23350	617.58	WATER SUPPLIES		1067 **	
	0092-801-4223-22750	591.18	WATER SUPPLIES		1067 **	
						1,208.76
SCOTT WIESE	0136-801-3101-33250	90.00	POST TRAINING		326308	
	0160-801-3101-39400	18.00	POLICE TRAINING		326308	
						108.00
WOLFF LANG CHRISTOPHER ARCHITECTS,	0010-850-5002-99730	8,275.00	FIRE STATION 62 DEVELOPMENT	17-0290	326309	
						8,275.00
RICKY WONG	0159-801-6507-31920	77.74	INSTRUCTOR-RECREATION CLASS		326310	
						77.74
PETER YUNG	0160-801-3101-39400	18.00	POLICE TRAINING		326311	
	0010-801-3103-22620	72.66	REIMBURSE UPS SHIPPING FEES		326311	
						90.66
ZUMAR INDUSTRIES, INC.	0022-801-4206-23800	267.98	STREET SUPPLIES		326312	
						267.98

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PRINTED WARRANTS

VENDOR NAME	ACCOUNT	AMOUNT	DESCRIPTION	P.O.	CHECK #	TOTAL
TOTAL FOR REGULAR WARRANTS						807,933.04
	PRINTED	705,284.10				
	ACH-PAYMENTS	102,648.94				

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TOTAL FOR PREPAID WARRANTS	\$123,422.47
TOTAL FOR PRINTED WARRANTS	\$705,284.10
TOTAL FOR ACH-PAYMENTS	\$102,648.94
TOTAL WARRANTS	\$931,355.51
TOTAL VOID CHECKS	2
TOTAL PREPAID CHECKS	40
TOTAL ACH-PAYMENTS PRINTED	39
TOTAL CHECKS PRINTED	135
TOTAL CHECKS ISSUED	214

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FUND SUMMARY

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FUND	DESCRIPTION	PREPAID	PRINTED	TOTAL
0010	GENERAL FUND	55,081.71	155,819.10	210,900.81
0022	STATE GAS TAX FUND	630.21	9,762.66	10,392.87
0042	SEWER FUND	0.00	2,669.75	2,669.75
0043	REFUSE FUND	466.50	426,885.10	427,351.60
0060	CITY SHOP FUND	122.04	29,551.66	29,673.70
0063	TECHNOLOGY INTERNAL SERV FUND	0.00	3,432.50	3,432.50
0065	PAYROLL CLEARING ACCOUNT	528.00	0.00	528.00
0075	SPECIAL DEPOSITS FUND	14,475.45	65,896.83	80,372.28
0077	BUSINESS IMPROVEMENT AREA #1	0.00	60.00	60.00
0092	WATER FUND	35,289.27	29,426.25	64,715.52
0093	WATER TREATMENT WQA-EPA FUND	0.00	34,531.18	34,531.18
0094	WATER TREATMENT CITY FUND	0.00	835.00	835.00
0109	OPA PROPOSITION A	8,758.08	7,716.34	16,474.42
0110	MEASURE R FUND	0.00	6,024.13	6,024.13
0136	POST	294.62	126.00	420.62
0152	HOME HOUSING PROGRAM	0.00	3,300.00	3,300.00
0159	RECREATION FUND	1,238.72	2,164.40	3,403.12
0160	ASSET FORFEITURE-JUSTICE	70.00	3,904.00	3,974.00
0165	AIR QUALITY IMPROVEMENT FUND	5,931.00	0.00	5,931.00
0169	CDBG FUND	0.00	2,500.00	2,500.00
0176	MAINTENANCE DISTRICT 93-1	0.00	3,389.13	3,389.13
0178	PROP A - PER PARCEL GRANT	6.56	68.77	75.33
0184	USED OIL RECYCLING BLOCK GRANT	0.00	403.75	403.75
0229	BULLETPROOF VEST POLICE GRANT	0.00	425.00	425.00
0306	AB109 TASK FORCE GRANT	26.00	0.00	26.00
0349	ELAC INSTRUCTIONAL SERV PROG	504.31	2,043.85	2,548.16
0465	GROUND EMERG MEDICAL TRANSPORT	0.00	16,997.64	16,997.64

CITY OF MONTEREY PARK
 FINAL WARRANT REGISTER
 COUNCIL MEETING DATE 12/18/2019
 FUND SUMMARY

39

FUND	DESCRIPTION	PREPAID	PRINTED	TOTAL
	TOTAL	123,422.47	807,933.04	931,355.51



City Council Staff Report

DATE: December 18, 2019

AGENDA ITEM NO: Consent Calendar
Agenda Item 3-C.

TO: The Honorable Mayor and City Council
FROM: Joseph Leon, City Treasurer
SUBJECT: Monthly Investment Report – November 2019

RECOMMENDATION: It is recommended that the City Council:

- (1) Receive and file the monthly investment report; and
- (2) Take such additional, related, action that may be desirable.

EXECUTIVE SUMMARY:

As of November 30, 2019 invested funds for the City of Monterey Park is \$86,144,727.42.

BACKGROUND:

In accordance with the City's Investment Policy, a monthly investment report is presented to the City Council showing the types of investments, dates of maturities, amounts of deposits, rates of interest, and the current market values for securities with maturity more than 12 months. The attached monthly investment report includes a summary investment report for the LA County Pooled Investment Fund, which displays the composition by type for the entire pooled investment fund.

Respectfully submitted by:


Joseph Leon
City Treasurer

Prepared by:


Annie Yaung, CPFO
Director of Management Services

Approved by:


Ron Bow
City Manager

**CITY OF MONTEREY PARK
INVESTMENT REPORT
AS OF NOVEMBER 30, 2019**

INVESTMENTS PORTFOLIO PROFILE:

TOTAL BALANCE AT 11/30/19 **\$ 86,144,727.42**

INVESTMENT COMPOSITION

(1) **LA COUNTY POOLED INVESTMENT FUND** ON DEMAND 1.980% **\$ 1,738,626.14**
(See Schedule A for LA County Pool Composition)

(2) **LOCAL AGENCY INVESTMENT FUND** ON DEMAND 2.100% **\$ 71,203,101.28**

(3) <u>U.S. GOVERNMENT TREASURY BILLS</u>	<u>Purchase Date</u>	<u>Maturity Date</u>	<u>Interest Rate</u>	
	12/21/18	12/05/19	2.44%	2,000,000
	12/28/18	12/05/19	2.39%	2,000,000
			2.42%	<u>\$ 4,000,000</u>

(4) <u>CERTIFICATES OF DEPOSIT</u>	<u>Purchase Date</u>	<u>Maturity Date</u>	<u>Interest Rate</u>	
PREFERRED BANK	09/30/19	09/03/20	2.00%	140,000
ROYAL BUSINESS BANK	06/23/19	06/22/20	2.45%	250,000
ALLY BANK MIDVALE	10/06/17	10/05/20	1.95%	245,000
AMERICAN EXPRESS BANK	05/03/17	05/04/20	1.80%	245,000
BANKUNITED NA	02/09/18	02/10/20	2.20%	245,000
BMW BK NORTH AMERICA	09/21/17	03/16/20	1.85%	238,000
CAPITAL ONE NATL BANK	10/25/17	10/26/20	2.00%	245,000
CITIBANK NATIONAL BANK	02/07/19	02/08/21	2.65%	245,000
CITIZENS COMMUNITY FED NATIONAL ASSN	03/06/19	03/06/20	2.45%	245,000
COMMERCIAL BANK	06/21/18	06/22/20	2.75%	245,000
CONGRESSIONAL BANK	03/01/19	03/02/20	2.45%	245,000
CUSTOMERS BANK	06/19/19	06/19/20	2.40%	245,000
DIRECT CFED CREDIT UNION	11/22/17	11/23/20	2.00%	245,000
DISCOVER BANK	09/01/17	09/01/20	1.90%	245,000
ELGA CREDIT UNION	09/19/18	03/19/20	2.70%	245,000
ENVISION CREDIT UNION	06/07/19	06/07/21	2.50%	245,000
FIRST FED SAVINGS & LOAN	12/22/17	12/20/19	2.05%	245,000
FIRST SOURCE FED CREDIT UNION	10/08/19	03/26/21	1.95%	245,000
GARRETT BANK	05/09/18	05/11/20	2.55%	245,000
GOLDMAN SACHS BANK	10/18/17	10/19/20	1.95%	245,000
GRAND RIVER BANK	11/28/17	05/28/20	1.80%	245,000
GUARANTY BANK	03/15/18	09/15/20	2.40%	245,000
IBERIABANK	05/30/18	11/30/20	2.70%	245,000
JP MORGAN CHASE BANK	09/30/19	09/30/20	1.85%	245,000
KEESLER FEDERAL CREDIT UNION	12/21/18	06/22/20	3.00%	245,000
LAKESIDE BANK CHICAGO	05/10/17	05/11/20	1.65%	245,000

**CITY OF MONTEREY PARK
INVESTMENT REPORT
AS OF NOVEMBER 30, 2019**

MB FINANCIAL BANK	08/24/17	02/24/20	1.75%	245,000
MORGAN STANLEY	12/28/17	12/30/19	2.05%	245,000
MORGAN STANLEY BANK	11/30/17	12/02/19	1.90%	245,000
NATIONWIDE BANK	11/30/17	08/31/20	2.00%	245,000
NEW YORK COMMUNITY BANK	02/28/19	02/28/20	2.45%	245,000
STEARNS BANK	05/31/18	05/29/20	2.70%	245,000
SYNCHRONY BK RETAIL	04/27/18	04/27/20	2.55%	245,000
THIRD FED SAVINGS & LOAN	12/21/17	12/21/20	2.10%	245,000
UNIVERSITY IOWA CMNTY	04/30/18	04/30/21	2.75%	245,000
VIBRANT CREDIT UNION	12/21/18	06/22/20	2.95%	245,000
WELLS FARGO BANK	02/13/19	02/16/21	2.65%	245,000
WEX BANK	06/02/17	06/02/20	1.80%	245,000

Total CDs (38) 2.253% **\$ 9,203,000.00**

OTHER INFORMATION:

BANK BALANCE: ⁽¹⁾ **\$ 4,179,813.42**

AVERAGE MATURITY DAYS 28

AVERAGE INTEREST RATE FOR THE MONTH 2.043%

THE CITY'S INVESTMENT HAS SUFFICIENT LIQUIDITY TO MEET THE CITY'S EXPENDITURE REQUIREMENTS FOR THE NEXT 180 DAYS. THE 180-DAY LIQUIDITY DISCLOSURE IS REQUIRED PER GOVERNMENT CODE 53646.

INTEREST EARNINGS FOR 1ST QUARTER 2019-2020 (ESTIMATED) **\$ 59,367.11**

THERE HAVE BEEN NO VARIANCES TO THE INVESTMENT POLICY.

(1) Bank balance is maintained to cover outstanding warrants, payroll checks and on-going operating costs.

POOLED SURPLUS AND SPECIFIC PURPOSE INVESTMENTS
AS OF OCTOBER 31, 2019

SCHEDULE A

<u>PORTFOLIO PROFILE</u>	<u>Pooled Surplus Investments</u>	<u>Specific Purpose Investments</u>
Inventory Balance at 10/31/19		
At Cost	\$ 29,017,537,353	\$ 169,878,255
At Market	\$ 29,015,749,641	\$ 171,498,169
Repurchase Agreements	\$ -	\$ -
Reverse Repurchase Agreements	\$ -	\$ -
Composition by Security Type:		
Certificates of Deposit	8.10%	11.77%
United States Government and Agency Obligations	59.48%	60.86%
Bankers Acceptances	0.00%	0.00%
Commercial Paper	31.90%	0.00%
Municipal Obligations	0.17%	2.23%
Corporate and Deposit Notes	0.35%	0.00%
Repurchase Agreements	0.00%	0.00%
Asset-Backed	0.00%	0.00%
Other	0.00%	25.14%
1-60 days	35.92%	25.14%
61 days-1 year	18.13%	32.79%
Over 1 year	45.95%	42.07%
Weighted Average Days to Maturity	553	



City Council Staff Report

DATE: December 18, 2019

AGENDA ITEM NO: Consent Calendar
Agenda Item 3-D.

TO: The Honorable Mayor and City Council
FROM: Annie Yaung, CPFO, Director of Management Services
SUBJECT: 2018-2019 Comprehensive Annual Financial Report

RECOMMENDATION It is recommended that the City Council consider:

- (1) Receiving and filing the City's 2018-2019 Comprehensive Annual Financial Report; and
- (2) Take such additional, related, action that may be desirable.

EXECUTIVE SUMMARY:

State law requires that all local governments publish a complete set of financial statements in conformity with generally accepted accounting principles (GAAP) and audited by a firm of licensed certified public accountants within six months of the close of each fiscal year. Pursuant to this requirement, staff is submitting the City's 2018-2019 Comprehensive Annual Financial Report for the City Council information and review.

BACKGROUND:

The City's financial statements for the fiscal year ended June 30, 2019 (see attached) were audited by White Nelson Diehl Evans LLP, an independent auditor. This is the 4th year, WNDE audited the City's books. The auditors issued an unmodified ("clean") opinion on the City's financial statements. The unmodified opinion represents that the auditors determined that the City's financial statements are prepared according to generally accepted accounting principles (GAAP) and the information accurately reflects the City's financial position. Additionally, the auditors' report does not indicate any negative findings, internal control deficiencies or instances of noncompliance with applicable laws and regulations.

The comprehensive annual financial report (CAFR) includes the financial information for all funds of the City. The Introductory Section of the report includes a table of contents, the organization chart, a transmittal letter, and financial awards. The Financial Section contains the independent auditor's report, the management discussion and analysis (MD&A), the financial statements, notes to the financial statements, and supplementary information. The Statistical Section provides trend financial and demographic data, which is useful for assessing the City's financial condition. Users of the CAFR should read the financial

statements in conjunction with the transmittal letter, MD&A, notes, and supplementary information to gain a full understanding of the City's financial activities.

The City's CAFR was prepared according to the Governmental Accounting Standard Board (GASB) Statement, and the government-wide financial statements provide information about the City's overall financial status with the addition of long-term perspective. The focus is on the City as a whole to provide a comprehensive presentation of the City's financial information from a commercial (private) business point of view. Full accrual accounting and information for capital assets (including infrastructure) and long-term obligations are required as part of the financial statements. For the fiscal year 2018-2019, the City displayed mandated reporting of both the net pension and the other postemployment benefits (OPEB) liabilities in its accrual-based financial statements.

The net pension liabilities from the City's three retirement plans totaled \$99.0 million as of June 30, 2019. This aggregate net pension liabilities were decreased by \$0.6 million from the previous reporting amount of \$99.6 million for 2017-2018. The major reason for this decrease was because the City contributed additional funds to pay down the unfunded liabilities. The 2018-2019 CAFR was required to continue disclosing the net other post employment benefits (OPEB) liability on the face of the City's balance sheet. The net OPEB liability totaled \$30.3 million as of June 30, 2019. The OPEB liability balance remained at the same level as 2017-2018.

As of June 30, 2019, the City's net position totaled \$43.2 million in the Statement of Net Position, reflecting totaled assets and deferred outflow of resources for \$233.6 million, and liabilities and deferred inflow of resources for \$190.4 million. Net position serves as an indicator of a government's financial position over time. Excluding the pension liabilities, the City's financial results displayed a positive financial position.

The report also includes fund financial statements in the "Fund Financial Statements" section in the CAFR, starting on Page 26. These statements provide information on each individual fund of the City. Basically, the City funds have two categories: General Fund and Restricted Funds. The restricted funds include special revenue funds, internal service funds, enterprise funds, and trust funds. Restricted funds are for specific expenditures authorized by laws or City policies.

General Fund is the main operating fund of the City and it pays for the majority of the police, fire, building, zoning, public works, park maintenance, recreation, and library services. General Fund fund balances at June 30, 2019 included \$75,778 as nonspendable, \$7.2 million as committed, \$20.1 million as assigned for purchase orders and capital improvements, and \$5.1 million as unassigned. The General Fund total fund balance increased by \$2.6 million from last year. The increases were mainly from higher sales tax revenues generated from the Monterey Park Market Place, higher property tax revenues generated from citywide assessed valuations, and better investment income.

The following table details the General Fund fund balances breakdown:

GF Fund Balances as of June 30, 2019	
Nonspendable:	
<i>Advances to other funds</i>	\$ 75,778
Committed:	
<i>Catastrophic event</i>	\$ 2,340,000
<i>Working capital</i>	3,000,000
<i>Economic development (2002 Bonds Proceeds)</i>	1,886,927
Total Committed	7,226,927
Assigned:	
<i>Carryover POs and Capital Improvements</i>	19,617,528
<i>EE Parking Lot</i>	529,511
Total Assigned	20,147,039
Total Unassigned	5,105,667
Total GF Fund Balances	\$32,555,411

Other financial highlights in 2018-2019 included that:

- *the City Council approved additional capital improvement and operating expenditures of \$1 million throughout the year from the General Fund;*
- *a 7-year financing of \$2.6 million was approved to acquire a Fire Ladder Truck and two Engines;*
- *a 4-year contract with two safety labor units was approved to ensure the public services be optimally delivered;*
- *continued the final year water and sewer rates adjustments;*
- *the net pension and other post-employment benefits liabilities per GASB standards were reflected on the face of the balance sheet; and*
- *the General Fund total fund balance was \$32.6 million, an increase of \$2.6 million from last year. This increase was primarily due to property tax and sales tax revenues from the Market Place as well as higher investment income.*

In each of the past 30 years, the City CAFR received awards at both the state and national levels for excellence in financial reporting. To receive these awards, a government must publish an efficiently organized report that satisfies both generally accepted accounting standards and applicable laws and regulations. Staff has again submitted the 2018-19 CAFR for award consideration.

In addition to the annual audit by the independent auditors, the City's financial statements were also audited by various Federal and State agencies for grants, Gas Tax, Proposition A, Proposition C, Bike Route (TDA), Measure R, Measure M, and SB 1 funding. There were all in compliance with stipulated laws and regulations.

We have forwarded copies of the 2018-19 CAFR to various grantors, Federal and State agencies, lenders, bond trustees, and rating agencies. For citizens and interested persons, the City's CAFR is available for viewing on the City website as well as at the City Library, the City Clerk's Office, and in the Finance area.

Respectfully submitted by:



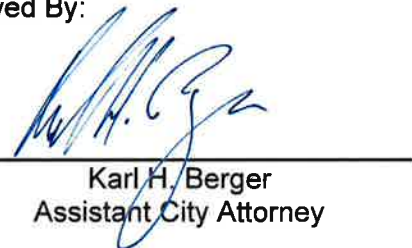
Annie Yaung, CPFO
Director of Management Services

Approved By:



Ron Bow
City Manager

Reviewed By:



Karl H. Berger
Assistant City Attorney

ATTACHMENT:

- 2018-2019 Comprehensive Annual Financial Report

ATTACHMENT 1

2018-2019 Comprehensive Annual Financial Report



City of Monterey Park, California

COMPREHENSIVE ANNUAL
FINANCIAL REPORT

Year ended June 30, 2019

Prepared by the Management Services Department

**Annie Yaung, CPFO
Director of Management Services**

CITY OF MONTEREY PARK
Comprehensive Annual Financial Report
For the Year Ended June 30, 2019

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Comprehensive Annual Financial Report
For the Year Ended June 30, 2019

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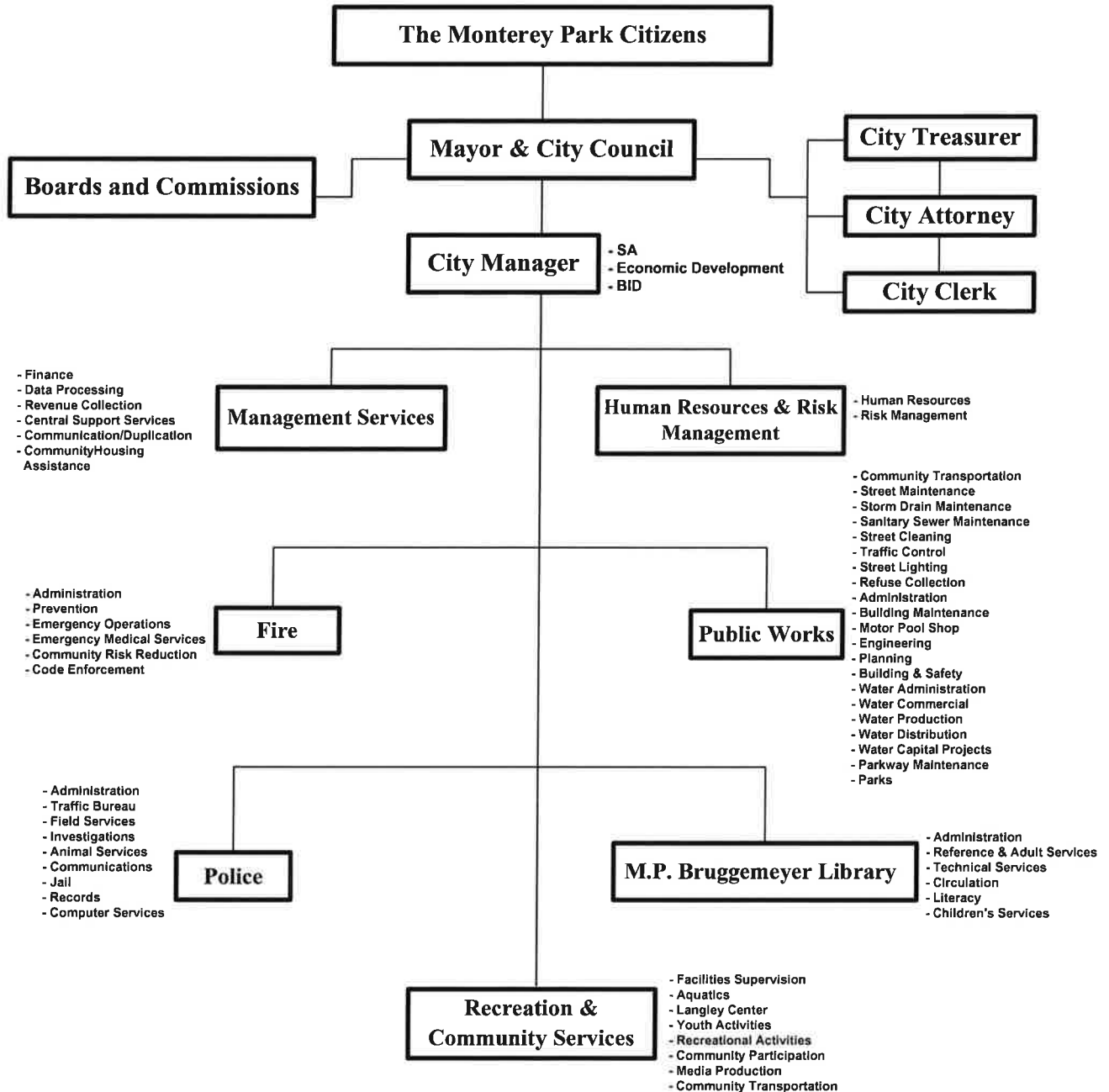
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City of Monterey Park Organizational Chart



The City is a council-manager government, whose five council members are elected at a for four-year, overlapping terms of office.

CITY OF MONTEREY PARK

320 West Newmark Avenue • Monterey Park • California 91754-2896
www.MontereyPark.ca.gov



City Council
Peter Chan
Mitchell Ing
Stephen Lam
Hans Liang
Teresa Real Sebastian

City Clerk
Vincent D. Chang

City Treasurer
Joseph Leon

November 30, 2019

To the Honorable Mayor, Members of the City Council
and the Citizens of the City of Monterey Park, California

State law requires that all general-purpose local governments publish within six months of the close of each fiscal year a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP), as promulgated by the Government Accounting Standards Board (GASB) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that, we hereby submit, for your information and review, the Comprehensive Annual Financial Report for the City of Monterey Park, California, for the fiscal year ended June 30, 2019.

This report consists of management's representations concerning the finances of the City of Monterey Park. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management has established an internal control system that is designed to protect City assets and to ensure that the accounting records provide a reliable basis for the preparation of the financial statements. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements will be free of any material misstatements. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The City's financial statements have been audited by White Nelson Diehl Evans LLP, a public accounting firm fully licensed and qualified to perform audits of the State and local governments within the State of California. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City of Monterey Park for the fiscal year ended June 30, 2019, fairly state the City's financial position. The independent audit involves examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditors concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the City of Monterey Park's 2018-19 financial statements are fairly presented in conformity with generally accepted accounting principles (GAAP). The independent auditors' report is presented as the first component of the financial section of this report.

Single Audit

Being a recipient of federal funds, the City is required to undergo an audit in accordance with the Single Audit Act of 1996 and the U.S. Office of Management and Budget Circular A-133. Information relating to the single audit, which includes the federal assistance operations as well as the non-federal assistance operations, such as the City's financial statements, internal controls, and compliance with legal requirements involving the administration of Federal awards, will be issued in a separate *Single Audit Report*.

Management Discussion & Analysis

A narrative introduction, overview, and analysis accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The City's MD&A immediately follows the independent auditor's report in the financial section of the CAFR.

Profile of the City of Monterey Park

The City of Monterey Park was incorporated in 1916 as a general law city. The name of "Monterey Park" was taken from old government maps that described the oak-covered inclines that made up the area as Monterey Hills. The City operates under the council-manager form of municipal government. The City Council, which consists of five members, is elected at large and each serves a term of four years. The City Clerk and the City Treasurer are also elected by the citizens. The City Ordinance 2096 imposes term limits, no more than two consecutive terms, on all elected officials. The City Council appoints the City Manager, who has the responsibilities of overseeing City services and operations. In addition to governing the City, the City Council serves as the governing board of the Public Financing Authority and the Housing Authority. The financial information of these component units has been included with the City. Please see Note 1 to Financial Statements for discussion of the component units.

Monterey Park is a full-service City, offering its residents a wide range of municipal services, including public safety, highways and streets, sanitation, water and sewer services, development and public infrastructure improvements, culture and leisure programming, and general government functions. The City strives to provide high-quality public services that emphasize organizational efficiency, infrastructure investment, and economic development. In 2017, the City was listed as one of the top three best places to live in America by the Money Magazine.

Local Economic Condition

Monterey Park is located six miles east of Los Angeles at the western gateway to the San Gabriel Valley. It encompasses an area of 7.73 square miles with a population of approximately 63,000. Monterey Park is primarily a residential community, with 78% of its land zoned for single and multiple family housing. In 2018-19, Monterey Park's housing market continued increasing in single-family home prices as reflected in an average single family Monterey Park home sold for about \$721,000, a seven percent increase from the previous year. Because of its desirable location, house values in Monterey Park are expected to remain strong.

In 2018-19, the City's financial prospects were moving forward. Stores in the Monterey Park Market Place Shopping Center continued their openings to the public, including Chick-fil-A, Guitar Center, America's Best Eyeglasses, Mattress Firm, In-N-Out, and Mod Pizza. The City anticipates more store openings in 2019-20, including Starbucks, Buffalo Wild Wings, and Ono Hawaiian BBQ.

There was also interest by the Hotel Industry in establishing several new hotels in the North Atlantic Area to meet the demands of the tourist industry in the greater San Gabriel Valley area. Currently, the construction of the Courtyard by Marriott is almost complete. It is anticipated that the hotel will be opening by the winter of 2019. The potential growth in the community is a clear sign that the economy continues to gain momentum and that the development industry is willing to invest in the City's economic future.



Financial Overview and Policies

For 2018-19, the City continued the reporting requirement per Governmental Accounting Standards Board (GASB) Statement No. 68 and 71, for pension liabilities as well as the GASB Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions, for other postemployment benefits liabilities on the face of the *Statement of Net Position*. Excluding all postemployment benefits (pensions and OPEB) liabilities, the City's end of year financial condition for 2018-19 displayed a positive operating position due to the City's conservative financial planning and management. As the City's development projects mentioned above continue to expand and move forward that will generate a large number of new jobs and tax revenues for the City.

The annual budget serves as the foundation for the City's financial planning and control. The City starts its budget process in mid-February. The budget development is based on the City's three-year citywide goals:

- Improve organizational effectiveness and efficiency;
- Attract and retain quality employees;
- Achieve financial stability;
- Improve communitywide beautification;
- Complete Marketplace and Towne Center.

These goals serve as the guidelines to identify community priorities and effectively align resources to achieve our mission. The City Manager presents the proposed budget to the City Council for review prior to the beginning of each fiscal year and the City Council holds public hearings to review and approve the proposed budget. The final adopted budget, reflecting the City Council's directions, is published no later than June 30.

Legal budgetary control for operating budgets is exercised at the department and fund level. The City is

required to adopt a balanced budget for its General Fund at the beginning of the fiscal year. Formal budgetary integration and encumbrance accounting are employed as management control devices during the year for all funds.

The 2019-2020 Adopted Budget includes a conservative fiscal spending plan and reflects \$8.7 million for infrastructure and capital improvements, specifically water, sewer, street projects, Police in-car camera system, and Fire Verdugo emergency system upgrade. The City continues improving efficiencies by aligning closely related programs to achieve long-term financial stability.

Major Accomplishments

The Monterey Park's major accomplishments during the fiscal year 2018-19, which displayed significant financial impacts, included:

- Invested \$9.6 million in infrastructure and capital improvement projects, including \$3.6 million for the Potrero Grande rehabilitation, traffic signal construction at Grandridge/Graves Avenues, Garvey Reservoir improvement, North Atlantic water and sewer system improvements, Barnes playground equipment and surface replacement, and various street rehabilitations;
- Finalized the license and services agreement with Tyler Technologies, Inc. for an operational intelligence-designed Munis ERP software solution;
- Implemented the final (5th) year water and sewer rate adjustments to cover operational and capital improvement costs;
- Continued prudent, conservative management of the City's investment portfolio to maximize investment earning and achieved \$ 1.8 million investment earnings;
- Continued implementing the required Governmental Accounting Standards Board (GASB) Statements, including the pension and other postemployment benefits (OPEB) liabilities on the face of the financial statements;
- Continued implementing solutions to reduce unfunded pension and other post-employment benefit (OPEB) liabilities, including (1) annual lump sum prepayment practice; (2) annual additional unfunded liability paydown; and (3) annual OPEB liability pre-funding practice;
- Implemented new contracts with the firefighter and police officer units.

Gann Spending Limitation

Article XIII B of the California Constitution, which was adopted in 1979 and amended in 1990 by Proposition 111, establishes a limit on government spending. The limit is calculated based on a government's 1978-79 appropriations adjusted each year by the change in California per capita income or the change in nonresidential assessed valuation combined with the change in city or county population. The City's 2018-19 appropriations limit was \$91.6 million and the City's actual appropriation subject to the limit was 56% below the legal limit. Based on the past trend and projected future growth, the City believes its appropriations will continue remaining within the legal limit.

Debt Administration

The primary objective of the City's debt administration is to maintain its accessibility to capital market at the lowest possible cost; i.e. interest cost, without endangering its ability to finance essential services. The City uses debt financing only for capital improvements or projects that cannot be financed from current revenues. The City has been successful in obtaining financing for various infrastructure improvements, such as library expansion, police 911 computer system, water treatment plants, and citywide smart meters/energy retrofit project. In 2018-2019, the City completed a lease-purchase financing arrangement with Bank of America for the purchase of the City's Fire Ladder and Engine trucks. This financing totaled \$2.6 million for a 7-year term (9/2025).

Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awards a Certificate of Achievement for Excellence in Financial Reporting. The City of Monterey Park has been awarded the Certificate of Achievement by GFOA for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2018. This was the 30th consecutive year the City received this award. The Certificate of Achievement is a prestigious national award-recognizing conformance with the highest standards for the preparation of state and local government financial reports. In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. Such a report must satisfy both generally accepted accounting principles and applicable legal requirements.

The Certificate of Achievement for Excellence in Financial Reporting is valid for a period of one year. We believe the City's Fiscal Year 2018-19 CAFR will continue to conform to the Certificate of Achievement Program's requirements and we are submitting it to the GFOA for award consideration. In addition, the City's 2019-20 Budget has received awards for excellence in budgeting from both the Government Finance Officers Association of the United States and Canada (GFOA) and California Society of Municipal Finance Officers Association (CSMFO).

We would like to express our sincere appreciation to the entire Management Services staff whose efficient and dedicated services have made this timely preparation of this report possible. We would also like to thank the Mayor and City Council for their unfailing support of excellence in financial reporting and fiscal integrity. The accomplishments and values for this community which are presented in this report are a testament to the leadership of the City Council and the dedication of all City employees.

Respectfully submitted,



Ron Bow
City Manager



Annie Yaung, CPFO
Director of Management Services



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**City of Monterey Park
California**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2018

Christopher P. Morrell

Executive Director/CEO



GOVERNMENT FINANCE OFFICERS ASSOCIATION

*Distinguished
Budget Presentation
Award*

PRESENTED TO

**City of Monterey Park
California**

For the Fiscal Year Beginning

July 1, 2018

Christopher P. Morill

Executive Director

California Society of Municipal Finance Officers

Certificate of Award

Excellence Award for Fiscal Year 2018-2019 Operating Budget

Presented to the

City of Monterey Park

For meeting the criteria established to achieve the CSMFO Excellence Award for Budgeting.

December 19, 2018



Margaret Moggia

**Margaret Moggia
CSMFO President**

Sara J. Roush

**Sara Roush, Chair
Recognition Committee**

Dedicated Excellence in Municipal Financial Reporting

INDEPENDENT AUDITORS' REPORT

To the Honorable Mayor and
Member of the City Council
of the City of Monterey Park
Monterey Park, California

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Monterey Park, California (the City), as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Monterey Park as of June 30, 2019, and the respective changes in its financial position where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, the schedules of changes in net pension liability and related ratios, and the schedules of contributions - CalPERS and MMRP pension plans, the schedule of changes in net OPEB liability and related ratios and schedule of contributions - OPEB plan, and the budgetary comparison schedules for the General Fund, Special Revenue Grants Fund, Special Revenue Retirement/Pension Liability Fund, and Special Revenue Housing Fund, identified as Required Supplementary Information (RSI) in the accompanying table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the RSI in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during the audit of the basic financial statements. We do not express an opinion or provide any assurance on the RSI because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The introductory section, combining statements and individual fund schedules (supplementary information), and statistical section, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The supplementary information, as listed in the table of contents, is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Other Matters (Continued)

Other Information (Continued)

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 22, 2019, on our consideration of the City of Monterey Park's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City of Monterey Park's internal control over financial reporting and compliance.

White Nelson Dick Evans LLP

Irvine, California
November 22, 2019

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MANAGEMENT DISCUSSION AND ANALYSIS

Introduction

The Management Discussion and Analysis provides a narrative introduction, analysis, and overview that will assist in understanding of the City's financial statements. This analysis should be read in conjunction with the City's financial statements as of June 30, 2019, the transmittal letter, and notes to the basic financial statements.

Government-wide Financial Statements

The government-wide financial statements are designed to provide information of the City's financial activities in a manner similar to a private-sector company. Government-wide financial statements consist of the statement of net position and the statement of activities, which are prepared using the economic resources measurement focus and the accrual basis of accounting. These statements provide both short-term and long-term information about the City's financial position, which is helpful in assessing the City's economic condition at the end of the fiscal year.

The statement of net position presents all of the City's financial resources along with its capital assets and long-term obligations. The difference between the assets and the liabilities is reported as the net position.

The statement of activities reports the gross and net costs of various activities carried out by the City and how the City's net position changed during the fiscal year. This statement summarizes the cost of providing services by the City and includes all current year revenues and expenses.

Both government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (i.e. governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (i.e. business-type activities). The governmental activities of the City include general government, public safety, community development, culture and recreation, highways and streets, health, and debt service. The business-type activities reflect the City's water system operations, waste management activities, and sanitary sewer activities.

The government-wide financial statements include not only the City but also those legally separate entities for which the City is financially accountable. These entities include the Monterey Park Housing Authority and the Monterey Park Public Financing Authority. Financial information for these component units is reported as an integral part of the City. Please refer to Note Number 1A of the Notes to the Basic Financial Statements.

Fund Financial Statements

A fund is a grouping of related accounts used to control resources that have been segregated for specific activities or objectives. The City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental Funds

Governmental funds are used to account for essentially the same governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of expendable resources, as well as on balances of expendable resources available at the end of the fiscal year. Governmental funds are accounted for using the modified accrual basis of accounting, which provides a detailed view of the City's current financial resources and the City's ability to meet its current expenditure needs. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and government-wide activities.

The City maintains 20 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for General Fund, Special Revenue Grants Fund, Special Revenue Retirement/Pension Liability Fund, and Special Revenue Housing Fund, which are reported as major funds. Information for the other 16 governmental funds is combined into a single column under Nonmajor Special Revenue Governmental Funds. Data for the nonmajor governmental funds is provided in the combining statements in this report.

The City adopts an annual appropriated budget for its governmental funds. Budgeted expenditures are controlled at the fund level. Budgetary comparison statements have been provided to demonstrate compliance with this budget. Please refer to the Notes to Required Supplementary Information.

Proprietary Funds

Proprietary funds use the accrual basis of accounting, which is the same method used by private businesses. Proprietary fund financial statements provide the same type of information as the government-wide financial statements, only in more detail.

The City maintains two different types of proprietary funds: enterprise funds and internal service funds. The enterprise fund is used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for the operations for its water system, waste management activities, and sanitary sewer activities. Internal service funds are used to accumulate and allocate costs internally among the City's various functions, which include vehicle operation, workers compensation insurance, retiree medical benefits, general liability insurance, separation benefits, and technology development. Because the internal service operations benefit both governmental and business-type functions, they have been proportionally allocated and included within the governmental and business-like activities in the government-wide financial statements. Individual fund data for the internal service funds is provided in the form of combining statements in this report.

Fiduciary Funds

Fiduciary funds are used to account for activities when the City acts as a trust or fiduciary to hold resources for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the City's programs.

Notes to the Basic Financial Statements

The notes to the basic financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Required Supplementary Information

The required supplementary information further explains and supports the information in the financial statements. This section includes the schedules of the City's funding for its employee pension program, other post-employment benefits program and the budgetary comparison for the General Fund, Special Revenue Grants Fund, Special Revenue Retirement/Pension Liability Fund, and Special Revenue Housing Fund.

Other Supplementary Information

Other supplementary information includes combining and individual budgetary comparison schedules for Nonmajor Governmental Funds, and combining statements for Agency Funds and Internal Service Funds.

Financial Highlights

- Total 2018-19 net position increased by \$3.4 million from 2017-18, which is the net of \$1.1 million decrease in governmental activities and \$4.5 million increase in business-type activities. The \$1.1 million decrease in governmental services was primarily attributed to the growing pension and other post-employment benefits (OPEB) costs. The \$4.5 million increase in business-type activities was primarily due to much lower operational costs for the water and refuse funds.
- As of June 30, 2019, the City's assets and deferred outflow of resources exceeded its liabilities and deferred inflow of resources by \$43.3 million, of which \$86.8 million was related to net investment in capital assets, \$28.3 million was restricted for special revenues, and (\$71.8) million was unrestricted.
- For 2018-19, the City Council approved additional capital improvement and operating expenditures of \$800,000 throughout the year.
- At the 2018-19 year-end, the General Fund total fund balance was \$32.6 million, an increase of \$2.6 million from last year. This increase was due to higher revenues of \$1.8 million in sales tax and \$1.0 million in property tax because of the stores opened in the Monterey Park Market Place and continuous strong housing market.
- The City Council approved a lease-purchase financing agreement for acquiring a Fire Ladder Truck and two Fire Engines in 2018-19. The principal financed amount is \$2,618,000 with a seven-year term tax-exempt fixed rate of 3.189% from Banc of America Public Capital Corp.

- The City continued the fifth-year water and sewer rates adjustments and the new rates were effective on September 1, 2018. Citizens adopted more resilient approaches to managing their water consumptions. As a result, the additional water revenues generated from rate increases were offset by lower water consumptions.
- The City kept the residential trash rates at the same level as 2017-18. However, the service contract cost for the trash provider was adjusted by the CPI per contractual agreement.
- The City approved 4-year contracts for two safety labor units to ensure the public services be delivered as optimally as possible.
- The City continuously served as the Successor Agency for its former Redevelopment Agency, and reported the former RDA assets and liabilities in the Fiduciary Fund as Private Purpose Trust Fund.

Government-wide Financial Analysis

Net position is derived from the total assets and deferred outflows of resources of the City less its liabilities and deferred inflows of resources at the end of a reporting period. It serves as an indicator of a government's financial position over time. As of June 30, 2019, the City's combined assets (governmental and business-type activities) totaled \$214.7 million, up \$12.6 million from last year. The increase was primarily attributed to \$11.5 million increase in cash and investments. The City's total deferred outflow of resources decreased \$7.5 million from \$26.4 million to \$18.9 million, and the decrease was mainly related to the City's pension plans. The City's liabilities totaled \$188.6 million, up \$2.7 million from last year. The \$2.7 million increase was solely related to the lease-purchase financing for the fire equipment. The City's total deferred inflow of resources decreased \$1.0 million from \$2.8 million to \$1.8 million, and the decrease was mainly related to the City's pension plans. As a result, the City's combined net position totaled \$43.3 million, up \$3.4 million from last year.

Net position consists of three categories: net investment in capital assets, restricted, and unrestricted. The largest portion of the City's net position, approximately \$86.8 million, is the City's investment in capital assets including land, buildings, equipment, and infrastructure net of accumulated depreciation and related debt for acquiring these capital assets. Since the capital assets are used to provide services to citizens; they are not available to fund the City's day-to-day activities.

The City's restricted net position totaled \$28.3 million at June 30, 2019. These are assets subject to external restrictions, constitutional provisions, or enabling legislation that limit how these assets may be used. The restricted net position includes primarily grants, retirement/pension, and various nonmajor special revenue funds. Unrestricted net position is available for use by the City for any legal purpose. As of June 30, 2019, the City's total unrestricted net position was a negative (\$71.8) million.

Statement of Net Position
Fiscal Years Ended June 30, 2019 and June 30, 2018
(In thousands)

	Governmental Activities		Business-type Activities		Total	
	6/30/2019	6/30/2018	6/30/2019	6/30/2018	6/30/2019	6/30/2018
Assets:						
Current	\$ 78,920	\$ 72,093	\$ 34,803	\$ 30,592	\$ 113,723	\$ 102,685
Non Current						
Capital Assets	56,135	53,866	41,511	42,050	97,646	\$ 95,916
Other Assets	3,343	3,532			3,343	\$ 3,532
Total Assets:	<u>\$ 138,398</u>	<u>\$ 129,491</u>	<u>\$ 76,314</u>	<u>\$ 72,642</u>	<u>\$ 214,712</u>	<u>\$ 202,133</u>
Deferred Outflow of Resources	<u>\$ 17,875</u>	<u>\$ 24,776</u>	<u>\$ 1,042</u>	<u>\$ 1,635</u>	<u>\$ 18,917</u>	<u>\$ 26,411</u>
Liabilities:						
Current	\$ 11,117	\$ 9,327	\$ 3,354	\$ 4,054	\$ 14,471	\$ 13,381
Long-Term	155,183	152,807	18,934	19,688	174,117	172,495
Total liabilities:	<u>\$ 166,300</u>	<u>\$ 162,134</u>	<u>\$ 22,288</u>	<u>\$ 23,742</u>	<u>\$ 188,588</u>	<u>\$ 185,876</u>
Deferred inflow of Resources	<u>\$ 1,687</u>	<u>\$ 2,712</u>	<u>\$ 100</u>	<u>\$ 128</u>	<u>\$ 1,787</u>	<u>\$ 2,840</u>
Net Position:						
Net Investment in						
Capital Assets	\$ 54,422	\$ 51,940	\$ 32,344	\$ 32,225	\$ 86,766	\$ 84,165
Restricted	28,309	22,191	-	-	28,309	22,191
Unrestricted	(94,445)	(84,710)	22,624	18,182	(71,821)	(66,528)
Total Net Position	<u>\$ (11,714)</u>	<u>\$ (10,579)</u>	<u>\$ 54,968</u>	<u>\$ 50,407</u>	<u>\$ 43,254</u>	<u>\$ 39,828</u>

Statement of Activities
For the Years Ended June 30, 2019 and June 30, 2018
(In thousands)

	<i>Governmental Activities</i>		<i>Business-type Activities</i>		<i>Total</i>	
	<u>6/30/2019</u>	<u>6/30/2018</u>	<u>6/30/2019</u>	<u>6/30/2018</u>	<u>6/30/2019</u>	<u>6/30/2018</u>
<i>Revenues:</i>						
<i><u>Program Revenues:</u></i>						
<i>Charges for Services</i>	\$ 10,397	\$ 12,234	\$ 25,472	\$ 24,138	\$ 35,869	\$ 36,372
<i>Operating Grants & Contributions</i>	12,120	8,282			12,120	8,282
<i>Capital Grants & Contributions</i>	1,209	160	1,362	2,342	2,571	2,502
<i><u>General Revenues:</u></i>						
<i>Taxes</i>	39,535	36,508			39,535	36,508
<i>Revenues from Use of Money and Property</i>	2,414	1,689	603		3,017	1,689
<i>Other</i>	1,734	1,737	1,806	1,053	3,540	2,790
<i>Gain on Sale of Capital Assets</i>						-
<i>Total Revenues:</i>	<u>\$ 67,409</u>	<u>\$ 60,610</u>	<u>\$ 29,243</u>	<u>\$ 27,533</u>	<u>\$ 96,652</u>	<u>\$ 88,143</u>
<i>Expenses:</i>						
<i>General Government</i>	8,675	13,277			8,675	13,277
<i>Public Safety</i>	41,058	35,443			41,058	35,443
<i>Comm. Development</i>	2,556	2,537			2,556	2,537
<i>Culture & Recreation</i>	8,394	8,038			8,394	8,038
<i>Highway & Streets</i>	6,779	5,856			6,779	5,856
<i>Health</i>	150	160			160	160
<i>Debt Services</i>	932	940			940	940
<i>Water/Refuse/Sewer</i>			24,683	20,463	24,683	20,463
<i>Total Expenses:</i>	<u>68,544</u>	<u>66,251</u>	<u>24,683</u>	<u>20,463</u>	<u>\$ 93,245</u>	<u>86,714</u>
<i>Increase in Net Position Before Extraordinary item</i>	(1,135)	(5,641)	4,560	7,070	3,425	1,429
<i>Extraordinary item</i>						
<i>Changes in Net Position</i>	<u>(1,135)</u>	<u>(5,641)</u>	<u>4,560</u>	<u>7,070</u>	<u>3,425</u>	<u>1,429</u>
<i>Net Position – July 1</i>	<u>(10,579)</u>	<u>(4,938)</u>	<u>50,407</u>	<u>43,337</u>	<u>39,828</u>	<u>38,399</u>
<i>Net Position – June 30</i>	<u>\$ (11,714)</u>	<u>\$ (10,579)</u>	<u>\$ 54,967</u>	<u>\$ 50,407</u>	<u>\$ 43,253</u>	<u>\$ 39,828</u>

Governmental Activities Financial Analysis

Overall governmental activities decreased the City's net position by \$1.1 million. The decrease in net position was primarily due to the growing pension and other post-employment benefits (OPEB) costs per GASB requirement.

Governmental Funds

The City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The focus of the City's governmental funds is to provide information on near-term inflows and outflows during the fiscal year and balances of spendable resources at the end of the fiscal year. Such information is useful in assessing the City's financing requirements to meet the current needs. Unassigned fund balance may serve as a useful measure of the City's net resources available for appropriation.

As of June 30, 2019, the City's governmental funds reported a combined ending fund balance of \$59.1 million, an increase of \$6.5 million from the prior year. The fund balance categories of governmental fund displayed \$76,000 as nonspendable, \$26.1 million as restricted, \$7.6 million as committed, \$20.1 million as assigned, and \$5.1 million as unassigned. This unassigned amount was solely comprised of a \$5.1 million from the General Fund. *(Please refer to Note 14 of the Notes to Basic Financial Statements for detailed breakdown.)*

There are four major funds in the governmental funds: General Fund, Special Revenue Grants Fund, Special Revenue Retirement/Pension Liability Fund, and Special Revenue Housing Fund.

General Fund is the main operating fund of the City, which finances the majority of the police, fire, recreation, parks maintenance, public works, library, community development, and general administrative services. General Fund revenues and transfers for 2018-19 totaled \$45.1 million, an increase of \$4.0 million over 2017-18. The increase was primarily due to the stores opening of Market Place, strong assessed property valuation and better investment income revenues. Total 2018-19 general fund expenditures and transfers were \$42.5 million, reflecting an increase of \$1.2 million from 2017-18. As of June 30, 2019, the total fund balance of the General Fund was \$32.6 million, up \$2.6 million from last year.

Special Revenue Grants Fund reports the activities of various grants that the City received from the Federal, State, and County agencies. Unspent grant funds are accumulated for expenditures in the future years. Total grants received for governmental activities in 2018-19 were \$4.3 million, up \$1.2 million from last year. Total 2018-19 grant funded expenditures and transfers were \$3.9 million, reflecting an increase of \$1.4 million from 2017-18. Total fund balance of the Special Revenue Grants Fund as of June 30, 2019 was \$1.4 million.

Special Revenue Retirement/Pension Liability Fund accounts for revenue received from the voter-approved property tax levied to provide for employee retirement costs. Total revenues and transfers for 2018-19 were \$10.0 million, an increase of \$0.9 million over 2017-18. Total expenditures for 2018-19 were \$11.0 million, up \$0.7 million from 2017-18. The increase in expenditures was due to higher pension contribution rates required for both Safety Plan and Miscellaneous Plan. Total fund balance in the Retirement/Pension Liability Fund as of June 30, 2019 was \$8.0 million of which was restricted for employee retirement costs.

Special Revenue Housing Fund accounts for housing activities. The City assumed the responsibility of the housing assets and functions after the dissolution of the City's Redevelopment Agency. Total revenues were \$6,000 and there were no housing expenditures for 2018-19. As of June 30, 2019, the fund balance of the Special Revenue Housing Fund was \$2.4 million.

Nonmajor Governmental Funds account for various activities including street improvement, transportation, air quality improvement, lighting and landscaping district, public safety activity, and development impact improvements. Total revenues and transfer-in for 2018-19 were \$11.3 million, up \$1.4 million from 2017-18. Total expenditures and transfer-out for 2018-19 were \$6.8 million, decreased \$1.4 million over 2017-18. As of June 30, 2019, the fund balance of the Nonmajor Governmental Funds totaled \$14.6 million, up \$4.5 million from 2017-18.

Business-type Activities Financial Analysis

The business-type activities reflect the City's water system, which includes water operation and water treatment; waste management activities; and sanitary sewer activities.

Total 2018-19 water revenues, excluding water grant revenue of \$261,000, were \$17.2 million, up \$1.9 million from 2017-18. The increase in water revenues was primarily due to water rate adjustments made in September 2018. Water expenses were \$14.9 million, up \$3.7 million from 2017-18. The increase was primarily due to higher pension and medical costs for water production and water treatment in 2018-19. Net position for the Water Fund displayed \$50.4 million, increased of \$3.9 million due mainly to water rate adjustments and treatment reimbursements from WQA.

Refuse Fund revenues were \$6.7 million, down \$64,000 from last year. The decrease was due to lower service charges to customers. Operating expenditures were \$6.6 million, up \$0.3 million from last year. Net position for the Refuse Fund displayed \$636,000, an increase of \$58,000.

Sewer Fund revenues were \$3.7 million, up \$0.5 million from last year. The increase was due to sewer rate adjustments made in September 2018. Operating expenditures were \$1.9 million, down \$0.2 million from last year. Net position for the Sewer Fund changed to \$8.5 million, an increase of \$1.8 million.

General Fund Budgetary Highlights

The originally adopted General Fund budget for this fiscal year was \$45.7 million, including a \$2.6 million General Fund supplement for the pension costs. The final amended budget of \$46.4 million reflected Council approved amendments throughout the year as well as capital improvement carryovers from 2017-18.

The budget amendments included additional funds for the minimum wage mandates, security camera program, district voting outreach, street address printing, general plan updates, traffic signal project, and Enterprise Resource Planning (ERP) implementation.

Capital Asset Administration

The City's capital assets, net of accumulated depreciation, for its governmental and business-type activities as of June 30, 2019, totaled \$97.6 million, an increase of \$1.7 million from prior year. The capital assets include land, buildings, improvements, machinery and equipment, parks, roads, traffic lights, and traffic signals. *(Readers desiring more detailed information on capital asset activity should refer to Note 6 of the Notes to the Basic Financial Statements.)*

Capital Assets Net of Depreciation
Fiscal Years Ended June 30, 2019 and June 30, 2018
(In thousands)

	Governmental Activities		Business-type Activities		Total	
	6/30/2019	6/30/2018	6/30/2019	6/30/2018	6/30/2019	6/30/2018
Land	\$ 8,465	\$ 8,465	\$ 500	\$ 500	\$ 8,965	\$ 8,965
Buildings	16,010	16,635	147	153	16,157	16,788
Improvements	14,426	12,687	29,538	31,002	43,964	43,689
Construction in Progress	4,409	3,208	8,745	7,704	13,154	10,912
Equipment	2,355	1,940	722	733	3,077	2,673
Infrastructure	10,470	10,931	1,859	1,958	12,329	12,889
	\$ 56,135	\$ 53,866	\$ 41,511	\$ 42,050	\$ 97,646	\$ 95,916

Major capital asset additions during the fiscal year included the following:

- Continued IT software and hardware upgrades for the new Enterprise Resources Planning (ERP) System implementation
- Continued General Plan updates
- Continued traffic signal improvements
- Began Potrero Grande roadway improvements
- Continued Fire Station 62 replacement project
- Completed slurry seal and various street resurfacing
- Continued water well, water main, and pumping station upgrades per Water Master Plan
- Began Garvey Reservoir Drainage improvements

Debt Administration

As of June 30, 2019, the City's noncurrent portion of long-term debt totaled \$174.1 million, an increase of \$1.6 million from the prior year. This is resulting primarily from \$1.6 million increase in claims and judgment. (Please refer to Note Number 7 and 10 of the Notes to the Basic Financial Statements for detailed information.)

State statutes limit the amount of general obligation debt a governmental entity may issue to 15% of its total assessed valuation. The current debt limitation for the City is \$1.14 billion.

Outstanding Debt
Noncurrent Portion
Fiscal Years ended June 30, 2019 and June 30, 2018
(In thousands)

	Government Activities		Business-Type Activities		Total	
	6/30/2019	6/30/2018	6/30/2019	6/30/2018	6/30/2019	6/30/2018
<i>Capital Leases</i>	\$ 3,587	\$ 1,728	\$ 8,469	\$ 9,051	\$ 12,056	\$ 10,779
<i>Pension Obligation Bonds</i>	12,200	12,635	-	-	12,200	12,635
<i>Compensated Absences</i>	4,515	4,487	705	604	5,220	5,091
<i>Section 108 Loan</i>	1,526	1,977	-	-	1,526	1,977
<i>Claims and Judgments</i>	12,588	10,996	-	-	12,588	10,996
<i>Insurance Assessments Payable</i>	1,145	1,308	-	-	1,145	1,308
<i>Net Pension Liabilities</i>	94,040	94,302	4,997	5,308	99,037	99,610
<i>Other Post Employment Benefits (OPEB)</i>	25,581	25,374	4,763	4,725	30,344	30,099
	<u>\$ 155,182</u>	<u>\$ 152,807</u>	<u>\$ 18,934</u>	<u>\$ 19,688</u>	<u>\$ 174,116</u>	<u>\$ 172,495</u>

Economic Factors and Next Year's Budgets

- The City's total assessed valuation is \$7.6 billion, up 5% or \$382 million from 2018-19.
- The fiscal year 2019-20 City Budget is balanced. City is conservative in projecting future revenue. The City spending plan follows the City Council's directions in maintaining excellent community services, enhancing organizational efficiency, and funding much needed infrastructure and capital improvements. The City will conclude labor negotiations with the remaining safety units and three miscellaneous units. Any contract adjustment for additional salary and benefits will be amended to the budget.
- The City continues with the Fire Station 62 replacement project. The new facility will meet current laws, regulations and NFPA standards.
- The Centralized Groundwater Treatment System for the Delta Plant will start its operation by Spring of 2020.
- The Courtyard by Marriott hotel that includes 288 rooms, a restaurant and available retail space, is currently in the construction phase and the City anticipates its opening by the Winter of 2019. This hotel will increase additional transient occupancy tax, property tax, and sales tax revenues for the City.
- The Monterey Park Market Place Shopping Center is located directly off and visible from the SR-60 freeway. The Center now has stores, including Costco, Home Depot, Chick-fil-A, In-N-Out, Guitar Center, Starbucks, Buffalo Wild Wings, Panda, Mod Pizza, America Best Eyeglasses, and Mattress Firm. This regional power center will continue store-opening, thus increasing property and sales tax revenues for the City.
- The water, sewer, and trash rates study will be continued and new rates will be presented to the Council for approval.

Requests for Information

This financial report is designed to provide a general overview of the City's finances for all interested persons and organizations. The report is published on the City's official website. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to ***City of Monterey Park, Finance, 320 West Newmark Avenue, Monterey Park, CA 91754.***

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BASIC FINANCIAL STATEMENTS

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GOVERNMENT-WIDE FINANCIAL STATEMENTS

CITY OF MONTEREY PARK
Statement of Net Position
June 30, 2019

	Primary Government		
	Governmental Activities	Business-type Activities	Total
<u>ASSETS</u>			
Current assets:			
Cash and investments	\$ 69,667,062	\$ 31,410,003	\$ 101,077,065
Cash and investments held by fiscal agent	23,008	-	23,008
Accounts receivable	4,309,344	7,811,413	12,120,757
Interest receivable	304,461	121,472	425,933
Prepaid assets	75,778	-	75,778
Inventory	-	-	-
Internal balances	4,540,399	(4,540,399)	-
Total current assets	<u>78,920,052</u>	<u>34,802,489</u>	<u>113,722,541</u>
Noncurrent assets:			
Loans receivable, net	<u>1,897,726</u>	<u>-</u>	<u>1,897,726</u>
Receivable from Successor Agency	<u>1,445,676</u>	<u>-</u>	<u>1,445,676</u>
Capital assets:			
Not being depreciated	12,874,174	9,245,392	22,119,566
Being depreciated, net	<u>43,260,464</u>	<u>32,265,559</u>	<u>75,526,023</u>
Total capital assets	<u>56,134,638</u>	<u>41,510,951</u>	<u>97,645,589</u>
Total noncurrent assets	<u>59,478,040</u>	<u>41,510,951</u>	<u>100,988,991</u>
Total assets	<u>138,398,092</u>	<u>76,313,440</u>	<u>214,711,532</u>
<u>DEFERRED OUTFLOWS OF RESOURCES</u>			
Amounts related to pension plans	15,602,925	619,042	16,221,967
Amounts related to other post employment benefits	<u>2,271,968</u>	<u>423,032</u>	<u>2,695,000</u>
Total deferred outflows of resources	<u>17,874,893</u>	<u>1,042,074</u>	<u>18,916,967</u>

CITY OF MONTEREY PARK
Statement of Net Position, Continued
June 30, 2019

	Primary Government		
	Governmental Activities	Business-type Activities	Total
<u>LIABILITIES</u>			
Current liabilities:			
Accounts payable and accrued liabilities	\$ 3,144,756	\$ 1,974,697	\$ 5,119,453
Accrued payroll	1,187,612	152,565	1,340,177
Interest payable	81,618	-	81,618
Deposits and advances	802,462	450,329	1,252,791
Due to other governmental agencies	711,504	-	711,504
Long-term liabilities - due within one year	5,189,338	776,632	5,965,970
Total current liabilities	11,117,290	3,354,223	14,471,513
Noncurrent liabilities:			
Long-term liabilities - due in more than one year	35,561,296	9,174,546	44,735,842
Net pension liabilities	94,040,259	4,996,687	99,036,946
Net OPEB liabilities	25,580,928	4,763,072	30,344,000
Total noncurrent liabilities	155,182,483	18,934,305	174,116,788
Total liabilities	166,299,773	22,288,528	188,588,301
<u>DEFERRED INFLOWS OF RESOURCES</u>			
Amounts related to pension plans	1,519,062	68,525	1,587,587
Amounts related to other post employment benefits	167,932	31,268	199,200
Total deferred inflows of resources	1,686,994	99,793	1,786,787
<u>NET POSITION</u>			
Net investment in capital assets	54,422,220	32,343,708	86,765,928
Restricted for:			
Grants	2,066,199	-	2,066,199
Retirement/pension	7,965,508	-	7,965,508
Housing	3,631,615	-	3,631,615
Public safety	1,872,936	-	1,872,936
Community development	143,275	-	143,275
Culture and recreation	1,256,434	-	1,256,434
Highways and streets	11,372,845	-	11,372,845
Unrestricted (deficit)	(94,444,814)	22,623,485	(71,821,329)
Total net position	\$ (11,713,782)	\$ 54,967,193	\$ 43,253,411

CITY OF MONTEREY PARK
Statement of Activities
For the Year Ended June 30, 2019

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Governmental activities:				
General government	\$ 8,675,180	\$ 1,951,847	\$ -	\$ -
Public safety	41,058,210	3,263,720	2,503,926	588,852
Community development	2,555,488	2,828,385	990,520	-
Culture and recreation	8,394,326	1,012,436	883,647	20,630
Highway and streets	6,778,639	1,341,088	7,570,732	599,740
Health	150,000	-	170,788	-
Interest and fiscal charges	931,970	-	-	-
Total governmental activities	<u>68,543,813</u>	<u>10,397,476</u>	<u>12,119,613</u>	<u>1,209,222</u>
Business-type activities:				
Water Utility	15,975,908	15,251,324	-	1,362,136
Refuse	6,782,261	6,674,188	-	-
Sewer	1,925,498	3,546,475	-	-
Total business-type activities	<u>24,683,667</u>	<u>25,471,987</u>	<u>-</u>	<u>1,362,136</u>
Total	<u>\$ 93,227,480</u>	<u>\$ 35,869,463</u>	<u>\$ 12,119,613</u>	<u>\$ 2,571,358</u>

CITY OF MONTEREY PARK
Statement of Activities, Continued
For the Year Ended June 30, 2019

Functions/Programs	Net (Expense) Revenue and Changes in Net Position		
	Governmental Activities	Business-type Activities	Total
Governmental activities:			
General government	\$ (6,723,333)	\$ -	\$ (6,723,333)
Public safety	(34,701,712)	-	(34,701,712)
Community development	1,263,417	-	1,263,417
Culture and recreation	(6,477,613)	-	(6,477,613)
Highway and streets	2,732,921	-	2,732,921
Health	20,788	-	20,788
Interest and fiscal charges	(931,970)	-	(931,970)
Total governmental activities	(44,817,502)	-	(44,817,502)
Business-type activities:			
Water Utility	-	637,552	637,552
Refuse	-	(108,073)	(108,073)
Sewer	-	1,620,977	1,620,977
Total business-type activities	-	2,150,456	2,150,456
Total	(44,817,502)	2,150,456	(42,667,046)
General Revenues:			
Taxes:			
Property taxes	25,904,561	-	25,904,561
Sales taxes	7,156,102	-	7,156,102
Vehicle in-lieu taxes (Unrestricted, intergovernmental)	29,876	-	29,876
Utility user taxes	3,107,983	-	3,107,983
Franchise taxes	973,084	-	973,084
Business license taxes	1,140,840	-	1,140,840
Transient occupancy taxes	1,064,049	-	1,064,049
Other taxes	158,828	-	158,828
Revenues from use of money and property	2,413,637	603,163	3,016,800
Other	1,733,652	1,806,647	3,540,299
Total general revenues	43,682,612	2,409,810	46,092,422
Changes in net position	(1,134,890)	4,560,266	3,425,376
Net position (deficit) - beginning of year	(10,578,892)	50,406,927	39,828,035
Net position (deficit) - end of year	\$ (11,713,782)	\$ 54,967,193	\$ 43,253,411

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FUND FINANCIAL STATEMENTS

CITY OF MONTEREY PARK
Balance Sheet - Governmental Funds
June 30, 2019

	Major Funds			
	General	Grants	Special Revenue	
			Retirement/Pension Liability	Housing
<u>Assets</u>				
Cash and investments	\$ 32,129,653	\$ 2,357,140	\$ 7,870,492	\$ 999,717
Cash and investments held by fiscal agents	-	-	23,008	-
Accounts receivable	2,354,109	1,410,124	84,097	-
Interest receivable	241,734	3,979	-	-
Prepaid assets	75,778	-	-	-
Due from other funds	1,521,106	-	-	-
Loans receivable, net	-	711,504	-	1,186,222
Receivable from Successor Agency	-	-	-	1,445,676
Total Assets	<u>\$ 36,322,380</u>	<u>\$ 4,482,747</u>	<u>\$ 7,977,597</u>	<u>\$ 3,631,615</u>
<u>Liabilities, Deferred Inflow of Resources and Fund Balances</u>				
Liabilities:				
Accounts payable and accrued liabilities	\$ 1,930,692	\$ 311,133	\$ -	\$ -
Accrued payroll	1,034,040	11,596	12,089	-
Deposits and advances	802,237	-	-	-
Due to other funds	-	1,382,315	-	-
Due to other governmental agencies	-	711,504	-	-
Total Liabilities	<u>3,766,969</u>	<u>2,416,548</u>	<u>12,089</u>	<u>-</u>
Deferred Inflow of Resources:				
Unavailable revenue	-	616,497	-	1,186,221
Total Deferred Inflow of Resources	<u>-</u>	<u>616,497</u>	<u>-</u>	<u>1,186,221</u>
Fund Balances:				
Nonspendable	75,778	-	-	-
Restricted	-	1,449,702	7,965,508	2,445,394
Committed	7,226,927	-	-	-
Assigned	20,147,039	-	-	-
Unassigned	5,105,667	-	-	-
Total Fund Balances	<u>32,555,411</u>	<u>1,449,702</u>	<u>7,965,508</u>	<u>2,445,394</u>
Total Liabilities, Deferred Inflow of Resources and Fund Balances	<u>\$ 36,322,380</u>	<u>\$ 4,482,747</u>	<u>\$ 7,977,597</u>	<u>\$ 3,631,615</u>

CITY OF MONTEREY PARK
Balance Sheet - Governmental Funds, Continued
June 30, 2019

	Nonmajor Governmental Funds	Total Governmental Funds
<u>Assets</u>		
Cash and investments	\$ 14,939,123	\$ 58,296,125
Cash and investments held by fiscal agents	-	23,008
Accounts receivable	461,014	4,309,344
Interest receivable	58,748	304,461
Prepaid assets	-	75,778
Due from other funds	-	1,521,106
Loans receivable, net	-	1,897,726
Receivable from Successor Agency	-	1,445,676
Total Assets	<u>\$ 15,458,885</u>	<u>\$ 67,873,224</u>
<u>Liabilities, Deferred Inflow of Resources and Fund Balances</u>		
Liabilities:		
Accounts payable and accrued liabilities	\$ 636,216	\$ 2,878,041
Accrued payroll	38,163	1,095,888
Deposits and advances	225	802,462
Due to other funds	138,791	1,521,106
Due to other governmental agencies	-	711,504
Total Liabilities	<u>813,395</u>	<u>7,009,001</u>
Deferred Inflow of Resources:		
Unavailable revenue	-	1,802,718
Total Deferred Inflow of Resources	<u>-</u>	<u>1,802,718</u>
Fund Balances:		
Nonspendable	-	75,778
Restricted	14,227,749	26,088,353
Committed	417,741	7,644,668
Assigned	-	20,147,039
Unassigned	-	5,105,667
Total Fund Balances	<u>14,645,490</u>	<u>59,061,505</u>
Total Liabilities, Deferred inflow of Resources and Fund Balances	<u>\$ 15,458,885</u>	<u>\$ 67,873,224</u>

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CITY OF MONTEREY PARK
Reconciliation of the Balance Sheet of Governmental Funds to the
Statement of Net Position of Governmental Activities
June 30, 2019

Total fund balance of governmental funds in fund statements	\$ 59,061,505
Internal service funds are used by management to charge the costs of separation benefits, workers' compensation, vehicle, technology and general liability to individual funds. The assets and liabilities of internal service funds are reported with governmental activities in the statement of net position. Total net deficit is \$(4,235,279) plus the portion of net deficit allocated to business-type activities of \$4,540,399.	305,120
Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds. (Total governmental assets of \$56,134,638 less internal service funds of \$4,263,292, which has already been accounted for in the reconciliation of internal service funds elimination).	51,871,346
Long-term liabilities in the amount of \$40,750,634, excluding net pension liabilities and net other post employment benefit (OPEB) liabilities, are not due and payable in the current period and therefore are not reported in the governmental funds, net of \$19,511,069 included in reconciliation of internal service funds.	(21,239,565)
Interest on long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.	(81,618)
Net pension liability is not due and payable in the current period and therefore is not reported in the governmental funds.	(94,040,259)
Pension contributions made during the year after the measurement date are reported as expenditures in governmental funds and as deferred outflow of resources in the government-wide financial statements.	9,277,024
Other deferred outflows and inflows of resources related to the net pension liability are reported only in the government-wide financial statements:	
Net difference between projected and actual earnings on pension plan investments	594,781
Difference between expected and actual experience	937,165
Changes in assumptions	3,274,892
Net OPEB liability is not due and payable in the current period and therefore is not reported in the governmental funds.	(25,580,927)
OPEB contributions made during the year after the measurement date are reported as expenditures in governmental funds and as deferred outflow of resources in the government-wide financial statements.	2,271,968
Other deferred outflows and inflows of resources related to the net OPEB liability are reported only in the government-wide financial statements:	
Difference between expected and actual experience	(167,932)
Revenues earned but not available to pay for current expenditures for governmental funds are unavailable.	1,802,718
Net position of governmental activities	\$ (11,713,782)

CITY OF MONTEREY PARK
Statement of Revenues, Expenditures and Changes in Fund Balances -
Governmental Funds
For the Year Ended June 30, 2019

	Major Funds			
	General	Grants	Special Revenue	
			Retirement/Pension Liability	Housing
Revenues:				
Taxes	\$ 31,027,763	\$ -	7,366,720	\$ -
Licenses and permits	3,038,847	-	-	-
Intergovernmental revenues	-	4,247,826	-	-
Charges for services	6,191,400	-	-	-
Revenues from use of money and property	2,361,295	73,151	15,516	-
Fines and forfeitures	716,218	-	-	-
Other revenue	1,734,988	-	-	6,058
Total Revenues	45,070,511	4,320,977	7,382,236	6,058
Expenditures:				
Current:				
General government	4,563,000	7,536	1,564,973	-
Public safety	26,323,003	493,356	6,872,122	-
Community development	1,673,367	407,007	397,627	-
Culture and recreation	5,824,106	190,620	833,395	-
Highways and streets	847,797	20,372	117,700	-
Health	-	-	-	-
Capital outlay	538,807	1,833,140	-	-
Debt service:				
Principal retirement	66,223	536,000	440,000	-
Interest and fiscal charges	40,317	45,939	789,820	-
Total Expenditures	39,876,620	3,533,970	11,015,637	-
Excess (Deficiency) of Revenues Over Expenditures	5,193,891	787,007	(3,633,401)	6,058
Other Financing Sources (Uses):				
Transfers in	-	-	2,600,000	-
Transfers out	(2,600,000)	(376,264)	-	-
Total Other Financing Sources (Uses)	(2,600,000)	(376,264)	2,600,000	-
Net Changes in Fund Balances	2,593,891	410,743	(1,033,401)	6,058
Fund Balances, Beginning of Year	29,961,520	1,038,959	8,998,909	2,439,336
Fund Balances, End of Year	\$ 32,555,411	\$ 1,449,702	\$ 7,965,508	\$ 2,445,394

CITY OF MONTEREY PARK
Statement of Revenues, Expenditures and Changes in Fund Balances -
Governmental Funds, Continued
For the Year Ended June 30, 2019

	Nonmajor Governmental Funds	Total Governmental Funds
Revenues:		
Taxes	\$ 8,799,431	\$ 47,193,914
Licenses and permits	-	3,038,847
Intergovernmental revenues	-	4,247,826
Charges for services	970,252	7,161,652
Revenues from use of money and property	251,183	2,701,145
Fines and forfeitures	906,821	1,623,039
Other revenue	-	1,741,046
Total Revenues	<u>10,927,687</u>	<u>67,707,469</u>
Expenditures:		
Current:		
General government	1,079	6,136,588
Public safety	1,019,629	34,708,110
Community development	85,516	2,563,517
Culture and recreation	535,561	7,383,682
Highways and streets	4,361,168	5,347,037
Health	150,000	150,000
Capital outlay	555,460	2,927,407
Debt service:		
Principal retirement	36,926	1,079,149
Interest and fiscal charges	18,942	895,018
Total Expenditures	<u>6,764,281</u>	<u>61,190,508</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>4,163,406</u>	<u>6,516,961</u>
Other Financing Sources (Uses):		
Transfers in	403,264	3,003,264
Transfers out	(27,000)	(3,003,264)
Total Other Financing Sources (Uses)	<u>376,264</u>	<u>-</u>
Net Changes in Fund Balances	4,539,670	6,516,961
Fund Balances, Beginning of Year	<u>10,105,820</u>	<u>52,544,544</u>
Fund Balances, End of Year	<u>\$ 14,645,490</u>	<u>\$ 59,061,505</u>

CITY OF MONTEREY PARK
Reconciliation of the Statement of Revenues, Expenditures,
and Changes in Fund Balances of Governmental Funds
to the Statement of Activities
For the Year Ended June 30, 2019

Net change in fund balance - total governmental funds	\$ 6,516,961
Amount reported for governmental activities in the Statement of Activities are different because:	
Internal service funds are used by management to charge the costs of separation benefits, workers' compensation, vehicle, technology and general liability to individual funds. The net income/(expense) of certain activities of internal service fund is reported with governmental activities. This amount excludes \$(1,191,841) charged to the Water and Refuse Enterprise Funds.	(1,936,893)
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense:	
Capitalizable capital outlay, net of internal service fund capital additions of \$3,251,094.	1,732,237
Depreciation expense, net of internal service fund depreciation expense of \$306,409	(2,408,477)
Revenues that do not provide current financial resources are not recognized as revenues in the governmental funds.	(298,546)
Principal debt repayment was recorded as an expenditure. However, this transaction is not recorded in the Statement of Activities. Instead, this transaction is reported as long-term debt payable in the Statement of Net Position.	1,079,149
Changes in net pension liability and related deferred outflows and inflows of resources reported in the Statement of Activities does not require the use of current financial resources and, therefore, is not reported as an expenditure in governmental funds.	(5,709,183)
Changes in compensated absences which are not due and payable in the governmental funds are charged to expenses in the Statement of Activities.	(2,976)
Changes in net OPEB liability and related deferred outflows and inflows of resources reported in the Statement of Activities does not require the use of current financial resources and, therefore, is not reported as an expenditure in governmental funds.	(111,954)
Interest on long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.	4,792
Change in net position of governmental activities	\$ (1,134,890)

PROPRIETARY FUND FINANCIAL STATEMENTS

CITY OF MONTEREY PARK
Statement of Net Position -
Proprietary Funds
June 30, 2019

	Enterprise			
	Water Utility	Refuse	Sewer	Total
<u>Assets</u>				
Current Assets:				
Cash and investments	\$ 23,204,603	\$ 1,207,741	\$ 6,997,659	\$ 31,410,003
Accounts receivable	6,606,982	757,493	446,938	7,811,413
Interest receivable	89,135	4,749	27,588	121,472
Inventory	-	-	-	-
Total Current Assets	29,900,720	1,969,983	7,472,185	39,342,888
Noncurrent Assets:				
Nondepreciable capital assets	9,189,073	-	56,319	9,245,392
Depreciable capital assets, net of accumulated depreciation	29,916,886	19,837	2,328,836	32,265,559
Total Capital Assets	39,105,959	19,837	2,385,155	41,510,951
Total Noncurrent Assets	39,105,959	19,837	2,385,155	41,510,951
Total Assets	69,006,679	1,989,820	9,857,340	80,853,839
<u>Deferred Outflows of Resources</u>				
Amounts related to pension plans	432,770	94,682	91,590	619,042
Amounts related to other post employment benefit plans	308,513	50,974	63,545	423,032
Total Deferred Outflows of Resources	741,283	145,656	155,135	1,042,074
<u>Liabilities</u>				
Current Liabilities:				
Accounts payable	1,940,758	20,885	13,054	1,974,697
Accrued payroll	116,094	19,651	16,820	152,565
Deposits and advances	450,220	-	109	450,329
Insurance assessments payable - due within one year	-	-	-	-
Claims and judgments payable - due within one year	-	-	-	-
Capital lease obligations - due within one year	698,239	-	-	698,239
Compensated absences payable - due within one year	61,651	10,605	6,138	78,393
Total Current Liabilities	3,266,962	51,141	36,121	3,354,223
Noncurrent Liabilities:				
Insurance assessments payable - due in more than one year	-	-	-	-
Claims and judgments payable - due in more than one year	-	-	-	-
Capital lease obligations - due in more than one year	8,469,004	-	-	8,469,004
Compensated absences payable - due in more than one year	554,861	95,441	55,239	705,542
Net OPEB liabilities	3,473,660	573,938	715,474	4,763,072
Net pension liabilities	3,493,495	764,915	738,277	4,996,687
Total Noncurrent Liabilities	15,991,020	1,434,294	1,508,990	18,934,305
Total Liabilities	19,257,982	1,485,435	1,545,111	22,288,528
<u>Deferred Inflows of Resources</u>				
Amounts related to pension plans	47,910	10,490	10,125	68,525
Amounts related to other post employment benefit plans	22,803	3,768	4,697	31,268
Total Deferred Inflows of Resources	70,713	14,258	14,822	99,793
<u>Net Position</u>				
Net investment in capital assets	29,938,716	19,837	2,385,155	32,343,708
Unrestricted	20,480,551	615,946	6,067,387	27,163,884
Total Net Position	\$ 50,419,267	\$ 635,783	\$ 8,452,542	\$ 59,507,592
Adjustment to reflect the consolidation of internal service funds activities to related enterprise fund	(4,005,039)	(535,360)	-	(4,540,399)
Net Position of Business-type Activities	\$ 46,414,228	\$ 100,423	\$ 8,452,542	\$ 54,967,193

See accompanying Notes to the Basic Financial Statements.

CITY OF MONTEREY PARK
Statement of Net Position -
Proprietary Funds, Continued
June 30, 2019

	Internal Service
<u>Assets</u>	
Current Assets:	
Cash and investments	\$ 11,370,937
Accounts receivable	-
Interest receivable	-
Inventory	-
Total Current Assets	<u>11,370,937</u>
Noncurrent Assets:	
Nondepreciable capital assets	2,862,640
Depreciable capital assets, net of accumulated depreciation	<u>1,400,652</u>
Total Capital Assets	<u>4,263,292</u>
Total Noncurrent Assets	<u>4,263,292</u>
Total Assets	<u>15,634,229</u>
<u>Deferred Outflow of Resources</u>	
Amounts related to pension plans	-
Amounts related to other post employment benefit plans	-
Total Deferred Outflows of Resources	<u>-</u>
<u>Liabilities</u>	
Current Liabilities:	
Accounts payable	266,715
Accrued payroll	91,724
Deposits and advances	-
Insurance assessments payable - due within one year	163,514
Claims and judgments payable - due within one year	3,063,499
Capital lease obligations - due within one year	344,867
Compensated absences payable - due within one year	<u>10,189</u>
Total Current Liabilities	<u>3,940,508</u>
Noncurrent Liabilities:	
Insurance assessments payable - due in more than one year	1,144,600
Claims and judgments payable - due in more than one year	12,587,944
Capital lease obligations - due in more than one year	2,104,748
Compensated absences payable - due in more than one year	91,708
Net OPEB liabilities	-
Net pension liabilities	-
Total Noncurrent Liabilities	<u>15,929,000</u>
Total Liabilities	<u>19,869,508</u>
<u>Deferred Inflow of Resources</u>	
Amounts related to pension plans	-
Amounts related to other post employment benefit plans	-
Total Deferred Inflows of Resources	<u>-</u>
<u>Net Position</u>	
Net investment in capital assets	4,263,292
Unrestricted	<u>(8,498,571)</u>
Total Net (Deficit) Position	<u>\$ (4,235,279)</u>

CITY OF MONTEREY PARK
Statement of Revenues, Expenses and Changes in
Net Position - Proprietary Funds
For the Year Ended June 30, 2019

	Enterprise			
	Water Utility	Refuse	Sewer	Total
Operating Revenues:				
Charges for services	\$ 15,134,633	\$ 6,674,188	\$ 3,546,475	\$ 25,355,296
Meter installations	116,691	-	-	116,691
Other revenue	1,806,647	-	-	1,806,647
Total Operating Revenues	17,057,971	6,674,188	3,546,475	27,278,634
Operating Expenses:				
Administration	3,789,425	1,068,888	-	4,858,313
Commercial - water	951,425	-	-	951,425
Production - water	3,132,904	-	-	3,132,904
Distribution - water	1,360,177	-	-	1,360,177
Treatment plant	3,808,671	-	-	3,808,671
Street maintenance - refuse	-	3,539	-	3,539
Storm drain maintenance - refuse	-	157,689	-	157,689
Refuse collection	-	5,407,685	-	5,407,685
Sanitary sewer maintenance	-	-	1,683,161	1,683,161
Depreciation	1,609,320	1,004	242,337	1,852,661
Salaries and benefits	-	-	-	-
Materials and supplies	-	-	-	-
Insurance and claims	-	-	-	-
Miscellaneous	-	-	-	-
Total Operating Expenses	14,651,922	6,638,805	1,925,498	23,216,225
Operating Income (Loss)	2,406,049	35,383	1,620,977	4,062,409
Nonoperating Revenues (Expenses):				
Interest revenue	448,388	22,010	132,765	603,163
Interest expense	(275,601)	-	-	(275,601)
Total Nonoperating Revenues (Expenses)	172,787	22,010	132,765	327,562
Net Income (Loss) Before Capital Contributions and Transfers	2,578,836	57,393	1,753,742	4,389,971
Capital Contributions	1,362,136	-	-	1,362,136
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Change in Net Position	3,940,972	57,393	1,753,742	5,752,107
Net Position, Beginning of Year	46,478,295	578,390	6,698,800	53,755,485
Net Position, End of Year	\$ 50,419,267	\$ 635,783	\$ 8,452,542	\$ 59,507,592
Changes in Net Position	\$ 3,940,972	\$ 57,393	\$ 1,753,742	\$ 5,752,107
Adjustment to reflect the consolidation of internal service fund activities to related enterprise fund	(1,048,385)	(143,456)	-	(1,191,841)
Changes in Net Position of Business-type Activities	\$ 2,892,587	\$ (86,063)	\$ 1,753,742	\$ 4,560,266

See accompanying Notes to the Basic Financial Statements.

CITY OF MONTEREY PARK
Statement of Revenues, Expenses and Changes in
Net Position - Proprietary Funds, Continued
For the Year Ended June 30, 2019

	Internal Service
Operating Revenues:	
Charges for services	\$ 7,465,127
Meter installations	-
Other revenue	136,563
Total Operating Revenues	<u>7,601,690</u>
Operating Expenses:	
Administration	-
Commercial - water	-
Production - water	-
Distribution - water	-
Treatment plant	-
Street maintenance - refuse	-
Storm drain maintenance - refuse	-
Refuse collection	-
Sanitary sewer maintenance	-
Depreciation	306,409
Salaries and benefits	1,648,388
Materials and supplies	904,602
Insurance and claims	7,486,407
Miscellaneous	342,874
Total Operating Expenses	<u>10,688,680</u>
Operating Income (Loss)	<u>(3,086,990)</u>
Nonoperating Revenues (Expenses):	
Interest revenue	-
Interest expense	(41,744)
Total Nonoperating Revenues (Expenses)	<u>(41,744)</u>
Net Income (Loss) Before Capital Contributions and Transfers	(3,128,734)
Capital Contributions	-
Transfers In	500,000
Transfers Out	(500,000)
Changes in Net Position	(3,128,734)
Net Position, Beginning of Year	(1,106,545)
Net Position (Deficit), End of Year	<u>\$ (4,235,279)</u>

CITY OF MONTEREY PARK
Statement of Cash Flows -
Proprietary Funds
For the Year Ended June 30, 2019

	Enterprise Funds			
	Water Utility	Refuse	Sewer	Total
Cash Flows from Operating Activities:				
Cash receipts from customers	\$ 18,477,208	\$ 6,652,571	\$ 3,481,604	\$ 28,611,383
Cash receipts from interfund services provided	-	-	-	-
Cash receipts from reimbursements and other operating revenue	-	-	-	-
Cash payments to suppliers for goods and services	(7,974,063)	(6,416,925)	(1,090,520)	(15,481,508)
Cash payments to employees for services	(4,598,843)	(578,540)	(952,242)	(6,129,625)
Cash payments for insurance premiums and self-insurance claims	-	-	-	-
Net Cash Provided by (Used in) Operating Activities	5,904,302	(342,894)	1,438,842	7,000,250
Cash Flows from Noncapital and Related Financing Activities:				
Cash received from other funds	-	-	-	-
Cash paid to other funds	-	-	-	-
Net Cash Provided by (Used In) Noncapital and Related Financing Activities	-	-	-	-
Cash Flows from Capital and Related Financing Activities:				
Acquisition and construction of capital assets	(1,165,068)	(4,215)	(144,271)	(1,313,554)
Principal paid on lease financing	(641,703)	-	-	(641,703)
Interest paid on lease financing	(275,601)	-	-	(275,601)
Net Cash Provided by (Used in) Capital and Related Financing Activities	(720,236)	(4,215)	(144,271)	(868,722)
Cash Flows from Investing Activities:				
Interest received	359,253	17,261	105,177	481,691
Net Cash Provided by Investing Activities	359,253	17,261	105,177	481,691
Net Increase (Decrease) in Cash and Cash Equivalents	5,543,319	(329,848)	1,399,748	6,613,219
Cash and Cash Equivalents, Beginning of Year	17,661,284	1,537,589	5,597,911	24,796,784
Cash and Cash Equivalents, End of Year	\$ 23,204,603	\$ 1,207,741	\$ 6,997,659	\$ 31,410,003
Cash and investments	\$ 23,204,603	\$ 1,207,741	\$ 6,997,659	\$ 31,410,003
Total Cash and Cash Equivalents	\$ 23,204,603	\$ 1,207,741	\$ 6,997,659	\$ 31,410,003
Noncash from Capital and Related Financing Activities:				
Vehicle capital lease acquisitions	\$ -	\$ -	\$ -	\$ -

See accompanying Notes to the Basic Financial Statements.

CITY OF MONTEREY PARK
Statement of Cash Flows -
Proprietary Funds, Continued
For the Year Ended June 30, 2019

	Internal Service
Cash Flows from Operating Activities:	
Cash receipts from customers	\$ -
Cash receipts from interfund services provided	7,465,127
Cash receipts from reimbursements and other operating revenue	136,563
Cash payments to suppliers for goods and services	(1,372,349)
Cash payments to employees for services	(1,600,125)
Cash payments for insurance premiums and self-insurance claims	(5,177,970)
Net Cash Provided by (Used in) Operating Activities	(548,754)
Cash Flows from Noncapital and Related Financing Activities:	
Cash received from other funds	500,000
Cash paid to other funds	(500,000)
Net Cash Provided by (Used In) Noncapital and Related Financing Activities	-
Cash Flows from Capital and Related Financing Activities:	
Acquisition and construction of capital assets	(633,095)
Principal paid on lease financing	(168,385)
Interest paid on lease financing	(41,744)
Net Cash Provided by (Used in) Capital and Related Financing Activities	(843,224)
Cash Flows from Investing Activities:	
Interest received	-
Net Cash Provided by Investing Activities	-
Net Increase (Decrease) in Cash and Cash Equivalents	(1,391,978)
Cash and Cash Equivalents, Beginning of Year	12,762,915
Cash and Cash Equivalents, End of Year	\$ 11,370,937
Cash and investments	\$ 11,370,937
Total Cash and Cash Equivalents	\$ 11,370,937
Noncash from Capital and Related Financing Activities:	
Vehicle capital lease acquisitions	\$ 2,618,000

CITY OF MONTEREY PARK
Statement of Cash Flows -
Proprietary Funds, Continued
For the Year Ended June 30, 2018

	Enterprise Funds			
	Water Utility	Refuse	Sewer	Total
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities:				
Operating income (Loss)	\$ 2,406,049	\$ 35,383	\$ 1,620,977	\$ 4,062,409
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities:				
Depreciation	1,609,320	1,004	242,337	1,852,661
Changes in assets and liabilities:				
(Increase) decrease in accounts receivable	1,419,237	(21,617)	(64,871)	1,332,749
(Increase) decrease in inventory	-	-	-	-
(Increase) decrease in deferred outflows or resources - pension plans	428,678	93,936	90,459	613,073
(Increase) decrease in deferred outflows of resources - OPEB plan	(14,882)	(2,459)	(3,065)	(20,406)
Increase (decrease) in accounts payable	520,901	(407,827)	(413,540)	(300,466)
Increase (decrease) in accrued payroll	5,222	3,687	1,809	10,718
Increase (decrease) in deposits and advances	(362,161)	-	109	(362,052)
Increase (decrease) in insurance assessment payable	-	-	-	-
Increase (decrease) in claims and judgments payable	-	-	-	-
Increase (decrease) in compensated absences payable	101,331	2,463	9,039	112,833
Increase (decrease) in net pension liabilities	47,996	(47,701)	(46,039)	(45,744)
Increase (decrease) in net OPEB liability	(237,691)	4,653	5,800	(227,238)
Increase (decrease) in deferred inflows or resources - pension plans	(21,621)	(4,734)	(4,569)	(30,924)
Increase (decrease) in deferred inflows of resources - OPEB plan	1,923	318	396	2,637
Total Adjustments	3,498,253	(378,277)	(182,135)	2,937,841
Net Cash Provided by (Used in) Operating Activities	\$ 5,904,302	\$ (342,894)	\$ 1,438,842	\$ 7,000,250

(Continued)

CITY OF MONTEREY PARK
Statement of Cash Flows -
Proprietary Funds, Continued
For the Year Ended June 30, 2018

	Internal Service
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities:	
Operating income (Loss)	\$ (3,086,990)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities:	
Depreciation	306,409
Changes in assets and liabilities:	
(Increase) decrease in accounts receivable	-
(Increase) decrease in inventory	4,520
(Increase) decrease in deferred outflows or resources - pension plans	-
(Increase) decrease in deferred outflows of resources - OPEB plan	-
Increase (decrease) in accounts payable	(24,478)
Increase (decrease) in accrued payroll	17,757
Increase (decrease) in deposits and advances	-
Increase (decrease) in claims and judgments payable	(163,515)
Increase (decrease) in claims and judgments payable	2,369,497
Increase (decrease) in compensated absences payable	28,046
Increase (decrease) in net pension liabilities	-
Increase (decrease) in OPEB obligations payable	-
Increase (decrease) in deferred inflows of resources - pension plans	-
Increase (decrease) in deferred inflows of resources - OPEB plan	-
Total Adjustments	2,538,236
Net Cash Provided by (Used in) Operating Activities	\$ (548,754)

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FIDUCIARY FUND FINANCIAL STATEMENTS

CITY OF MONTEREY PARK
Statement of Fiduciary Net Position
Fiduciary Funds
June 30, 2019

	Private-Purpose Trust Fund	Agency Funds
Current Assets:		
Cash and investments	\$ 165,368	\$ 3,352,404
Cash and investments with fiscal agent	1,799,866	-
Accounts receivable	-	16,958
Total Assets	<u>1,965,234</u>	<u>\$ 3,369,362</u>
Current Liabilities:		
Accounts payable	3,864	\$ 45,003
Deposits payable	-	3,324,359
Interest payable	225,487	-
Current portion of noncurrent liabilities	1,812,200	-
Total Current Liabilities	<u>2,041,551</u>	<u>3,369,362</u>
Noncurrent Liabilities:		
Advances from City of Monterey Park	1,445,675	-
Bonds payable, net of current portion	13,661,025	-
Tax increment deferred loans	67,698,932	-
Low/Mod Housing deferred loans	1,186,222	-
Total Noncurrent Liabilities	<u>83,991,854</u>	<u>-</u>
Total Liabilities	<u>86,033,405</u>	<u>\$ 3,369,362</u>
Net Position (Deficit):		
Net position (deficit) held in trust for debt service and certain administrative expenses	<u>\$ (84,068,171)</u>	

CITY OF MONTEREY PARK
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
For the Year Ended June 30, 2019

	Private-Purpose Trust Fund
Additions:	
Redevelopment Property Tax Trust Fund	\$ 2,867,719
Investment income	16,471
Total Additions	<u>2,884,190</u>
Deductions:	
Administration	189,999
Disbursement to City of Monterey Park	5,358
Interest expense and fiscal charges	<u>4,928,380</u>
Total Deductions	<u>5,123,737</u>
Change in net position	(2,239,547)
Net Position, Beginning of Year	<u>(81,828,624)</u>
Net Position, End of Year	<u><u>\$ (84,068,171)</u></u>

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CITY OF MONTEREY PARK
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Description of Reporting Entity

The City of Monterey Park, California (the “City”) was incorporated May 29, 1916 under the general laws of the State of California and enjoys all the rights and privileges pertaining to “General Law” cities. The City is governed by an elected five-member City Council. As required by generally accepted accounting principles in the United States of America, the financial statements include the financial activities of the City (the primary government), the Monterey Park Public Financing Authority, and the Monterey Park Housing Authority. These blended component units are discussed below and are included in the reporting entity because of the significance of their operational and financial relationship with the City.

Blended Component Units

The Monterey Park Public Financing Authority

The Monterey Park Public Financing Authority (the “Financing Authority”) was organized in May 1989 under a joint exercise of power agreement to provide for the financing of public capital improvements for the City and the former Redevelopment Agency of Monterey Park. The members of the City Council act as the governing board of the Financing Authority and there is a financial benefit or burden relationship between the City and the Financing Authority. The Financing Authority does not issue separate financial statements.

The Monterey Park Housing Authority

The Monterey Park Housing Authority (the “Housing Authority”) was established in September 1992 to provide affordable housing within the City. The members of the City Council act as the governing board of the Housing Authority and there is a financial benefit or burden relationship between the City and the Housing Authority. The Housing Authority does not issue separate financial statements.

B. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government. The effect of interfund activity has been removed from these statements and eliminations have been made to minimize the double counting of internal activities. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and the major individual enterprise fund are reported as separate columns in the fund financial statements.

CITY OF MONTEREY PARK
Notes to Basic Financial Statements
For the Year Ended June 30, 2019

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The City's financial statements are prepared in accordance with accounting principles generally accepted in the United States of America. The Governmental Accounting Standards Board ("GASB") is the acknowledged standard setting body for establishing accounting and financial reporting standards followed by governmental entities in the United States.

The government-wide and proprietary fund financial statements are reported using the "*economic resources*" measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when the liability is incurred, regardless of the timing of the related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the "*current financial resources*" measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal year. Expenditures generally are recorded when a liability is incurred. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments are recorded only when payment is due.

The primary revenue sources susceptible to accrual are property taxes, sales taxes, state gas tax subventions, franchise fees, transient occupancy tax, charges for services, and interests associated with the current fiscal period and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the government.

The City reports the following major governmental funds:

The ***General Fund*** is the general operating fund of the City. All general tax revenues and other receipts that are not allocated by law or contractual agreement to some other funds are accounted for in this fund. General operating expenses and capital improvement costs which are not paid through other funds, are paid from this fund.

The ***Special Revenue Grants Fund*** was established to account for the grants requiring segregated fund accounting. Financing is provided by federal, state and county agencies.

The ***Special Revenue Retirement/Pension Liability Fund*** was established to account for revenue received from voter-approved property tax levied to provide for employee retirement costs, as established pursuant to Monterey Park Municipal Code Section 2.40.060 and to account for the financial resources provided by the City in anticipation of estimated increases in retirement costs.

The ***Special Revenue Housing Fund*** is used to account for housing activities for the City and revenue received from housing loan repayments and rental income.

CITY OF MONTEREY PARK
Notes to Basic Financial Statements
For the Year Ended June 30, 2019

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)

The City reports the following major proprietary funds:

The ***Water Utility Enterprise Fund*** is used to account for operations that are financed and operated in a manner similar to private business enterprises and where the intent of the City is that the costs (expenses, including depreciation) of providing goods services to the general public on a continuing basis be financed or recovered primarily through user charges. The City accounts for its water utility in this fund.

The ***Refuse Enterprise Fund*** is used to account for receipts and expenditures relating to waste management activities including refuse collection, disposal and reduction.

The ***Sewer Enterprise Fund*** is used to account for receipts and expenses for construction and improvement to deficient sanitary mains identified in the Sewer Master Plan.

Additionally, the City reports the following fund types:

Nonmajor Governmental Funds

The ***Special Revenue Funds*** are used to account for proceeds of specific revenue sources that are legally restricted or otherwise designated for specific purposes.

Proprietary Fund (Internal Service Funds)

The ***Internal Service Funds*** are utilized to finance and account for activities involved in rendering services to departments within the City. Costs of services are accumulated in these funds and charged to user departments as such costs are incurred. The City maintains five internal service funds for general liability claims, workers' compensation claims, auto shop operations, separation benefits, and technology development.

Fiduciary Funds

The ***Private Purpose Trust Fund*** is used to account for activities of the Successor Agency to the Former Monterey Park Redevelopment Agency (the "Successor Agency").

The ***Agency Funds*** are used to account for money and property held by the City as trustee or custodian, including special deposits and construction agency funds.

The fiduciary funds are reported using the accrual basis of accounting. The private-purpose trust fund is also reported using the economic resources measurement focus. The agency funds have no measurement focus.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes and other charges paid by the government's water function to various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

CITY OF MONTEREY PARK
Notes to Basic Financial Statements
For the Year Ended June 30, 2019

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)

Amounts reported as program revenues include 1) charges to members, customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

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

D. Property Taxes

Under California law, property taxes are assessed and collected by the counties at 1% of assessed value plus other increases approved by the voters. Property taxes collected go into a pool and are then allocated to the cities based on a predetermined formula. The City accrues only those taxes which are received from the County of Los Angeles within 60 days after year-end.

Lien date:	January 1
Levy date:	June 30
Due dates:	November 1, February 1
Delinquent dates:	December 11, April 11

E. Cash and Cash Equivalents

For purposes of the statements of cash flows, the City considers cash and all highly liquid investments with original maturities of three months or less from date purchased as cash and cash equivalents. In addition, funds invested in the City's cash management pool are considered cash equivalents.

F. Investments

Investments are reported in the accompanying financial statements at fair value which is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Investments in external pools are valued based on the stated fair value represented by the external pool.

G. Inventories

Inventories held by the Internal Service Funds are recorded at cost on a first-in, first-out basis. The inventories consist primarily of repair parts, fuel and oil. The City uses the consumption method for inventory control.

CITY OF MONTEREY PARK
Notes to Basic Financial Statements
For the Year Ended June 30, 2019

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

H. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (roads, sidewalks, drainage systems, lighting systems, etc.), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. These assets are valued at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are valued at their acquisition value.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend the life of assets are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed. The capitalization threshold for property, plant and equipment is \$5,000 and for infrastructure assets is \$200,000. Depreciation is recorded in the government-wide financial statements on a straight-line basis over the useful life of the assets as follows:

Depreciation is charged to operations, using a straight-line method based on the following average useful lives of the assets:

Equipment	5 to 20 years
Buildings	40 to 50 years
Improvements	10 to 50 years
Water meters	20 years
Water mains	40 to 75 years
Water hydrants	40 years
Wells	40 years
Other water equipment	5 to 40 years
Infrastructure:	
Roadway	25 years
Bridge	40 years
Sewer system	50 years
Streetlight	20 years
Traffic signal	20 years

I. Compensated Absences

The cost of earned but unused vacation and sick leave, for which the City has a future obligation to pay, is recognized in the government-wide financial statements. A liability for these amounts is reported in governmental funds only if they become due and payable as a result of employee resignations or retirements.

J. Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the plans and additions to/deductions from the plans' fiduciary net position have been determined on the same basis as they are reported by the plans (Note 10). For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with benefit terms. Investments are reported at fair value.

CITY OF MONTEREY PARK
Notes to Basic Financial Statements
For the Year Ended June 30, 2019

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

J. Pensions (Continued)

The following timeframes are used for pension reporting:

<u>CalPERS</u>	
Valuation Date	June 30, 2017
Measurement Date	June 30, 2018
Measurement Period	July 1, 2017 to June 30, 2018
<u>MMRP</u>	
Valuation Date	June 30, 2017
Measurement Date	June 30, 2019
Measurement Period	July 1, 2018 to June 30, 2019

Gains and losses related to changes in total pension liability and fiduciary net position are recognized in pension expense systematically over time. The first amortized amounts are recognized in pension expense for the year the gain or loss occurs. The remaining amounts are categorized as deferred outflows and deferred inflows of resources related to pensions and are to be recognized in future pension expense. The amortization period differs depending on the source of the gain or loss. The difference between projected and actual earnings is amortized straight-line over five years. All other amounts are amortized straight-line over the average expected remaining service lives of all members that are provided with benefits (active, inactive, and retired) as of the beginning of the measurement period.

K. Other Post Employment Benefits (OPEB)

For purposes of measuring the net OPEB liability and deferred outflows/inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the City's California Public Employees Medical and Hospital Care Act (PEMCHA) plans (OPEB Plans) and additions to/deductions from the OPEB Plans' fiduciary net position have been determined on the same basis as they are reported by PEMCHA. For this purpose, the City's OPEB Plan recognizes benefit payments when due and payable in accordance with the benefit terms. Investments are reported at fair value.

L. Claims and Judgments

The accrual for workers' compensation and general liability claims is based upon past experience which has been modified for current trends and information. While the ultimate amount of losses incurred through June 30, 2018 is dependent on future developments, based on information from the plan administrators, City management believes that the aggregate accrual is adequate to cover such losses, including amounts for incurred but not reported claims (Note 12).

M. Fund Equity and Net Position

In the governmental fund financial statements, fund balances are classified as follows:

Nonspendable Fund Balance - This amount indicates the portion of fund balances which cannot be spent because they are either not in spendable form, such as prepaid items, inventories or loans receivable, or legally or contractually required to be maintained intact, such as the principal portion of an endowment.

CITY OF MONTEREY PARK
Notes to Basic Financial Statements
For the Year Ended June 30, 2019

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

M. Fund Equity and Net Position (Continued)

Restricted Fund Balance - This amount indicates the portion of fund balances which has been restricted a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or b) imposed by law through constitutional provisions or enabling legislation.

Committed Fund Balance - This amount indicates the portion of fund balances which can only be used for specific purposes pursuant to formal resolution or ordinance of the City Council. The City Council is considered the highest authority for the City. Adoption of a resolution by the City Council is required to commit resources or to rescind the commitment.

Assigned Fund Balance - This amount indicates the portion of fund balances which is constrained by the City's intent to be used for specific purpose, but is neither restricted nor committed. The City Manager is authorized by the City Council by resolution to determine and define the amount of assigned fund balances.

Unassigned Fund Balance - This amount indicates the portion of fund balances that do not fall into one of the above categories. The general fund is the only fund that reports a positive unassigned fund balance amount. In other governmental funds, it is not appropriate to report a positive unassigned fund balance amount.

When expenditures are incurred for purposes in which both restricted and unrestricted fund balances are available, the City's policy is to apply restricted fund balances first, and then unrestricted fund balances as they are needed.

When expenditures are incurred for purposes where only unrestricted fund balances are available, the City uses the unrestricted resources in the following order: committed, assigned, and unassigned.

Net position represents the difference between all other elements in the statement of net position and should be displayed in the following three components:

Net Investment in Capital Assets - This component of net position consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of debt that are attributable to the acquisition, construction, or improvement of those assets.

Restricted - This component of net position consists of restricted amounts by external creditors, grantors, contributors, or laws or regulations of other governments.

Unrestricted - This component of net position is the amount of the assets, deferred outflows of resources, liabilities, and deferred inflows of resources that are not included in the determination of net investment in capital assets or the restricted component of net position.

When expenses are incurred for purposes in which both restricted and unrestricted components of net position are available, the City's policy is to apply the restricted component of net position assets first.

CITY OF MONTEREY PARK
Notes to Basic Financial Statements
For the Year Ended June 30, 2019

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

N. Use of Estimates

The preparation of the basic financial statements in accordance with accounting principles generally accepted in the United States of America ("U.S. GAAP") requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from these estimates.

O. New Accounting Pronouncements

Current Year Standards

GASB 83 - *Certain Asset Retirement Obligations*, effective for periods beginning after June 15, 2018. This standard did not impact the City.

GASB 88 - *Certain Disclosures Related to Debt, Including Direct Borrowings and Direct Placements*, effective for periods beginning after June 15, 2018. This standard did not impact the City.

GASB 89 - *Accounting for Interest Cost Incurred before the End of a Construction Period*, effective for periods beginning after December 15, 2019 was early implemented by the City in fiscal year 2018-19. This statement requires that interest cost incurred before the end of a construction period be recognized as an expense in the period in which the cost is incurred for financial statements prepared using the economic resources measurement focus. As a result, interest cost incurred before the end of a construction period will not be included in the historical cost of a capital asset reported in an enterprise fund. Accounting changes adopted to conform to this provision for this statement should be applied prospectively. There was no material impact on the City's financial statements resulting from the implementation of GASB 89.

Pending Accounting Standards

GASB has issued the following statements, which may impact the City's financial reporting requirements in the future:

- GASB 84 - *Fiduciary Activities*, effective for periods beginning after December 15, 2018.
- GASB 87 - *Leases*, effective for periods beginning after December 15, 2019.
- GASB 90 - *Majority Equity Interests - an amendment of GASB Statements No. 14 and No. 61*, effective for periods beginning after December 15, 2018.
- GASB 91 - *Conduit Debt Obligations*, effective for periods beginning after December 15, 2020.

CITY OF MONTEREY PARK
Notes to Basic Financial Statements
For the Year Ended June 30, 2019

2. CASH AND INVESTMENTS

Cash and Investments

Cash and investments at June 30, 2019 are classified in the accompanying financial statements as follows:

	Government-Wide			Fiduciary Funds	Total
	Governmental Activities	Business-Type Activities	Total		
Cash and investments	\$ 69,667,062	\$ 31,410,003	\$ 101,077,065	\$ 3,517,772	\$ 104,594,837
Cash and investments held by fiscal agent	23,008	-	23,008	1,799,866	1,822,874
Total cash and investments	<u>\$ 69,690,070</u>	<u>\$ 31,410,003</u>	<u>\$ 101,100,073</u>	<u>\$ 5,317,638</u>	<u>\$ 106,417,711</u>

Cash and investments at June 30, 2019 consisted of the following:

Deposits:	
Cash on hand	\$ 28,550
Demand deposits with financial institutions	3,545,646
Time certificates of deposit	635,000
Total Cash	<u>4,209,196</u>
Investments:	
U.S. treasury bills	12,239,340
Negotiable certificates of deposit	11,273,321
Local Agency Investment Fund (LAIF)	75,135,400
Los Angeles County Treasury Pool	1,736,958
Money market mutual fund	1,823,496
Total Investments	<u>102,208,515</u>
Total Cash and Investments	<u>\$ 106,417,711</u>

The City follows the practice of pooling cash and investments of all funds except for funds required to be held by outside fiscal agents under the provisions of bond indentures.

Interest income earned on pooled cash and investments is allocated quarterly to the General Fund and certain designated Special Revenue Funds based on the month-end cash and investment balances. Proceeds obtained from long-term debt issuances including construction, lease payment and reserve fund balances are held by the City or by fiscal agents on behalf of the City and invested in the City's name. Interest income on proceeds of debt is credited directly to the related fund, as defined by the Bond Indenture.

Tax allocation bonds reserve balances held by fiscal agents were transferred to the Successor Agency from the Former Monterey Park Redevelopment Agency and were reported in the Fiduciary Fund.

Deposits

At June 30, 2019, the carrying amount of the City's demand deposits was \$3,545,646 and the bank balance was \$3,061,093. The \$484,553 difference represents outstanding checks, deposits in transit, and other reconciling items.

Investments Authorized by the City's Investment Policy

Under provisions of the City's investment policy and in accordance with Section 53601 of the California Government Code, the City may invest in the types of investments listed in the table below. The table also identifies certain provisions intended to limit the City's exposure to interest rate risk, credit risk, and concentration of credit risk.

CITY OF MONTEREY PARK
Notes to Basic Financial Statements
For the Year Ended June 30, 2019

2. CASH AND INVESTMENTS (CONTINUED)

Investments Authorized by the City's Investment Policy (Continued)

Authorized Investment Type	Maximum % of Portfolio	Maximum Maturity	Minimum Quality
<u>Local Agency Bonds</u> Bonds issued by the City, including bonds payable solely out of revenues from a revenue producing property owned, controlled, or operated by the City or authority of the City	None	5 years	None
<u>U.S. Treasury Obligations</u> United States Treasury Notes, Bonds, Bills or other certificates of indebtedness backed by the US government U.S. Treasury Zero Coupons	None	5 years	None
<u>State Obligations - CA and Others</u> Bonds, notes or other evidence of Indebtedness of any local agency within this state	None	5 years	None
<u>U.S. Agency Obligations</u> Discount notes or notes issued by Agencies of the Federal Government	None	5 years	None
<u>Collateralized Bank Deposits</u> Non-negotiable Certificate of Deposit issued by a nationally or state - chartered bank or association or a State - licensed branch or a foreign bank (insured by the federal government); Bank Collateralized Savings.	None	5 years	None
<u>Medium-term notes issued by corporations</u>	30%	5 years	"A" or better ranking by nationally recognized rating service U.S. domiciled corporations or U.S. licensed depository
<u>Local Agency Investment Fund (LAIF)</u> State of California Local Agency Investment Fund (LAIF) or other Local Government Investment Pools established by public entities	None	Not applicable	None
<u>Los Angeles County Pooled Investment Fund</u> California Government Code Section 53684 allows local agencies in the County of Los Angeles to deposit excess funds in the Los Angeles County Treasury Pool for the purpose of investment by the Treasurer and Tax Collector of the County	10% of LACPIF pool balance	None	None
Mutual Funds and Money Market Mutual Funds	20%	Not applicable	Highest ranking by not less 2 largest rating services Have an SEC registered investment advisor with more than 5 years' experience Assets under management greater than \$500 million
"Banker's acceptance"	40% of portfolio (no more than 30% in any one commercial bank)	180 days	None
Commercial Paper	40% of portfolio for counties, cities and other local agencies (No more than 10% of agency's money in the commercial paper of any one corporate issuer)	270 days	"A" or higher rating for issuer's debt within U.S. corporations and have assets in excess of \$500 million.
Repurchase Agreements	Not Allowable	Not Allowable	Not Allowable
<u>Negotiable Certificates of Deposit</u> Negotiable Certificates of Deposit issued by a nationally or State - chartered Bank, a federal association, or a State - licensed branch of a foreign - owned bank (insured by the federal government).	30%	5 years	None
Financial Futures and Financial option contracts	None	5 years	None
Reverse Repurchase Agreements and Securities Lending Agreements	Not Allowable	Not Allowable	Not Allowable
<u>Mortgage Pass-Through Securities</u> Mortgage-backed securities (Corporate issued)	Not specified		
Diversified Management Companies	20%	5 years	"A" or better ranking by nationally recognized rating service

CITY OF MONTEREY PARK
Notes to Basic Financial Statements
For the Year Ended June 30, 2019

2. CASH AND INVESTMENTS (CONTINUED)

Investments Authorized by Debt Agreements

In addition to the investment types listed above, the City may also invest appropriate funds in money market mutual funds and LAIF in accordance with bond indentures.

Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. LAIF, LACPIF, and negotiable certificates of deposit do not have a rating provided by a nationally recognized statistical rating organization. U.S. treasury bills are not required to be rated.

Concentration of Credit Risk

The investment policy of the City, as summarized above, contains certain limitations on the amount that can be invested in any one issuer beyond that stipulated by the California Government Code. There are no investments in any one issuer that represent more than 5% of total City investments.

Custodial Risk

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty (e.g. broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The City's investment policy contains the following policy requirements that would limit the exposure to custodial credit risk for deposits: The City's investment policy limits investments in Certificates of Deposits to those insured up to \$250,000 by the Federal Deposit Insurance Corporation.

The California Government Code requires California banks and savings and loan associations to secure a City's deposits by pledging government securities as collateral. The market value of pledged securities must equal at least 110% of the face value of the deposits. California law also allows financial institutions to secure City deposits by pledging first trust deed mortgage notes having a value of 150% of the City's total deposits. The City may waive collateral requirements for deposits which are fully insured by federal depository insurance. However, the City has not waived the collateralization requirements.

Disclosures Relating to Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. As of year-end, the average life-month end maturity of the investments contained in the LAIF investment pool is approximately 173 days and in the Los Angeles County Treasury Pool is approximately 547 days.

CITY OF MONTEREY PARK
Notes to Basic Financial Statements
For the Year Ended June 30, 2019

2. CASH AND INVESTMENTS (CONTINUED)

Disclosures Relating to Interest Rate Risk (Continued)

Information about the sensitivity of the fair values of the City's investments to market interest rate fluctuations is provided by the following table that shows the remaining maturity of each investment:

Investments	Credit Rating	Fair Value June 30, 2019	Maturity		
			12 Months or Less	1 to 2 Years	2 to 3 Years
Treasury Investments:					
U.S. Treasury Bills	N/A *	\$ 12,239,340	\$ 12,239,340	\$ -	\$ -
Negotiable Certificates of Deposit	N/A *	11,273,321	7,838,362	3,434,959	-
LAIF	N/A *	75,135,400	75,135,400	-	-
Los Angeles County Treasury Pool	N/A *	1,736,958	1,736,958	-	-
Total Treasury Investments		100,385,019	96,950,060	3,434,959	-
Investments Held by Fiscal Agents:					
Money Market Mutual Fund	AAA	1,823,496	1,823,496	-	-
Total Investments Held by Fiscal Agents		1,823,496	1,823,496	-	-
Total Investments		\$ 102,208,515	\$ 98,773,556	\$ 3,434,959	\$ -

* - There is no rating for the negotiable certificates of deposits and investments in LAIF and Los Angeles County Treasury Pool. U.S. treasury bills are not required to be rated.

Investment in State Investment Pool

The City is a voluntary participant in LAIF which is regulated by California Government Code Section 16429 under the oversight of the Treasurer of the State of California. The fair value of the City's investment in this pool is reported in the accompanying financial statements at amounts based upon the City's prorated share of the fair value provided by LAIF for the entire LAIF portfolio (in relation to the amortized cost of that portfolio). The balance available for withdrawal is based on the accounting records maintained by LAIF, which are recorded on an amortized cost basis.

The City's investments with LAIF at June 30, 2019 included a portion of the pool funds invested in Structured Notes and Asset-Backed Securities:

Structured Notes: debt securities (other than asset-backed securities) whose cash flow characteristics (coupon rate, redemption amount, or stated maturity) depend upon one or more indices and/or that have embedded forwards or options.

Asset-Backed Securities: generally mortgage-backed securities that entitle their purchasers to receive a share of the cash flows from a pool of assets such as principal and interest repayments from a pool of mortgages (for example, Collateralized Mortgage Obligations) or credit card receivables.

As of June 30 2019, the City had \$75,135,400 invested in LAIF, which had invested 74.16% of the pool investment funds in Structured notes and Medium-term Asset-backed Securities.

CITY OF MONTEREY PARK
Notes to Basic Financial Statements
For the Year Ended June 30, 2019

2. CASH AND INVESTMENTS (CONTINUED)

Investment in Los Angeles County Investment Pool

The City is a voluntary participant in the Los Angeles County Investment Pool pursuant to Government Code Section 53684. The cash flow needs of participants are monitored daily to ensure that sufficient liquidity is maintained to meet the needs of those participants. At the time deposits are made, the Los Angeles County Investment Pool's Treasurer may require the depositing entity to provide annual cash flow projections or an anticipated withdrawal schedule for deposits in excess of \$1 million. Projections are to be performed no less than semi-annually. In accordance with Government Code Section 27136, all requests for withdrawal of funds for the purpose of investing or depositing the funds elsewhere shall be evaluated to ensure the proposed withdrawal will not adversely affect the principal deposits of the other participants. At June 30, 2019, the City had \$1,736,958 invested in the Los Angeles County Investment Pool.

Fair Value Measurements

The City categorizes its fair value measurement within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the assets. Level 1 inputs are quoted prices in active markets for identical assets, Level 2 inputs are quoted prices of similar assets in active markets, and Level 3 inputs are significant unobservable inputs.

The fair value of the City's investments in U.S. treasury bills and negotiable certificates of deposit were determined using Level 2 inputs (quoted prices of similar assets in active markets). The City's other investments were not subject to the fair value hierarchy requirement.

CITY OF MONTEREY PARK
Notes to Basic Financial Statements
For the Year Ended June 30, 2019

3. RECEIVABLES

Receivables of the City as of June 30, 2019 were:

	Governmental Activities	Business-Type Activities	Total
Accounts Receivable:			
Property taxes	\$ 491,591	\$ -	\$ 491,591
Sales taxes	1,531,475	-	1,531,475
Utility taxes	235,538	-	235,538
Water, sewer and refuse sales	-	5,730,206	5,730,206
Subvention and grants	1,525,111	2,081,207	3,606,318
Other	525,629	-	525,629
Total Accounts Receivable	\$ 4,309,344	\$ 7,811,413	\$ 12,120,757
Interest Receivable	\$ 304,461	\$ 121,472	\$ 425,933
Loans Receivable, Net:			
Residential Rehabilitation (CDBG) (Note 9)	\$ 48,015	\$ -	\$ 48,015
SERA Program (Note 9)	4,322	-	4,322
Pacific Housing Loan (Note 9)	246,190	-	246,190
Pacific Bridge Loan (Note 9)	412,977	-	412,977
First-Time Homebuyers (Housing)	98,951	-	98,951
Critical Maintenance (Housing)	45,561	-	45,561
Critical Maintenance (Grants)	869,912	-	869,912
Abajo del Sol Loan (Grants)	2,224,602	-	2,224,602
LINC Community Development (Housing)	2,306,464	-	2,306,464
LINC Community Development (Grants)	919,162	-	919,162
Low/Mod Housing Deferred Loans	1,186,222	-	1,186,222
Subtotal	8,362,378	-	8,362,378
Less: Allowance for Uncollectible Loans	(6,464,652)	-	(6,464,652)
Total Loans Receivable, Net	\$ 1,897,726	\$ -	\$ 1,897,726
Total Receivables	\$ 6,511,531	\$ 7,932,885	\$ 14,444,416

Following is the detail of Loans Receivable:

- A. Residential Rehabilitation:** The City provided low interest financing for the rehabilitation of residential sites within the City through the Community Development Block Grant program. The amount of outstanding loan balance at June 30, 2019 is \$48,015 and has been recorded as notes receivable in the Special Revenue Grants Fund.
- B. SERA Program:** The City participated in the State Earthquake Rehabilitation Assistance ("SERA") program to assist residents with the application and loan processes for residential repairs and rehabilitation following the October 1987 Whittier-Narrows earthquake. The outstanding balance of loans placed through the program is \$4,322 at June 30, 2019 and has been recorded as notes receivable in the Special Revenue Grants Fund.

CITY OF MONTEREY PARK
Notes to Basic Financial Statements
For the Year Ended June 30, 2019

3. RECEIVABLES (CONTINUED)

- C. ***Pacific Housing Loan:*** On July 21, 2004, the City entered into an agreement to provide a loan to Pacific Housing Development Corporation for the purpose of construction and renovation of an affordable housing facility for persons with developmental disabilities. The loan, funded in April 2005, consists of a permanent residual receipts loan in the amount of \$175,000 and a subordinated construction loan in the amount of \$225,000. The subordinated construction loan has been paid off by Pacific Housing in 2008-09. Other remaining amounts bear interest at the rate of three percent per annum until paid. The loan was funded by use of Federal HOME Program funds and is reported in the Special Revenue Grants Fund. At June 30, 2019, outstanding principal and interest are \$175,000 and \$71,190, respectively.
- D. ***Pacific Bridge Loan:*** In 1995, the former Redevelopment Agency entered into a thirty-year loan agreement with Pacific Bridge Housing Corporation for the purpose of construction and renovation of a disabled adult affordable housing facility. In the agreement the former Redevelopment Agency agreed to loan to Pacific Bridge Housing Corporation up to the maximum sum of \$240,478 bearing interest at the rate of three percent per annum until paid. Principal and interest payments are due in annual installments commencing upon February 15 of the first full calendar year following the date of the initial occupancy of the facility and continuing annually thereafter on each successive February 15 through and including the date which is thirty (30) years after the Repayment Commencement Date. The amount of such annual installments payable by Borrower is based on the Annual Residential Receipt Installments as described in the agreement. During 1996-97, the loan was funded by the use of federal HOME Program funds, and is reported in the Special Revenue Grants Fund. At June 30, 2019, outstanding principal and interest are \$240,478 and \$172,499, respectively.
- E. ***First Time Homebuyers:*** Beginning 1996-97, the City provided second mortgage loans through the First-Time Homebuyer Program to assist qualified first-time homebuyers to purchase residences. All second loans will be fixed at an interest rate of five percent (5%) and for a term of thirty (30) years. If the buyer retains the property for thirty (30) years, both principal and interest will be forgiven. The loans were transferred from the former Redevelopment Agency's Housing Capital Projects Fund to the City's Special Revenue Housing Fund on February 1, 2012 due to the dissolution of the former Redevelopment Agency. At June 30, 2019, \$98,951 is the amount of outstanding loan balances, and has been reported as notes receivable with an offset of allowance for uncollectible notes in the Special Revenue Housing Fund in the fund level financial statements and in the government-wide statements.
- F. ***Critical Maintenance:*** Beginning in 1997-98, the City offered low interest rate loans through the Critical Maintenance Loan Program to assist low and moderate income homeowners for essential or emergency repairs. At June 30, 2019, the loans outstanding totaled \$915,473. Of this amount, \$45,561 is funded by the former Redevelopment Agency's Housing Capital Projects Fund and \$869,912 is funded by the Federal HOME Program Grants Fund. The outstanding loan balance of \$45,561 was transferred from the former Redevelopment Agency's Housing Set Aside Fund to the City's Special Revenue Housing Fund and has been reported as notes receivable with an offset of allowance for uncollectible notes in the fund level financial statements and in the government-wide statements. The outstanding loan balance of \$869,912 has been reported as notes receivable with an offset of allowance for uncollectible notes in the Special Revenue Grants Fund in the fund level financial statements and in the government-wide statements.

CITY OF MONTEREY PARK
Notes to Basic Financial Statements
For the Year Ended June 30, 2019

3. RECEIVABLES (CONTINUED)

- G. *Abajo del Sol*:** In 1998, the Housing Authority and the Abajo del Sol, Limited Partnership had entered into a housing development agreement. Under the agreement, the Authority provided to the Developer a \$1.2 million loan bearing interest at the rate of 5.1 percent per annum for the construction of 60 units of affordable housing for senior citizens. On or before March 15th of each year, the Borrower shall pay lender an amount equal to the applicable percentage of the Net Cash Flow attributable to the prior calendar year. The loan is funded by the Federal HOME Program Grants Fund. At June 30, 2019, outstanding principal and interest being recorded as notes receivable are \$1,187,344 and \$1,037,258, respectively, in the Special Revenue Grants Fund with an offset of allowance for uncollectible notes in the fund level financial statement and in the government-wide statements.
- H. *LINC Community Development*:** In 2015, the Monterey Park Successor Housing Agency and City entered into a housing development agreement with LINC Community Development Corporation ("LINC"). Under the agreement, the Monterey Park Successor Housing Agency sold 5 properties to the developer in exchange for a \$2,080,000 loan bearing compound interest at the rate of 2.41 percent per annum for 5 units of affordable rental housings. At June 30, 2019, outstanding principal and interest being recorded as notes receivable are \$2,080,000 and \$226,464, respectively, in the Housing Fund with an offset of allowance for uncollectible notes in the fund level financial statement and in the government-wide statements. The properties were purchased with former Redevelopment Agency's Housing Set Aside fund. As a result, the loan was reported in the City's Special Revenue Housing Fund and with an offset of allowance for uncollectible notes in the fund level financial statements and in the government-wide statements. As part of the development agreement, the City also sold one of the City's parking lots to the LINC for development of a 6-unit affordable rental housing. The City also used the Federal HOME Program Grants Fund to provide construction loan bearing simple interest at the rate of 3 percent per annum. As of June 30, 2019, \$919,162 has been funded and is reported as loans receivables in the Special Revenue Grants Fund with an offset of allowance for uncollectible notes in the fund level financial statement and in the government-wide statements.
- I. *Low/Mod Housing Deferred Loans*:** State law requires redevelopment agencies to set aside 20 percent of their tax increment revenues for low/mod housing. In 1997, the former Redevelopment Agency approved a plan to set aside future tax increment revenue in addition to the regular 20 percent set aside requirements. The former Redevelopment Agency was dissolved on February 1, 2012. This commitment became a liability to the Successor Agency due to the City's Special Revenue Housing Fund. A summary of the repayment plan is presented below:

<u>For the Years Ending June 30,</u>	<u>Amount</u>
2024 - 2029	\$ 500,000
2030 - 2034	450,000
2035 - 2039	236,221
	<u>\$ 1,186,221</u>

CITY OF MONTEREY PARK
Notes to Basic Financial Statements
For the Year Ended June 30, 2019

4. INTERFUND TRANSACTIONS

There were no internal receivables and payables at June 30, 2019 between the governmental activities and business-type activities.

Individual interfund receivables and payables were as follows at June 30, 2019:

Due To/From Other Funds

Due from Other Funds	Due to Other Funds	Amount
General Fund	Special Revenues Grants Fund	\$ 1,382,315
General Fund	Nonmajor Governmental Funds	138,791
		<u>\$ 1,521,106</u>

The interfund balances resulted from reimbursable expenditures occurring while the revenues with which to reimburse those expenditures had not yet been received. All balances are expected to be reimbursed within the subsequent year.

Transfers

Transfers In	Transfers Out	Amount
Retirement/Pension Liability Special Revenue Fund	General Fund	\$ 2,600,000
Nonmajor Governmental Funds	Grants Special Revenue Fund	376,264
	Nonmajor Governmental Funds	27,000
General Liability Internal Service Fund	Separation Benefits Internal Service Fund	500,000
		<u>\$ 3,503,264</u>

Transfers are used to move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend. In 2018-19, transfers of \$2,600,000 from the General Fund to the Retirement/Pension Liability Special Revenue Fund were Council-approved pension contributions. The transfer of \$376,264 from the Grants Special Revenue Fund to the nonmajor MTA Proposition C25 Fund was to reclassify qualifying expenditures. The \$27,000 transfer from the nonmajor Proposition C Special Revenue Fund to the nonmajor Proposition A Special Revenue Fund represents excess revenue received and to be refunded to MTA. A transfer of \$500,000 from the Separation Benefits Internal Service Fund to the General Liability Internal Service Fund was a Council-approved supplement to strengthen net position.

CITY OF MONTEREY PARK
Notes to Basic Financial Statements
For the Year Ended June 30, 2019

5. RECEIVABLES FROM SUCCESSOR AGENCY

In 2009, the State passed legislation in taking away redevelopment funds from local Agencies as part of an effort to address its budget deficit. Furthermore, SB 68 was signed into law which allowed agencies to use accumulated housing funds to pay for the State required Supplemental Educational Revenue Augmentation Funds (SERAF) payments. On August 4, 2010, the former Redevelopment Agency passed two resolutions, RA 661 and 662, authorizing the Takeaway Loan to be made from the former Redevelopment Agency Capital Projects Fund (Housing Set Aside Fund) to the former Redevelopment Agency Debt Service Fund (Atlantic-Garvey and Merged Project Areas), in an amount of \$1,459,258 and \$1,142,640, respectively, without interest.

On May 4, 2011, the former Redevelopment Agency passed two resolutions, RA 682 and 683, authorizing additional Takeaway Loans to be made from the Redevelopment Agency Capital Projects Fund (Housing Set Aside Fund) to the Redevelopment Agency Debt Service Fund (Atlantic-Garvey and Merged Project Areas), in an amount of \$300,436 and \$235,249, respectively. The interest is accumulated at LAIF rate.

On February 1, 2012, \$2,617,203 was transferred from the former Redevelopment Agency Debt Service Fund to the Successor Agency due to the dissolution of the former Redevelopment Agency.

The Receivable from Successor Agency balance at June 30, 2019 amounted to \$1,445,676. This loan will be paid back to the Special Revenue Housing Fund according to a specific formula through the Recognized Obligation Payment Schedule distribution per the State of California Department of Finance (DOF).

CITY OF MONTEREY PARK
Notes to Basic Financial Statements
For the Year Ended June 30, 2019

6. CAPITAL ASSETS

At June 30, 2019, the capital assets balances for the City are as follows:

	Governmental Activities	Business-Type Activities	Total
Capital assets, Not Being Depreciated:			
Land	\$ 8,465,051	\$ 499,975	\$ 8,965,026
Construction in progress	4,409,123	8,745,417	13,154,540
Total Capital Assets, Not Being Depreciated	<u>12,874,174</u>	<u>9,245,392</u>	<u>22,119,566</u>
Capital Assets, Being Depreciated:			
Buildings	30,391,663	285,050	30,676,713
Improvements	20,322,125	54,572,923	74,895,048
Equipment	24,644,973	3,679,718	28,324,691
Infrastructure	32,244,519	10,939,521	43,184,040
Total Capital Assets, Being Depreciated	<u>107,603,280</u>	<u>69,477,212</u>	<u>177,080,492</u>
Less Accumulated Depreciation:			
Buildings	(14,382,129)	(137,912)	(14,520,041)
Improvements	(5,895,679)	(25,035,364)	(30,931,043)
Equipment	(22,290,263)	(2,957,544)	(25,247,807)
Infrastructure	(21,774,745)	(9,080,833)	(30,855,578)
Total Accumulated Depreciation	<u>(64,342,816)</u>	<u>(37,211,653)</u>	<u>(101,554,469)</u>
Total Capital Assets, Being Depreciated, Net	<u>43,260,464</u>	<u>32,265,559</u>	<u>75,526,023</u>
Total Capital Assets, Net	<u><u>\$ 56,134,638</u></u>	<u><u>\$ 41,510,951</u></u>	<u><u>\$ 97,645,589</u></u>

CITY OF MONTEREY PARK
Notes to Basic Financial Statements
For the Year Ended June 30, 2019

6. CAPITAL ASSETS (CONTINUED)

Governmental Activities

A summary of changes in capital asset activity for the year ended June 30, 2019 is as follows:

	Balance at July 1, 2018	Additions	Deletions	Transfers	Balance at June 30, 2019
Capital Assets, Not Being Depreciated:					
Land	\$ 8,465,051	\$ -	\$ -	\$ -	\$ 8,465,051
Construction in progress	3,208,315	3,481,095	-	(2,280,287)	4,409,123
Total Capital Assets, Not Being Depreciated	<u>11,673,366</u>	<u>3,481,095</u>	<u>-</u>	<u>(2,280,287)</u>	<u>12,874,174</u>
Capital Assets, Being Depreciated:					
Buildings	30,391,663	-	-	-	30,391,663
Improvements	18,017,436	24,402	-	2,280,287	20,322,125
Equipment	23,496,133	1,246,000	(97,160)	-	24,644,973
Infrastructures	32,012,685	231,834	-	-	32,244,519
Total Capital Assets, Being Depreciated	<u>103,917,917</u>	<u>1,502,236</u>	<u>(97,160)</u>	<u>2,280,287</u>	<u>107,603,280</u>
Less Accumulated Depreciation:					
Buildings	(13,756,829)	(625,300)	-	-	(14,382,129)
Improvements	(5,330,453)	(565,226)	-	-	(5,895,679)
Equipment	(21,555,688)	(831,735)	97,160	-	(22,290,263)
Infrastructures	(21,082,120)	(692,625)	-	-	(21,774,745)
Total Accumulated Depreciation	<u>(61,725,090)</u>	<u>(2,714,886)</u>	<u>97,160</u>	<u>-</u>	<u>(64,342,816)</u>
Total Capital Assets, Being Depreciated, Net	<u>42,192,827</u>	<u>(1,212,650)</u>	<u>-</u>	<u>2,280,287</u>	<u>43,260,464</u>
Total Capital Assets, Net	<u>\$ 53,866,193</u>	<u>\$ 2,268,445</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 56,134,638</u>

CITY OF MONTEREY PARK
Notes to Basic Financial Statements
For the Year Ended June 30, 2019

6. CAPITAL ASSETS (CONTINUED)

Business-Type Activities

A summary of changes in capital asset activity for the year ended June 30, 2019 is as follows:

	Balance at July 1, 2018	Additions	Deletions	Transfers	Balance at June 30, 2019
Capital Assets, Not Being Depreciated:					
Land	\$ 499,975	\$ -	\$ -	\$ -	\$ 499,975
Construction in progress	7,703,898	1,085,268	-	(43,749)	8,745,417
Total Capital Assets, Not Being Depreciated	<u>8,203,873</u>	<u>1,085,268</u>	<u>-</u>	<u>(43,749)</u>	<u>9,245,392</u>
Capital Assets, Being Depreciated:					
Buildings	285,050	-	-	-	285,050
Improvements	54,496,057	33,117	-	43,749	54,572,923
Equipment	3,484,548	195,170	-	-	3,679,718
Infrastructures	10,939,521	-	-	-	10,939,521
Total Capital Assets, Being Depreciated	<u>69,205,176</u>	<u>228,287</u>	<u>-</u>	<u>43,749</u>	<u>69,477,212</u>
Less Accumulated Depreciation:					
Buildings	(132,327)	(5,585)	-	-	(137,912)
Improvements	(23,493,671)	(1,541,693)	-	-	(25,035,364)
Equipment	(2,750,898)	(206,646)	-	-	(2,957,544)
Infrastructures	(8,982,096)	(98,737)	-	-	(9,080,833)
Total Accumulated Depreciation	<u>(35,358,992)</u>	<u>(1,852,661)</u>	<u>-</u>	<u>-</u>	<u>(37,211,653)</u>
Total Capital Assets, Being Depreciated, Net	<u>33,846,184</u>	<u>(1,624,374)</u>	<u>-</u>	<u>43,749</u>	<u>32,265,559</u>
Total Capital Assets, Net	<u>\$ 42,050,057</u>	<u>\$ (539,106)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 41,510,951</u>

Depreciation expense was charged to the following functions:

	Governmental Activities	Business-Type Activities	Total
General government	\$ 210,725	\$ -	\$ 210,725
Public safety	409,987	-	409,987
Public safety/shop	391,263	-	391,263
Community development	41,735	-	41,735
Culture and recreation	763,902	-	763,902
Street and highways	897,274	-	897,274
Water utility	-	1,609,320	1,609,320
Refuse	-	1,004	1,004
Sewer	-	242,337	242,337
Total	<u>\$ 2,714,886</u>	<u>\$ 1,852,661</u>	<u>\$ 4,567,547</u>

CITY OF MONTEREY PARK
Notes to Basic Financial Statements
For the Year Ended June 30, 2019

7. LONG-TERM LIABILITIES

Changes in long-term liabilities for the City for the year June 30, 2019 are as follows:

	Balance at July 1, 2018	Additions	Deletions	Balance at June 30, 2019	Due Within One Year	Due in More Than One Year
Governmental Activities						
Direct Borrowings:						
Capitalized Lease Obligations (Note 8)	\$ 1,925,567	\$ 2,618,000	\$ (381,534)	\$ 4,162,033	\$ 574,621	\$ 3,587,412
HUD Section 108 Loans Payable	2,403,000	-	(426,000)	1,977,000	451,000	1,526,000
Total Direct Borrowings	4,328,567	2,618,000	(807,534)	6,139,033	1,025,621	5,113,412
Other Debt:						
2004 Taxable Pension Obligation Bonds	13,075,000	-	(440,000)	12,635,000	435,000	12,200,000
Total Other Debt	13,075,000	-	(440,000)	12,635,000	435,000	12,200,000
Other Long-term Liabilities:						
Compensated Absences	4,986,022	499,624	(468,602)	5,017,044	501,704	4,515,340
Insurance Assessments Payable (Note 12)	1,471,629	-	(163,515)	1,308,114	163,514	1,144,600
Claims and Judgments (Note 12)	13,281,946	11,713,744	(9,344,247)	15,651,443	3,063,499	12,587,944
Total Other Long-term Liabilities	19,739,597	12,213,368	(9,976,364)	21,976,601	3,728,717	18,247,884
Total Governmental Activities	\$ 37,143,164	\$ 14,831,368	\$ (11,223,898)	\$ 40,750,634	\$ 5,189,338	\$ 35,561,296
Business-Type Activities						
Direct Borrowings:						
Capitalized Lease Obligations (Note 8)	\$ 9,808,945	\$ -	\$ (641,702)	\$ 9,167,243	\$ 698,239	\$ 8,469,004
Total Direct Borrowings	9,808,945	-	(641,702)	9,167,243	698,239	8,469,004
Other Long-term Liabilities:						
Compensated Absences	671,102	179,943	(67,110)	783,935	78,393	705,542
Total Other Long-term Liabilities	671,102	179,943	(67,110)	783,935	78,393	705,542
Total Business-Type Activities	\$ 10,480,047	\$ 179,943	\$ (708,812)	\$ 9,951,178	\$ 776,632	\$ 9,174,546

Internal service funds predominately serve the governmental funds. Accordingly, long-term liabilities are included as part of the above totals for governmental activities. At June 30, 2019, \$101,897 in compensated absences, \$15,651,443 in claims and judgments, and \$1,308,114 in insurance assessments payable, all related to internal service funds, are included as part of the totals of long-term debt for governmental activities.

Typically, the General Fund has been used to liquidate the liability for compensated absences, net pension liabilities and net OPEB liability for the governmental activities. The General Liability and Workers' Compensation Internal Service Funds have been used to liquidate the liabilities for claims and judgements. The General Liability Internal Service Fund is used to liquidate the liabilities for the insurance assessments.

CITY OF MONTEREY PARK
Notes to Basic Financial Statements
For the Year Ended June 30, 2019

7. LONG-TERM LIABILITIES (CONTINUED)

HUD Section 108 Loan Program

In August 2002, the City participated in the U.S. Department of Housing and Urban Development Section 108 Loan Guarantee Program and received note proceeds of \$6,500,000. The City uses the proceeds for the development of the Market Place project. The annual debt service payments are funded through the City's Community Development Block Grant funds. On May 28, 2015, the City participated in the Department of Housing and Urban Development ("HUD") refinancing program and refinanced the Section 108 Loan for a fixed rate note (Series 2015 A Certificates). Interest payments are made semiannually on August 1 and February 1. Principal payments are made on August 1 of each year and continue until August 2022. The aggregate difference in debt service as result of the refinancing was in the amount of \$630,458. The economic gain on the refinancing was \$558,682.

The outstanding balance of the HUD Section 108 Loan was \$1,977,000 at June 30, 2019.

The annual debt service requirements on the HUD Section 108 Loan are as follows:

Year Ending June 30,	Principal	Interest	Total
2020	\$ 451,000	\$ 38,867	\$ 489,867
2021	479,000	29,886	508,886
2022	508,000	19,174	527,174
2023	539,000	6,603	545,603
Total	\$ 1,977,000	\$ 94,530	\$ 2,071,530

CITY OF MONTEREY PARK
Notes to Basic Financial Statements
For the Year Ended June 30, 2019

7. LONG-TERM LIABILITIES (CONTINUED)

2004 Taxable Pension Obligation Bonds

On June 29, 2004, the City pursuant to an Agreement with the California Statewide Communities Development Authority, issued \$17,405,000 in Taxable Pension Obligation Bonds, 2004 Series A-1. These Bonds were issued to fund the unfunded liabilities of the City's Safety Plan to the California Public Employees' Retirement System (CALPERS). The City is contractually obligated to appropriate and make payments to CALPERS arising as a result of retirement benefits accruing to members of CALPERS. The City's obligation includes, among others, the requirement to amortize the unfunded accrued actuarial liability over a multi-year period. On June 29, 2004, the City contributed \$17,012,841 of the bond proceeds to CALPERS to fund a portion of the unfunded liability for the Safety Plan that provides retirement benefits to the City's sworn Police Officers and Firefighters.

Bond interest is payable semi-annually on June 1 and December 1 commencing December 1, 2004. The rate of interest varies from 4.510% to 6.076% per annum. Principal is payable in annual installments ranging from \$25,000 to \$1,350,000 commencing on June 1, 2009 and ending on June 1, 2034. On or before August 1st of each year, the City is required to deposit with the trustee the amount equal to the next year's debt service payment in lieu of a reserve requirement.

Optional Redemption: The bonds maturing on or before June 1, 2016 were not subject to optional redemption. The bonds maturing on June 1, 2024 and on June 1, 2034 are subject to optional redemption prior to maturity at the option of the Authority, in whole or in part on any date at a redemption price equal to the greater of (1) 100% of principal to be redeemed or (2) present value of the remaining debt service discounted at Treasury Rate plus 10.0 basis points for the 2024 Term Bonds or plus 12.5 basis points for the 2034 Term Bonds. Bonds will be selected for redemption on a pro rata basis for both the optional and mandatory sinking fund redemption.

The outstanding balance of the 2004 Taxable Pension Obligation Bonds was \$12,635,000 at June 30, 2019.

The annual debt service requirements on the 2004 Taxable Pension Obligation Bonds are as follows:

Year Ending				
June 30,	Principal	Interest	Total	
2020	\$ 435,000	\$ 763,878	\$ 1,198,878	
2021	430,000	738,230	1,168,230	
2022	425,000	712,877	1,137,877	
2023	425,000	687,819	1,112,819	
2024	410,000	662,761	1,072,761	
2025 - 2029	4,490,000	2,679,212	7,169,212	
2030 - 2034	6,020,000	1,140,769	7,160,769	
Total	\$ 12,635,000	\$ 7,385,546	\$ 20,020,546	

CITY OF MONTEREY PARK
Notes to Basic Financial Statements
For the Year Ended June 30, 2019

7. LONG-TERM LIABILITIES (CONTINUED)

Changes in long-term debt for the Successor Agency for the year ended June 30, 2019 are as follows:

<u>Successor Agency</u>	<u>Balance at July 1, 2018</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance at June 30, 2019</u>	<u>Due Within One Year</u>	<u>Due in More Than One Year</u>
Other Debt:						
Bonds Payable						
2013A Tax Refunding Bonds - Atlantic-Garvey Project Redevelopment Project	\$ 10,180,000	\$ -	\$ (965,000)	\$ 9,215,000	\$ 1,010,000	\$ 8,205,000
2013B Tax Refunding Bonds - Merged Redevelopment Project	<u>5,555,000</u>	<u>-</u>	<u>(400,000)</u>	<u>5,155,000</u>	<u>420,000</u>	<u>4,735,000</u>
	15,735,000	-	(1,365,000)	14,370,000	1,430,000	12,940,000
Add deferred amounts:						
Bond premium	<u>814,442</u>	<u>-</u>	<u>(93,417)</u>	<u>721,025</u>	<u>-</u>	<u>721,025</u>
Total Bonds Payable	<u>16,549,442</u>	<u>-</u>	<u>(1,458,417)</u>	<u>15,091,025</u>	<u>1,430,000</u>	<u>13,661,025</u>
Advances from the City of Monterey Park (Note 5)	<u>1,646,331</u>	<u>-</u>	<u>(200,656)</u>	<u>1,445,675</u>	<u>-</u>	<u>1,445,675</u>
Total Other Debt	<u>18,195,773</u>	<u>-</u>	<u>(1,659,073)</u>	<u>16,536,700</u>	<u>1,430,000</u>	<u>15,106,700</u>
Direct Borrowings:						
Tax Increment Deferred Loan - Atlantic/Garvey Project	11,279,449	789,562	-	12,069,011	-	12,069,011
Tax Increment Deferred Loan - Merged Project	52,830,966	3,544,398	(363,243)	56,012,121	382,200	55,629,921
Low/Mod Housing Deferred Loans	<u>1,186,222</u>	<u>-</u>	<u>-</u>	<u>1,186,222</u>	<u>-</u>	<u>1,186,222</u>
Total Direct Borrowings	<u>65,296,637</u>	<u>4,333,960</u>	<u>(363,243)</u>	<u>69,267,354</u>	<u>382,200</u>	<u>68,885,154</u>
Total Successor Agency	<u>\$ 83,492,410</u>	<u>\$ 4,333,960</u>	<u>\$ (2,022,316)</u>	<u>\$ 85,804,054</u>	<u>\$ 1,812,200</u>	<u>\$ 83,991,854</u>

CITY OF MONTEREY PARK
Notes to Basic Financial Statements
For the Year Ended June 30, 2019

7. LONG-TERM LIABILITIES (CONTINUED)

Tax Allocation Bonds

Tax Allocation Refunding Bond, Series 2013A (Atlantic-Garvey Redevelopment Project No. 1)

On December 1, 2013, the County of Los Angeles Redevelopment Refunding Authority assisted the Successor Agency to issue the \$13,835,000 Tax Allocation Refunding Bond, Series 2013A, for the Atlantic-Garvey Redevelopment Project No. 1. These Bonds were issued to redeem the outstanding 2002 Tax Allocation Revenue Bonds. The Bonds are secured by a pledge of the tax revenues from the Project area and were issued in denominations of \$1, with interest rates ranging from 3.0% to 5.0%. Interest payments are payable semiannually on September 1 and March 1. Principal payments are made on September 1 of each year and continue until the year 2026.

Optional Redemption: The Bonds maturing on or before September 1, 2024, are not subject to optional redemption prior to maturity. The Bonds maturing on and after September 1, 2024, are subject to optional redemption on any date on and after September 1, 2023, in integral multiples of \$5,000, from any available source of funds, at the times, at a redemption price equal to the principal amount of the Bonds to be redeemed, together with accrued interest thereon to the date fixed for redemption, without premium.

The Bonds are secured by a first and prior lien on tax increment revenues, excluding any portion of revenues that are required to be deposited to the Rebate Fund. Annual principal and interest payments on the Bonds are expected to require less than 90% of net revenues. The amount of principal and interest outstanding at June 30, 2019 totaled \$10,941,708. Interest paid for the current year is \$455,756, and the net tax increment revenue is collected and withheld by the County of Los Angeles due to the dissolution of the former Redevelopment Agency.

The annual debt service requirements on the Tax Allocation Refunding Bond, Series 2013A (Atlantic-Garvey Redevelopment Project No. 1) are as follows:

Year Ending				
June 30,	Principal	Interest	Total	
2020	\$ 1,010,000	\$ 406,381	\$ 1,416,381	
2021	1,065,000	354,506	1,419,506	
2022	1,115,000	300,006	1,415,006	
2023	1,175,000	242,756	1,417,756	
2024	1,165,000	184,256	1,349,256	
2025 - 2027	3,685,000	238,803	3,923,803	
Total	\$ 9,215,000	\$ 1,726,708	\$ 10,941,708	

CITY OF MONTEREY PARK
Notes to Basic Financial Statements
For the Year Ended June 30, 2019

7. LONG-TERM LIABILITIES (CONTINUED)

Tax Allocation Bonds (Continued)

Tax Allocation Refunding Bond, Series 2013B (Merged Redevelopment Project Area)

On December 1, 2013, the County of Los Angeles Redevelopment Refunding Authority assisted the Successor Agency to issue this \$7,080,000 Tax Allocation Refunding Bond, Series 2013B, for the Merged Redevelopment Project No. 1. These Bonds were issued to redeem the outstanding 1998 Tax Allocation Revenue Bonds. The Bonds are secured by a pledge of the tax revenues from the Project area and were issued in denominations of \$1, with interest rates ranging from 3.0% to 5.0%. Interest payments are payable semiannually on September 1 and March 1. Principal payments are made on September 1 of each year and continue until the year 2028.

Optional Redemption: The Bonds maturing on or before September 1, 2024, are not subject to optional redemption prior to maturity. The Bonds maturing on and after September 1, 2024, are subject to optional redemption on any date on and after September 1, 2023, in integral multiples of \$5,000, from any available source of funds, at the times, at a redemption price equal to the principal amount of the Bonds to be redeemed, together with accrued interest thereon to the date fixed for redemption, without premium.

The Bonds are secured by a first and prior lien on tax increment revenues, excluding any portion of revenues that are required to be deposited to the Rebate Fund. Annual principal and interest payments on the bonds are expected to require less than 90% of net revenues. The amount of principal and interest outstanding at June 30, 2019 totaled \$6,453,171. Interest paid for the current year is \$254,831 and the net tax increment revenue is collected and withheld by the County of Los Angeles due to the dissolution of the former Redevelopment Agency.

The annual debt services requirement on the Tax Allocation Refunding Bond, Series 2013B (Merged Redevelopment Project Area) are as follows:

Year Ending			
June 30,	Principal	Interest	Total
2020	\$ 420,000	\$ 234,331	\$ 654,331
2021	435,000	212,956	647,956
2022	460,000	190,581	650,581
2023	480,000	167,081	647,081
2024	505,000	142,456	647,456
2025 - 2029	2,855,000	350,766	3,205,766
Total	\$ 5,155,000	\$ 1,298,171	\$ 6,453,171

CITY OF MONTEREY PARK
Notes to Basic Financial Statements
For the Year Ended June 30, 2019

7. LONG-TERM LIABILITIES (CONTINUED)

Tax Increment Deferred Loan - (Atlantic/Garvey Project)

On August 20, 1987, the former Redevelopment Agency entered into an agreement for reimbursement of tax increment funds with the County of Los Angeles (the "County"). In the Agreement, the County agreed to loan its portion of the tax increment revenues received from the amended area (88 Annex) to the former Redevelopment Agency at a 7% compound interest rate, beginning fiscal year 1989-90. The percentage distribution from the basic tax levy for the 88 Annex areas for the County and the former Redevelopment Agency is 43.7% and 56.3% respectively. The former Redevelopment Agency will commence repayment of this loan annually beginning with the fiscal year in which the former Redevelopment Agency's share of tax increment revenues (excluding Housing Fund contributions) from the 88 Annex areas exceeds \$800,000.

The outstanding balance of the Tax Increment Deferred Loan - (Atlantic/Garvey Project) was \$12,069,011 at June 30, 2019.

Tax Increment Deferred Loan - (Merged Project)

The former Redevelopment Agency and the County Taxing Entities (the County of Los Angeles, the Los Angeles County Flood Control District, and the Los Angeles County Office of Education) entered into four agreements for reimbursement of the tax increment deferred amounts. In the Agreements, the County Taxing Entities agreed to loan their portions of the tax increment revenues received from the Southeast Project area, Freeway '99 Annex area, Central Commercial Project area, and Merged Monterey Pass Road area to the former Redevelopment Agency at specified interest rates ranging from 0% to 7%. The percentage distribution from the basic tax levy and the repayment schedule of the deferred loans are also based on a specified formula for each taxing entity.

The outstanding balance of the Tax Increment Deferred Loan - (Merged Project) was \$56,012,121 at June 30, 2019.

Low/Mod Housing Deferred Loans

State law required former redevelopment agencies to set aside 20 percent of their tax increment revenues for low/mod housing. In 1997, the former Redevelopment Agency approved a plan to set aside future tax increment revenue in addition to the regular 20 percent set aside requirements. On February 1, 2012, the commitment was transferred to the Successor Agency due to the dissolution of the former Redevelopment Agency and was approved by the DOF as a payable to the City's Special Revenue Housing Fund.

A summary of the repayment plan is presented below:

<u>For the Years Ending June 30,</u>	<u>Amount</u>
2024 - 2029	\$ 500,000
2030 - 2034	450,000
2035 - 2039	236,221
	<u>\$ 1,186,221</u>

CITY OF MONTEREY PARK
Notes to Basic Financial Statements
For the Year Ended June 30, 2019

8. CAPITALIZED LEASE OBLIGATIONS

The City has entered into lease agreements with Municipal Leasing Associates, San Gabriel Valley Municipal Water District and California Infrastructure and Economic Development Bank, to finance water system energy retrofit programs, water volatile organic chemicals treatment and La Loma and Highland Reservoirs project, Police Computer Aided Dispatch and Records Management System (CAD/RMS), and has recorded the transactions in the Governmental Funds and Water Utility Fund. These leases are classified as capital leases for accounting purposes and therefore have been recorded at the present value of the future minimum lease payments at the date of inception of the leases.

On September 23, 2014, the City (Lessee) and the Siemens Public, Inc. (Lessor) signed into a Lease-Purchase Agreement for an amount of \$10,511,901. The City will use the monies for energy efficiency improvements throughout city parks, facilities and infrastructure. The term of the agreement is 15 years, commencing on September 23, 2014 through June 23, 2030, at an interest rate of 2.80%. The transactions are shared by the General Fund and the Water Utility Fund.

The assets acquired through capital leases are included in the City's capital assets (Note 6) and are as follows:

	Governmental Activities	Business-Type Activities	Total
Assets:			
Machinery and Equipment	\$ 4,230,957	\$ -	\$ 4,230,957
Improvements	-	22,566,772	22,566,772
Subtotal	4,230,957	22,566,772	26,797,729
Less Accumulated Depreciation	(2,054,897)	(5,713,622)	(7,768,519)
Total	\$ 2,176,060	\$ 16,853,150	\$ 19,029,210

Future minimum lease payments under these capital leases are as follows:

	Governmental Activities	Business-Type Activities	Total
Fiscal Year:			
2020	\$ 700,684	\$ 959,359	\$ 1,660,043
2021	706,809	794,013	1,500,822
2022	547,522	831,237	1,378,759
2023	554,587	871,209	1,425,796
2024	562,276	914,719	1,476,995
2025 - 2029	1,451,517	5,201,739	6,653,256
2030 - 2031	192,676	1,310,754	1,503,430
Subtotal	4,716,071	10,883,030	15,599,101
Less: Amount representing Interest	(554,038)	(1,715,787)	(2,269,825)
Total	\$ 4,162,033	\$ 9,167,243	\$ 13,329,276

CITY OF MONTEREY PARK
Notes to Basic Financial Statements
For the Year Ended June 30, 2019

9. DUE TO OTHER GOVERNMENTAL AGENCIES

In the Special Revenue Grants Fund, an amount equal to the total outstanding balance of the identified loans receivable for the CDBG Residential Rehabilitation Program in the amount of \$48,015, State Earthquake Rehabilitation Assistance (SERA) Program in the amount of \$4,322, the Pacific Housing Corporation loan in the amount of \$246,190, and the Pacific Bridge Loan in the amount of \$412,977, described in Note 3 at June 30, 2019 have been recorded as Due to Other Governmental Agencies. As these notes are repaid, the repayment proceeds must be returned to the applicable government agency.

	<u>Amount</u>
Due to Other Governmental Agencies:	
CDBG Residential Rehabilitation Program	\$ 48,015
SERA Program	4,322
Pacific Housing Corporation Loan	246,190
Pacific Bridge Loan	412,977
Total	<u><u>\$ 711,504</u></u>

10. PENSION PLANS

A. Defined Benefit Pension Plans

a. California Public Employees' Retirement System Plan

General Information about the Pension Plan

Plan Description

All qualified permanent and probationary employees are eligible to participate in the City's separate Safety (police and fire) and Miscellaneous (all other) Plans, agent multiple-employer defined benefit pension plans administered by the California Public Employees' Retirement System (CalPERS). Benefit provisions under the Plans are established by State statute and City resolution. CalPERS issues publicly available reports that include a full description of the pension plans regarding benefit provisions, assumptions and membership information that can be found on the CalPERS website.

CITY OF MONTEREY PARK
Notes to Basic Financial Statements
For the Year Ended June 30, 2019

10. PENSION PLANS (CONTINUED)

A. Defined Benefit Pension Plans (Continued)

a. California Public Employees' Retirement System Plan (Continued)

General Information about the Pension Plan (Continued)

Benefit Provided

CalPERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. A classic CalPERS member or PEPRA Safety member becomes eligible for Service Retirement upon attainment of age 55 with at least 5 years of credited service. PEPRA miscellaneous members become eligible for service retirement upon attainment of age 62 with at least 5 years of service. The service retirement benefit is a monthly allowance equal to the product of the benefit factor, years of service, and final compensation. The final compensation is the monthly average of the member's highest 36 or 12 consecutive months' full-time equivalent monthly pay. Retirement benefits for classic miscellaneous employees are calculated as 2% to 2.7% of the average final 12 months compensation. Retirement benefits for PEPRA miscellaneous employees are calculated as 2% of the average final 36 months compensation. Retirement benefits for classic safety employees are calculated as 3% of the average final 12 months compensation. Retirement benefits for PEPRA safety employees are calculated as 2.7% of the average final 36 months compensation.

Participant is eligible for non-industrial disability retirement if becomes disabled and has at least 5 years of credited service. There is no special age requirement. The standard non-industrial disability retirement benefit is a monthly allowance equal to 1.8 percent of final compensation, multiplied by service.

Industrial disability benefits are not offered to miscellaneous employees. The City provides industrial disability retirement benefit to safety employees. The industrial disability retirement benefit is a monthly allowance equal to 50 percent of final compensation.

An employee's beneficiary may receive the basic death benefit if the employee dies while actively employed. The employee must be actively employed with the City to be eligible for this benefit. An employee's survivor who is eligible for any other pre-retirement death benefit may choose to receive that death benefit instead of this basic death benefit. The basic death benefit is a lump sum in the amount of the employee's accumulated contributions, where interest is currently credited at 7.15 percent per year, plus a lump sum in the amount of one month's salary for each completed year of current service, up to a maximum of six months' salary. For purposes of this benefit, one month's salary is defined as the member's average monthly full-time rate of compensation during the 12 months preceding death.

Upon the death of a retiree, a one-time lump sum payment of \$5,000 will be made to the retiree's designated survivor(s), or to the retiree's estate.

Benefit terms provide for annual cost-of-living adjustments to each employee's retirement allowance. Beginning the second calendar year after the year of retirement, retirement and survivor allowances will be annually adjusted on a compound basis by 2 percent.

CITY OF MONTEREY PARK
Notes to Basic Financial Statements
For the Year Ended June 30, 2019

10. PENSION PLANS (CONTINUED)

A. Defined Benefit Pension Plans (Continued)

a. California Public Employees' Retirement System Plan (Continued)

General Information about the Pension Plan (Continued)

Employees Covered by Benefit Terms

At June 30, 2018, the measurement date, the following employees were covered by the benefit terms

	Plans	
	Miscellaneous	Safety
Active employees	186	120
Transferred and terminated employees	327	107
Retired employees and beneficiaries	318	248
Total	831	475

Contributions

Section 20814(c) of the California Public Employees' Retirement Law ("PERL") requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. The total plan contributions are determined through CalPERS' annual actuarial valuation process. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The City is required to contribute the difference between the actuarially determined rate and the contribution rate of employees. City contribution rates may change if plan contracts are amended. Payments made by the employer to satisfy contribution requirements that are identified by the pension plan terms as plan member contributions requirements are classified as plan member contributions. The liability for governmental activities is primarily liquidated from the general fund and the liability for business-type activities is liquidated from the applicable enterprise funds.

Net Pension Liability

Actuarial Methods and Assumptions Used to Determine Total Pension Liability

The City's net pension liability for each Plan is measured as the total pension liability, less the pension plan's fiduciary net position. The net pension liability of each of the Plans is measured as of June 30, 2018, using an annual actuarial valuation as of June 30, 2017 rolled forward to June 30, 2018 using standard update procedures. A summary of principal assumptions and methods used to determine the net pension liability is shown below.

CITY OF MONTEREY PARK
Notes to Basic Financial Statements
For the Year Ended June 30, 2019

10. PENSION PLANS (CONTINUED)

A. Defined Benefit Pension Plans (Continued)

a. California Public Employees' Retirement System Plan (Continued)

The total pension liability in the June 30, 2017 actuarial valuations were determined using the following actuarial methods and assumptions:

Actuarial Cost Method	Entry-Age Normal in accordance with the requirement of GASB Statement No. 68
Actuarial Assumptions:	
Discount Rate	7.15%
Inflation	2.50%
Salary Increases	Varies by entry age and service.
Mortality Rate Table	The mortality table used was developed based on CalPERS-specific data. The table includes 15 years of mortality improvements using Society of Actuaries Scale 90% of scale MP 2016. For more details on this table, please refer to the December 2017 experience study report (based on CalPERS demographic data from 1997 to 2015) available on the CalPERS website.
Post Retirement Benefit Increase	Contract COLA up to 2.0% until Purchasing Power Protection Allowance Floor on Purchasing Power applies, 2.50% thereafter.

Discount Rate

The discount rate used to measure the total pension liability was 7.15 percent. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made at statutorily required rates, actuarially determined. Based on those assumptions, the Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Long-term Expected Rate of Return

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

In determining the long-term expected rate of return, CalPERS took into account both short-term and long-term market return expectations as well as the expected pension fund cash flows. Using historical returns of all the funds' asset classes, expected compound (geometric) returns were calculated over the short-term (first 10 years) and the long-term (11+ years) using a building-block approach. Using the expected nominal returns for both short-term and long-term, the present value of benefits was calculated for each fund. The expected rate of return was set by calculating the rounded single equivalent expected return that arrived at the same present value of benefits for cash flows as the one calculated using both short-term and long-term returns. The expected rate of return was then set equal to the single equivalent rate calculated above and adjusted to account for assumed administrative expenses.

CITY OF MONTEREY PARK
Notes to Basic Financial Statements
For the Year Ended June 30, 2019

10. PENSION PLANS (CONTINUED)

A. Defined Benefit Pension Plans (Continued)

a. California Public Employees' Retirement System Plan (Continued)

Net Pension Liability (Continued)

Long-term Expected Rate of Return (Continued)

The table below reflects the long-term expected real rate of return by asset class.

Asset Class	Assumed Asset Allocation	Real Return Years 1 - 10 (a)	Real Return Years 11+ (b)
Global Equity	50.00%	4.80%	5.98%
Fixed Income	28.00%	1.00%	2.62%
Inflation Assets	0.00%	77.00%	1.81%
Private Equity	8.00%	6.30%	7.23%
Real Assets	13.00%	3.75%	4.93%
Liquidity	1.00%	0.00%	-0.92%
Total	100.00%		

(1) In the System's CAFR, Fixed Income is included in Global Debt Securities; Liquidity is included in Short-Term Investments; Inflation Assets are included in both Global Equity Securities and Global Debt Securities.

(2) An expected inflation of 2.0% used for this period

(3) An expected inflation of 2.92% used for this period

Subsequent Events

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

CITY OF MONTEREY PARK
Notes to Basic Financial Statements
For the Year Ended June 30, 2019

10. PENSION PLANS (CONTINUED)

A. Defined Benefit Pension Plans (Continued)

a. California Public Employees' Retirement System Plan (Continued)

Changes in the Net Pension Liability

The following table shows the changes in net pension liability recognized over the measurement period.

	Miscellaneous Plan		
	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability (Asset)
	(a)	(b)	(c) = (a) - (b)
Balance at June 30, 2017 (Measurement Date)	\$ 132,194,209	\$ 91,765,550	\$ 40,428,659
Changes Recognized for the Measurement Period:			
Service cost	2,094,764	-	2,094,764
Interest on the total pension liability	9,247,324	-	9,247,324
Changes in benefit terms	-	-	-
Changes in assumptions	(692,460)	-	(692,460)
Differences between expected and actual experience	(117,357)	-	(117,357)
Plan to Plan resource movement	-	(229)	229
Contributions from the employer	-	4,603,513	(4,603,513)
Contributions from employees	-	866,540	(866,540)
Net investment income	-	7,850,165	(7,850,165)
Benefit payments, including refunds of employee contributions	(6,197,134)	(6,197,134)	-
Administrative expenses	-	(142,996)	142,996
Other miscellaneous income/(expense)	-	(271,552)	271,552
Net Changes during July 1, 2017 to June 30, 2018	4,335,137	6,708,307	(2,373,170)
Balance at June 30, 2018 (Measurement Date)	\$ 136,529,346	\$ 98,473,857	\$ 38,055,489

CITY OF MONTEREY PARK
Notes to Basic Financial Statements
For the Year Ended June 30, 2019

10. PENSION PLANS (CONTINUED)

A. Defined Benefit Pension Plans (Continued)

a. California Public Employees' Retirement System Plan (Continued)

Changes in the Net Pension Liability (Continued)

	Safety Plan		
	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability (Asset)
	(a)	(b)	(c) = (a) - (b)
Balance at June 30, 2017 (Measurement Date)	\$ 203,258,351	\$ 146,985,250	\$ 56,273,101
Changes Recognized for the Measurement Period:			
Service cost	3,527,711	-	3,527,711
Interest on the total pension liability	14,480,120	-	14,480,120
Changes in benefit terms	-	-	-
Changes in assumptions	(449,040)	-	(449,040)
Differences between expected and actual experience	2,778,709	-	2,778,709
Plan to Plan resource movement	-	(361)	361
Contributions from the employer	-	4,724,661	(4,724,661)
Contributions from employees	-	1,224,504	(1,224,504)
Net investment income	-	12,263,342	(12,263,342)
Benefit payments, including refunds of employee contributions	(9,665,441)	(9,665,441)	-
Administrative expenses	-	(229,044)	229,044
Other miscellaneous income/(expense)	-	(434,958)	434,958
Net Changes during July 1, 2017 to June 30, 2018)	10,672,059	7,882,703	2,789,356
Balance at June 30, 2018 (Measurement Date)	\$ 213,930,410	\$ 154,867,953	\$ 59,062,457

CITY OF MONTEREY PARK
Notes to Basic Financial Statements
For the Year Ended June 30, 2019

10. PENSION PLANS (CONTINUED)

A. Defined Benefit Pension Plans (Continued)

a. California Public Employees' Retirement System Plan (Continued)

Changes in the Net Pension Liability (Continued)

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

The following presents the net pension liability of the Plan as of the measurement date, calculated using the discount rate of 7.15%, as well as what the net pension liability would be if it were calculated using a discount rate that is 1 percentage-point lower (6.15%) or 1 percentage-point higher (8.15%) than the current rate:

	<u>Miscellaneous</u>	<u>Safety</u>
1% Decrease	6.15%	6.15%
Net Pension Liability	\$ 55,939,651	\$ 88,187,277
Current Discount Rate	7.15%	7.15%
Net Pension Liability	\$ 38,055,489	\$ 59,062,457
1% Increase	8.15%	8.15%
Net Pension Liability	\$ 23,239,697	\$ 35,138,055

Pension Plan Fiduciary Net Position

Detailed information about the plan's fiduciary net position is available in the separately issued CalPERS financial report.

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

For the measurement period ended June 30, 2018, the City incurred a pension expense/(income) of \$6,472,907 and \$10,289,561 for the miscellaneous plan and safety plan, respectively.

CITY OF MONTEREY PARK
Notes to Basic Financial Statements
For the Year Ended June 30, 2019

10. PENSION PLANS (CONTINUED)

A. Defined Benefit Pension Plans (Continued)

a. California Public Employees' Retirement System Plan (Continued)

Pension Expense and Deferred Outflows and Deferred Inflows of Resources Related to Pensions (Continued)

As of measurement date of June 30, 2018, the City has deferred outflows and deferred inflows of resources related to pensions as follows:

Miscellaneous Plan		
	Deferred Outflows of Resources	Deferred Inflows of Resources
Contributions made after the measurement date	\$ 4,363,256	\$ -
Difference between expected and actual experience	-	(128,781)
Changes of assumptions	349,888	(377,705)
Net differences between projected and actual earnings on pension plan investments	-	(15,406)
Total	\$ 4,713,144	\$ (521,892)

Safety Plan		
	Deferred Outflows of Resources	Deferred Inflows of Resources
Contributions made after the measurement date	\$ 5,486,870	\$ -
Difference between expected and actual experience	1,820,533	(771,496)
Changes of assumptions	3,593,256	(294,199)
Net differences between projected and actual earnings on pension plan investments	449,564	-
Total	\$ 11,350,223	\$ (1,065,695)

The expected average remaining service lifetime ("EARSL") is calculated by dividing the total future service years by the total number of plan participants (active, inactive, and retired). The EARSL for the miscellaneous plan and safety plan for the 2017-18 measurement period is 2.2 and 2.9 years, respectively, which was obtained by dividing the total service years of 1,808 and 1,366 (the sum of remaining service lifetimes of the active employees), respectively, by 831 and 475 (the total number of participants: active, inactive, and retired), respectively.

CITY OF MONTEREY PARK
Notes to Basic Financial Statements
For the Year Ended June 30, 2019

10. PENSION PLANS (CONTINUED)

A. Defined Benefit Pension Plans (Continued)

a. California Public Employees' Retirement System Plan (Continued)

Pension Expense and Deferred Outflows and Deferred Inflows of Resources Related to Pensions (Continued)

For the miscellaneous plan and safety plan, \$4,363,256 and \$5,486,870, respectively, reported as deferred outflows of resources related to pensions resulting from City's contributions subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the year ending June 30, 2020. Other amounts reported as deferred inflows of resources related to pensions will be recognized in future pension expense as follows:

Measurement Period Year	Amounts	
Ending June 30,	Miscellaneous Plan	Safety Plan
2019	\$ 983,551	\$ 5,547,898
2020	111,435	1,153,906
2021	(998,641)	(1,520,731)
2022	(268,349)	(383,415)
2023	-	-
Thereafter	-	-

Payable to the Pension Plans

At June 30, 2019, the City had no outstanding amount of contributions to the pension plans required for the year ended June 30, 2019.

b. Massachusetts Mutual Retirement Plan - Defined Benefit Plan

General Information about the Pension Plan

Plan Description

Certain miscellaneous employees are covered by a retirement plan through the Massachusetts Mutual Life Insurance Company (MMRP), a single-employer pension plan. All miscellaneous employees who were employed prior to April 1, 1976 participated in the MMRP. Miscellaneous employees under the age of 55 joined CalPERS on and after April 1, 1976. However, these employees still remain vested under the MMRP and are eligible to receive retirement benefits at the time of retirement. Miscellaneous employees over the age of 55 (on or before April 1, 1976) could not participate in CalPERS and remain wholly in the MMRP.

The City does not issue a publicly available financial report for the MMRP.

CITY OF MONTEREY PARK
Notes to Basic Financial Statements
For the Year Ended June 30, 2019

10. PENSION PLANS (CONTINUED)

A. Defined Benefit Pension Plans (Continued)

b. Massachusetts Mutual Retirement Plan - Defined Benefit Plan (Continued)

General Information about the Pension Plan (Continued)

Benefits Provided

The MMRP was amended in 1976 to provide equivalent retirement benefits to all miscellaneous employees, whether totally vested in CalPERS, totally vested in the MMRP or partially vested in both plans. Eligibility requirements for the MMRP are the same as those for CalPERS.

Employee Covered by Benefit Terms

MMRP is a closed plan. There are 56 individuals in the plan, all of whom are no longer employed by the City or are currently participating in PERS. The City's payroll for employees covered by the MMRP for the year ended June 30, 2019 was zero.

Contributions

MMRP is a contributory plan deriving funds from employee contributions as well as from employer contributions and earnings from investments. Employer contributions were based upon the actuarial methods and assumptions and there were no current year employee contributions required. The City is required to contribute \$994,000 for the year ended June 30, 2019, which was determined as part of the June 30, 2017 actuarial valuation.

Net Pension Liability

Actuarial Methods and Assumptions Used to Determine Total Pension Liability

For the measurement period ended June 30, 2019, the total pension liability was determined by rolling forward the June 30, 2017 total pension liability to June 30, 2019 based on actual benefit payments.

CITY OF MONTEREY PARK
Notes to Basic Financial Statements
For the Year Ended June 30, 2019

10. PENSION PLANS (CONTINUED)

A. Defined Benefit Pension Plans (Continued)

b. Massachusetts Mutual Retirement Plan - Defined Benefit Plan (Continued)

Net Pension Liability (Continued)

Actuarial Methods and Assumptions Used to Determine Total Pension Liability (Continued)

The total pension liability was based on the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Valuation Date	June 30, 2017
Actuarial Assumptions:	
Discount Rate	4.50%
Expected Long-term Rate of Return on Investment	4.50%
Inflation	2.75%
Mortality Rate	CalPERS 1997-2015 experience study
Mortality Improvement Scale	Fully generational projection with Scale AA
Cost of Living Adjustment/PPPA	2%; PPPA valued for each annuitant

Discount Rate

Plan assets currently invested in Mass Mutual general investment account. Expected long term return on assets was 4.50% for June 30, 2017 valuation and rounded to nearest 0.25%. Noninvestment expenses of \$25,000 were added to actuarially determined contribution amount. Cross-over analysis showed benefit payments always fully funded by plan assets based on 4.50% discount rate.

CITY OF MONTEREY PARK
Notes to Basic Financial Statements
For the Year Ended June 30, 2019

10. PENSION PLANS (CONTINUED)

A. Defined Benefit Pension Plans (Continued)

b. Massachusetts Mutual Retirement Plan - Defined Benefit Plan (Continued)

Changes in the Net Pension Liability

The following table shows the changes in net pension liability recognized over the measurement period.

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability (Asset)
	(a)	(b)	(c) = (a) - (b)
Balance at June 30, 2018	\$ 6,153,000	\$ 3,244,000	\$ 2,909,000
Changes Recognized for the Measurement Period:			
Service cost	-	-	-
Interest on the total pension liability	263,000	-	263,000
Changes in benefit terms	-	-	-
Differences between expected and actual experience	-	-	-
Changes in assumptions	-	-	-
Contributions from the employer	-	1,000,000	(1,000,000)
Contributions from employees	-	-	-
Net investment income	-	269,000	(269,000)
Benefit payments, including refunds	(641,000)	(641,000)	-
Administrative Expense	-	(16,000)	16,000
Net Changes	(378,000)	612,000	(990,000)
Balance at June 30, 2019 (Measurement Date)	\$ 5,775,000	\$ 3,856,000	\$ 1,919,000

CITY OF MONTEREY PARK
Notes to Basic Financial Statements
For the Year Ended June 30, 2019

10. PENSION PLANS (CONTINUED)

A. Defined Benefit Pension Plans (Continued)

b. Massachusetts Mutual Retirement Plan - Defined Benefit Plan (Continued)

Changes in the Net Pension Liability (Continued)

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

The following presents the net pension liability of the Plan as of the measurement date, calculated using the discount rate of 4.50%, as well as what the net pension liability would be if it were calculated using a discount rate that is 1 percentage-point lower (3.50%) or 1 percentage-point higher (5.50%) than the current rate:

1% Decrease	3.50%
Net Pension Liability	\$ 2,367,000
Current Discount Rate	4.50%
Net Pension Liability	\$ 1,919,000
1% Increase	5.50%
Net Pension Liability	\$ 1,531,000

CITY OF MONTEREY PARK
Notes to Basic Financial Statements
For the Year Ended June 30, 2019

10. PENSION PLANS (CONTINUED)

A. Defined Benefit Pension Plans (Continued)

b. Massachusetts Mutual Retirement Plan - Defined Benefit Plan (Continued)

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

For the measurement period ending June 30, 2018, the City incurred a pension expense/(income) of \$198,400 for MMRP. As of measurement date of June 30, 2018, the City has deferred outflows and deferred inflows of resources related to pensions as follows:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ -	\$ -
Changes of assumptions	-	-
Net differences between projected and actual earnings on pension plan investments	<u>158,600</u>	<u>-</u>
Total	<u>\$ 158,600</u>	<u>\$ -</u>

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

Measurement Period Ending June 30,	Amount
2020	\$ 84,600
2021	56,800
2022	35,800
2023	(18,600)
2024	-
Thereafter	-

B. Defined Contribution Pension Plan

Monterey Park Part-Time Retirement Plan

During the 1991-1992 fiscal year, the City established the Monterey Park Part-Time Retirement Plan, a defined contribution retirement plan, for all nonbenefited, part-time employees in accordance with Internal Revenue Code Section 457, to conform to Section 3121(b)(7)(F) of the Internal Revenue Code added by the Omnibus Budget Reconciliation Act of 1990. The plan is administered by National Deferred Compensation Inc. The plan was established by the authority of the City Council who retains the authority to amend the plan.

CITY OF MONTEREY PARK
Notes to Basic Financial Statements
For the Year Ended June 30, 2019

10. PENSION PLANS (CONTINUED)

B. *Defined Contribution Pension Plan (Continued)*

Monterey Park Part-Time Retirement Plan (Continued)

A defined contribution pension plan provides pension benefits in return for services rendered, provides an individual account for each participant, and specifies how contributions to the individual's account are to be determined instead of specifying the amount of benefits the individual is to receive. Under a defined contribution pension plan, the benefits a participant will receive depend solely on the amount contributed to the participant's account and the returns earned on investments of the contributions.

Part-time, nonbenefited, nonpersable employees of the City must participate in the plan. During the year ended June 30, 2019, 370 part-time employees participated in the plan. All contributions to the plan vest immediately. An employee who leaves the City is entitled to all contributions, including contributions made by the City, and earnings applied to the individual's account through the date of separation, less legally required income tax withholding. Participants that become full-time employees and enter the CalPERS retirement plan will have the amount in their individual accounts transferred from this plan into a Section 457, Deferred Compensation Plan, subject to all the rules governing Section 457 plans, including substantial penalties for withdrawal prior to the age of normal retirement. Contribution levels into the deferred compensation plan were established by City Council resolution at 4% and 3.5% for the City and nonbenefited, nonpersable part-time employees, respectively.

During the year, total required and actual contributions amounted to \$121,258 and covered payroll for the year ended June 30, 2019 totaled \$1,616,777. The City contributed \$64,671 (4% of current covered payroll) and employees contributed \$56,587 (3.5% of current covered payroll). Total plan assets at June 30, 2019 were \$870,675. Plan assets are held in trust for the exclusive benefit of participants and their beneficiaries and, therefore, are not included in the financial statements.

11. OTHER POST EMPLOYMENT BENEFITS

A. *Plan Description*

In addition to the pension benefits, the City provides postretirement medical insurance benefits, in accordance with contractual provisions of the various Memoranda of Understanding with the City's recognized employee organizations, to all vested employees who retire with CalPERS pension benefits immediately upon termination of employment from the City. The City has established a California Retiree Benefit Trust (CERBT), an agent-multiple employer trust which CalPERS serves as trustee. Eligible retirees and dependents may elect lifetime coverage through the City's healthcare plans. The City makes contributions towards the retiree's premium up to specified caps that vary depending on bargaining unit and whether the participant has more or less than 20 years of service. Retirees pay the portion of premium not paid by the City. In addition to the direct City paid contribution, retirees also receive pre-65 benefits that are subsidized as they are eligible to receive coverage based on blended (active and retiree) premium rates instead of normally higher retiree rates (implied subsidy).

CITY OF MONTEREY PARK
Notes to Basic Financial Statements
For the Year Ended June 30, 2019

11. OTHER POST EMPLOYMENT BENEFITS (CONTINUED)

A. Plan Description (Continued)

Members are eligible for the following benefits:

	General	Management	Safety
Benefit Types Provided	Medical Only	Medical Only	Medical Only
Duration of Benefits	Lifetime	Lifetime	Lifetime
Minimum Age	50	50	50
Dependent Coverage	Yes	Yes	Yes
Required Years of Service	5 Years	5 Years	5 Years
City Contribution %	100%	100%	100%
City Cap:			
Calendar Year 2018	\$340-\$1,125 per month	\$435-\$1,375	\$346-\$1,325
Calendar Year 2019	\$340-\$1,250 per month	\$435-\$1,375	\$346-\$1,375

Employees Covered

As of measurement date June 30, 2018, the following current and former employees were covered by the benefit terms under the plan:

Inactive employees or beneficiaries currently receiving benefits	239
Inactive employees or beneficiaries entitled to but not yet receiving benefits	59
Active employees	289
	587

Contributions

The contribution requirements are established and amended by the City. The contribution is based on pay-as-you-go financing requirements. The City contributes between \$340 and \$1,375 per month toward medical insurance coverage for retired employees. For those retirees who are eligible for Medicare, the City contributes toward Medicare supplemental insurance coverage. Upon retirement, vested full-time employees may, at their own cost, convert group life insurance coverage to individual life insurance coverage. Post employment benefits for employees that separate for reasons other than retirement are limited to those required under the provisions of COBRA and require no contribution by the City.

For the measurement period July 1, 2017 to June 30, 2018, the City's contributions to the plan included \$985,000 to the irrevocable CERBT, an implied subsidy of \$266,000, and \$1,314,000 as the pay-as-you-go portion, resulting in total contributions of \$2,565,000. The contributions to the OPEB plan are generally made from the general fund.

CITY OF MONTEREY PARK
Notes to Basic Financial Statements
For the Year Ended June 30, 2019

11. OTHER POST EMPLOYMENT BENEFITS (CONTINUED)

B. Total OPEB Liability

For the measurement period ended June 30, 2018, the City's total OPEB liability was determined by rolling forward the June 30, 2017 total OPEB liability determined in the June 30, 2017 actuarial accounting valuation. A summary of the principal assumptions and methods used to determine the net OPEB liability is shown below.

Actuarial Assumptions

The total OPEB liability in the June 30, 2017 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Valuation Date	June 30, 2017
Measurement Date	June 30, 2018
Actuarial Cost Method	Entry-Age Normal Cost Method
Contribution Policy	Pre-funded through CERBT with Strategy 1 asset allocation.
Actuarial Assumptions:	
Discount Rate	6.5% at June 30, 2018 and 6.5% at June 30, 2017
General Inflation	2.75%
Cap Increase	All except Executive Management, CM and Elected Officials - 0% until end of current MOU, 5% every 3 years thereafter. Executive Management, CM and Elected Officials - 5% per year.
Long-Term Expected Rate of Return on Assets	6.75%
Medical Trend	Non-Medicare - 7.5% for 2019, decreasing to an ultimate rate of 4% in 2076 and later years Medicare - 6.5% for 2019, decreasing to an ultimate rate of 4% in 2076 and later years
Mortality, Retirement, Disability, Termination	CalPERS 1997-2011 experience study
Mortality Improvement	Mortality projected fully generational with Scale MP-16

CITY OF MONTEREY PARK
Notes to Basic Financial Statements
For the Year Ended June 30, 2019

11. OTHER POST EMPLOYMENT BENEFITS (CONTINUED)

B. Total OPEB Liability (Continued)

Actuarial Assumptions (Continued)

The long-term expected rate of return on OPEB plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of OPEB plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of the arithmetic real rates of return for each major asset class are summarized in the following table.

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
CERBT Strategy 1:		
Global Equity	57.00%	4.82%
Fixed Income	27.00%	1.47%
TIPS	5.00%	1.29%
Commodities	3.00%	0.84%
Real Estate Investment Trusts	8.00%	3.76%
Total	<u>100.00%</u>	

Discount Rate

The discount rate used to measure the total OPEB liability was 6.50%. The projection of cash flows used to determine the discount rate assumed that the City's contributions will be made at rates equal to the actuarially determined contribution rates. Based on those assumptions, the OPEB plan's fiduciary net position was projected to be available to make all projected OPEB payments for current active and inactive employees and beneficiaries. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

CITY OF MONTEREY PARK
Notes to Basic Financial Statements
For the Year Ended June 30, 2019

11. OTHER POST EMPLOYMENT BENEFITS (CONTINUED)

C. Changes in the Net OPEB Liability

The changes in the net OPEB liability are as follows:

	Increase (Decrease)		
	Total OPEB Liability	Plan Fiduciary Net Position	Net OPEB Liability (Asset)
Balance at June 30, 2017 (Measurement Date)	<u>\$ 35,291,000</u>	<u>\$ 5,193,000</u>	<u>\$ 30,098,000</u>
Changes in the Year:			
Service cost	985,000	-	985,000
Interest on the total OPEB liability	2,307,000	-	2,307,000
Contributions - employer	-	2,565,000	(2,565,000)
Net investment income	-	491,000	(491,000)
Benefit payments	(1,580,000)	(1,580,000)	-
Administrative expenses	-	(10,000)	10,000
Net Changes	<u>1,712,000</u>	<u>1,466,000</u>	<u>246,000</u>
Balance at June 30, 2018 (Measurement Date)	<u><u>\$ 37,003,000</u></u>	<u><u>\$ 6,659,000</u></u>	<u><u>\$ 30,344,000</u></u>

Change of Assumptions

There were no changes of assumptions.

Change of Benefit Terms

There were no changes of benefit terms.

Subsequent Events

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

Sensitivity of the Net OPEB Liability to Changes in the Discount Rate

The following presents the total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current discount rate:

	1% Decrease (5.50%)	Discount Rate (6.50%)	1% Increase (7.50%)
Net OPEB Liability	\$ 35,423,000	\$ 30,344,000	\$ 26,186,000

CITY OF MONTEREY PARK
Notes to Basic Financial Statements
For the Year Ended June 30, 2019

11. OTHER POST EMPLOYMENT BENEFITS (CONTINUED)

C. Changes in the Net OPEB Liability (Continued)

Sensitivity of the Total OPEB Liability to Changes in Medical Trend Rates

The following presents the total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using medical trend rates that are 1-percentage point lower:

	1% Decrease	Current Trend	1% Increase
Net OPEB Liability	\$ 28,457,000	\$ 30,344,000	\$ 32,491,000

OPEB Expense and Deferred Outflows/Inflows of Resources Related to OPEB

For the year ended June 30, 2019, the City recognized OPEB expense of \$2,827,000. At June 30, 2019, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
OPEB contributions subsequent to measurement date	\$ 2,695,000	\$ -
Differences between projected and actual earnings	-	199,200
Total	<u>\$ 2,695,000</u>	<u>\$ 199,200</u>

The differences between projected and actual earnings on plan investments is amortized over five years.

\$2,695,000 reported as deferred outflows of resources related to contributions subsequent to the measurement date will be recognized as a reduction of the total OPEB liability in the year ending June 30, 2020. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized as OPEB expense as follows:

Year Ending June 30,	Amount
2020	\$ (61,200)
2021	(61,200)
2022	(61,200)
2023	(15,600)
2024	-
Thereafter	-

Payable to the OPEB Plan

At June 30, 2019, the City had no outstanding amount of contributions to the OPEB plan required for the year ended June 30, 2019.

CITY OF MONTEREY PARK
Notes to Basic Financial Statements
For the Year Ended June 30, 2019

12. RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. These risks are handled as described below.

The City is partially self-insured for Workers' Compensation, General Liability and Automobile Liability. The City is fully self-insured for unemployment insurance claims (reimbursable account with Employment Development Department). The Workers' Compensation Internal Service Fund and the General Liability Internal Service Fund were established to account for the collection of premiums from various City departments related to the City's insurance and self-insurance programs.

The City retains the risk for the first \$500,000 of each Workers' Compensation claim and is a member of the Independent Cities Risk Management Authority for coverage up to \$5,000,000 per occurrence. Excess workers' compensation insurance has also been purchased up to statutory limits. The City retains the risk for the first \$300,000 of each General Liability and Auto Liability claim and is a member of the Independent Cities Risk Management Authority for coverage up to \$20 million per occurrence. The City also purchases commercial insurance for other risks of loss, including property loss, emergency vehicle physical damage and special events.

The Independent Cities Risk Management Authority (ICRMA) is comprised of 21 Southern California cities, and each member city has a representative on the governing board. The comprehensive general liability insurance includes monetary damages for personal liability, property damage and public officials' errors and omissions. Deposits made to the ICRMA are based on losses incurred by the insured, and rebates are possible if the losses are minimal.

On November 17, 2016, the ICRMA Board approved an assessment on the member cities to fund deficits in its Liability Program for the fiscal years ended 2004, and 2012 through 2015. The City's share of this assessment was determined to be \$1,635,143 and is due and payable in equal installments of \$163,514 over the next ten years. This insurance assessment liability is recorded in the General Liability Internal Service Fund. At June 30, 2019, the assessment liability balance was \$1,308,114.

There have been no significant changes in insurance coverage as compared to last year and the City has not experienced settlements in excess of insurance coverage during the past three fiscal years. Estimates for liabilities have been accrued in the Workers' Compensation and General Liability Internal Service Funds. These funds also include an estimate for incurred but not reported claims.

At June 30, 2018 total estimated claims payable were as follows:

General Liability	\$ 4,693,870
Workers' Compensation	10,957,573
Total	<u>\$ 15,651,443</u>

CITY OF MONTEREY PARK
Notes to Basic Financial Statements
For the Year Ended June 30, 2019

12. RISK MANAGEMENT (CONTINUED)

A reconciliation of changes in the aggregate liabilities for claims for the current fiscal year and the prior two years is as follows:

	<u>2019</u>	<u>2018</u>	<u>2017</u>
Claims Liabilities - Beginning Balance	\$ 13,281,946	\$ 10,264,077	\$ 9,364,303
Incurred claims, representing the total of a provision for events of the current fiscal year and any change in the provision for events of prior fiscal years	4,655,497	4,796,478	2,851,077
Payments on claims attributable to events of both the current fiscal year and prior fiscal years	<u>(2,286,000)</u>	<u>(1,778,609)</u>	<u>(1,951,303)</u>
Claims Liabilities - Ending Balance	<u>\$ 15,651,443</u>	<u>\$ 13,281,946</u>	<u>\$ 10,264,077</u>

The claims liabilities are reported in the Statement of Net Position in the Government-Wide Financial Statements and in the Statement of Revenues, Expenses and Changes in Net Position in the Proprietary Fund Statements in the Internal Service Funds.

13. OTHER REQUIRED DISCLOSURES

Deficit Net Position

Fund Financial Statements

At June 30, 2019, deficit net position was reported for the Workers' Compensation Internal Service Fund in the amount of \$(6,835,073). City management intends to eliminate the deficit net position of the Workers' Compensation Funds over time by increased charges to City departments, and making transfers from excess in other internal service funds. City management believes the present cash position of this fund is adequate to meet current needs.

At June 30, 2019, deficit net position was reported for the General Liability Internal Service Fund in the amount of \$(4,286,033). City management intends to eliminate the deficit net position of the General Liability Internal Service Fund over time by increased charges to City departments, and making transfers from excess in other internal service funds. City management believes the present cash position of this fund is adequate to meet current needs.

CITY OF MONTEREY PARK
Notes to Basic Financial Statements
For the Year Ended June 30, 2019

13. OTHER REQUIRED DISCLOSURES (CONTINUED)

Deficit Net Position (Continued)

Fund Financial Statements (Continued)

At June 30, 2019, deficit net position was reported for the Successor Agency Private-Purpose Trust Fund in the amount of \$(84,068,171). The deficit is expected to be eliminated with future payments from the Redevelopment Property Tax Trust Fund to the Successor Agency for its long-term debt.

Excess of Expenditures over Appropriations

Total expenditures exceeded budgeted appropriation in the following funds.

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
Major Fund:			
Retirement/Pension Liability Fund	\$ 10,841,676	\$ 11,015,637	\$ (173,961)
Nonmajor Special Revenue			
Governmental Funds:			
Maintenance District 93-1	\$ 1,018,567	\$ 1,031,649	\$ (13,082)
Public Safety Augmentation	\$ 750,000	\$ 752,004	\$ (2,004)

CITY OF MONTEREY PARK
Notes to Basic Financial Statements
For the Year Ended June 30, 2019

14. FUND BALANCE CLASSIFICATIONS

	Major Funds					
	Special Revenue Funds					
	General	Grants	Retirement/ Pension	Housing	Nonmajor Governmental	Totals
Nonspendable:						
Prepaid items	\$ 75,778	\$ -	\$ -	\$ -	\$ -	\$ 75,778
Advances to other funds	-	-	-	-	-	-
Total Nonspendable	75,778	-	-	-	-	75,778
Restricted:						
Housing	-	-	-	2,445,394	-	2,445,394
Grants:						
Highways and Streets	-	174,087	-	-	-	174,087
Public safety	-	733,373	-	-	-	733,373
Economic development	-	542,242	-	-	-	542,242
Retirement	-	-	7,965,508	-	-	7,965,508
OPA Proposition A	-	-	-	-	3,337,975	3,337,975
State Gas Tax	-	-	-	-	1,058,721	1,058,721
Proposition C	-	-	-	-	1,120,700	1,120,700
Air Quality Improvement	-	-	-	-	233,420	233,420
Asset Forfeiture	-	-	-	-	1,001,565	1,001,565
Business Improvement Area #1	-	-	-	-	143,275	143,275
Maintenance District 93-1	-	-	-	-	6	6
Measure R	-	-	-	-	2,042,348	2,042,348
Measure M	-	-	-	-	1,494,491	1,494,491
SBI-RMRA	-	-	-	-	1,667,446	1,667,446
Park Facilities	-	-	-	-	977,133	977,133
Public Safety Impact	-	-	-	-	871,371	871,371
Circulation Development Impact	-	-	-	-	279,298	279,298
Total Restricted	-	1,449,702	7,965,508	2,445,394	14,227,749	26,088,353
Committed:						
Catastrophic event	2,340,000	-	-	-	-	2,340,000
Working capital	3,000,000	-	-	-	-	3,000,000
Economic development	1,886,927	-	-	-	-	1,886,927
CERCLA Liability	-	-	-	-	417,741	417,741
Total Committed	7,226,927	-	-	-	417,741	7,644,668
Assigned:						
City capital improvements	20,147,039	-	-	-	-	20,147,039
Total Assigned	20,147,039	-	-	-	-	20,147,039
Unassigned:						
General Fund	5,105,667	-	-	-	-	5,105,667
Total Unassigned	5,105,667	-	-	-	-	5,105,667
Total Fund Balances	\$ 32,555,411	\$ 1,449,702	\$ 7,965,508	\$ 2,445,394	\$ 14,645,490	\$ 59,061,505

15. SUBSEQUENT EVENTS

Events occurring after June 30, 2019, have been evaluated for possible adjustments to the financial statements or disclosure as of November 22, 2019, which is the date these financial statements were available to be issued.

REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED)

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CITY OF MONTEREY PARK
Required Supplementary Information (Unaudited)
Schedule of Changes in Net Pension Liability and Related Ratios
June 30, 2019

Last Ten Fiscal Years¹

California Public Employees' Retirement System (CalPERS) - Miscellaneous Plan

Fiscal Year Ended	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015
Measurement period	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
Total pension liability					
Service cost	\$ 2,094,764	\$ 2,228,391	\$ 2,069,087	\$ 1,980,088	\$ 1,910,429
Interest	9,247,324	8,924,469	8,653,522	8,290,095	7,992,845
Changes of benefit terms	-	-	-	-	-
Changes of assumptions	(692,460)	7,347,650	-	(2,040,465)	-
Differences between expected and actual experience	(117,357)	(1,360,108)	(944,621)	(1,849,112)	-
Benefit payments, including refunds of employee contributions	(6,197,134)	(5,324,401)	(4,855,567)	(4,383,243)	(4,121,783)
Net change in total pension liability	4,335,137	11,816,001	4,922,421	1,997,363	5,781,491
Total pension liability - beginning	132,194,209	120,378,208	115,455,787	113,458,424	107,676,933
Total pension liability - ending (a)	\$136,529,346	\$132,194,209	\$120,378,208	\$115,455,787	\$113,458,424
Pension fiduciary net position					
Contributions - employer	\$ 4,603,513	\$ 3,511,958	\$ 3,019,357	\$ 2,466,015	\$ 2,203,100
Contributions - employee	866,540	907,755	917,401	940,132	838,784
Net plan to plan resource movement	(229)	-	-	-	-
Net investment income ²	7,707,169	9,429,350	385,286	1,789,792	12,387,447
Benefit payments, including refunds of employee contributions	(6,197,134)	(5,324,401)	(4,855,567)	(4,383,243)	(4,121,783)
Other miscellaneous income/(expense)	(271,552)	-	-	-	-
Net change in plan fiduciary net position	6,708,307	8,524,662	(533,523)	812,696	11,307,548
Plan fiduciary net position - beginning	91,765,550	83,240,888	83,774,411	82,961,715	71,654,167
Plan fiduciary net position - ending (b)	\$ 98,473,857	\$ 91,765,550	\$ 83,240,888	\$ 83,774,411	\$ 82,961,715
Plan net pension liability - ending (a) - (b)	\$ 38,055,489	\$ 40,428,659	\$ 37,137,320	\$ 31,681,376	\$ 30,496,709
Plan fiduciary net position as a percentage of the total pension liability	72.13%	69.42%	69.15%	72.56%	73.12%
Covered-employee payroll	\$ 11,745,064	\$ 11,093,630	\$ 11,429,792	\$ 11,412,611	\$ 10,708,680
Plan net pension liability as a percentage of covered-employee payroll	324.01%	364.43%	324.92%	277.60%	284.78%

¹ This schedule is intended to show information for ten years. Additional information will be displayed as it becomes available.

² Net of administrative expenses.

Notes to Schedule:

Benefit Changes: The figures above do not include any liability impact that may have resulted from plan changes which occurred after June 30, 2015. This applies for voluntary benefit changes as well as any offers of Two Years Additional Service Credit (a.k.a. Golden Handshakes).

Changes of Assumptions: For measurement period 2018, there were no significant changes. For the measurement period 2017, the discount rate was changed from 7.65 percent (net of administrative expense) to 7.15 percent. For the measurement period 2016, there were no changes. For the measurement period 2015, the discount rate was changed from 7.5 percent (net of administrative expense) to 7.65 percent (without a reduction for pension plan administrative expenses.) For measurement period 2014, amounts reported were based on the 7.5% discount rate.

CITY OF MONTEREY PARK
Required Supplementary Information (Unaudited)
Schedule of Changes in Net Pension Liability and Related Ratios, Continued
June 30, 2019

Last Ten Fiscal Years¹

California Public Employees' Retirement System (CalPERS) - Safety Plan

Fiscal Year Ended	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015
Measurement period	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
Total pension liability					
Service cost	\$ 3,527,711	\$ 3,386,209	\$ 2,947,888	\$ 2,923,036	\$ 3,003,645
Interest	14,480,120	13,751,245	13,417,480	12,911,065	12,482,279
Changes of benefit terms	-	-	-	-	-
Changes of assumptions	(449,040)	11,578,272	-	(3,224,562)	-
Differences between expected and actual experience	2,778,709	(2,485,932)	(950,812)	(1,936,767)	-
Benefit payments, including refunds of employee contributions	(9,665,441)	(9,022,216)	(8,465,095)	(8,086,742)	(7,798,383)
Net change in total pension liability	10,672,059	17,207,578	6,949,461	2,586,030	7,687,541
Total pension liability - beginning	203,258,351	186,050,773	179,101,312	176,515,282	168,827,741
Total pension liability - ending (a)	\$213,930,410	\$203,258,351	\$186,050,773	\$179,101,312	\$176,515,282
Pension fiduciary net position					
Contributions - employer	\$ 4,724,661	\$ 4,231,618	\$ 3,647,109	\$ 3,220,567	\$ 2,924,318
Contributions - employee	1,224,504	1,181,754	1,075,386	1,046,298	1,022,948
Net plan to plan resource movement	(361)	-	-	-	-
Net investment income ²	12,034,298	15,034,493	609,810	2,899,581	21,032,695
Benefit payments, including refunds of employee contributions	(9,665,441)	(9,022,216)	(8,465,095)	(8,086,742)	(7,798,383)
Other miscellaneous income/(expense)	(434,958)	-	-	-	-
Net change in plan fiduciary net position	7,882,703	11,425,649	(3,132,790)	(920,296)	17,181,578
Plan fiduciary net position - beginning	146,985,250	135,559,601	138,692,391	139,612,687	122,431,109
Plan fiduciary net position - ending (b)	\$154,867,953	\$146,985,250	\$135,559,601	\$138,692,391	\$139,612,687
Plan net pension liability - ending (a) - (b)	\$ 59,062,457	\$ 56,273,101	\$ 50,491,172	\$ 40,408,921	\$ 36,902,595
Plan fiduciary net position as a percentage of the total pension liability	72.39%	72.31%	72.86%	77.44%	79.09%
Covered-employee payroll	\$ 11,847,348	\$ 12,149,124	\$ 11,565,157	\$ 11,541,643	\$ 11,410,291
Net pension liability as a percentage of covered-employee payroll	498.53%	463.19%	436.58%	350.11%	323.42%

¹ This schedule is intended to show information for ten years. Additional information will be displayed as it becomes available.

² Net of administrative expenses.

Notes to Schedule:

Benefit Changes: The figures above do not include any liability impact that may have resulted from plan changes which occurred after June 30, 2015. This applies for voluntary benefit changes as well as any offers of Two Years Additional Service Credit (a.k.a. Golden Handshakes).

Changes of Assumptions: For measurement period 2018, there were no significant changes. For the measurement period 2017, the discount rate was changed from 7.65 percent (net of administrative expense) to 7.15 percent. For the measurement period 2016, there were no changes. For the measurement period 2015, the discount rate was changed from 7.5 percent (net of administrative expense) to 7.65 percent (without a reduction for pension plan administrative expenses.) For measurement period 2014, amounts reported were based on the 7.5% discount rate.

CITY OF MONTEREY PARK
Required Supplementary Information (Unaudited)
Schedule of Changes in Net Pension Liability and Related Ratios, Continued
June 30, 2019

Last Ten Fiscal Years¹

Massachusetts Mutual Retirement Plan (MMRP)

Fiscal year ended/Measurement period ended	<u>June 30, 2019</u>	<u>June 30, 2018</u>	<u>June 30, 2017</u>	<u>June 30, 2016</u>	<u>June 30, 2015</u>
Total pension liability					
Service cost	\$ -	\$ -	\$ -	\$ -	\$ -
Interest	263,000	269,000	287,000	305,004	321,000
Changes of benefit terms	-	-	-	-	-
Differences between expected and actual experience	-	170,000	-	-	(53,000)
Changes of assumptions	-	377,000	-	-	76,000
Benefit payments, including refunds of employee contributions	(641,000)	(659,004)	(666,000)	(691,000)	(702,000)
Net change in total pension liability	(378,000)	156,996	(379,000)	(385,996)	(358,000)
Total pension liability - beginning	6,153,000	5,996,004	6,375,004	6,761,000	7,119,000
Total pension liability - ending (a)	\$ 5,775,000	\$ 6,153,000	\$ 5,996,004	\$ 6,375,004	\$ 6,761,000
Pension fiduciary net position					
Contributions - employer	\$ 1,000,000	\$ 950,000	\$ 950,000	\$ 950,000	\$ 950,000
Contributions - employee	-	-	-	-	-
Net investment income	269,000	(98,000)	53,000	(12,000)	57,000
Benefit payments, including refunds of employee contributions	(641,000)	(659,000)	(666,000)	(691,000)	(702,000)
Administrative expense	(16,000)	(18,000)	(15,000)	(14,000)	(16,000)
Other	-	-	-	-	-
Net change in plan fiduciary net position	612,000	175,000	322,000	233,000	289,000
Plan fiduciary net position - beginning	3,244,000	3,069,000	2,747,000	2,514,000	2,225,000
Plan fiduciary net position - ending (b)	\$ 3,856,000	\$ 3,244,000	\$ 3,069,000	\$ 2,747,000	\$ 2,514,000
Plan's net pension liability - ending (a) - (b)	\$ 1,919,000	\$ 2,909,000	\$ 2,927,004	\$ 3,628,004	\$ 4,247,000
Plan fiduciary net position as a percentage of the total pension liability	66.77%	52.72%	51.18%	43.09%	37.18%
Covered-employee payroll	\$ -	\$ -	\$ -	\$ -	\$ -
Plan's net pension liability as a percentage of covered-employee payroll	n/a	n/a	n/a	n/a	n/a

¹ This schedule is intended to show information for ten years. Additional information will be displayed as it becomes available.

Notes to Schedule:

Benefit Changes: None.

Changes of Assumptions: For 2019, there were none. For 2018, the discount rate is changed from 4.75% to 4.5%, inflation from 3% to 2.75%, and mortality is based on CalPERS 1997-2015 experience study. For 2017 and 2016, there were none. For 2015, the discount rate was 4.75%; inflation 3% and mortality was per CalPERS 1997-2011 experience study.

CITY OF MONTEREY PARK
Required Supplementary Information (Unaudited)
Schedule of Contributions
June 30, 2019

Last Ten Fiscal Years¹

California Public Employees' Retirement System (CalPERS) - Miscellaneous Plan

Fiscal year ended	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015
Contractually required contribution (actuarially determined)	\$ 4,363,256	\$ 3,272,991	\$ 3,125,350	\$ 2,764,898	\$ 2,466,015
Contributions in relation to the actuarially determined contributions	<u>(4,363,256)</u>	<u>(4,555,991)</u>	<u>(3,395,350)</u>	<u>(3,004,898)</u>	<u>(2,466,015)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ (1,283,000)</u>	<u>\$ (270,000)</u>	<u>\$ (240,000)</u>	<u>\$ -</u>
Covered - employee payroll	\$ 11,235,594	\$ 11,745,064	\$ 11,093,630	\$ 11,429,792	\$ 11,412,611
Contributions as a percentage of covered-employee payroll	38.83%	38.79%	30.61%	26.29%	21.61%

Notes to Schedule:

Valuation Date	6/30/2016	6/30/2015	6/30/2014	6/30/2013	6/30/2012
Methods and Assumptions Used to Determine Contribution Rates:					
Actuarial cost method	Entry Age	Entry Age	Entry Age	Entry Age	Entry Age
Amortization method	(1)	(1)	(1)	(1)	(1)
	Market Value	Market Value	Market Value	Market Value	15 Year Smoothed Market
Asset valuation method					
Inflation	2.75%	2.75%	2.75%	2.75%	2.75%
Salary increases	(2)	(2)	(2)	(2)	(2)
Investment rate of return	7.375% (3)	7.50% (3)	7.50% (3)	7.50% (3)	7.50% (3)
Retirement age	(4)	(4)	(4)	(4)	(4)
Mortality	(5)	(5)	(5)	(5)	(5)

- (1) Level percentage of payroll, closed
- (2) Depending on age, service, and type of employment
- (3) Net of pension plan investment expense, including inflation
- (4) 50 for all plans with the exception of 52 for Miscellaneous PEPPRA 2% @ 62
- (5) Mortality assumptions are based on mortality rates resulting from the most recent CalPERS Experience Study adopted by the CalPERS Board.

¹ Fiscal year 2015 was the 1st year of implementation, therefore only four years are shown.

CITY OF MONTEREY PARK
Required Supplementary Information (Unaudited)
Schedule of Contributions, Continued
June 30, 2019

Last Ten Fiscal Years¹

California Public Employees' Retirement System (CalPERS) - Safety Plan

	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015
Actuarially determined contribution	\$ 5,486,870	\$ 4,641,176	\$ 4,079,592	\$ 3,644,930	\$ 3,220,567
Contributions in relation to the actuarially determined contributions	(5,486,870)	(4,641,176)	(4,079,592)	(3,644,930)	(3,220,567)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -
Covered - employee payroll	\$ 12,387,062	\$ 11,847,348	\$ 12,149,124	\$ 11,565,157	\$ 11,541,643
Contributions as a percentage of covered - employee payroll	44.30%	39.17%	33.58%	31.52%	27.90%

Notes to Schedule:

Valuation Date	6/30/2016	6/30/2015	6/30/2014	6/30/2013	6/30/2012
Methods and Assumptions Used to Determine Contribution Rates:					
Actuarial cost method	Entry Age	Entry Age	Entry Age	Entry Age	Entry Age
Amortization method	(1)	(1)	(1)	(1)	(1)
	Market Value	Market Value	Market Value	Market Value	15 Year Smoothed Market
Asset valuation method					
Inflation	2.75%	2.75%	2.75%	2.75%	2.75%
Salary increases	(2)	(2)	(2)	(2)	(2)
Investment rate of return	7.375% (3)	7.50% (3)	7.50% (3)	7.50% (3)	7.50% (3)
Retirement age	(4)	(4)	(4)	(4)	(4)
Mortality	(5)	(5)	(5)	(5)	(5)

- (1) Level percentage of payroll, closed
- (2) Depending on age, service, and type of employment
- (3) Net of pension plan investment expense, including inflation
- (4) 50 for all plans with the exception of 52 for Miscellaneous PEPRA 2% @ 62
- (5) Mortality assumptions are based on mortality rates resulting from the most recent CalPERS Experience Study adopted by the CalPERS Board.

¹ Fiscal year 2015 was the 1st year of implementation, therefore only four years are shown.

CITY OF MONTEREY PARK
Required Supplementary Information (Unaudited)
Schedule of Contributions, Continued
June 30, 2019

Last Ten Fiscal Years¹

Massachusetts Mutual Retirement Plan (MMRP)

	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015
Actuarially determined contribution	\$ 994,000	\$ 961,000	\$ 961,000	\$ 950,000	\$ 950,000
Contributions in relation to the actuarially determined contribution	(1,000,000)	(950,000)	(950,000)	(950,000)	(950,000)
Contribution deficiency (excess)	\$ (6,000)	\$ 11,000	\$ 11,000	\$ -	\$ -
Covered-employee payroll	\$ -	\$ -	\$ -	\$ -	\$ -
Contributions as a percentage of covered-employee payroll	n/a	n/a	n/a	n/a	n/a

Notes to Schedule:

Valuation Date	6/30/2017	6/30/2017	6/30/2015	6/30/2015	6/30/2015
<u>Methods and assumptions used to determine contribution rates:</u>					
Actuarial cost method	Entry Age	Entry Age	Entry Age	Entry Age	Entry Age
Amortization method	Level Dollar	Level Dollar	Level Dollar	Level Dollar	Level Dollar
Remaining amortization period	(1)	(1)	(1)		
Asset valuation method	(2)	(2)	(2)	(2)	(2)
Non investment expenses	(3)	(3)	(3)	(3)	(3)
Discount rate	4.50%	4.50%	4.75%	4.75%	4.75%
General inflation	2.75%	2.75%	3.00%	3.00%	3.00%
Cost of Living Adjustment	2.00%	2.00%	2.00%	2.00%	2.00%
Mortality	(4)	(4)	(4)	(4)	(4)

(1) 2.8 years (closed) fresh start of 06/30/18 UAAL for 2018/19 ADC and 4.1 years (closed) fresh start of June 30, 2016 UAAL for FY 2016-17 ADC.

(2) Market value investment gains and losses spreading over 5-year rolling period. No less than 80% nor more than 120% of market value.

(3) Assumed to average \$25,000 per year

(4) Mortality assumptions are based on mortality rates resulting from the most recent CalPERS Experience Study adopted by the CalPERS Board.

¹ This schedule is intended to show information for ten years. Additional information will be displayed as it becomes available.

CITY OF MONTEREY PARK
Required Supplementary Information (Unaudited)
Schedule of Changes in Net OPEB Liability and Related Ratios
June 30, 2019

Last Ten Fiscal Years¹

Fiscal year ended	June 30, 2019	June 30, 2018
Measurement period	June 30, 2018	June 30, 2017
Total OPEB liability		
Service cost	\$ 985,000	\$ 956,000
Interest	2,307,000	2,204,000
Changes of benefit terms	-	-
Differences between expected and actual experience	-	-
Changes of assumptions	-	-
Benefit payments, including refunds of employee contributions	(1,580,000)	(1,653,000)
Net change in total pension liability	1,712,000	1,507,000
Total pension liability - beginning	35,291,000	33,784,000
Total pension liability - ending (a)	\$ 37,003,000	\$ 35,291,000
Pension fiduciary net position		
Contributions - employer	\$ 2,565,000	\$ 2,703,000
Net investment income	491,000	475,000
Benefit payments, including refunds of employee contributions	(1,580,000)	(1,653,000)
Administrative expense	(10,000)	(2,000)
Other	-	-
Net change in plan fiduciary net position	1,466,000	1,523,000
Plan fiduciary net position - beginning	5,193,000	3,670,000
Plan fiduciary net position - ending (b)	\$ 6,659,000	\$ 5,193,000
Plan's net pension liability - ending (a) - (b)	\$ 30,344,000	\$ 30,098,000
Plan fiduciary net position as a percentage of the total pension liability	18.00%	14.71%
Covered-employee payroll	\$ 28,530,000	\$ 27,659,000
Plan's net pension liability as a percentage of covered-employee payroll	106.36%	108.82%

¹ This schedule is intended to show information for ten years. Additional information will be displayed as it becomes available.

Notes to Schedule:

Benefit Changes: None

Changes of Assumptions: None

CITY OF MONTEREY PARK
Required Supplementary Information (Unaudited)
Schedule of Contributions
June 30, 2019

Last Ten Fiscal Years¹

Other Post Employment Benefit Plan

	<u>June 30, 2019</u>	<u>June 30, 2018</u>
Actuarially determined contribution	\$ 2,925,000	\$ 2,855,000
Contributions in relation to the actuarially determined contribution	<u>(2,695,000)</u>	<u>(2,565,000)</u>
Contribution deficiency (excess)	<u>\$ 230,000</u>	<u>\$ 290,000</u>
Covered-employee payroll	<u>\$ 29,952,000</u>	<u>\$ 28,530,000</u>
Contributions as a percentage of covered-employee payroll	<u>9.00%</u>	<u>8.99%</u>

Notes to Schedule:

Valuation date:	June 30, 2017	June 30, 2017
<u>Methods and assumptions used to determine contribution rates:</u>		
Actuarial cost method	Entry Age	Entry Age
Amortization method	(1)	(1)
Asset valuation method	(2)	(2)
Discount rate	6.50%	6.50%
Inflation	2.75%	2.75%
Medical Trend (3)		
Non-Medicare	7.5% to 4.0%	7.5% to 4.0%
Medicare	6.5% to 4.0%	6.5% to 4.0%
Mortality	(4)	(4)

(1) Level percentage of pay; 25-year amortization period

(2) Investment gains and losses spread over 5-year rolling period

(3) Rate decreasing to an ultimate rate in 2076 and later years.

(4) CalPERS 1997-2011 experience study. Mortality projected fully generational with Scale MP-16.

¹ This schedule is intended to show information for ten years. Additional information will be displayed as it becomes available.

CITY OF MONTEREY PARK
Required Supplementary Information (Unaudited)
General Fund
Budgetary Comparison Schedule
For the Year Ended June 30, 2019

	General Fund			
	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ 30,708,900	\$ 30,708,900	\$ 31,027,763	\$ 318,863
Licenses and permits	2,601,900	2,601,900	3,038,847	436,947
Charges for services	6,014,916	6,014,916	6,191,400	176,484
Revenues from use of money and property	1,346,919	1,346,919	2,361,295	1,014,376
Fines and forfeitures	700,000	700,000	716,218	16,218
Other revenue	1,175,400	1,175,400	1,734,988	559,588
Total Revenues	<u>42,548,035</u>	<u>42,548,035</u>	<u>45,070,511</u>	<u>2,522,476</u>
Expenditures:				
Current:				
General government	5,439,511	5,226,440	4,563,000	663,440
Public safety	24,917,128	24,934,011	26,323,003	(1,388,992)
Community development	2,054,230	2,061,170	1,673,367	387,803
Culture and recreation	6,058,895	6,070,401	5,824,106	246,295
Highways and streets	822,703	909,877	847,797	62,080
Capital outlay	3,678,534	4,535,846	538,807	3,997,039
Debt service:				
Principal retirement	66,225	66,225	66,223	2
Interest and fiscal charges	40,319	40,319	40,317	2
Total Expenditures	<u>43,077,545</u>	<u>43,844,289</u>	<u>39,876,620</u>	<u>3,967,669</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(529,510)</u>	<u>(1,296,254)</u>	<u>5,193,891</u>	<u>6,490,145</u>
Other Financing Sources (Uses):				
Transfers in	-	-	-	-
Transfers out	<u>(2,600,000)</u>	<u>(2,600,000)</u>	<u>(2,600,000)</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>(2,600,000)</u>	<u>(2,600,000)</u>	<u>(2,600,000)</u>	<u>-</u>
Extraordinary Item	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ (3,129,510)</u>	<u>\$ (3,896,254)</u>	<u>2,593,891</u>	<u>\$ 6,490,145</u>
Fund Balance, Beginning of Year			<u>29,961,520</u>	
Fund Balance, End of Year			<u>\$ 32,555,411</u>	

CITY OF MONTEREY PARK
Required Supplementary Information (Unaudited)
Special Revenue Grants Fund
Budgetary Comparison Schedule
For the Year Ended June 30, 2019

	Special Revenue Grants Fund			
	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues:				
Intergovernmental revenues	\$ 2,159,023	3,730,201	\$ 4,247,826	\$ 517,625
Revenues from use of money and property	-	-	73,151	73,151
Total Revenues	2,159,023	3,730,201	4,320,977	590,776
Expenditures:				
Current:				
General government	1,000	1,000	7,536	(6,536)
Public safety	255,057	748,978	493,356	255,622
Community development	747,927	758,947	407,007	351,940
Culture and recreation	174,035	166,058	190,620	(24,562)
Highways and streets	32,240	77,240	20,372	56,868
Capital outlay	-	1,567,341	1,833,140	(265,799)
Debt service:				
Principal retirement	536,000	572,930	536,000	36,930
Interest and fiscal charges	45,941	64,881	45,939	18,942
Total Expenditures	1,792,200	3,957,375	3,533,970	423,405
Excess (Deficiency) of Revenues Over Expenditures	366,823	(227,174)	787,007	1,014,181
Other Financing Uses:				
Transfers out	-	-	(376,264)	(376,264)
Total Other Financing Uses	-	-	(376,264)	(376,264)
Net Change in Fund Balance	\$ 366,823	\$ (227,174)	410,743	\$ 637,917
Fund Balance, Beginning of Year, as Restated			1,038,959	
Fund Balance, End of Year			\$ 1,449,702	

CITY OF MONTEREY PARK
Required Supplementary Information (Unaudited)
Special Revenue Retirement/Pension Liability Fund
Budgetary Comparison Schedule
For the Year Ended June 30, 2019

	Special Revenue Retirement/Pension Liability			
	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget -
Revenues:				
Taxes	\$ 6,831,000	6,827,139	\$ 7,366,720	\$ 539,581
Revenues from use of money and property	-	3,861	15,516	11,655
Total Revenues	6,831,000	6,831,000	7,382,236	551,236
Expenditures:				
Current:				
General government	1,480,920	1,532,031	1,564,973	(32,942)
Public safety	6,591,940	6,648,525	6,872,122	(223,597)
Community development	387,399	422,080	397,627	24,453
Culture and recreation	782,559	864,662	833,395	31,267
Highways and streets	120,931	144,558	117,700	26,858
Debt service:				
Principal retirement	440,000	440,000	440,000	-
Interest and fiscal charges	789,820	789,820	789,820	-
Total Expenditures	10,593,569	10,841,676	11,015,637	(173,961)
Excess (Deficiency) of				
Revenues Over Expenditures	(3,762,569)	(4,010,676)	(3,633,401)	377,275
Other Financing Sources:				
Transfers in	2,600,000	2,600,000	2,600,000	-
Total Other Financing Sources	2,600,000	2,600,000	2,600,000	-
Net Change in Fund Balance	\$ (1,162,569)	\$ (1,410,676)	(1,033,401)	\$ 377,275
Fund Balance, Beginning of Year			8,998,909	
Fund Balance, End of Year			\$ 7,965,508	

CITY OF MONTEREY PARK
Required Supplementary Information (Unaudited)
Special Revenue Housing Fund
Budgetary Comparison Schedule
For the Year Ended June 30, 2019

	Special Revenue Housing			
	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
Revenues:				
Other revenue	\$ 82,671	\$ 82,671	\$ 6,058	\$ (76,613)
Total Revenues	82,671	82,671	6,058	(76,613)
Expenditures:				
Current:				
Community development	60,000	60,000	-	60,000
Total Expenditures	60,000	60,000	-	60,000
Excess (Deficiency) of Revenues Over Expenditures	22,671	22,671	6,058	(16,613)
Other Financing Sources (Uses):				
Transfers in	-	5,358	-	(5,358)
Total Other Financing Sources (Uses)	-	5,358	-	(5,358)
Net Change in Fund Balance	\$ 22,671	\$ 28,029	6,058	\$ (21,971)
Fund Balance, Beginning of Year			2,439,336	
Fund Balance, End of Year			\$ 2,445,394	

CITY OF MONTEREY PARK
Notes to the Required Supplementary Information (Unaudited)
June 30, 2019

Budgetary Control and Accounting

The City adheres to the following general procedure in establishing the budgetary data reflected in the financial statements:

The annual budget adopted by the City Council serves as a guideline for the operations of the City. It includes proposed expenditures and estimated revenues and is legally adopted for the General and Special Revenue Fund Types. Budgeted expenditures are controlled at the fund level. Council approval is required for an increase or decrease in total appropriations.

Appropriated amounts are as originally adopted or as adjusted by the City Council throughout the year. During 2018-2019, the City Council approved a \$766,744 additional General Fund budgetary appropriation , related to various Council-approved projects, including \$350,000 for General Plan Update, \$100,618 for district voting, census outreach and curb painting, and \$316,126 for traffic and street improvements; a \$2,165,175 increase in the Special Revenue Grants Fund related to various grants received; and a \$248,107 increase in the Retirement/Pension Liability Fund related to adjustments for safety units.

Budgets for the General and Special Revenue Fund Types are adopted on a basis consistent with the generally accepted accounting principles. The modified-accrual basis of accounting is employed in the preparation of the budget for these fund types.

The budget is formally integrated into the accounting system and employed as management control device during the year for all governmental funds. At fiscal year-end, unexpended and unencumbered budget appropriations lapse. Encumbrances outstanding at year-end are carried into the following year for continuing appropriation.

Under Article XIII-B of the California Constitution (The Gann Spending Limitation Initiative), the City is restricted as to the amount of annual appropriations, and if certain proceeds of taxes exceed allowed appropriations, the excess must either be refunded to the State Controller or refunded to the taxpayers through revised tax rate or revised fee schedules. For the fiscal year ended June 30, 2019, based on calculations by City Management, proceeds of taxes did not exceed the appropriations limit.

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SUPPLEMENTARY INFORMATION

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NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special Revenue Funds account for the proceeds of specific revenue sources that are restricted by law or administrative regulation for specified purposes. Special Revenue Funds include the following:

Proposition A Fund - used to account for the City's share of an additional one-half percent sales tax which was approved by the electorate in November 1980 and is collected by the County of Los Angeles to finance transportation projects such as the Monterey Park Spirit Buses and the Dial-A-Ride program.

Gas Tax Fund - used to account for expenditures financed by money apportioned under the Streets and Highways Code of the State of California.

Bike Route Fund - used to account for expenditures financed by State Transportation Development Act Article 3 funds for bike route and pedestrian facilities improvements.

Proposition C Fund - used to account for the City's share of an additional one-half percent sales tax which was approved by the electorate in November 1990 and is collected by the County of Los Angeles to finance transit projects within the City.

Air Quality Improvement Fund - used to account for the City's share of additional motor vehicle registration fees imposed by the South Coast Air Quality Management District to finance the implementation of mobile source emission reduction programs and the provisions of the California Clean Air Act.

Asset Forfeiture Fund - used to account for revenues derived from monies and property seized by the Police Department in drug related incidence. These funds may only be expended on activities used to enhance drug enforcement activities.

Parks/Library/Public Facilities DIF Fund - used to account for the acquisition and development of parks, library facilities space and collections, that are financed by developer fees, established pursuant to Monterey Park Municipal Code Section 66006.

Business Improvement Area #1 Fund - used to account for receipts and expenditures relating to the promotion of business activities in the downtown area of the City.

Maintenance District 93-1 Fund - used to account for receipts and expenditures relating to the citywide benefit assessment district for street lighting and median maintenance.

Law Enforcement/Fire/Medic DIF Fund - used to account for fees collected on new commercial and residential development. These funds will be used exclusively to finance public safety service expansion.

Public Safety Augmentation Fund - used to account for the City's share of the one-half percent sales tax which was approved by the electorate in November of 1993 (Proposition 172). The proceeds are earmarked exclusively for public safety purposes.

Measure R Fund - used to account for the City's share of ½-cent sales tax which was approved by Los Angeles County voters in November 2008 to pay for transportation needs. The proceeds are used exclusively for streets and roads, traffic control, public transit, and bicycle and pedestrian improvements.

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NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS, Continued

Circulation DIF Fund - used to account for fees collected on new commercial and residential development. These funds will be used exclusively to improve street lanes, intersections, and traffic management.

CERCLA Liability Fund - used to account for fees collected from the City's permitted haulers for each ton of waste that they dispose. The funds are to be only used to cover future environmental liability costs resulting from incidents falling under the Comprehensive Environmental Response Cleanup and Liability Act (CERCLA).

SBI - RMRA Fund - used to account for the City's 12-cent per gallon gas tax began on November 2017 and new vehicle registration taxes began January 2018. The funds are to address basic road maintenance, rehabilitation and critical safety needs on the local street and road system.

Measure M Fund - used to account for the City's share of an additional half-cent sales tax that became effective on July 1, 2017. The funds are allocated to jurisdictions on a per capita basis. The funds are to improve transportation and ease traffic congestion.

CITY OF MONTEREY PARK
Combining Balance Sheet - Nonmajor Governmental Funds
June 30, 2019

	Special Revenue Funds				
	Proposition A	Gas Tax	Bike Route	Proposition C	Air Quality Improvement
<u>Assets</u>					
Cash and investments	\$ 3,277,343	\$ 1,153,061	\$ -	\$ 1,251,828	\$ 240,371
Accounts receivable	106,430	-	8,557	-	-
Interest receivable	12,838	4,481	-	4,434	920
Total Assets	<u>\$ 3,396,611</u>	<u>\$ 1,157,542</u>	<u>\$ 8,557</u>	<u>\$ 1,256,262</u>	<u>\$ 241,291</u>
<u>Liabilities and Fund Balances</u>					
Liabilities:					
Accounts payable	\$ 46,126	\$ 83,912	\$ -	\$ 133,831	\$ 7,871
Accrued payroll	12,510	14,909	-	1,731	-
Deposits and advances	-	-	-	-	-
Due to other funds	-	-	8,557	-	-
Total Liabilities	<u>58,636</u>	<u>98,821</u>	<u>8,557</u>	<u>135,562</u>	<u>7,871</u>
Fund Balances (Deficits):					
Restricted	3,337,975	1,058,721	-	1,120,700	233,420
Committed	-	-	-	-	-
Unassigned	-	-	-	-	-
Total Fund Balances (Deficits)	<u>3,337,975</u>	<u>1,058,721</u>	<u>-</u>	<u>1,120,700</u>	<u>233,420</u>
Total Liabilities and Fund Balances	<u>\$ 3,396,611</u>	<u>\$ 1,157,542</u>	<u>\$ 8,557</u>	<u>\$ 1,256,262</u>	<u>\$ 241,291</u>

CITY OF MONTEREY PARK
Combining Balance Sheet - Nonmajor Governmental Funds, Continued
June 30, 2019

	Special Revenue Funds				
	Asset Forfeiture	Parks/Library/ Facilities DIF	Business Improvement Area #1	Maintenance District 93-1	Law Enforcement/ Fire/Medic DIF
<u>Assets</u>					
Cash and investments	\$ 1,009,183	\$ 974,774	\$ 155,396	\$ 309,931	\$ 863,938
Accounts receivable	-	-	-	11,042	-
Interest receivable	3,957	2,359	592	-	7,433
Total Assets	<u>\$ 1,013,140</u>	<u>\$ 977,133</u>	<u>\$ 155,988</u>	<u>\$ 320,973</u>	<u>\$ 871,371</u>
<u>Liabilities and Fund Balances</u>					
Liabilities:					
Accounts payable	\$ 10,777	\$ -	\$ 12,713	\$ 314,945	\$ -
Accrued payroll	798	-	-	6,022	-
Deposits and advances	-	-	-	-	-
Due to other funds	-	-	-	-	-
Total Liabilities	<u>11,575</u>	<u>-</u>	<u>12,713</u>	<u>320,967</u>	<u>-</u>
Fund Balances (Deficits):					
Restricted	1,001,565	977,133	143,275	6	871,371
Committed	-	-	-	-	-
Unassigned	-	-	-	-	-
Total Fund Balances (Deficits)	<u>1,001,565</u>	<u>977,133</u>	<u>143,275</u>	<u>6</u>	<u>871,371</u>
Total Liabilities and Fund Balances	<u>\$ 1,013,140</u>	<u>\$ 977,133</u>	<u>\$ 155,988</u>	<u>\$ 320,973</u>	<u>\$ 871,371</u>

(Continued)

CITY OF MONTEREY PARK
Combining Balance Sheet - Nonmajor Governmental Funds, Continued
June 30, 2019

	Special Revenue Funds				
	Public Safety Augmentation	Measure R	Circulation DIF	CERCLA Liability	SB1 - RMRA
<u>Assets</u>					
Cash and investments	\$ -	\$ 2,060,824	\$ 278,983	\$ 415,043	\$ 1,457,962
Accounts receivable	130,234	-	-	1,050	203,701
Interest receivable	-	8,080	315	1,648	5,783
Total Assets	<u>\$ 130,234</u>	<u>\$ 2,068,904</u>	<u>\$ 279,298</u>	<u>\$ 417,741</u>	<u>\$ 1,667,446</u>
<u>Liabilities and Fund Balances</u>					
Liabilities:					
Accounts payable	\$ -	\$ 24,138	\$ -	\$ -	\$ -
Accrued payroll	-	2,193	-	-	-
Deposits and advances	-	225	-	-	-
Due to other funds	130,234	-	-	-	-
Total Liabilities	<u>130,234</u>	<u>26,556</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances (Deficits):					
Restricted	-	2,042,348	279,298	-	1,667,446
Committed	-	-	-	417,741	-
Unassigned	-	-	-	-	-
Total Fund Balances (Deficits)	<u>-</u>	<u>2,042,348</u>	<u>279,298</u>	<u>417,741</u>	<u>1,667,446</u>
Total Liabilities and Fund Balances	<u>\$ 130,234</u>	<u>\$ 2,068,904</u>	<u>\$ 279,298</u>	<u>\$ 417,741</u>	<u>\$ 1,667,446</u>

(Continued)

CITY OF MONTEREY PARK
Combining Balance Sheet - Nonmajor Governmental Funds, Continued
June 30, 2019

	Special Revenue Funds		Total Nonmajor Governmental Funds
	Measure M		
<u>Assets</u>			
Cash and investments	\$ 1,490,486	\$	14,939,123
Accounts receivable	-		461,014
Interest receivable	5,908		58,748
Total Assets	<u>\$ 1,496,394</u>	<u>\$</u>	<u>15,458,885</u>
<u>Liabilities and Fund Balances</u>			
Liabilities:			
Accounts payable	\$ 1,903	\$	636,216
Accrued payroll	-		38,163
Deposits and advances	-		225
Due to other funds	-		138,791
Total Liabilities	<u>1,903</u>		<u>813,395</u>
Fund Balances (Deficits):			
Restricted	1,494,491		14,227,749
Committed	-		417,741
Unassigned	-		-
Total Fund Balances (Deficits)	<u>1,494,491</u>		<u>14,645,490</u>
Total Liabilities and Fund Balances	<u>\$ 1,496,394</u>	<u>\$</u>	<u>15,458,885</u>

CITY OF MONTEREY PARK
Combining Statement of Revenues, Expenditures and
Changes in Fund Balances - Nonmajor Governmental Funds
For the Year Ended June 30, 2019

	Special Revenue Funds				
	Proposition A	Gas Tax	Bike Route	Proposition C	Air Quality Improvement
Revenues:					
Taxes	\$ 1,342,075	\$ 1,196,187	\$ 8,557	\$ 1,025,898	\$ 80,082
Charges for services	66,354	-	-	-	-
Revenues from use of money and property	62,966	21,973	618	19,851	4,534
Fines and forfeitures	-	-	-	-	-
Total Revenues	1,471,395	1,218,160	9,175	1,045,749	84,616
Expenditures:					
Current:					
General government	-	-	-	1,079	-
Public safety	5,075	10,257	-	-	-
Community development	-	-	-	-	-
Culture and recreation	10,683	-	-	-	-
Highways and streets	1,200,063	1,562,814	-	803,349	15,704
Health	-	-	-	-	-
Capital outlay	151,394	-	80,175	15,756	71,172
Debt service:					
Principal retirement	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-
Total Expenditures	1,367,215	1,573,071	80,175	820,184	86,876
Excess (Deficiency) of Revenues Over Expenditures	104,180	(354,911)	(71,000)	225,565	(2,260)
Other Financing Sources (Uses):					
Transfers in	27,000	-	-	-	-
Transfers out	0	-	-	(27,000)	-
Total Other Financing Sources (Uses)	27,000	-	-	(27,000)	-
Net Changes in Fund Balances	131,180	(354,911)	(71,000)	198,565	(2,260)
Fund Balances (Deficits), Beginning of Year	3,206,795	1,413,632	71,000	922,135	235,680
Fund Balances (Deficits), End of Year	\$ 3,337,975	\$ 1,058,721	\$ -	\$ 1,120,700	\$ 233,420

CITY OF MONTEREY PARK
Combining Statement of Revenues, Expenditures and
Changes in Fund Balances - Nonmajor Governmental Funds, Continued
For the Year Ended June 30, 2019

	Special Revenue Funds				
	Asset Forfeiture	Parks/Library/ Facilities DIF	Business Improvement Area #1	Maintenance District 93-1	Law Enforcement/ Fire/Medic DIF
Revenues:					
Taxes	\$ -	\$ -	\$ 73,084	\$ 996,506	\$ -
Charges for services	-	587,899	-	-	315,999
Revenues from use of money and property	13,631	11,950	2,363	-	24,943
Fines and forfeitures	906,821	-	-	-	-
Total Revenues	920,452	599,849	75,447	996,506	340,942
Expenditures:					
Current:					
General government	-	-	-	-	-
Public safety	190,240	-	-	-	62,053
Community development	-	-	85,516	-	-
Culture and recreation	-	-	-	524,878	-
Highways and streets	-	-	-	506,771	-
Health	-	-	-	-	-
Capital outlay	54,480	15,064	-	-	-
Debt service:					
Principal retirement	36,926	-	-	-	-
Interest and fiscal charges	18,942	-	-	-	-
Total Expenditures	300,588	15,064	85,516	1,031,649	62,053
Excess (Deficiency) of Revenues Over Expenditures	619,864	584,785	(10,069)	(35,143)	278,889
Other Financing Sources (Uses):					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-
Net Changes in Fund Balances	619,864	584,785	(10,069)	(35,143)	278,889
Fund Balances (Deficits), Beginning of Year	381,701	392,348	153,344	35,149	592,482
Fund Balances (Deficits), End of Year	\$ 1,001,565	\$ 977,133	\$ 143,275	\$ 6	\$ 871,371

(Continued)

CITY OF MONTEREY PARK
Combining Statement of Revenues, Expenditures and
Changes in Fund Balance - Nonmajor Governmental Funds, Continued
For the Year Ended June 30, 2019

	Special Revenue Funds				
	Public Safety Augmentation	Measure R	Circulation DIF	CERCLA Liability	SBI - RMRA
Revenues:					
Taxes	\$ 752,004	\$ 769,644	\$ 277,992	\$ 122,446	\$ 1,288,559
Charges for services	-	-	-	-	-
Revenues from use of money and property	-	32,351	1,306	7,869	22,683
Fines and forfeitures	-	-	-	-	-
Total Revenues	752,004	801,995	279,298	130,315	1,311,242
Expenditures:					
Current:					
General government	-	-	-	-	-
Public safety	752,004	-	-	-	-
Community development	-	-	-	-	-
Culture and recreation	-	-	-	-	-
Highways and streets	-	227,479	-	-	-
Health	-	-	-	150,000	-
Capital outlay	-	167,419	-	-	-
Debt service:					
Principal retirement	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-
Total Expenditures	752,004	394,898	-	150,000	-
Excess (Deficiency) of Revenues Over Expenditures	-	407,097	279,298	(19,685)	1,311,242
Other Financing Sources (Uses):					
Transfers in	-	376,264	-	-	-
Transfers out	-	-	-	-	-
Total Other Financing Sources (Uses)	-	376,264	-	-	-
Net Changes in Fund Balances	-	783,361	279,298	(19,685)	1,311,242
Fund Balances (Deficits), Beginning of Year	-	1,258,987	-	437,426	356,204
Fund Balances (Deficits), End of Year	\$ -	\$ 2,042,348	\$ 279,298	\$ 417,741	\$ 1,667,446

(Continued)

CITY OF MONTEREY PARK
Combining Statement of Revenues, Expenditures and
Changes in Fund Balance - Nonmajor Governmental Funds, Continued
For the Year Ended June 30, 2019

	Special Revenue Funds	Total Nonmajor Governmental Funds
	Measure M	
Revenues:		
Taxes	\$ 866,397	\$ 8,799,431
Charges for services	-	970,252
Revenues from use of money and property	24,145	251,183
Fines and forfeitures	-	906,821
Total Revenues	<u>890,542</u>	<u>10,927,687</u>
Expenditures:		
Current:		
General government	-	1,079
Public safety	-	1,019,629
Community development	-	85,516
Culture and recreation	-	535,561
Highways and streets	44,988	4,361,168
Health	-	150,000
Capital outlay	-	555,460
Debt service:		
Principal retirement	-	36,926
Interest and fiscal charges	-	18,942
Total Expenditures	<u>44,988</u>	<u>6,764,281</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>845,554</u>	<u>4,163,406</u>
Other Financing Sources (Uses):		
Transfers in	-	403,264
Transfers out	-	(27,000)
Total Other Financing Sources (Uses)	<u>-</u>	<u>376,264</u>
Net Changes in Fund Balances	845,554	4,539,670
Fund Balances (Deficits), Beginning of Year	<u>648,937</u>	<u>10,105,820</u>
Fund Balances (Deficits), End of Year	<u>\$ 1,494,491</u>	<u>\$ 14,645,490</u>

CITY OF MONTEREY PARK
Budgetary Comparison Schedule
Special Revenue Proposition A Fund
For the Year Ended June 30, 2019

	Final Budget	Actual	Variance Positive (Negative)
Revenues:			
Taxes	\$ 1,270,000	\$ 1,342,075	\$ 72,075
Charges for services	86,000	66,354	(19,646)
Revenues from use of money and property	17,000	62,966	45,966
Total Revenues	<u>1,373,000</u>	<u>1,471,395</u>	<u>98,395</u>
Expenditures:			
Current:			
Public safety	1,200	5,075	(3,875)
Culture and recreation	26,099	10,683	15,416
Highways and streets	1,335,650	1,200,063	135,587
Capital outlay	<u>207,373</u>	<u>151,394</u>	<u>55,979</u>
Total Expenditures	<u>1,570,322</u>	<u>1,367,215</u>	<u>203,107</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(197,322)</u>	<u>104,180</u>	<u>301,502</u>
Other Financing Sources:			
Transfers in	<u>0</u>	<u>27,000</u>	<u>27,000</u>
Total Other Financing Sources	<u>-</u>	<u>27,000</u>	<u>27,000</u>
Net Change in Fund Balance	<u>\$ (197,322)</u>	<u>131,180</u>	<u>\$ 328,502</u>
Fund Balance, Beginning of Year		<u>3,206,795</u>	
Fund Balance, End of Year		<u>\$ 3,337,975</u>	

CITY OF MONTEREY PARK
Budgetary Comparison Schedule
Special Revenue Gas Tax Fund
For the Year Ended June 30, 2019

	Final Budget	Actual	Variance Positive (Negative)
Revenues:			
Taxes	\$ 1,242,500	\$ 1,196,187	\$ (46,313)
Revenues from use of money and property	12,500	21,973	9,473
Total Revenues	<u>1,255,000</u>	<u>1,218,160</u>	<u>(36,840)</u>
Expenditures:			
Current:			
Highways and streets	<u>1,825,473</u>	<u>1,562,814</u>	<u>262,659</u>
Total Expenditures	<u>1,831,473</u>	<u>1,573,071</u>	<u>258,402</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (576,473)</u>	<u>(354,911)</u>	<u>\$ 221,562</u>
Fund Balance, Beginning of Year		<u>1,413,632</u>	
Fund Balance, End of Year		<u>\$ 1,058,721</u>	

CITY OF MONTEREY PARK
Budgetary Comparison Schedule
Special Revenue Bike Route Fund
For the Year Ended June 30, 2019

	Final Budget	Actual	Variance Positive (Negative)
Revenues:			
Taxes	35,000	\$ 8,557	\$ (26,443)
Revenues from use of money and property	-	618	618
Total Revenues	35,000	9,175	(25,825)
Expenditures:			
Capital outlay	80,715	80,175	540
Total Expenditures	80,715	80,175	540
Excess (Deficiency) of Revenues Over Expenditures	\$ (45,715)	(71,000)	\$ (25,285)
Fund Balance, Beginning of Year		71,000	
Fund Balance, End of Year		\$ -	

CITY OF MONTEREY PARK
Budgetary Comparison Schedule
Special Revenue Proposition C Fund
For the Year Ended June 30, 2019

	Final Budget	Actual	Variance Positive (Negative)
Revenues:			
Taxes	\$ 942,000	\$ 1,025,898	\$ 83,898
Revenues from use of money and property	8,300	19,851	11,551
Total Revenues	<u>950,300</u>	<u>1,045,749</u>	<u>95,449</u>
Expenditures:			
Current:			
General Government	-	1,079	(1,079)
Highways and streets	869,718	803,349	66,369
Capital outlay	480,000	15,756	464,244
Total Expenditures	<u>1,349,718</u>	<u>820,184</u>	<u>529,534</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(399,418)</u>	<u>225,565</u>	<u>624,983</u>
Other Financing Uses:			
Transfers out	-	(27,000)	(27,000)
Total Other Financing Sources	<u>-</u>	<u>(27,000)</u>	<u>(27,000)</u>
Net Change in Fund Balance	<u>\$ (399,418)</u>	<u>198,565</u>	<u>\$ 597,983</u>
Fund Balance, Beginning of Year		<u>922,135</u>	
Fund Balance, End of Year		<u>\$ 1,120,700</u>	

CITY OF MONTEREY PARK
Budgetary Comparison Schedule
Special Revenue Air Quality Improvement Fund
For the Year Ended June 30, 2019

	Final Budget	Actual	Variance Positive (Negative)
Revenues:			
Taxes	\$ 80,000	\$ 80,082	\$ 82
Revenues from use of money and property	1,700	4,534	2,834
Total Revenues	81,700	84,616	2,916
Expenditures:			
Current:			
Highways and streets	22,000	15,704	6,296
Capital outlay	103,344	71,172	32,172
Total Expenditures	125,344	86,876	38,468
Excess (Deficiency) of Revenues Over Expenditures	\$ (43,644)	\$ (2,260)	\$ 41,384
Fund Balance, Beginning of Year		235,680	
Fund Balance, End of Year		\$ 233,420	

CITY OF MONTEREY PARK
Budgetary Comparison Schedule
Special Revenue Asset Forfeiture Fund
For the Year Ended June 30, 2019

	Final Budget	Actual	Variance Positive (Negative)
Revenues:			
Revenues from use of money and property	\$ 4,500	\$ 13,631	\$ 9,131
Fines and forfeitures	140,000	906,821	766,821
Total Revenues	144,500	920,452	775,952
Expenditures:			
Current:			
Public safety	201,710	190,240	11,470
Capital outlay	76,000	54,480	21,520
Debt service:			
Principal retirement	36,930	36,926	4
Interest and fiscal charges	18,940	18,942	(2)
Total Expenditures	333,580	300,588	32,992
Excess (Deficiency) of Revenues Over Expenditures	\$ (189,080)	619,864	\$ 808,944
Fund Balance, Beginning of Year		381,701	
Fund Balance, End of Year		\$ 1,001,565	

CITY OF MONTEREY PARK
Budgetary Comparison Schedule
Special Revenue Parks/Library/Facilities DIF Fund
For the Year Ended June 30, 2019

	Final Budget	Actual	Variance Positive (Negative)
Revenues:			
Charges for services	\$ 200,000	\$ 587,899	\$ 387,899
Revenues from use of money and property	-	11,950	11,950
Total Revenues	200,000	599,849	399,849
Expenditures:			
Capital outlay	465,100	15,064	450,036
Total Expenditures	465,100	15,064	450,036
Excess (Deficiency) of Revenues Over Expenditures	(265,100)	584,785	\$ 849,885
Fund Balance (Deficit), Beginning of Year		392,348	
Fund Balance (Deficit), End of Year		\$ 977,133	

CITY OF MONTEREY PARK
Budgetary Comparison Schedule
Special Revenue Business Improvement Area #1 Fund
For the Year Ended June 30, 2019

	Final Budget	Actual	Variance Positive (Negative)
Revenues:			
Taxes	\$ 72,000	\$ 73,084	\$ 1,084
Revenues from use of money and property	1,000	2,363	1,363
Total Revenues	73,000	75,447	2,447
Expenditures:			
Current:			
Community development	105,651	85,516	20,135
Total Expenditures	105,651	85,516	20,135
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (32,651)</u>	<u>(10,069)</u>	<u>\$ 22,582</u>
Fund Balance, Beginning of Year		<u>153,344</u>	
Fund Balance, End of Year		<u>\$ 143,275</u>	

CITY OF MONTEREY PARK
Budgetary Comparison Schedule
Special Revenue Maintenance District 93-1 Fund
For the Year Ended June 30, 2019

	Final Budget	Actual	Variance Positive (Negative)
Revenues:			
Taxes	\$ 983,000	\$ 996,506	\$ 13,506
Total Revenues	983,000	996,506	13,506
Expenditures:			
Current:			
Culture and recreation	415,310	524,878	(109,568)
Highways and streets	598,257	506,771	91,486
Capital outlay	5,000	-	5,000
Total Expenditures	1,018,567	1,031,649	(13,082)
Excess (Deficiency) of Revenues Over Expenditures	\$ (35,567)	(35,143)	\$ 424
Fund Balance, Beginning of Year		35,149	
Fund Balance, End of Year		\$ 6	

CITY OF MONTEREY PARK
Budgetary Comparison Schedule
Special Revenue Law Enforcement/Fire/Medic DIF Fund
For the Year Ended June 30, 2019

	Final Budget	Actual	Variance Positive (Negative)
Revenues:			
Charges for services	\$ 450,000	\$ 315,999	\$ (134,001)
Revenues from use of money and property	-	24,943	24,943
Total Revenues	450,000	340,942	(109,058)
Expenditures:			
Current:			
Public safety	231,092	62,053	169,039
Capital outlay	420,521	-	420,521
Total Expenditures	651,613	62,053	589,560
Excess (Deficiency) of Revenues Over Expenditures	\$ (201,613)	278,889	\$ 480,502
Fund Balance (Deficit), Beginning of Year		592,482	
Fund Balance (Deficit), End of Year		\$ 871,371	

CITY OF MONTEREY PARK
Budgetary Comparison Schedule
Special Revenue Public Safety Augmentation Fund
For the Year Ended June 30, 2019

	Final Budget	Actual	Variance Positive (Negative)
Revenues:			
Taxes	\$ 750,000	\$ 752,004	\$ 2,004
Total Revenues	750,000	752,004	2,004
Expenditures:			
Current:			
Public safety	750,000	752,004	(2,004)
Total Expenditures	750,000	752,004	(2,004)
Excess (Deficiency) of Revenues Over Expenditures	\$ -	-	\$ -
Fund Balance, Beginning of Year		-	
Fund Balance, End of Year		\$ -	

CITY OF MONTEREY PARK
Budgetary Comparison Schedule
Special Revenue Measure R Fund
For the Year Ended June 30, 2019

	Final Budget	Actual	Variance Positive (Negative)
Revenues:			
Taxes	\$ 707,000	\$ 769,644	\$ 62,644
Revenues from use of money and property	12,500	32,351	19,851
Total Revenues	719,500	801,995	82,495
Expenditures:			
Current:			
Highways and streets	296,253	227,479	68,774
Capital outlay	860,284	167,419	692,865
Total Expenditures	1,156,537	394,898	761,639
Excess (Deficiency) of Revenues Over Expenditures	\$ (437,037)	407,097	\$ 844,134
Other Financing Sources:			
Transfers in	-	376,264	376,264
Total Other Financing Sources	-	376,264	376,264
Net Change in Fund Balance	\$ (437,037)	783,361	\$ 1,220,398
Fund Balance, Beginning of Year		1,258,987	
Fund Balance, End of Year		\$ 2,042,348	

CITY OF MONTEREY PARK
Budgetary Comparison Schedule
Special Revenue Circulation DIF Fund
For the Year Ended June 30, 2019

	Final Budget	Actual	Variance Positive (Negative)
Revenues:			
Taxes	\$ 40,000	\$ 277,992	\$ 237,992
Revenues from use of money and property	-	1,306	1,306
Total Revenues	40,000	279,298	239,298
Excess (Deficiency) of Revenues Over Expenditures	\$ 40,000	279,298	\$ 239,298
Fund Balance (Deficit), Beginning of Year		-	
Fund Balance (Deficit), End of Year		\$ 279,298	

CITY OF MONTEREY PARK
Budgetary Comparison Schedule
Special Revenue CERCLA Liability Fund
For the Year Ended June 30, 2019

	Final Budget	Actual	Variance Positive (Negative)
Revenues:			
Taxes	\$ 120,000	\$ 122,446	\$ 2,446
Revenues from use of money and property	4,500	7,869	3,369
Total Revenues	<u>124,500</u>	<u>130,315</u>	<u>5,815</u>
Expenditures:			
Current:			
Health	<u>150,000</u>	<u>150,000</u>	<u>-</u>
Total Expenditures	<u>150,000</u>	<u>150,000</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (25,500)</u>	<u>(19,685)</u>	<u>\$ 5,815</u>
Fund Balance, Beginning of Year		<u>437,426</u>	
Fund Balance, End of Year		<u>\$ 417,741</u>	

CITY OF MONTEREY PARK
Budgetary Comparison Schedule
Special Revenue SB1-RMRA Fund
For the Year Ended June 30, 2019

	Final Budget	Actual	Variance Positive (Negative)
Revenues:			
Taxes	\$ 1,093,067	\$ 1,288,559	\$ 195,492
Revenues from use of money and property	-	22,683	22,683
Total Revenues	1,093,067	1,311,242	218,175
Expenditures:			
Current:			
Highways and streets	1,023,000	-	1,023,000
Total Expenditures	1,023,000	-	1,023,000
Excess (Deficiency) of Revenues Over Expenditures	\$ 70,067	1,311,242	\$ 1,241,175
Fund Balance, Beginning of Year		356,204	
Fund Balance, End of Year		\$ 1,667,446	

CITY OF MONTEREY PARK
Budgetary Comparison Schedule
Special Revenue Measure M Fund
For the Year Ended June 30, 2019

	Final Budget	Actual	Variance Positive (Negative)
Revenues:			
Taxes	\$ 530,000	\$ 866,397	\$ 336,397
Revenues from use of money and property	-	24,145	24,145
Total Revenues	530,000	890,542	360,542
Expenditures:			
Current:			
Highways and streets	50,000	44,988	5,012
Total Expenditures	50,000	44,988	5,012
Excess (Deficiency) of Revenues Over Expenditures	\$ 480,000	845,554	\$ 365,554
Fund Balance, Beginning of Year		648,937	
Fund Balance, End of Year		\$ 1,494,491	

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WATER UTILITY ENTERPRISE FUND

Water Utility Enterprise Fund accounts for the City's water system operations. The Water Utility Enterprise Fund has the following two major activities:

Water Operation Activity - used to account for financial resources for the water operation including commercial, production, distribution, and implementation of Water Master Plan.

Water Treatment Activity - used to account for financial resources for the water treatment of certain chemical contaminations to meet water quality standards.

CITY OF MONTEREY PARK
Water Utility Enterprise Fund
Combining Schedule of Net Position
June 30, 2019

<u>Assets</u>	Water Operations Activity	Water Treatment Activity	Total
Current Assets:			
Cash and investments	\$ 9,525,355	\$ 13,679,248	\$ 23,204,603
Accounts receivable	3,095,917	3,511,065	6,606,982
Interest receivable	36,204	52,931	89,135
Total Current Assets	12,657,476	17,243,244	29,900,720
Noncurrent Assets:			
Nondepreciable capital assets	544,715	8,644,358	9,189,073
Depreciable capital assets, net of accumulated depreciation	24,497,222	5,419,664	29,916,886
Total Noncurrent Assets	25,041,937	14,064,022	39,105,959
Total Assets	37,699,413	31,307,266	69,006,679
 <u>Deferred Outflows of Resources</u>			
Amounts related to pension plans	349,374	83,396	432,770
Amounts related to other post employment benefit plans	229,463	79,050	308,513
Total Deferred Outflows of Resources	578,837	162,446	741,283
 <u>Liabilities</u>			
Current Liabilities:			
Accounts payable	1,700,511	240,247	1,940,758
Accrued payroll	80,930	35,164	116,094
Deposits and advances	450,220	-	450,220
Capital lease obligations - due within one year	498,239	200,000	698,239
Compensated absences payable - due within one year	32,998	28,653	61,651
Total Current Liabilities	2,762,898	504,064	3,266,962
Noncurrent Liabilities:			
Capital lease obligation	8,469,004	-	8,469,004
Compensated absences payable	296,986	257,875	554,861
Net OPEB liability	2,583,603	890,057	3,473,660
Net pension liabilities	2,819,913	673,582	3,493,495
Total Non Current Liabilities	14,169,506	1,821,514	15,991,020
Total Liabilities	16,932,404	2,325,578	19,257,982
 <u>Deferred Inflows of Resources</u>			
Amounts related to pension plans	38,672	9,238	47,910
Amounts related to other post employment benefit plans	16,960	5,843	22,803
Total Deferred Inflows of Resources	55,632	15,081	70,713
 <u>Net Position</u>			
Net investment in capital assets	16,074,694	13,864,022	29,938,716
Unrestricted	5,215,520	15,265,031	20,480,551
Total Net Position	\$ 21,290,214	\$ 29,129,053	\$ 50,419,267
Adjustment to reflect the consolidation of internal service funds activities to related enterprise activity	(4,005,039)	-	(4,005,039)
Net Position Related to Water Utility Enterprise Activities	\$ 17,285,175	\$ 29,129,053	\$ 46,414,228

CITY OF MONTEREY PARK
Water Utility Enterprise Fund
Combining Schedule of Revenues, Expenses and Changes in Net Position
For the Year Ended June 30, 2019

	Water Operations Activity	Water Treatment Activity	Total
Operating Revenues:			
Charges for services	\$ 11,101,617	\$ 4,033,016	\$ 15,134,633
Meter installations	116,691	-	116,691
Other revenue	30,947	1,775,700	1,806,647
Total Operating Revenues	<u>11,249,255</u>	<u>5,808,716</u>	<u>17,057,971</u>
Operating Expenses:			
Administration	3,789,425	-	3,789,425
Commercial - water	951,425	-	951,425
Production - water	3,132,904	-	3,132,904
Distribution - water	1,360,177	-	1,360,177
Treatment plant operations	-	3,808,671	3,808,671
Depreciation	1,239,456	369,864	1,609,320
Total Operating Expenses	<u>10,473,387</u>	<u>4,178,535</u>	<u>14,651,922</u>
Operating Income (Loss)	<u>775,868</u>	<u>1,630,181</u>	<u>2,406,049</u>
Nonoperating Income (Loss):			
Interest income	162,972	285,416	448,388
Interest expense	(275,601)	-	(275,601)
Total Nonoperating Income (Loss)	<u>(112,629)</u>	<u>285,416</u>	<u>172,787</u>
Net Income (Loss) Before Capital Contributions	<u>663,239</u>	<u>1,915,597</u>	<u>2,578,836</u>
Capital Contributions	<u>594,889</u>	<u>767,247</u>	<u>1,362,136</u>
Total Capital Contributions	<u>594,889</u>	<u>767,247</u>	<u>1,362,136</u>
Changes in Net Position	1,258,128	2,682,844	3,940,972
Net Position, Beginning of Year	<u>20,032,086</u>	<u>26,446,209</u>	<u>46,478,295</u>
Net Position, End of Year	<u>\$ 21,290,214</u>	<u>\$ 29,129,053</u>	<u>\$ 50,419,267</u>
Changes in Net Position	\$ 1,258,128	\$ 2,682,844	\$ 3,940,972
Adjustment to reflect consolidation of internal service fund activities to related enterprise activity	<u>(1,048,385)</u>	<u>-</u>	<u>(1,048,385)</u>
Changes in Net Position Related to Water Utility Enterprise Activities	<u>\$ 209,743</u>	<u>\$ 2,682,844</u>	<u>\$ 2,892,587</u>

CITY OF MONTEREY PARK
Water Utility Enterprise Fund
Combining Schedule of Cash Flows
For the Year Ended June 30, 2019

	Water Operations Activity	Water Treatment Activity	Total
Cash Flows from Operating Activities:			
Cash receipts from customers	\$ 10,869,559	\$ 7,607,649	\$ 18,477,208
Cash payments to suppliers for goods and services	(5,194,744)	(2,779,319)	(7,974,063)
Cash payments to employees for services	(3,514,622)	(1,084,221)	(4,598,843)
Net Cash Provided by Operating Activities	<u>2,160,193</u>	<u>3,744,109</u>	<u>5,904,302</u>
Cash Flows from Capital and Related Financing Activities:			
Acquisition and construction of capital assets	(112,266)	(1,052,802)	(1,165,068)
Grant proceeds	-	-	-
Capital contributions	594,889	767,247	1,362,136
Proceeds from sale of surplus assets	-	-	-
Proceeds from lease purchase agreement	-	-	-
Principal paid on lease financing	(441,703)	(200,000)	(641,703)
Interest paid on lease financing	(275,601)	-	(275,601)
Net Cash Used in Capital and Related Financing Activities	<u>(234,681)</u>	<u>(485,555)</u>	<u>(720,236)</u>
Cash Flows from Investing Activities:			
Interest income	126,767	232,486	359,253
Net Cash Provided by Investing Activities	<u>126,767</u>	<u>232,486</u>	<u>359,253</u>
Net Increase (Decrease) in Cash and Cash Equivalents	2,052,279	3,491,040	5,543,319
Cash and Cash Equivalents, Beginning of Year	7,473,076	10,188,208	17,661,284
Cash and Cash Equivalents, End of Year	<u>\$ 9,525,355</u>	<u>\$ 13,679,248</u>	<u>\$ 23,204,603</u>
 Cash and investments	 \$ 9,525,355	 \$ 13,679,248	 \$ 23,204,603
Cash and investments with fiscal agent	-	-	-
Total Cash and Cash Equivalents	<u>\$ 9,525,355</u>	<u>\$ 13,679,248</u>	<u>\$ 23,204,603</u>
 Reconciliation of Operating Income (Loss) to Net			
Cash Provided by Operating Activities:			
Operating income (loss)	\$ 775,868	\$ 1,630,181	\$ 2,406,049
Adjustments to Reconcile Operating Income (Loss) to			
Net Cash Provided by Operating Activities:			
Depreciation	1,239,456	369,864	1,609,320
Changes in assets, deferred outflows, liabilities			
and deferred inflows:			
(Increase) decrease in accounts receivable	(379,696)	1,798,933	1,419,237
(Increase) decrease in deferred outflows of resources - pension plans	345,978	82,700	428,678
(Increase) decrease in deferred outflows of resources - OPEB plan	(11,069)	(3,813)	(14,882)
Increase (decrease) in accounts payable	388,540	132,361	520,901
Increase (decrease) in accrued payroll	1,081	4,141	5,222
Increase (decrease) in deposits and advances	6,587	(368,748)	(362,161)
Increase (decrease) in compensated absences payable	(35,623)	136,954	101,331
Increase (decrease) in net pension liabilities	257,255	(209,259)	47,996
Increase (decrease) in net OPEB liabilities	(412,161)	174,470	(237,691)
Increase (decrease) in deferred inflows of resources - pension plans	(17,453)	(4,168)	(21,621)
Increase (decrease) in deferred inflows of resources - OPEB plan	1,430	493	1,923
Total Adjustments	<u>1,384,325</u>	<u>2,113,928</u>	<u>3,498,253</u>
Net Cash Provided by Operating Activities	<u>\$ 2,160,193</u>	<u>\$ 3,744,109</u>	<u>\$ 5,904,302</u>

INTERNAL SERVICE FUNDS

Internal Service Funds account for the financing of goods or services provided by one department to other departments of the City, on a cost-reimbursement basis. Internal Service Funds include the following:

Separation Benefits Fund - used to account for employee separation costs (i.e., vacation, sick and holiday hours).

General Liability Fund - used to account for the City's general liability insurance, including claims, legal and other expenses.

Workers' Compensation Fund - used to account for the City's workers' compensation insurance costs, including claims, legal and other expenses.

Shop Fund - used to account for the purchase and maintenance of all motorized equipment used by City departments.

Technology Fund - used to account for the City's centralized data processing activities and future technological infrastructure improvements.

CITY OF MONTEREY PARK
Combining Schedule of Net Position - Internal Service Funds
June 30, 2019

<u>Assets</u>	<u>Separation Benefits</u>	<u>General Liability</u>	<u>Workers' Compensation</u>
Current Assets:			
Cash and investments	2,319,736	1,798,632	4,264,566
Total Current Assets	2,319,736	1,798,632	4,264,566
Noncurrent Assets:			
Nondepreciable capital assets	-	-	-
Depreciable capital assets, net of accumulated depreciation	-	-	-
Total Capital Assets	-	-	-
Total Noncurrent Assets	-	-	-
Total Assets	2,319,736	1,798,632	4,264,566
<u>Liabilities</u>			
Current Liabilities:			
Accounts payable	-	55,438	110,759
Accrued payroll	63,033	6,981	8,776
Insurance assessment payable - due within one year	-	163,514	-
Claims and judgments payable - due within one year	-	1,081,840	1,981,659
Capital leases payable - due within one year	-	-	-
Compensated absences payable - due within one year	-	2,026	2,253
Total Current Liabilities	63,033	1,309,799	2,103,447
Noncurrent:			
Insurance assessment payable - due in more than one year	-	1,144,600	-
Claims and judgments payable - due in more than one year	-	3,612,030	8,975,914
Capital leases obligations - due in more than one year	-	-	-
Compensated absences payable - due in more than one year	-	18,236	20,278
Total Noncurrent Liabilities	-	4,774,866	8,996,192
Total Liabilities	63,033	6,084,665	11,099,639
<u>Net Position</u>			
Net investment in capital assets	-	-	-
Unrestricted	2,256,703	(4,286,033)	(6,835,073)
Total Net Position (Deficit)	\$ 2,256,703	\$ (4,286,033)	\$ (6,835,073)

CITY OF MONTEREY PARK
Combining Schedule of Net Position - Internal Service Funds, Continued
June 30, 2019

<u>Assets</u>	<u>Shop</u>	<u>Technology</u>	<u>Total</u>
Current Assets:			
Cash and investments	1,846,710	1,141,293	\$ 11,370,937
Total Current Assets	1,846,710	1,141,293	11,370,937
Noncurrent Assets:			
Nondepreciable capital assets	2,617,378	245,262	2,862,640
Depreciable capital assets, net of accumulated depreciation	1,090,360	310,292	1,400,652
Total Capital Assets	3,707,738	555,554	4,263,292
Total Noncurrent Assets	3,707,738	555,554	4,263,292
Total Assets	5,554,448	1,696,847	15,634,229
<u>Liabilities</u>			
Current Liabilities:			
Accounts payable	70,755	29,763	266,715
Accrued payroll	12,934	-	91,724
Insurance assessment payable - due within one year	-	-	163,514
Claims and judgments payable - due within one year	-	-	3,063,499
Capital leases payable - due within one year	344,867	-	344,867
Compensated absences payable - due within one year	5,910	-	10,189
Total Current Liabilities	434,466	29,763	3,940,508
Noncurrent:			
Insurance assessment payable - due in more than one year	-	-	1,144,600
Claims and judgments payable - due in more than one year	-	-	12,587,944
Capital leases obligations - due in more than one year	2,104,748	-	2,104,748
Compensated absences payable - due in more than one year	53,194	-	91,708
Total Noncurrent Liabilities	2,157,942	-	15,929,000
Total Liabilities	2,592,408	29,763	19,869,508
<u>Net Position</u>			
Net investment in capital assets	3,707,738	555,554	4,263,292
Unrestricted	(745,698)	1,111,530	(8,498,571)
Total Net Position (Deficit)	\$ 2,962,040	\$ 1,667,084	\$ (4,235,279)

CITY OF MONTEREY PARK
Combining Schedule of Revenues, Expenses and
Changes in Net Position - Internal Service Funds
For the Year Ended June 30, 2019

	Separation Benefits	General Liability	Workers' Compensation
Operating Revenues:			
Charges for services	1,372,423	1,976,520	1,836,109
Other revenue	-	-	132,449
Total Operating Revenues	<u>1,372,423</u>	<u>1,976,520</u>	<u>1,968,558</u>
Operating Expenses:			
Salaries and benefits	884,723	136,957	133,363
Materials and supplies	-	-	-
Insurance and claims	-	3,957,685	3,528,722
Miscellaneous	-	-	-
Depreciation	-	-	-
Total Operating Expenses	<u>884,723</u>	<u>4,094,642</u>	<u>3,662,085</u>
Operating Income (Loss)	<u>487,700</u>	<u>(2,118,122)</u>	<u>(1,693,527)</u>
Nonoperating Income:			
Gain on sale of surplus property	-	-	-
Interest expense	-	-	-
Total Nonoperating Income	<u>-</u>	<u>-</u>	<u>-</u>
Other Financing Sources (Uses):			
Transfers in	-	500,000	-
Transfers out	(500,000)	-	-
Total Other Financing Sources (Uses)	<u>(500,000)</u>	<u>500,000</u>	<u>-</u>
Changes in Net Position	(12,300)	(1,618,122)	(1,693,527)
Net Position (Deficit), Beginning of Year	<u>2,269,003</u>	<u>(2,667,911)</u>	<u>(5,141,546)</u>
Net Position (Deficit), End of Year	<u>\$ 2,256,703</u>	<u>\$ (4,286,033)</u>	<u>\$ (6,835,073)</u>

CITY OF MONTEREY PARK
Combining Schedule of Revenues, Expenses and
Changes in Net Position - Internal Service Funds, Continued
For the Year Ended June 30, 2019

	Shop	Technology	Total
Operating Revenues:			
Charges for services	1,992,816	287,259	\$ 7,465,127
Other revenue	4,114	-	136,563
Total Operating Revenues	<u>1,996,930</u>	<u>287,259</u>	<u>7,601,690</u>
Operating Expenses:			
Salaries and benefits	490,885	2,460	1,648,388
Materials and supplies	900,799	3,803	904,602
Insurance and claims	-	-	7,486,407
Miscellaneous	313,111	29,763	342,874
Depreciation	252,985	53,424	306,409
Total Operating Expenses	<u>1,957,780</u>	<u>89,450</u>	<u>10,688,680</u>
Operating Income (Loss)	<u>39,150</u>	<u>197,809</u>	<u>(3,086,990)</u>
Nonoperating Income:			
Gain on sale of surplus property	-	-	-
Interest expense	(41,744)	-	(41,744)
Total Nonoperating Income	<u>(41,744)</u>	<u>-</u>	<u>(41,744)</u>
Other Financing Sources (Uses):			
Transfers in	-	-	500,000
Transfers out	-	-	(500,000)
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>
Changes in Net Position	(2,594)	197,809	(3,128,734)
Net Position (Deficit), Beginning of Year	2,964,634	1,469,275	(1,106,545)
Net Position (Deficit), End of Year	<u>\$ 2,962,040</u>	<u>\$ 1,667,084</u>	<u>\$ (4,235,279)</u>

CITY OF MONTEREY PARK
Combining Schedule of Cash Flows - Internal Service Funds
For the Year Ended June 30, 2019

	Separation Benefits	General Liability	Workers' Compensation
Cash Flows from Operating Activities:			
Cash receipts from interfund services provided	\$ 1,372,423	\$ 1,976,520	\$ 1,836,109
Cash receipts from reimbursements and other operating revenues	-	-	132,449
Cash payments to suppliers for goods and services	-	-	-
Cash payments to employees for services	(880,264)	(125,430)	(111,379)
Cash payments for insurance premiums and self-insurance claims	-	(2,995,823)	(2,182,147)
Net Cash Provided by (Used in) Operating Activities	<u>492,159</u>	<u>(1,144,733)</u>	<u>(324,968)</u>
Cash Flows from Noncapital and Related Financing Activities:			
Cash received from other funds	-	500,000	-
Cash paid to other funds	(500,000)	-	-
Net Cash Provided by (Used in) Noncapital and Related Financing Activities	<u>(500,000)</u>	<u>500,000</u>	<u>-</u>
Cash Flows from Capital and Related Financing Activities:			
Acquisition and construction of capital assets	-	-	-
Principal paid on lease financing	-	-	-
Interest paid on lease financing	-	-	-
Net Cash Provided by (Used in) Capital and Related Financing Activities	<u>-</u>	<u>-</u>	<u>-</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(7,841)	(644,733)	(324,968)
Cash and Cash Equivalents, Beginning of Year	<u>2,327,577</u>	<u>2,443,365</u>	<u>4,589,534</u>
Cash and Cash Equivalents, End of Year	<u>\$ 2,319,736</u>	<u>\$ 1,798,632</u>	<u>\$ 4,264,566</u>
Noncash Capital and Related Financing Activities			
Vehicle capital lease acquisitions	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Reconciliation of Operating Income (Loss) to Net			
Cash Provided by (Used in) Operating Activities:			
Operating income (loss)	<u>\$ 487,700</u>	<u>\$ (2,118,122)</u>	<u>\$ (1,693,527)</u>
Adjustments to Reconcile Operating Income (Loss) to			
Net Cash Provided by (Used in) Operating Activities:			
Depreciation	-	-	-
Changes in assets and liabilities:			
(Increase) decrease in inventory	-	-	-
Increase (decrease) in accounts payable	-	12,681	89,774
Increase (decrease) in accrued payroll	4,459	2,877	7,995
Increase (decrease) in insurance assessment payable	-	(163,515)	-
Increase (decrease) in claims and judgments payable	-	1,112,696	1,256,801
Increase (decrease) in compensated absences payable	-	8,650	13,989
Total Adjustments	<u>4,459</u>	<u>973,389</u>	<u>1,368,559</u>
Net Cash Provided by Operating Activities	<u>\$ 492,159</u>	<u>\$ (1,144,733)</u>	<u>\$ (324,968)</u>

CITY OF MONTEREY PARK
Combining Schedule of Cash Flows - Internal Service Funds, Continued
For the Year Ended June 30, 2019

	Shop	Technology	Totals
Cash Flows from Operating Activities:			
Cash receipts from interfund services provided	\$ 1,992,816	\$ 287,259	\$ 7,465,127
Cash receipts from reimbursements and other operating revenues	4,114	-	136,563
Cash payments to suppliers for goods and services	(1,365,831)	(6,518)	(1,372,349)
Cash payments to employees for services	(483,052)	-	(1,600,125)
Cash payments for insurance premiums and self-insurance claims	-	-	(5,177,970)
Net Cash Provided by (Used in) Operating Activities	<u>148,047</u>	<u>280,741</u>	<u>(548,754)</u>
Cash Flows from Capital and Related Financing Activities:			
Cash received from other funds	-	-	500,000
Cash paid to other funds	-	-	(500,000)
Net Cash Provided by (Used in) Noncapital and Related Financing Activities	<u>-</u>	<u>-</u>	<u>-</u>
Cash Flows from Capital and Related Financing Activities:			
Acquisition and construction of capital assets	(387,833)	(245,262)	(633,095)
Principal paid on lease financing	(168,385)	-	(168,385)
Interest paid on lease financing	(41,744)	-	(41,744)
Net Cash Provided by (Used in) Capital and Related Financing Activities	<u>(597,962)</u>	<u>(245,262)</u>	<u>(843,224)</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(449,915)	35,479	(1,391,978)
Cash and Cash Equivalents, Beginning of Year	<u>2,296,625</u>	<u>1,105,814</u>	<u>12,762,915</u>
Cash and Cash Equivalents, End of Year	<u>\$ 1,846,710</u>	<u>\$ 1,141,293</u>	<u>\$ 11,370,937</u>
Noncash Capital and Related Financing Activities			
Vehicle capital lease acquisitions	<u>\$ 2,618,000</u>	<u>\$ -</u>	<u>2,618,000</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities:			
Operating income (loss)	<u>\$ 39,150</u>	<u>\$ 197,809</u>	<u>\$ (3,086,990)</u>
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities:			
Depreciation	252,985	53,424	306,409
Changes in assets and liabilities:			
(Increase) decrease in inventory	4,520	-	4,520
Increase (decrease) in accounts payable	(156,441)	29,508	(24,478)
Increase (decrease) in accrued payroll	2,426	-	17,757
Increase (decrease) in insurance assessment payable	-	-	(163,515)
Increase (decrease) in claims and judgments payable	-	-	2,369,497
Increase (decrease) in compensated absences payable	5,407	-	28,046
Total Adjustments	<u>108,897</u>	<u>82,932</u>	<u>2,538,236</u>
Net Cash Provided by Operating Activities	<u>\$ 148,047</u>	<u>\$ 280,741</u>	<u>\$ (548,754)</u>

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AGENCY FUNDS

Agency Funds are used to account for assets held by the City in a fiduciary capacity for other governmental units, private organizations or individuals. Agency funds include the following:

Deposits Fund - used to account for various donations for specific purposes and refundable security deposits paid by developers.

Construction Agency Fund - used to account for deposits placed with the City by developers to pay for future services provided by City-retained consultants.

CITY OF MONTEREY PARK
Combining Schedule of Assets and Liabilities - All Agency Funds
June 30, 2019

	Deposits	Construction	
<u>Assets</u>	Fund	Agency	Totals
Cash and investments	\$ 2,582,382	770,022	\$ 3,352,404
Accounts Receivable	16,958	-	16,958
Total Assets	<u>\$ 2,599,340</u>	<u>\$ 770,022</u>	<u>\$ 3,369,362</u>
<u>Liabilities</u>			
Accounts payable	\$ 44,996	\$ 7	\$ 45,003
Deposits payable	2,554,344	770,015	3,324,359
Total Liabilities	<u>\$ 2,599,340</u>	<u>\$ 770,022</u>	<u>\$ 3,369,362</u>

CITY OF MONTEREY PARK
Combining Schedule of Changes in Assets and Liabilities
All Agency Funds
For the Year Ended June 30, 2019

	Balance at July 1, 2018	Additions	Deletions	Balance at June 30, 2019
<u>Deposits Fund</u>				
Assets:				
Cash and investments	\$ 2,883,243	\$ 785,224	\$ (1,086,085)	\$ 2,582,382
Accounts receivable	1,581	32,674	(17,297)	16,958
	<u>\$ 2,884,824</u>	<u>\$ 817,898</u>	<u>\$ (1,103,382)</u>	<u>\$ 2,599,340</u>
Liabilities:				
Accounts payable	\$ 17,665	\$ 986,030	\$ (958,699)	\$ 44,996
Deposits payable	2,867,159	780,331	(1,093,146)	2,554,344
Total Liabilities	<u>\$ 2,884,824</u>	<u>\$ 1,766,361</u>	<u>\$ (2,051,845)</u>	<u>\$ 2,599,340</u>
<u>Construction Agency Fund</u>				
Assets:				
Cash and investments	<u>\$ 206,926</u>	<u>\$ 707,995</u>	<u>\$ (144,899)</u>	<u>\$ 770,022</u>
Liabilities:				
Accounts payable	\$ 57,263	\$ 87,477	\$ (144,733)	\$ 7
Deposits payable	149,663	707,995	(87,643)	770,015
Total Liabilities	<u>\$ 206,926</u>	<u>\$ 795,472</u>	<u>\$ (232,376)</u>	<u>\$ 770,022</u>
<u>Total - All Agency Funds</u>				
Assets:				
Cash and investments	\$ 3,090,169	\$ 1,493,219	\$ (1,230,984)	\$ 3,352,404
Accounts receivable	1,581	32,674	(17,297)	16,958
	<u>\$ 3,091,750</u>	<u>\$ 1,525,893</u>	<u>\$ (1,248,281)</u>	<u>\$ 3,369,362</u>
Liabilities:				
Accounts payable	\$ 74,928	\$ 1,073,507	\$ (1,103,432)	\$ 45,003
Deposits payable	3,016,822	1,488,326	(1,180,789)	3,324,359
Total Liabilities	<u>\$ 3,091,750</u>	<u>\$ 2,561,833</u>	<u>\$ (2,284,221)</u>	<u>\$ 3,369,362</u>

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STATISTICAL SECTION
(Unaudited)

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

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CITY OF MONTEREY PARK
Net Position by Components
Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year				
	2009/10	2010/11	2011/12	2012/13	2013/14
Governmental Activities:					
Net investment in capital assets	\$ 44,779,820	\$ 42,184,114	\$ 47,380,971	\$ 50,018,559	\$ 50,805,697
Restricted	54,638,570	29,449,081	26,824,487	20,629,264	18,330,529
Unrestricted	(43,282,599)	(21,658,335)	6,298,370	9,341,223	11,318,896
Total governmental activities net position	\$ 56,135,791	\$ 49,974,860	\$ 80,503,828	\$ 79,989,046	\$ 80,455,122
Business-Type Activities:					
Net investment in capital assets	\$ 17,254,986	\$ 19,372,272	\$ 20,439,644	\$ 20,381,489	\$ 20,020,776
Restricted	-	-	-	-	-
Unrestricted	10,911,685	17,752,724	19,943,174	25,700,563	26,197,066
Total business-type activities net position	\$ 28,166,671	\$ 37,124,996	\$ 40,382,818	\$ 46,082,052	\$ 46,217,842
Primary Government:					
Net investment in capital assets	\$ 62,034,806	\$ 61,556,386	\$ 67,820,615	\$ 70,400,048	\$ 70,826,473
Restricted	54,638,570	29,449,081	26,824,487	20,629,264	18,330,529
Unrestricted	(32,370,914)	(3,905,611)	26,241,544	35,041,786	37,515,962
Total primary government net position	\$ 84,302,462	\$ 87,099,856	\$ 120,886,646	\$ 126,071,098	\$ 126,672,964

Source: City of Monterey Park Management Services Department

CITY OF MONTEREY PARK
Net Position by Components
Last Ten Fiscal Years
(accrual basis of accounting)

		Fiscal Year				
		2014/15	2015/16	2016/17	2017/18	2018/19
Governmental Activities:						
Net investment in capital assets	\$	46,057,423	\$ 47,995,442	\$ 49,245,097	\$ 51,940,625	\$ 54,422,220
Restricted		20,198,282	22,221,698	20,689,401	22,583,024	28,308,812
Unrestricted		(79,297,776)	(68,990,541)	(63,742,375)	(85,102,541)	(94,444,814)
Total governmental activities net position	\$	(13,042,071)	\$ 1,226,599	\$ 6,192,123	\$ (10,578,892)	\$ (11,713,782)
Business-Type Activities:						
Net investment in capital assets	\$	15,083,212	\$ 23,132,584	\$ 27,583,180	\$ 32,224,486	\$ 32,343,708
Restricted		-	514,518	-	-	-
Unrestricted		24,186,095	18,629,778	19,078,479	18,182,441	22,623,485
Total business-type activities net position	\$	39,269,307	\$ 42,276,880	\$ 46,661,659	\$ 50,406,927	\$ 54,967,193
Primary Government:						
Net investment in capital assets	\$	61,140,635	\$ 71,128,006	\$ 76,828,277	\$ 84,165,111	\$ 86,765,928
Restricted		20,198,282	22,736,216	20,689,401	22,583,024	28,308,812
Unrestricted		(55,111,681)	(50,360,763)	(44,663,896)	(66,920,100)	(71,821,329)
Total primary government net position	\$	26,227,236	\$ 43,503,459	\$ 52,853,782	\$ 39,828,035	\$ 43,253,411

Source: City of Monterey Park Management Services Department

CITY OF MONTEREY PARK
Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year				
	2009/10	2010/11	2011/2012	2012/2013	2013/2014
Expenses:					
Governmental activities:					
General government	\$ 3,393,846	\$ 3,497,432	\$ 4,405,489	\$ 6,522,107	\$ 4,050,482
Public safety	29,652,341	27,575,013	27,764,258	26,233,074	27,352,152
Community development	13,427,547	11,027,820	5,673,116	8,521,044	2,343,881
Culture and recreation	7,009,277	6,685,623	6,378,055	5,909,468	6,277,461
Highway and streets	5,981,608	5,209,925	4,886,331	5,380,336	6,434,924
Health	88,940	120,000	120,000	119,999	120,000
Interest and fiscal charges	2,909,194	2,785,485	2,128,198	1,275,063	1,207,716
Total governmental activities expenses	62,462,753	56,901,298	51,355,447	53,961,091	47,786,616
Business-type activities:					
Water	9,506,799	10,907,990	11,542,663	10,706,980	11,775,078
Refuse	5,793,221	5,812,305	5,944,116	6,040,457	6,985,344
Sewer	181,271	310,115	331,683	238,551	221,078
Total business-type activities expenses	15,481,291	17,030,410	17,818,462	16,985,988	18,981,500
Total primary government expenses	77,944,044	73,931,708	69,173,909	70,947,079	66,768,116
Program revenues:					
Governmental activities:					
Charges for services:					
General government	640,487	626,842	627,769	909,328	907,537
Public safety	3,292,950	3,186,391	2,926,775	3,037,155	3,076,644
Community development	2,250,642	1,567,774	1,608,072	1,541,110	1,442,835
Culture and recreation	816,852	770,602	692,083	738,884	690,289
Highway and Streets	1,400,245	1,360,611	369,180	451,744	400,382
Health	-	-	-	-	-
Operating grants and contributions	5,394,275	4,952,726	4,667,552	5,258,202	1,516,481
Capital grants and contributions	2,929,631	1,646,048	3,725,194	1,988,468	627,628
Total government activities program revenues	16,725,082	14,110,994	14,616,625	13,924,891	8,661,796
Business-type activities:					
Charges for services:					
Water	9,740,486	10,533,780	12,853,684	13,302,811	10,747,045
Refuse	5,796,888	5,980,597	6,001,641	5,832,841	6,028,436
Sewer	269,338	271,984	273,496	273,556	287,548
Operating grants and contributions	336,862	225,000	-	-	-
Capital grants and contributions	80,322	74,414	91,894	41,834	169,783
Total business-type activities revenues	16,223,896	17,085,775	19,220,715	19,451,042	17,232,812
Total primary government revenues	\$ 32,948,978	\$ 31,196,769	\$ 33,837,340	\$ 33,375,933	\$ 25,894,608

Source: City of Monterey Park Management Services Department

CITY OF MONTEREY PARK
Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year				
	2014/2015	2015/2016	2016/2017	2017/2018	2018/2019
Expenses:					
Governmental activities:					
General government	\$ 4,610,081	\$ 3,771,179	\$ 4,935,827	\$ 13,276,893	\$ 8,675,180
Public safety	26,907,556	27,479,974	30,527,993	35,442,619	41,058,210
Community development	7,049,958	2,456,567	2,368,605	2,536,781	2,555,488
Culture and recreation	8,665,230	7,151,089	7,383,391	8,037,936	8,394,326
Highway and streets	5,512,170	6,223,450	5,555,218	5,856,197	6,778,639
Health	488,697	116,629	250,000	160,000	150,000
Interest and fiscal charges	1,269,034	990,315	993,823	940,605	931,970
Total governmental activities expenses	<u>54,502,726</u>	<u>48,189,203</u>	<u>52,014,857</u>	<u>66,251,032</u>	<u>68,543,813</u>
Business-type activities:					
Water	12,906,852	11,962,698	13,197,497	11,978,551	15,975,908
Refuse	6,657,089	7,562,168	7,648,908	6,364,504	6,782,261
Sewer	522,245	1,117,677	1,332,184	2,120,013	1,925,498
Total business-type activities expenses	<u>20,086,186</u>	<u>20,642,543</u>	<u>22,178,589</u>	<u>20,463,068</u>	<u>24,683,667</u>
Total primary government expenses	<u>74,588,912</u>	<u>68,831,746</u>	<u>74,193,446</u>	<u>86,714,100</u>	<u>93,227,480</u>
Program revenues:					
Governmental activities:					
Charges for services:					
General government	1,005,102	1,157,100	1,216,968	1,290,795	1,951,847
Public safety	2,956,084	3,766,713	2,665,634	4,239,502	3,263,720
Community development	2,023,271	2,607,075	3,660,518	3,364,687	2,828,385
Culture and recreation	1,320,369	1,289,483	1,327,230	1,956,845	1,012,436
Highway and Streets	1,462,323	1,403,282	1,688,010	1,382,500	1,341,088
Health					
Operating grants and contributions	7,963,721	7,953,884	6,928,332	8,281,863	12,119,613
Capital grants and contributions	557,625	502,276	1,134,757	159,994	1,209,222
Total government activities program revenues	<u>17,288,495</u>	<u>18,779,813</u>	<u>18,621,449</u>	<u>20,676,186</u>	<u>23,726,311</u>
Business-type activities:					
Charges for services:					
Water	11,452,592	12,323,342	13,439,676	14,213,398	15,251,324
Refuse	6,371,405	6,954,603	7,124,768	6,760,312	6,674,188
Sewer	1,714,098	2,673,585	2,843,412	3,164,108	3,546,475
Operating grants and contributions					
Capital grants and contributions	98,776	97,507	1,916,453	2,341,781	1,362,136
Total business-type activities revenues	<u>19,636,871</u>	<u>22,049,037</u>	<u>25,324,309</u>	<u>26,479,599</u>	<u>26,834,123</u>
Total primary government revenues	<u>\$ 36,925,366</u>	<u>\$ 40,828,850</u>	<u>\$ 43,945,758</u>	<u>\$ 47,155,785</u>	<u>\$ 50,560,434</u>

(Continued)

Source: City of Monterey Park Management Services Department

CITY OF MONTEREY PARK
Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)

(Continued)

	Fiscal Year				
	2009/10	2010/11	2011/2012	2012/2013	2013/2014
Net (expense)/revenue:					
Governmental activities:	\$ (45,737,671)	\$ (42,790,304)	\$ (36,738,822)	\$ (40,036,200)	\$ (39,124,820)
Business-type activities:	742,605	55,365	1,402,253	2,465,054	(1,748,688)
Total primary government revenues	<u>\$ (44,995,066)</u>	<u>\$ (42,734,939)</u>	<u>\$ (35,336,569)</u>	<u>\$ (37,571,146)</u>	<u>\$ (40,873,508)</u>
General revenues and other					
Changes in net assets:					
Governmental activities:					
Taxes:					
Property taxes	\$ 27,059,553	\$ 27,331,232	\$ 24,537,300	\$ 24,066,354	\$ 19,794,165
Sales tax	4,100,798	4,803,406	5,057,132	5,437,244	4,942,821
Vehicle in-lieu tax	191,604	345,406	32,170	33,334	27,588
Utility users tax	3,349,907	3,219,600	3,092,796	3,041,163	3,202,264
Utility franchise tax	934,505	967,322	942,985	942,736	970,212
Business license tax	925,037	944,837	945,367	941,005	974,816
Transient occupancy tax	660,897	756,873	876,482	957,024	1,049,070
Other taxes	1,263,874	1,837,784	1,868,862	2,760,446	7,282,605
Revenues from use of money and property	1,021,730	891,671	776,649	827,781	872,174
Other	917,403	249,075	685,026	499,923	731,679
Gain/(Loss) on sale of property	(29,528)	6,627	1,842,182	14,408	-
Transfers	278,000	281,400	350,000	-	18,000
Total general revenues and transfers	<u>40,673,780</u>	<u>41,635,233</u>	<u>41,006,951</u>	<u>39,521,418</u>	<u>39,865,394</u>
Extraordinary item	-	-	26,752,439	-	-
Business-type activities:					
Revenues from use of money and property					
Other	1,345,322	4,168,640	2,205,569	3,230,138	1,897,638
Gain/(Loss) on sale of property	-	9,865	-	4,042	4,840
Transfers	(278,000)	(281,400)	(350,000)	-	(18,000)
Total business-type activities	<u>1,067,322</u>	<u>3,897,105</u>	<u>1,855,569</u>	<u>3,234,180</u>	<u>1,884,478</u>
Total primary government	<u>41,741,102</u>	<u>45,532,338</u>	<u>42,862,520</u>	<u>42,755,598</u>	<u>41,749,872</u>
Changes in net position					
Governmental activities	(5,063,891)	(1,155,071)	31,020,568	(514,782)	740,574
Business-type activities	1,809,927	3,952,470	3,257,822	5,699,234	135,790
Total primary government	<u>\$ (3,253,964)</u>	<u>\$ 2,797,399</u>	<u>\$ 34,278,390</u>	<u>\$ 5,184,452</u>	<u>\$ 876,364</u>

Source: City of Monterey Park Management Services Department

CITY OF MONTEREY PARK
Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)

(Continued)

	Fiscal Year				
	2014/2015	2015/2016	2016/2017	2017/2018	2018/2019
Net (expense)/revenue:					
Governmental activities:	\$ (37,214,231)	\$ (29,409,390)	\$ (33,393,408)	\$ (45,574,846)	\$ (44,817,502)
Business-type activities:	(449,315)	1,406,494	3,145,720	6,016,531	2,150,456
Total primary government revenues	<u>\$ (37,663,546)</u>	<u>\$ (28,002,896)</u>	<u>\$ (30,247,688)</u>	<u>\$ (39,558,315)</u>	<u>\$ (42,667,046)</u>
General revenues and other					
Changes in net assets:					
Governmental activities:					
Taxes:					
Property taxes	\$ 22,600,233	\$ 22,235,616	\$ 23,154,960	\$ 24,306,944	\$ 25,904,561
Sales tax	5,245,208	6,427,211	6,517,491	5,341,854	7,156,102
Vehicle in-lieu tax	26,649	25,041	27,482	32,428	29,876
Utility users tax	3,257,450	3,212,890	3,212,912	2,964,825	3,107,983
Utility franchise tax	1,028,025	992,615	938,802	966,346	973,084
Business license tax	1,340,197	1,052,086	1,244,295	1,146,838	1,140,840
Transient occupancy tax	1,158,767	1,248,578	1,261,777	1,163,775	1,064,049
Other taxes	346,203	285,845	269,734	585,106	158,828
Revenues from use of money and property	929,648	1,155,649	701,151	1,689,011	2,413,637
Other	1,153,382	1,403,883	1,030,348	1,736,642	1,733,652
Gain/(Loss) on sale of property	-	-	-	-	-
Transfers	-	-	-	-	-
Total general revenues and transfers	<u>37,085,762</u>	<u>38,039,414</u>	<u>38,358,952</u>	<u>39,933,769</u>	<u>43,682,612</u>
Extraordinary item	-	5,638,626	-	-	-
Business-type activities:					
Revenues from use of money and property	-	-	105	-	-
Other	2,192	1,601,079	1,238,954	1,053,244	2,409,810
Gain/(Loss) on sale of property	1,258,626	-	-	-	-
Transfers	18,485	-	-	-	-
Total business-type activities	<u>1,279,303</u>	<u>1,601,079</u>	<u>1,239,059</u>	<u>1,053,244</u>	<u>2,409,810</u>
Total primary government	<u>38,365,065</u>	<u>39,640,493</u>	<u>39,598,011</u>	<u>40,987,013</u>	<u>46,092,422</u>
Changes in net position					
Governmental activities	(128,469)	14,268,650	4,965,544	(5,641,077)	(1,134,890)
Business-type activities	829,988	3,007,573	4,384,779	7,069,775	4,560,266
Total primary government	<u>\$ 701,519</u>	<u>\$ 17,276,223</u>	<u>\$ 9,350,323</u>	<u>\$ 1,428,698</u>	<u>\$ 3,425,376</u>

Source: City of Monterey Park Management Services Department

CITY OF MONTEREY PARK
Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year				
	2009/10	2010/11	2011/12	2012/13	2013/14
General Fund:					
Nondisposable	\$ 695,930	\$ 710,330	\$ 703,230	\$ -	\$ -
Restricted	-	-	-	-	-
Committed	5,340,000	5,340,000	7,173,519	7,173,519	7,173,519
Assigned	5,207,133	4,589,465	5,145,940	9,653,901	9,321,463
Unassigned	<u>2,519,641</u>	<u>2,505,441</u>	<u>2,505,441</u>	<u>3,554,425</u>	<u>3,554,425</u>
Total general fund	<u>\$ 13,762,704</u>	<u>\$ 13,145,236</u>	<u>\$ 15,528,130</u>	<u>\$ 20,381,845</u>	<u>\$ 20,049,407</u>
All other governmental funds:					
Nondisposable	\$ 22,447,581	\$ 22,336,060	-	\$ 1,989,686	\$ 1,989,686
Restricted	21,025,370	29,449,081	\$ 26,824,487	18,684,533	17,449,555
Committed	2,524,270	3,524,270	-	-	1,496,211
Assigned	17,344,673	10,523,233	-	-	-
Unassigned	<u>-</u>	<u>(105,492)</u>	<u>(153,120)</u>	<u>-</u>	<u>-</u>
Total all other governmental funds	<u>\$ 63,341,894</u>	<u>\$ 65,727,152</u>	<u>\$ 26,671,367</u>	<u>\$ 20,674,219</u>	<u>\$ 20,935,452</u>
Total for Governmental Funds:	<u>\$ 77,104,598</u>	<u>\$ 78,872,388</u>	<u>\$ 42,199,497</u>	<u>\$ 41,056,064</u>	<u>\$ 40,984,859</u>

CITY OF MONTEREY PARK
Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year				
	2014/15	2015/16	2016/17	2017/18	2018/19
General Fund:					
Nondisposable	\$ 741,556	\$ 741,556	\$ 816,495	\$ 74,939	\$ 75,778
Restricted	-	78,799	-	-	-
Committed	7,173,519	10,979,027	10,826,927	10,826,927	7,226,927
Assigned	10,095,120	12,052,503	14,414,724	15,064,826	20,147,039
Unassigned	3,556,499	4,554,426	4,144,661	3,994,828	5,105,667
Total general fund	<u>\$ 21,566,694</u>	<u>\$ 28,406,311</u>	<u>\$ 30,202,807</u>	<u>\$ 29,961,520</u>	<u>\$ 32,555,411</u>
All other governmental funds:					
Nondisposable	\$ 1,921,015	\$ -	\$ -	\$ -	\$ -
Restricted	19,872,630	21,597,574	21,426,308	22,145,598	26,088,353
Committed	699,188	584,570	472,919	437,426	417,741
Assigned	-	-	-	-	-
Unassigned	(931,973)	(168,139)	(1,369,489)	-	-
Total all other governmental funds	<u>\$ 21,560,860</u>	<u>\$ 22,014,005</u>	<u>\$ 20,529,738</u>	<u>\$ 22,583,024</u>	<u>\$ 26,506,094</u>
Total for Governmental Funds:	<u>\$ 43,127,554</u>	<u>\$ 50,420,316</u>	<u>\$ 50,732,545</u>	<u>\$ 52,544,544</u>	<u>\$ 59,061,505</u>

Source: City of Monterey Park Management Services Department

CITY OF MONTEREY PARK
Changes in Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year				
	2009/10	2010/11 ⁽¹⁾	2011/12	2012/13	2013/14
Revenues:					
Taxes	\$ 38,619,421	\$ 42,568,610	\$ 37,442,373	\$ 41,087,434	\$ 38,059,146
Licenses and permits	2,419,414	1,661,496	1,856,887	967,662	848,949
Intergovernmental revenues	6,318,925	4,262,737	6,006,714	4,693,489	2,035,035
Charges for services	11,584,210	4,554,131	4,360,368	4,981,641	4,922,983
Revenues from use of money & property	939,476	767,652	744,346	822,143	943,369
Fines and forfeitures	1,393,098	1,272,417	952,992	822,779	931,718
Other	996,867	376,314	720,230	1,374,275	767,790
Total revenues	62,271,411	55,463,357	52,083,910	54,749,423	48,508,990
Expenditures					
Current:					
General government	3,633,847	3,771,085	3,621,179	4,454,906	3,859,127
Public safety	26,459,263	25,692,272	25,681,372	25,080,613	25,647,992
Community development	11,424,004	10,826,979	5,633,982	7,808,273	2,345,099
Culture and recreation	5,870,577	5,561,337	5,577,207	5,677,937	5,587,721
Highways and streets	4,721,343	4,434,810	4,207,740	4,362,120	5,672,512
Health	6,094,492	120,000	120,000	119,999	120,000
Capital outlay	9,045,208	8,114,199	8,114,199	5,928,361	2,957,442
Debt service:					
Principal	2,229,221	2,284,269	2,020,927	1,204,215	1,229,166
Interest and fiscal charges	2,853,313	2,731,427	1,990,861	1,270,840	1,217,331
Total expenditures	72,331,268	63,536,378	56,967,467	55,907,264	48,636,390
Excess (deficiency) of revenues over (under) expenditures	(10,059,857)	(8,073,021)	(4,883,557)	(1,157,841)	(127,400)
Other financing sources (uses):					
Transfers in	5,344,657	13,451,752	776,146	9,466	943,350
Transfers out	(5,066,657)	(13,170,352)	(426,146)	(9,466)	(903,905)
(Loss) on sale of property	-	-	-	-	-
Proceeds from sale of property	599,751	6,627	1,842,182	14,408	16,750
Proceeds from tax increment deferred	3,705,856	3,775,724	-	-	-
Proceeds from section 108 loan	-	-	-	-	-
Issue of long term debt	-	-	-	-	-
Total other financing sources (uses)	4,583,607	4,063,751	2,192,182	14,408	56,195
Net change in fund balances before Extraordinary Item	\$ (5,476,250)	\$ (4,009,270)	\$ (2,691,375)	\$ (1,143,433)	\$ (71,205)
Extraordinary Items	-	-	(33,981,516)	-	-
Net change in fund balances	\$ (5,476,250)	\$ (4,009,270)	\$ (36,672,891)	\$ (1,143,433)	\$ (71,205)
Debt services as a percentage of noncapital expenditures ⁽²⁾	8.03%	9.05%	8.21%	4.95%	5.36%

Notes:

1. Starting 2010-11, Refuse and Sewer funds were classified as Enterprise Fund.
2. The ratio of total debt service to noncapital expenditures is calculated as total debt service expenditures (principal and interest) / total noncapital expenditures (the difference between total expenditures and capitalized capital outlay expenditures).

CITY OF MONTEREY PARK
Changes in Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year				
	2014/15	2015/16	2016/17	2017/18	2018/19
Revenues:					
Taxes	\$ 41,748,001	\$ 41,158,303	\$ 41,891,277	\$ 42,680,203	\$ 47,193,914
Licenses and permits	775,135	2,428,895	2,913,671	2,729,412	3,038,847
Intergovernmental revenues	3,072,957	3,203,752	1,851,272	2,927,646	4,247,826
Charges for services	5,521,035	6,110,829	6,721,667	8,417,372	7,161,652
Revenues from use of money & property	919,998	1,207,629	694,820	1,727,784	2,701,145
Fines and forfeitures	1,043,704	1,295,647	605,957	680,133	1,623,039
Other	1,180,868	1,414,172	1,074,799	1,756,785	1,741,046
Total revenues	54,261,698	56,819,227	55,753,463	60,919,335	67,707,469
Expenditures					
Current:					
General government	4,609,650	5,744,019	5,844,104	7,146,292	6,136,588
Public safety	27,076,488	28,396,653	29,258,673	30,235,225	34,708,110
Community development	3,015,194	2,261,895	2,392,374	2,497,952	2,563,517
Culture and recreation	6,738,804	6,464,589	6,634,294	6,981,663	7,383,682
Highways and streets	4,938,939	5,103,275	4,780,221	4,812,085	5,347,037
Health	488,697	-	250,000	160,000	150,000
Capital outlay	4,855,050	4,594,721	3,415,464	4,413,196	2,927,407
Debt service:					
Principal	1,255,802	1,291,263	1,370,156	1,416,257	1,079,149
Interest and fiscal charges	1,279,276	1,058,676	995,948	944,666	895,018
Total expenditures	54,257,900	54,915,091	54,941,234	58,607,336	61,190,508
Excess (deficiency) of revenues over (under) expenditures	3,798	1,904,136	812,229	2,311,999	6,516,961
Other financing sources (uses):					
Transfers in	1,380,000	2,327,332	2,246,686	2,225,885	3,003,264
Transfers out	(1,380,000)	(2,577,332)	(2,746,686)	(2,725,885)	(3,003,264)
(Loss) on sale of property	-	-	-	-	-
Proceeds from sale of property	562,114	-	-	-	-
Proceeds from tax increment deferred	-	-	-	-	-
Proceeds from section 108 loan	-	-	-	-	-
Issue of long term debt	1,576,783	-	-	-	-
Total other financing sources (uses)	2,138,897	(250,000)	(500,000)	(500,000)	-
Net change in fund balances before Extraordinary Item	\$ 2,142,695	\$ 1,654,136	\$ 312,229	\$ 1,811,999	\$ 6,516,961
Extraordinary Items	-	5,638,626	-	-	-
Net change in fund balances	\$ 2,142,695	\$ 7,292,762	\$ 312,229	\$ 1,811,999	\$ 6,516,961
Debt services as a percentage of noncapital expenditures ⁽²⁾	5.13%	4.67%	4.59%	4.36%	3.39%

Source: City of Monterey Park Management Services Department

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CITY OF MONTEREY PARK
Assessed Value of Taxable Property ⁽¹⁾
Last Ten Fiscal Years
(In Thousands)

Fiscal Year	Residential Property	Commercial Property	Industrial Property	Other Property	Tax-Exempt Property ⁽²⁾	Total Taxable	Total
						Assessed Value	Direct Tax Rate ^{(3) (4)}
2009/10	3,987,237,477	954,666,779	138,347,522	316,094,962	29,710,040	5,396,346,740	0.39330
2010/11	4,063,980,933	919,141,515	136,429,404	329,231,172	43,696,766	5,448,783,024	0.39312
2011/12	4,176,308,316	914,084,645	141,375,663	330,098,283	34,278,620	5,561,866,907	0.39069
2012/13	4,392,899,226	1,016,937,428	146,514,412	265,303,532	33,633,996	5,821,654,598	0.40086
2013/14	4,589,336,142	1,037,976,948	156,760,121	268,842,451	33,633,996	6,052,915,662	0.24388
2014/15	4,819,968,671	1,058,583,010	160,416,355	276,605,994	29,479,877	6,315,574,030	0.24412
2015/16	5,057,044,107	1,093,431,570	164,909,195	276,512,462	29,538,778	6,591,897,334	0.24437
2016/17	5,307,806,812	1,140,647,311	173,217,543	312,397,210	28,011,283	6,934,068,876	0.24460
2017/18	5,602,078,820	1,173,225,228	186,112,221	308,114,143	27,269,372	7,269,530,412	0.24384
2018/19	5,900,997,427	1,246,669,672	202,037,631	301,345,786	27,122,190	7,651,050,516	0.24490

Notes:

- (1) In 1978 the voters of the State of California passed Proposition 13 which limited property taxes to a total maximum rate of 1% based upon the assessed value of the property being taxed. Each year, the assessed value of property may be increased by an "inflation factor" (limited to a maximum increase of 2%). With few exceptions, property is only re-assessed at the time that it is sold to a new owner. At that point, the new assessed value is reassessed at the purchase price of the property sold. The assessed valuation data shown above represents the only data currently available with respect to the actual market value of taxable property and is subject to the limitations described above.
- (2) Exempt values are not included in total.
- (3) Total direct rate is the weighted average of all individual direct rates applied by the government preparing the statistical section information.
- (4) Retirement tax at 0.091170 per \$100 of Assessed Valuation.

CITY OF MONTEREY PARK
Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years
(Rate per \$100 of taxable value)

Agency	Fiscal Year				
	2009/10	2010/11	2011/12	2012/13	2013/14
Basic Levy ⁽¹⁾	1.00000	1.00000	1.00000	1.00000	1.00000
City Direct Rates:					
Monterey Park - Pension Obligation Bonds	0.09117	0.09117	0.09117	0.09117	0.09117
Total Direct Rates	1.09117	1.09117	1.09117	1.09117	1.09117
Overlapping Rates:					
Alhambra Unified School District	0.04881	0.05477	0.06923	0.06228	0.04906
Garvey School District	0.05378	0.05733	0.05686	0.06037	0.05978
Garvey-Alhambra	0.02728	0.03289	0.03205	0.03327	0.04914
Los Angeles Community College District	0.02311	0.04031	0.03530	0.04875	0.04454
Los Angeles Unified School District	0.15181	0.18695	0.16819	0.17561	0.14644
Metropolitan Water District	0.01800	0.01800	0.01800	0.01800	0.01800
Montebello Unified School District	0.09673	0.09792	0.10001	0.09630	0.09457
Monterey Park GO Debt	0.09117	0.09117	0.09117	0.09117	0.09117
Total Overlapping Rates	0.51069	0.57934	0.57081	0.58575	0.55270
Total Direct & Overlapping ⁽²⁾ Tax Rates	1.60186	1.67051	1.66198	1.67692	1.64387
City's Share of 1% Levy Per Prop 13 ⁽³⁾	0.15778	0.15778	0.15778	0.15778	0.15778
General Obligation Debt Rate	0.09117	0.09117	0.09117	0.09117	0.09117
Redevelopment Rate ⁽⁴⁾	1.10918	1.10918	1.10918	0.00000	0.00000
Total Direct Rate ⁽⁵⁾	0.39330	0.39312	0.39069	0.40086	0.24388

Notes:

- (1) In 1978, California voters passed Proposition 13 which sets the property tax rate at a 1.00% fixed amount. This 1.00% is shared by all taxing agencies for which the subject property resides within. In addition to the 1.00% fixed amount, property owners are charged taxes as a percentage of assessed property values for the payment of any voter approved bonds.
- (2) Overlapping rates are those of local and county governments that apply to property owners within the city. Not all overlapping rates apply to all City property owners.
- (3) City's share of 1% Levy is based on the City's share of the general fund tax rate area with the largest net taxable value within the city. ERAF general fund tax shifts may not be included in tax ratio figure.
- (4) Redevelopment rate is based on the largest RDA tax rate area and only includes rates(s) from indebtedness adopted prior to 1989 per California State statute. RDA direct and overlapping rates are applied only to the incremental property values. The approval of ABX1 26 eliminated Redevelopment from the State of California for the fiscal year 2012/13 and years thereafter.
- (5) Total direct rate is the weighted average of all individual direct rates applied by the government preparing the statistical section information and excludes revenue derived from aircraft. Beginning in 2013/14 the total direct rate no longer includes revenue generated from the former redevelopment tax rate areas. Challenges to recognized enforceable obligations are assumed to have been resolved during 2012/13. For the purposes of this report, residual revenue is assumed to be distributed to the City in the same proportions as general fund revenue.
- (6) Because basic and debt rates vary by tax rate area, individual rates cannot be summed.

CITY OF MONTEREY PARK
Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years
(Rate per \$100 of taxable value)

Agency	Fiscal Year				
	2014/15	2015/16	2016/17	2017/18	2018/19
Basic Levy ⁽¹⁾	1.00000	1.00000	1.00000	1.00000	1.00000
City Direct Rates:					
Monterey Park - Pension Obligation Bonds	<u>0.09117</u>	<u>0.09117</u>	<u>0.09117</u>	<u>0.09117</u>	<u>0.09117</u>
Total Direct Rates	<u>1.09117</u>	<u>1.09117</u>	<u>1.09117</u>	<u>1.09117</u>	<u>1.09117</u>
Overlapping Rates:					
Alhambra Unified School District	0.04985	0.04926	0.03615	0.05786	0.05404
Garvey School District	0.05947	0.05874	0.06067	0.08332	0.08705
Garvey-Alhambra	0.04522	0.04538	0.05303	0.09319	0.08800
Los Angeles Community College District	0.04017	0.03575	0.03596	0.04599	0.04621
Los Angeles Unified School District	0.14688	0.12971	0.13110	0.12219	0.12323
Metropolitan Water District	0.01800	0.01800	0.02300	0.03000	0.03000
Montebello Unified School District	0.08750	0.08715	0.14705	0.13514	0.13921
Monterey Park GO Debt	0.09117	0.09117	0.09117	0.09117	0.09117
Total Overlapping Rates	<u>0.53826</u>	<u>0.51516</u>	<u>0.57813</u>	<u>0.65886</u>	<u>0.65891</u>
Total Direct & Overlapping ⁽²⁾ Tax Rates	<u>1.62943</u>	<u>1.60633</u>	<u>1.66930</u>	<u>1.75003</u>	<u>1.75008</u>
City's Share of 1% Levy Per Prop 13 ⁽³⁾	0.15778	0.15778	0.15778	0.15778	0.15778
General Obligation Debt Rate	0.09117	0.09117	0.09117	0.09117	0.09117
Redevelopment Rate ⁽⁴⁾	0.00000	0.00000	0.00000	0.00000	0.00000
Total Direct Rate ⁽⁵⁾	0.24412	0.24437	0.24460	0.24384	0.24490

Source: County of Los Angeles Tax Assessor and HDL Coren & Cone.

CITY OF MONTEREY PARK
Principal Property Taxpayers
(Current Year and Nine Years Ago)

Taxpayers	2018/19	
	Taxable Assessed Valuation	Percent of Total City Taxable Assessed Valuation
Atlantic Times Square II LLC	\$ 107,434,751	1.40%
Omninet LACC LLC ET AL	82,722,000	1.08%
Union Bank	65,297,084	0.85%
Garfield Calmed Investment LP	53,440,295	0.70%
BRE California Saturn LLC	50,979,600	0.67%
Atlantic Square LLC	48,453,685	0.63%
Atlantic Times Square X LLC	37,340,729	0.49%
Emerald Hills LLC	34,288,043	0.45%
Monterey Park Calmed Invest LP	29,197,147	0.38%
MPM Partners LLC	28,629,470	0.37%
	\$ 537,782,804	7.03%
Total City Assessed Value	\$ 7,651,050,516	

Sources: 1. HDL Coren & Cone
2. County of Los Angeles Department of Auditor-Controller

CITY OF MONTEREY PARK
Principal Property Taxpayers
(Current Year and Nine Years Ago)

	2009/10	
	Taxable Assessed Valuation	Percent of Total City Taxable Assessed Valuation
Taxpayers		
Los Angeles Corporate Center LLC	\$ 92,916,900	1.72%
Garfield Calmed Investment LP	70,141,362	1.30%
Union Bank	54,713,878	1.01%
Atlantic Times Square II LLC	54,368,444	1.01%
1977 Saturn LLC	50,370,000	0.93%
GMS Five LLC	33,779,241	0.63%
Emerald Hills LLC	30,006,726	0.56%
Atlantic Shopping Center LP	22,056,480	0.41%
Real Estate Investors 1984 I	22,000,000	0.41%
901 Corporation Center LP	21,640,320	0.40%
	<u>\$ 451,993,351</u>	<u>8.38%</u>
Total City Assessed Value	<u>\$ 5,396,346,740</u>	

Sources: 1. HDL Coren & Cone
2. County of Los Angeles Department of Auditor-Controller

CITY OF MONTEREY PARK
Property Tax Levies and Collections
Last Ten Fiscal Years

Fiscal Year	Original Levy			1% - CY PER BOOK			
	Taxes Levied for the Fiscal Year			Collected within the Fiscal Year of Levy			Percentage of Levy
	1%	D.S.	Amount	1%	D.S.	Amount	
2009/10	6,852,571	4,071,933	10,924,504	6,414,087	3,812,164	10,226,251	93.61%
2010/11	6,927,221	4,121,586	11,048,807	6,541,366	3,887,804	10,429,170	94.39%
2011/12	7,098,802	4,243,185	11,341,986	6,565,780	4,551,806	11,117,586	98.02%
2012/13	7,286,613	5,305,437	12,592,050 ⁽²⁾	6,986,871	4,290,564	11,277,435	89.56%
2013/14	7,634,155	4,523,042	12,157,197	7,425,568	4,437,271	11,862,839	97.58%
2014/15	8,065,770	4,540,488	12,606,259	7,796,253	4,443,105	12,239,358	97.09%
2015/16	8,455,052	4,956,680	13,411,732	8,163,466	4,837,739	13,001,205	96.94%
2016/17	8,824,332	5,182,017	14,006,349	8,497,606	5,046,043	13,543,649	96.70%
2017/18	9,279,439	5,447,199	14,726,639	8,918,736	5,290,647	14,209,382	96.49%
2018/19	9,729,981	5,745,652	15,475,634	9,348,499	5,629,544	14,978,043	96.78%

Note: The amounts presented are the City's property tax including secured and unsecured, but excluding interest and penalties.

(1) This percentage may exceed 100% due to information provided by Tax Assessor may not clearly identify the year collected.

(2) Amount included pension override voter approved portion generated from the former redevelopment project areas.

Source: City of Monterey Park Management Services Department
County of Los Angeles Tax Assessor

CITY OF MONTEREY PARK
Property Tax Levies and Collections
Last Ten Fiscal Years

Fiscal Year	1% - PY PER BOOK						
	Collections in Subsequent Years			Total Collections to Date			Percentage of Levy ⁽¹⁾
	1%	D.S.	Amount	1%	D.S.	Amount	
2009/10	359,301	109,069	468,370	6,773,388	3,921,233	10,694,621	98%
2010/11	287,500	99,043	386,544	6,828,866	3,986,847	10,815,713	98%
2011/12	72,698	110,634	183,332	6,638,478	4,662,440	11,300,918	100%
2012/13	196,955	50,990	247,945	7,183,826	4,341,554	11,525,380	92%
2013/14	273,471	95,500	368,971	7,699,039	4,532,770	12,231,809	101%
2014/15	143,686	77,728	221,414	7,939,938	4,520,833	12,460,772	99%
2015/16	196,898	120,616	317,514	8,360,364	4,958,355	13,318,719	99%
2016/17	265,175	110,404	375,579	8,762,781	5,156,448	13,919,228	99%
2017/18	109,223	150,134	259,357	9,027,959	5,440,781	14,468,740	98%
2018/19	196,298	130,331	326,629	9,544,797	5,759,875	15,304,672	99%

Note: The amounts presented are the City's property tax including secured and unsecured, but excluding interest and penalties.

- (1) This percentage may exceed 100% due to information provided by Tax Assessor may not clearly identify the year collected.
- (2) Amount included pension override voter approved portion generated from the former redevelopment project areas.

Source: City of Monterey Park Management Services Department
County of Los Angeles Tax Assessor

CITY OF MONTEREY PARK
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years
(In Thousands)

<u>Fiscal Year</u>	<u>Governmental Activities</u>						<u>Total Governmental Activities</u>
	<u>Pension Obligation Bonds</u>	<u>Tax Allocation Bonds</u>	<u>Tax Increment Deferred Loan</u>	<u>HUD Section 108 Loans</u>	<u>Library Special Tax Revenue Note</u>	<u>Capital Lease Obligation</u>	
2009/10	16,855	28,095	30,835	5,033	2,621	1,430	84,869
2010/11	16,345	26,975	34,611	4,768	2,335	1,326	86,360
2011/12⁽³⁾	15,850	-	-	4,487	2,038	1,219	23,594
2012/13	15,365	-	-	4,189	1,729	1,106	22,389
2013/14	14,890	-	-	3,873	1,409	988	21,160
2014/15	14,425	-	-	3,538	1,077	2,442	21,482
2015/16	13,970	-	-	3,182	731	2,307	20,190
2016/17	13,520	-	-	2,804	373	2,123	18,820
2017/18	13,075	-	-	2,403	-	1,926	17,404
2018/19	12,635	-	-	1,977	-	4,162	18,774

Notes:

- (1) Percentage of Personal Income was based on data from Los Angeles County State of California Employment Department.
- (2) Debt per capita data was based on the number of population within the City of Monterey Park.
- (3) Starting February 1, 2012, Redevelopment Agency was dissolved and the City became the Successor Agency for the former Redevelopment Agency.

CITY OF MONTEREY PARK
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years
(In Thousands)

Fiscal Year	Business-Type Activity	Total Primary Government	⁽¹⁾ Percentage of Personal Income	Population	⁽²⁾ Debt Per Capita
	Capital Lease Obligation				
2009/10	6,651	91,520	0.02%	65,027	1,407
2010/11	6,095	92,455	0.02%	60,435	1,530
2011/12⁽³⁾	5,533	29,127	0.01%	61,153	476
2012/13	4,966	27,355	0.01%	61,445	445
2013/14	4,392	25,552	0.01%	61,777	414
2014/15	12,747	34,229	0.01%	62,063	552
2015/16	12,127	32,317	0.01%	61,346	527
2016/17	10,567	29,387	0.00%	61,606	477
2017/18	9,809	27,213	N/A	62,240	437
2018/19	9,167	27,941	N/A	61,828	452

Notes:

- (1) Percentage of Personal Income was based on data from Los Angeles County State of California Employment Department.
- (2) Debt per capita data was based on the number of population within the City of Monterey Park.
- (3) Starting February 1, 2012, Redevelopment Agency was dissolved and the City became the Successor Agency for the former Redevelopment Agency.

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CITY OF MONTEREY PARK
Ratio of General Bonded Debt Outstanding
Last Ten Fiscal Years
(In Thousands, except Per Capita)

Fiscal Year	Pension Obligation Bonds ⁽¹⁾	Actual Taxable Value of Property	Percent of Actual Taxable Value of Property ⁽²⁾	Population	Net Bonded Debt Per Capita
2009/10	16,855	5,396,347	0.31%	65,027	259
2010/11	16,345	5,448,783	0.30%	60,435	270
2011/12 ⁽³⁾	15,850	5,561,867	0.28%	61,153	259
2012/13	15,365	5,821,655	0.26%	61,445	250
2013/14	14,890	6,052,916	0.25%	61,777	241
2014/15	14,425	6,315,574	0.23%	62,063	232
2015/16	13,970	6,591,897	0.21%	61,346	228
2016/17	13,520	6,934,069	0.19%	61,606	219
2017/18	13,075	7,269,530	0.18%	62,240	210
2018/19	12,635	7,651,050	0.17%	61,828	204

Note:

- (1) The City has Pension Obligation bonds and does not have any other General Obligation Bonds.
- (2) Assessed value has been used because the actual value of taxable property is not readily available in the State of California.
- (3) Starting February 1, 2012, Redevelopment Agency was dissolved and the City became the Successor Agency for the former Redevelopment Agency.

CITY OF MONTEREY PARK
Direct and Overlapping Debt
As of June 30, 2019

	Gross Bonded Debt Balance	Percent Applicable To City	Net Bonded Debt
Overlapping Debt			
METROPOLITAN WATER DISTRICT	23,317,224	0.030	7,049
GARVEY SD DS 2004 SERIES 2006	12,674,618	29.532	3,743,082
GARVEY SD DS 2004 SERIES C	8,317,964	29.532	2,456,470
GARVEY SD DS 2011 REFUND BONDS	3,175,000	29.532	937,644
GARVEY SD DS 2013 REF BONDS	950,000	29.532	280,555
GARVEY SD DS 2014 REF BONDS	3,575,000	29.532	1,055,773
GARVEY SD DS 2016 SERIES A	19,500,000	29.532	5,758,761
LA CCD DS 2003 TAXABLE SERIES 2004B	2,115,000	0.900	19,026
LA CCD DS 2001 TAXABLE SERIES 2004A	31,555,000	0.900	283,858
LA CCD DS 2008, 2009 TAXABLE SER B	75,000,000	0.900	674,675
LA CCD DS 2008, 2010 TAX SERIES D	125,000,000	0.900	1,124,458
LA CCD DS 2008, 2010 TAX SERE (BABS)	900,000,000	0.900	8,096,100
LA CCD DS 2008 2012 SERIES F	202,000,000	0.900	1,817,125
LA CCD DS 2013 REF BONDS	38,945,000	0.900	350,336
LA CCD DS 2008 SERIES G	212,070,000	0.900	1,907,711
LA CCD DS 2015 REF SERIES A	1,429,435,000	0.900	12,858,721
LA CCD DS 2015 REF SERIES B	28,830,000	0.900	259,345
LA CCD DS 2015 REF SERIES C	252,150,000	0.900	2,268,257
LA CCD DS 2008 SERIES I	210,570,000	0.900	1,894,218
LA CCD DS 2008 SERIES J	174,965,000	0.900	1,573,927
LA CCD DS 2016 REF BONDS	247,755,000	0.900	2,228,721
LOS ANGELES UNIF DS 2002 SERIES D	8,155,000	0.036	2,904
LOS ANGELES UNIF DS 2004 SERIES I	18,155,000	0.036	6,464
LOS ANGELES UNIF DS 2005 SERIES F	4,945,000	0.036	1,761
LOS ANGELES UNIF DS 2002 SERIES E	200,000,000	0.036	71,208
LOS ANGELES UNIF DS 2005 SERIES H-QSCBS	318,800,000	0.036	113,506
LOS ANGELES UNIF MEASURE R SERIES 2009	5,645,000	0.036	2,010
LOS ANGELES UNIF MEASURE R SERIES KRY BABS	363,005,000	0.036	129,245
LOS ANGELES UNIF MEASURE Y 2009 SERIES KRY BABS	806,795,000	0.036	287,252
LOS ANGELES UNIF DS 2009 REFUNDING PROP BB BONDS	23,635,000	0.036	8,415
LOS ANGELES UNIF MEASURE K 2010 SERIES KRY	145,250,000	0.036	51,715
LOS ANGELES UNIF MEASURE R 2010 SERIES KRY	152,165,000	0.036	54,177
LOS ANGELES UNIF MEASURE Y 2010 SERIES KRY	95,770,000	0.036	34,098
LOS ANGELES UNIF MEASURE R 2010 SERIES RY BABS	477,630,000	0.036	170,056
LOS ANGELES UNIF MEASURE Y 2010 SERIES RY BABS	772,955,000	0.036	275,204
LOS ANGELES UNIF DS 2005 2010 SERIES J-1 QSCBS	172,285,000	0.036	61,341
LOS ANGELES UNIF DS 2005 2010 SERIES J-2 QSCBS	90,580,000	0.036	32,250
LOS ANGELES UNIF DS 2011 REFUNDING BOND SERIES A I	104,935,000	0.036	37,361
Sub-Total Overlapping Debt			\$ 50,934,780

2018/19 Assessed Valuation: \$6,202,484,609 After Deducting \$1,448,565,907 Incremental Value.

Debt to Assessed Valuation Ratios:	Direct Debt	0.00%
	Overlapping debt	2.06%
	Total debt	2.06%

Notes:

- (1) This fund is a portion of a larger agency, and is responsible for debt in areas outside the city.
- (2) This report reflects debt which is being repaid through voter-approved property tax indebtedness. It excludes mortgage revenue, tax allocation bonds, interim financing obligations, non-bonded capital lease obligations, and certificates of participation, unless provided by the city.
- (3) Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the city. The percentage of overlapping debt applicable is estimated by using taxable assessed values. Applicable percentages were estimated by determining the portion of another governmental unit's taxable assessed value that is within the city's boundaries and dividing it by each unit's total taxable assessed value.

Source: HDL Coren & Cone

CITY OF MONTEREY PARK
Direct and Overlapping Debt
As of June 30, 2019

	Gross Bonded Debt Balance	Percent Applicable To City	Net Bonded Debt
Overlapping Debt (Continued)			
LOS ANGELES UNIF DS 2011 REFUNDING BOND SERIES A 2	142,915,000	0.036	50,884
LOS ANGELES UNIF DS 2012 REFUNDING BOND SERIES A	110,985,000	0.036	39,515
LOS ANGELES UNIF DS 2014 REF BOND SERIES A	76,285,000	0.036	27,161
LOS ANGELES UNIF DS 2014 REF BOND SERIES B	174,540,000	0.036	62,143
LOS ANGELES UNIF DS 2014 REF BOND SERIES C	875,070,000	0.036	311,561
LOS ANGELES UNIF DS 2014 REF BOND SERIES D	143,555,000	0.036	51,112
LOS ANGELES UNIF DS 2005 SERIES K	3,725,000	0.036	1,326
LOS ANGELES UNIF DS 2015 REF BONDS SERIES A	318,085,000	0.036	113,251
LOS ANGELES UNIF DS 2008 SERIES A 2016	617,295,000	0.036	219,783
LOS ANGELES UNIF DS 2016 REF BONDS SERIES A	504,630,000	0.036	179,669
LOS ANGELES UNIF DS 2016 REF BONDS SERIES B	498,240,000	0.036	177,394
LOS ANGELES UNIF DS 2017 REF BONDS SER A PROP BB	134,800,000	0.036	47,994
LOS ANGELES UNIF DS 2017 REF BONDS SER A MEAS K	921,240,000	0.036	328,000
LOS ANGELES UNIF DS 2005 SERIES M 1 2018	1,202,445,000	0.036	428,120
LOS ANGELES UNIF DS 2008 SERIES B 1 2018	594,605,000	0.036	211,704
MONTEBELLO USD DS 1998 SERIES 1998	3,556,797	8.803	313,099
MONTEBELLO USD DS 1998 SERIES 1999	6,109,304	8.803	537,791
MONTEBELLO USD DS 1998 SERIES 2004	6,124,071	8.803	539,091
MONTEBELLO USD DS 1998 SERIES 2002	5,489,737	8.803	483,252
MONTEBELLO USD DS 2004 SERIES 2009-1	950,000	8.803	83,627
MONTEBELLO USD DS 2004 SERIES 2009A-2 BABS	12,640,000	8.803	1,112,677
MONTEBELLO USD DS 2010 REFUNDING BONDS	2,320,000	8.803	204,225
MONTEBELLO USD DS REF 2004 SERIES 2013A	17,245,000	8.803	1,518,047
MONTEBELLO USD DS REF BOND SERIES 2015	28,215,000	8.803	2,483,716
MONTEBELLO USD DS REF BONDS 2016 SERIES A	14,705,000	8.803	1,294,455
MONTEBELLO USD DS 2016 SERIES A	84,765,000	8.803	7,461,712
ALHAMBRA USD DS 1999 SERIES A	6,512,345	32.703	2,129,751
ALHAMBRA USD DS 2005 REF BONDS	4,565,000	32.703	1,492,905
ALHAMBRA USD DS 2008 SERIES A SFID	11,324,708	32.703	3,703,553
ALHAMBRA USO-GARVEY DS 2004 SERIES B	21,694,695	32.703	7,094,880
ALHAMBRA USD DS 2008 SERIES 8-1 QSCB	7,934,000	32.703	2,594,679
ALHAMBRA USO-GARVEY DS 2012 REF SERIES A	34,315,000	32.703	11,222,135
ALHAMBRA USD DS 2012 REF SERIES B	3,455,000	32.703	1,129,899
ALHAMBRA USO-GARVEY DS 2016 REF SERIES A	10,670,000	32.703	3,489,441
ALHAMBRA USD DS 2016 REF BOND SERIES B	22,985,000	32.703	7,516,852
ALHAMBRA USD DS 2016 SERIES A	30,000,000	32.703	9,810,988
ALHAMBRA USO-GARVEY DS 2016 SERIES A	25,000,000	32.703	8,175,823
Sub-Total Overlapping Debt			\$ 76,642,215
Total Overlapping Debt			\$ 127,576,995
Direct Debt:			
Pension Obligation Bonds	12,635,000	100%	12,635,000
HUD Section 108 Loan	1,977,000	100%	1,977,000
Capital Lease Obligation	4,162,033	100%	4,162,033
Total Direct Debt			\$ 18,774,033
Total Direct and Overlapping Debt			\$ 146,351,028

Source: HDL Coren & Cone

CITY OF MONTEREY PARK
Legal Debt Margin Information
Last Ten Fiscal Years
(In Thousands)

	Fiscal Year				
	2009/10	2010/11	2011/12	2012/13	2013/14
Assessed valuation	5,396,347	5,448,783	5,561,867	5,821,655	6,052,916
Debt limit percentage	15%	15%	15%	15%	15%
Debt limit	809,452	817,317	834,280	873,248	907,937
Total net debt applicable to limit:					
Pension obligation bonds	<u>16,855</u>	<u>16,345</u>	<u>15,850</u>	<u>15,365</u>	<u>14,890</u>
Legal debt margin	<u>\$ 792,597</u>	<u>\$ 800,972</u>	<u>\$ 818,430</u>	<u>\$ 857,883</u>	<u>\$ 893,047</u>
Total debt applicable to the limit as a percentage of debt limit	2.08%	2.00%	1.90%	1.76%	1.64%

Note: In accordance with California Government Code Section 43605, total general obligation bonds outstanding cannot exceed 15 percent of total assessed valuation.

Sources: 1. City of Monterey Park Management Services Department
2. County of Los Angeles Department of Auditor-Controller

CITY OF MONTEREY PARK
Legal Debt Margin Information
Last Ten Fiscal Years
(In Thousands)

	Fiscal Year				
	2014/15	2015/16	2016/17	2017/18	2018/19
Assessed valuation	6,315,574	6,591,897	6,934,068	7,269,530	7,651,050
Debt limit percentage	15%	15%	15%	15%	15%
Debt limit	947,336	988,785	1,040,110	1,090,430	1,147,657
Total net debt applicable to limit: Pension obligation bonds	<u>14,425</u>	<u>13,970</u>	<u>13,520</u>	<u>13,075</u>	<u>12,635</u>
Legal debt margin	<u>\$ 932,911</u>	<u>\$ 974,815</u>	<u>\$ 1,026,590</u>	<u>\$ 1,077,355</u>	<u>\$ 1,135,022</u>
Total debt applicable to the limit as a percentage of debt limit	1.52%	1.41%	1.30%	1.20%	1.10%

Note: In accordance with California Government Code Section 43605, total general obligation bonds outstanding cannot exceed 15 percent of total assessed valuation.

Sources: 1. City of Monterey Park Management Services Department
2. County of Los Angeles Department of Auditor-Controller

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CITY OF MONTEREY PARK
Demographic and Economic Statistics
Last Ten Fiscal Years

Fiscal Year	Population	Personal Income	Per Capita Personal Income	Unemployment Rate
2009/10	65,027	410,674,615	41,791	9.4%
2010/11	60,435	420,913,463	42,564	9.3%
2011/12	61,153	443,088,010	44,474	9.0%
2012/13	61,445	466,098,988	46,530	7.0%
2013/14	61,777	499,767,889	49,400	6.5%
2014/15	62,063	544,324,900	53,521	5.2%
2015/16	61,346	563,907,868	55,624	5.2%
2016/17	61,606	593,741,110	58,419	4.5%
2017/18	62,240	N/A	N/A	3.9%
2018/19	61,828	N/A	N/A	4.1%

Note: Personal income and Per capita personal income are the data shown for Los Angeles County from Bureau of Economic Analysis.

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- Sources:
1. Bureau of Economic Analysis
 2. State of California Employment Development Department (data shown is for the county)
 3. State of California, Department of Finance

CITY OF MONTEREY PARK
Principal Employers
(Current Year and Nine Years Ago)

Employers	2018/19	
	Number of Employees	Percentage of Total Employment ⁽¹⁾
Garfield Medical Center	988	0.020%
Monterey Park Hospital	416	0.008%
Costco	348	0.007%
Blue Shield of California Promise Health (Ac#32957)	224	0.005%
Southern California Gas Company	199	0.004%
California Psychcare Inc	190	0.004%
Home Depot	179	0.004%
Blue Shield of California Promise Health (Ac#37195)	150	0.003%
Chinese Daily News	142	0.003%
Camino Real Chevrolet	131	0.003%
Remitco LLC	130	0.003%
Ralph's Grocery Store	108	0.002%

Note:

(1) Percentage of total employment is calculated based on Los Angeles County's total employment annual force of 4,896,500 in 2018 and 4,302,300 in 2010.

Sources: 1. City of Monterey Park Management Services Department
2. State of California Employment Development Department

CITY OF MONTEREY PARK
Principal Employers
(Current Year and Nine Years Ago)

Employers	2009/10	
	Number of Employees	Percentage of Total Employment ⁽¹⁾
Garfield Medical Center	970	0.023%
Monterey Park Hospital	362	0.008%
Care 1st Health Plan	316	0.007%
Southern California Gas Company	279	0.006%
Pacific Bell	228	0.005%
Syner Med Inc	217	0.005%
Ralph's Grocery Store	158	0.004%
Remitco LLC	133	0.003%
Chinese Daily News	128	0.003%
Southern California Edison Company	125	0.003%
Camino Real Chevrolet	121	0.003%
CVS Pharmacies	117	0.003%

Note:

(1) Percentage of total employment is calculated based on Los Angeles County's total employment annual force of 4,896,500 in 2018 and 4,302,300 in 2010.

Sources: 1. City of Monterey Park Management Services Department
2. State of California Employment Development Department

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CITY OF MONTEREY PARK
City Employees by Function
Last Ten Fiscal Years

<u>Function</u>	Fiscal Year									
	<u>09-10</u>	<u>10-11</u>	<u>11-12</u>	<u>12-13</u>	<u>13-14</u>	<u>14-15</u>	<u>15-16</u>	<u>16-17</u>	<u>17-18</u>	<u>18-19</u>
General Government	32	35	32	32	32	31	32	33	33	35
Public Safety										
Police	123	113	113	114	114	114	116	119	119	122
Fire	62	59	58	58	58	58	58	59	61	61
Public Works	59	70	70	70	70	71	71	71	71	71
Culture and Recreation										
Library	25	24	24	25	25	26	26	26	26	26
Recreation/Community Services	49	36	36	36	36	37	37	37	37	37
Community/Economic Development	24	15	12	13	13	14	14	15	17	17
Total	<u>374</u>	<u>352</u>	<u>345</u>	<u>348</u>	<u>347</u>	<u>350</u>	<u>352</u>	<u>359</u>	<u>364</u>	<u>368</u>

Note: Numbers represent Full-Time-Equivalent positions.

CITY OF MONTEREY PARK
Operating Indicators by Function
Last Ten Fiscal Years

	Fiscal Year					
	2008/09	2009/10	2010/11	2011/12	2012/13	2013/14
Police:						
Number of service calls	54,925	53,863	54,363	54,128	51,130	51,735
Response time priority I (emergency) (minutes/seconds)	4:25	4:00	4:03	4:10	3:55	4:28
Fire:						
Number of emergency calls	4,094	4,378	3,757	4,103	4,565	4,538
Inspections	3,372	3,438	3,438	2,570	2,385	2,955
Public works:						
Street resurfacing (miles)	-	7.66	0.47	2.05	14.68	0.48
Parks and recreation:						
Hours of recreation classes	770	700	770	770	540	640
Number of hours of facility rentals ⁽¹⁾	241	141	141	177	145	167
Water:						
Meters changed and upgrades ⁽²⁾	518	513	564	1,149	739	329
Water turn-ons and turn-offs	2,939	2,521	2,079	2,436	2,856	2,412
Average daily consumption (thousand of gallons)	11,000	11,000	8,000	8,000	8,000	8,000

Note:

(1) Start FY 2016/17, number of hours of facility rentals are being used.

(2) Start FY 2017/18, total meters installed to field-testable and/or field-repairable standards was being omitted.

Sources: 1. City of Monterey Park Annual Budget
2. City of Monterey Park Management Services Department
3. City of Monterey Park Engineering Division

CITY OF MONTEREY PARK
Operating Indicators by Function
Last Ten Fiscal Years

	Fiscal Year				
	2014/15	2015/16	2016/17	2017/18	2018/19
Police:					
Number of service calls	54,568	54,183	53,646	54,696	52,597
Response time priority I (emergency) (minutes/seconds)	3:56	4:49	4:46	4:22	4:09
Fire:					
Number of emergency calls	4,605	4,985	5,047	5,121	5,203
Inspections	2,424	5,139	3,523	3,523	3,193
Public works:					
Street resurfacing (miles)	0.16	2.12	2.71	2.80	-
Parks and recreation:					
Hours of recreation classes	640	650	600	922	950
Number of facility rentals / Number of hours of facility rentals ⁽¹⁾	165	175	1,197	1,230	1,500
Water:					
Meters changed and upgrades ⁽²⁾	10,994	98	112	8	3
Water turn-ons and turn-offs	2,412	2,682	2,440	2,440	2,000
Average daily consumption (thousand of gallons)	8,000	8,000	8,000	8,000	8,000

Note:

(1) Start FY 2016/17, number of hours of facility rentals are being used.

(2) Start FY 2017/18, total meters installed to field-testable and/or field-repairable standards was being omitted.

Sources: 1. City of Monterey Park Annual Budget
2. City of Monterey Park Management Services
Department
3. City of Monterey Park Engineering Division

CITY OF MONTEREY PARK
Capital Assets Statistics by Function
Last Ten Fiscal Years

	Fiscal Year				
	2009/10	2010/11	2011/12	2012/13	2013/14
Police:					
Stations	1	1	1	1	1
Fire:					
Fire stations	3	3	3	3	3
Public works:					
Streets (miles)	119	119	119	119	119
Streetlights	3,359	3,359	3,359	3,359	3,359
Traffic signals	75	75	75	75	75
Parks and recreation:					
Parks	14	14	14	14	14
Community centers					
Water:					
Water mains (miles)	134	134	134	134	134
Maximum Actual Daily Pumped (thousands of gallons)	11,733	11,140	11,340	12,810	11,510
Wastewater:					
Sanitary sewers (miles)	126	126	126	126	126
Storm sewers (miles)	12.43	12.43	12.43	12.43	12.43

Sources: 1. City of Monterey Park Annual Budget
2. City of Monterey Park Water Division

CITY OF MONTEREY PARK
Capital Assets Statistics by Function
Last Ten Fiscal Years

	Fiscal Year				
	2014/15	2015/16	2016/17	2017/18	2018/19
Police:					
Stations	1	1	1	1	1
Fire:					
Fire stations	3	3	3	3	3
Public works:					
Streets (miles)	119	119	119	119	119
Streetlights	3,359	3,359	3,359	3,359	3,359
Traffic signals	75	75	75	75	75
Parks and recreation:					
Parks	14	14	14	14	14
Community centers					
Water:					
Water mains (miles)	134	134	134	134	134
Maximum Actual Daily Pumped (thousands of gallons)	9,680	7,200	6,800	7,000	6,700
Wastewater:					
Sanitary sewers (miles)	126	126	126	126	126
Storm sewers (miles)	12.43	12.43	12.43	12.43	12.43

Sources: 1. City of Monterey Park Annual Budget
2. City of Monterey Park Water Division

CITY OF MONTEREY PARK
Water Sold by Type of Customer
Last Ten Fiscal Years
(in millions of gallons)

	Fiscal Year				
	2009/10	2010/11	2011/12	2012/13	2013/14
Type of Customers:					
Residential	2,693.5	2,718.3	2,570.3	2,825.1	2,824.1
Commercial	925.8	935.0	861.8	893.6	893.8
Institutional	127.8	130.0	175.0	163.0	160.0
Government	90.1	89.1	90.0	88.0	82.0
Total	<u>3,837.2</u>	<u>3,872.4</u>	<u>3,697.1</u>	<u>3,969.7</u>	<u>3,959.9</u>

CITY OF MONTEREY PARK
Water Sold by Type of Customer
Last Ten Fiscal Years
(in millions of gallons)

	Fiscal Year				
	2014/15	2015/16	2016/17	2017/18	2018/19
Type of Customers:					
Residential	2,431.1	2,504.0	2,151.5	2,355.5	2,435.4
Commercial	896.6	914.5	835.8	876.9	901.5
Institutional	159.1	163.9	161.1	163.3	165.4
Government	80.0	81.6	80.3	83.1	85.3
Total	3,566.8	3,664.0	3,228.7	3,478.8	3,587.6

CITY OF MONTEREYPARK
Water Rates
Last Ten Fiscal Years

Fiscal Year	Monthly Base Rate	Rate per 1,000 Gallons
2009/10	12.63	2.21
2010/11	12.63	2.21
2011/12	12.63	2.21
2012/13	12.63	2.21
2013/14	12.63	2.21
2014/15	14.50	2.39
2015/16	15.95	2.49
2016/17	17.55	2.89
2017/18	19.30	3.02
2018/19	21.25	3.15

Note: Rates are based on 5/8" meter and 3/4 meters (the City is standardizing to 3/4 meters), which is the standard household meter size.

CITY OF MONTEREY PARK
Top Ten Water Customers
(Current Year and Four Years Ago)

Water Customer	2018/19		2014/2015	
	Water Charges	Percent of Total Water Revenues	Water Charges	Percent of Total Water Revenues
Atlantic Times Square #740	\$ 155,091	1.52%	\$ 108,590	1.45%
Garfield Estates	117,732	1.15%	95,696	1.28%
Aespace America Inc.	111,915	1.09%	76,597	1.02%
Atlantic Times Square #750	104,822	1.02%	59,200	0.79%
Continental Homes	83,107	0.81%	64,625	0.86%
Garfield Medical Ctr	76,941	0.75%	29,520	0.39%
Judicial Council	67,560	0.66%	-	0.00%
Ridgewood Apts	62,360	0.61%	41,935	0.56%
Moon Valley Nursery of CA Inc.	62,256	0.61%	8,724	0.12%
MP 3600 LLC	59,274	0.58%	-	0.00%
	<u>\$ 901,057</u>	<u>8.80%</u>	<u>\$ 484,887</u>	<u>6.47%</u>



City Council Staff Report

DATE: December 18, 2019

AGENDA ITEM NO: Consent Calendar
Agenda Item 3-E.

TO: The Honorable Mayor and City Council
FROM: Thomas J. Cody, Director of Human Resources and Risk Management
SUBJECT: Minimum Wage Increase per Labor Code § 1182.12

RECOMMENDATION:

It is recommended that the City Council consider:

1. Adopting a Resolution approving the State mandated minimum wage increase in order to have the wage adjustments in place as of January 1, 2020; and
2. Take such additional, related, action that may be desirable.

EXECUTIVE SUMMARY:

Effective January 1, 2020, California's Minimum Wage for employers with 26 or more employees will be increasing from \$12.00 an hour to \$13.00 an hour. The minimum wage increase will impact at least the nine positions below the mandated increase. The state mandated minimum wage increase will also impact the wage gap between other part-time classifications.

In order to have the State mandated minimum wage increase adjustments in place by January 1, 2020, the City is requesting that the City Council approve the Minimum Wage increase resolution.

BACKGROUND:

On September 25, 2013, the California Legislature adopted AB 10 which amends Labor Code Section 1182.12 to increase the California minimum wage to \$15.00 an hour by year 2022. Effective July 1, 2014, the minimum wage was increased to \$9.00 per hour and additional \$0.50 cent increases in the months of January 2015, January 2016, January 2017 and January 2018 increasing the minimum wage to \$11.00 per hour beginning January 1, 2018. Effective January 1, 2019, the minimum wage was increase to \$12.00 per hour and additional \$1.00 increases in the months of January 2020, January 2021 and January 2022.

The City currently has nine (9) part-time classifications whose hourly wage falls below the mandated \$13.00 an hour state mandated increase. This state mandated wage increase will also impact the wage gap between the other part-time classifications. In order to keep the consistency and difference in pay between the part-time classifications, and to reach the critical part-time safety classifications of jailer and

police dispatch, all of the occupied positions (see attachment 3) but one is proposed to be increased by \$1.00.

Future Increases

In the next two years, the minimum wage will be increased as follows:

January 2021 - \$14.00 an hour
January 2022 - \$15.00 an hour

FISCAL IMPACT:

The Management Services Department has projected that the increased minimum wages will cost approximately \$99,100 for the last six months of 2019-2020 FY (January 2020 – June 2020) and will be appropriated from the general fund reserves.

Respectfully submitted by:



Thomas J. Cody
Human Resources & Risk
Management

Approved by:



Ron Bow
City Manager

Reviewed by:



Karl H. Berger
Assistant City Attorney

ATTACHMENTS:

1. Resolution
2. Current Part-Time Salary Schedule Effective 01/01/2019
3. Part-Time Salary Schedule Effective 01/01/2020
4. 2019-2020 Fiscal Impact Summary
5. California Department of Industrial Relations - Minimum Wage Notice

ATTACHMENT 1

Resolution

RESOLUTION NO. _____

**A RESOLUTION ESTABLISHING THE SALARY RANGES FOR
TEMPORARY PART-TIME, SEASONAL AND HOURLY EMPLOYEES
OF THE CITY OF MONTEREY PARK FOR THE 2020 CALENDAR
YEAR.**

The City Council of the City of Monterey Park does resolve as follows:

SECTION 1: The City Council authorizes the City Manager, or designee, to compensate temporary part-time, seasonal and hourly job classifications at hourly rates set forth in the attached Exhibit "A," which is incorporated by reference. Those rates will become effective January 1, 2020 pursuant to Labor Code § 1182.12.

SECTION 2: *Effective Date.* This Resolution becomes effective immediately upon adoption.

PASSED, ADOPTED AND APPROVED this 18th day of December, 2019.

Hans Liang
Mayor, City of Monterey Park

ATTEST:

Vincent D. Chang, City Clerk

APPROVED AS TO FORM:
MARK D. HENSLEY, City Attorney

By: _____
Karl H. Berger, Assistant City Attorney

Resolution No. _____

Page 2 of 2

State of California)
County of Los Angeles) ss.
City of Monterey Park)

I, Vincent D. Chang, City Clerk of the City of Monterey Park, California, do hereby certify that the foregoing Resolution No. _____ was duly and regularly adopted by the City Council of the City of Monterey Park at a regular meeting held on the eighteenth day of December, 2019 by the following vote:

Ayes:	Council Members:
Nays:	Council Members:
Absent:	Council Members:
Abstain:	Council Members:

Dated this 18th day of December, 2019.

Vincent D. Chang, City Clerk
City of Monterey Park, California

Effective 01/01/2020										
Part-Time Salary Schedule										
Job										
Classifications	Step 1	Step 2	Step 3	Step 4	Step 5	Step 6	Step 7	Step 8	Step 9	Step 10
Cashier	13.00	13.33	13.66	14.00	14.35	14.71	15.08	15.45	15.84	16.63
Junior Lifeguard	13.00	13.33	13.66	14.00	14.35	14.71	15.08	15.45	15.84	16.63
Library Page	13.00	13.33	13.66	14.00	14.35	14.71	15.08	15.45	15.84	16.63
Locker Room Attendant	13.00	13.33	13.66	14.00	14.35	14.71	15.08	15.45	15.84	16.63
School Crossing Guard	13.00	13.33	13.66	14.00	14.35	14.71	15.08	15.45	15.84	16.63
Recreation Leader	13.50	13.84	14.18	14.54	14.90	15.27	15.66	16.05	16.45	17.27
Fire Intern I	13.50	13.84	14.18	14.54	14.90	15.27	15.66	16.05	16.45	17.27
Lifeguard	13.50	13.84	14.18	14.54	14.90	15.27	15.66	16.05	16.45	17.27
Planning Intern	13.50	13.84	14.18	14.54	14.90	15.27	15.66	16.05	16.45	17.27
Senior Lifeguard/Instructor	14.00	14.35	14.71	15.08	15.45	15.84	16.24	16.64	17.06	17.91
Community Media Specialist	14.00	14.35	14.71	15.08	15.45	15.84	16.24	16.64	17.06	17.91
Janitor	14.03	14.38	14.74	15.11	15.49	15.87	16.27	16.68	17.09	17.95
Dial-A-Ride Driver	14.06	14.41	14.77	15.14	15.52	15.91	16.31	16.71	17.13	17.99
Police Cadet	14.06	14.41	14.77	15.14	15.52	15.91	16.31	16.71	17.13	17.99
Police Records Cadet	14.06	14.41	14.77	15.14	15.52	15.91	16.31	16.71	17.13	17.99
Police Records Intern	14.06	14.41	14.77	15.14	15.52	15.91	16.31	16.71	17.13	17.99
Assistant Pool Manager	14.43	14.79	15.16	15.54	15.93	16.33	16.73	17.15	17.58	18.46
Administrative Intern	14.83	15.20	15.58	15.97	16.37	16.78	17.20	17.63	18.07	18.97
Clerk Typist	14.83	15.20	15.58	15.97	16.37	16.78	17.20	17.63	18.07	18.97
Engineering Aide	14.83	15.20	15.58	15.97	16.37	16.78	17.20	17.63	18.07	18.97
Senior Recreation Leader	14.83	15.20	15.58	15.97	16.37	16.78	17.20	17.63	18.07	18.97
Fire Intern II	14.83	15.20	15.58	15.97	16.37	16.78	17.20	17.63	18.07	18.97
Child Care Teacher	15.24	15.62	16.01	16.41	16.82	17.24	17.67	18.12	18.57	19.50
Pool Manager	15.75	16.14	16.55	16.96	17.39	17.82	18.27	18.72	19.19	20.15
Library Clerk	16.34	16.75	17.17	17.60	18.04	18.49	18.95	19.42	19.91	20.90
Police Records Clerk	16.34	16.75	17.17	17.60	18.04	18.49	18.95	19.42	19.91	20.90
Library Technician	16.85	17.27	17.70	18.15	18.60	19.06	19.54	20.03	20.53	21.56
Senior Clerk Typist	17.55	17.99	18.44	18.90	19.37	19.86	20.35	20.86	21.38	22.45
Account Clerk	17.55	17.99	18.44	18.90	19.37	19.86	20.35	20.86	21.38	22.45
Community Service Officer	17.87	18.32	18.77	19.24	19.73	20.22	20.72	21.24	21.77	22.86
Evidence Officer	17.87	18.32	18.77	19.24	19.73	20.22	20.72	21.24	21.77	22.86

[illegible]

ATTACHMENT 2
Current Part-Time Salary Schedule Effective
01/01/2019

Effective 1/1/2019 Part-Time Salary

Classifications	Step 1	Step 2	Step 3	Step 4	Step 5	Step 6	Step 7	Step 8	Step 9	Step 10
Cashier	12.00	12.30	12.61	12.92	13.25	13.58	13.92	14.26	14.62	15.35
Junior Lifeguard	12.00	12.30	12.61	12.92	13.25	13.58	13.92	14.26	14.62	15.35
Library Page	12.00	12.30	12.61	12.92	13.25	13.58	13.92	14.26	14.62	15.35
Locker Room Attendant	12.00	12.30	12.61	12.92	13.25	13.58	13.92	14.26	14.62	15.35
School Crossing Guard	12.00	12.30	12.61	12.92	13.25	13.58	13.92	14.26	14.62	15.35
Fire Intern I Part Time	12.50	12.81	13.13	13.46	13.80	14.14	14.50	14.86	15.23	15.99
Lifeguard	12.50	12.81	13.13	13.46	13.80	14.14	14.50	14.86	15.23	15.99
Planning Intern	12.50	12.81	13.13	13.46	13.80	14.14	14.50	14.86	15.23	15.99
Recreation Leader	12.50	12.81	13.13	13.46	13.80	14.14	14.50	14.86	15.23	15.99
Community Media Specialist	13.00	13.33	13.66	14.00	14.35	14.71	15.08	15.45	15.84	16.63
Senior Lifeguard/Instructor	13.00	13.33	13.66	14.00	14.35	14.71	15.08	15.45	15.84	16.63
Video Technical Assistant	13.00	13.33	13.66	14.00	14.35	14.71	15.08	15.45	15.84	16.63
Data Entry Clerk	13.03	13.36	13.69	14.03	14.38	14.74	15.11	15.49	15.88	16.67
Janitor	13.03	13.36	13.69	14.03	14.38	14.74	15.11	15.49	15.88	16.67
Dial-A-Ride Driver	13.06	13.39	13.72	14.06	14.42	14.78	15.15	15.52	15.91	16.71
Police Cadet	13.06	13.39	13.72	14.06	14.42	14.78	15.15	15.52	15.91	16.71
Police Records Cadet	13.06	13.39	13.72	14.06	14.42	14.78	15.15	15.52	15.91	16.71
Police Records Intern	13.06	13.39	13.72	14.06	14.42	14.78	15.15	15.52	15.91	16.71
Assistant Pool Manager	13.43	13.77	14.11	14.46	14.82	15.19	15.57	15.96	16.36	17.18
Administrative Intern	13.83	14.18	14.53	14.89	15.27	15.65	16.04	16.44	16.85	17.69
Clerk Typist	13.83	14.18	14.53	14.89	15.27	15.65	16.04	16.44	16.85	17.69
Drafting Technician	13.83	14.18	14.53	14.89	15.27	15.65	16.04	16.44	16.85	17.69
Engineering Aide	13.83	14.18	14.53	14.89	15.27	15.65	16.04	16.44	16.85	17.69
Senior Recreation Leader	13.83	14.18	14.53	14.89	15.27	15.65	16.04	16.44	16.85	17.69
Child Care Teacher	14.24	14.60	14.96	15.33	15.72	16.11	16.51	16.93	17.35	18.22
Pool Manager	14.75	15.12	15.50	15.88	16.28	16.69	17.11	17.53	17.97	18.87
Elections Clerk	15.34	15.72	16.12	16.52	16.93	17.36	17.79	18.23	18.69	19.62
Library Clerk	15.34	15.72	16.12	16.52	16.93	17.36	17.79	18.23	18.69	19.62
Police Records Clerk	15.34	15.72	16.12	16.52	16.93	17.36	17.79	18.23	18.69	19.62
Library Technician	15.85	16.25	16.65	17.07	17.50	17.93	18.38	18.84	19.31	20.28
Permit Systems Technician	15.85	16.25	16.65	17.07	17.50	17.93	18.38	18.84	19.31	20.28
Planning Technician	15.91	16.31	16.72	17.13	17.56	18.00	18.45	18.91	19.38	20.35
Account Clerk	16.55	16.96	17.39	17.82	18.27	18.72	19.19	19.67	20.16	21.17
Senior Clerk Typist	16.55	16.96	17.39	17.82	18.27	18.72	19.19	19.67	20.16	21.17
Administrative Secretary	16.62	17.04	17.46	17.90	18.35	18.80	19.27	19.76	20.25	21.26
Community Service Officer	16.87	17.29	17.72	18.17	18.62	19.09	19.56	20.05	20.55	21.58
Evidence Officer	16.87	17.29	17.72	18.17	18.62	19.09	19.56	20.05	20.55	21.58
Maintenance Worker	16.87	17.29	17.72	18.17	18.62	19.09	19.56	20.05	20.55	21.58
Minutes Clerk	16.87	17.29	17.72	18.17	18.62	19.09	19.56	20.05	20.55	21.58
Crime Analyst	17.34	17.77	18.22	18.67	19.14	19.62	20.11	20.61	21.13	22.18
Dispatch Assistant	17.34	17.77	18.22	18.67	19.14	19.62	20.11	20.61	21.13	22.18
Animal Control Officer	17.54	17.98	18.43	18.89	19.36	19.84	20.34	20.85	21.37	22.44

Effective 1/1/2019 Part-Time Salary

Jailer	17.63	18.07	18.52	18.99	19.46	19.95	20.45	20.96	21.48	22.55
Permit Technician I	18.75	19.22	19.70	20.19	20.70	21.21	21.74	22.29	22.85	23.99
Program Coordinator	18.75	19.22	19.70	20.19	20.70	21.21	21.74	22.29	22.85	23.99
Pool Maintenance Worker	20.05	20.55	21.07	21.59	22.13	22.68	23.25	23.83	24.43	25.65
Administrative Aide	20.32	20.83	21.35	21.88	22.43	22.99	23.56	24.15	24.76	26.00
Librarian	20.32	20.83	21.35	21.88	22.43	22.99	23.56	24.15	24.76	26.00
Senior Account Clerk	20.32	20.83	21.35	21.88	22.43	22.99	23.56	24.15	24.76	26.00
Equipment Service Specialist	20.94	21.46	22.00	22.55	23.11	23.69	24.28	24.89	25.51	26.79
Building Trades Technician	21.28	21.81	22.36	22.92	23.49	24.08	24.68	25.30	25.93	27.22
Equipment Mechanic	21.28	21.81	22.36	22.92	23.49	24.08	24.68	25.30	25.93	27.22
Water Utility Maintenance Worker	21.39	21.92	22.47	23.03	23.61	24.20	24.81	25.43	26.06	27.36
Police Records Mgmt Tech	21.88	22.43	22.99	23.56	24.15	24.76	25.37	26.01	26.66	27.99
Dispatcher	22.49	23.05	23.63	24.22	24.82	25.45	26.08	26.73	27.40	28.77
Code Enforcement Officer	23.05	23.63	24.22	24.82	25.44	26.08	26.73	27.40	28.09	29.49
Fire Safety Specialist	23.40	23.99	24.58	25.20	25.83	26.48	27.14	27.82	28.51	29.94
Electrician	23.50	24.09	24.69	25.31	25.94	26.59	27.26	27.94	28.64	30.07
Senior Librarian	23.50	24.09	24.69	25.31	25.94	26.59	27.26	27.94	28.64	30.07
Management Aide	23.76	24.36	24.96	25.58	26.22	26.88	27.55	28.24	28.94	30.39
Human Resources Technician	24.48	25.09	25.72	26.36	27.02	27.70	28.39	29.10	29.83	31.32
Accountant	24.50	25.11	25.74	26.38	27.04	27.72	28.41	29.12	29.85	31.34
Assistant Planner	26.66	27.33	28.01	28.71	29.43	30.16	30.92	31.69	32.48	34.11
Building Inspector	26.66	27.33	28.01	28.71	29.43	30.16	30.92	31.69	32.48	34.11
Management Analyst	28.98	29.71	30.45	31.21	31.99	32.79	33.61	34.45	35.31	37.08

ATTACHMENT 3
Part-Time Salary Schedule Effective 01/01/2020

Effective 01/01/2020										
Part-Time Salary Schedule										
Job										
Classifications	Step 1	Step 2	Step 3	Step 4	Step 5	Step 6	Step 7	Step 8	Step 9	Step 10
Cashier	13.00	13.33	13.66	14.00	14.35	14.71	15.08	15.45	15.84	16.63
Junior Lifeguard	13.00	13.33	13.66	14.00	14.35	14.71	15.08	15.45	15.84	16.63
Library Page	13.00	13.33	13.66	14.00	14.35	14.71	15.08	15.45	15.84	16.63
Locker Room Attendant	13.00	13.33	13.66	14.00	14.35	14.71	15.08	15.45	15.84	16.63
School Crossing Guard	13.00	13.33	13.66	14.00	14.35	14.71	15.08	15.45	15.84	16.63
Recreation Leader	13.50	13.84	14.18	14.54	14.90	15.27	15.66	16.05	16.45	17.27
Fire Intern I	13.50	13.84	14.18	14.54	14.90	15.27	15.66	16.05	16.45	17.27
Lifeguard	13.50	13.84	14.18	14.54	14.90	15.27	15.66	16.05	16.45	17.27
Planning Intern	13.50	13.84	14.18	14.54	14.90	15.27	15.66	16.05	16.45	17.27
Senior Lifeguard/Instructor	14.00	14.35	14.71	15.08	15.45	15.84	16.24	16.64	17.06	17.91
Community Media Specialist	14.00	14.35	14.71	15.08	15.45	15.84	16.24	16.64	17.06	17.91
Janitor	14.03	14.38	14.74	15.11	15.49	15.87	16.27	16.68	17.09	17.95
Dial-A-Ride Driver	14.06	14.41	14.77	15.14	15.52	15.91	16.31	16.71	17.13	17.99
Police Cadet	14.06	14.41	14.77	15.14	15.52	15.91	16.31	16.71	17.13	17.99
Police Records Cadet	14.06	14.41	14.77	15.14	15.52	15.91	16.31	16.71	17.13	17.99
Police Records Intern	14.06	14.41	14.77	15.14	15.52	15.91	16.31	16.71	17.13	17.99
Assistant Pool Manager	14.43	14.79	15.16	15.54	15.93	16.33	16.73	17.15	17.58	18.46
Administrative Intern	14.83	15.20	15.58	15.97	16.37	16.78	17.20	17.63	18.07	18.97
Clerk Typist	14.83	15.20	15.58	15.97	16.37	16.78	17.20	17.63	18.07	18.97
Engineering Aide	14.83	15.20	15.58	15.97	16.37	16.78	17.20	17.63	18.07	18.97
Senior Recreation Leader	14.83	15.20	15.58	15.97	16.37	16.78	17.20	17.63	18.07	18.97
Fire Intern II	14.83	15.20	15.58	15.97	16.37	16.78	17.20	17.63	18.07	18.97
Child Care Teacher	15.24	15.62	16.01	16.41	16.82	17.24	17.67	18.12	18.57	19.50
Pool Manager	15.75	16.14	16.55	16.96	17.39	17.82	18.27	18.72	19.19	20.15
Library Clerk	16.34	16.75	17.17	17.60	18.04	18.49	18.95	19.42	19.91	20.90
Police Records Clerk	16.34	16.75	17.17	17.60	18.04	18.49	18.95	19.42	19.91	20.90
Library Technician	16.85	17.27	17.70	18.15	18.60	19.06	19.54	20.03	20.53	21.56
Senior Clerk Typist	17.55	17.99	18.44	18.90	19.37	19.86	20.35	20.86	21.38	22.45
Account Clerk	17.55	17.99	18.44	18.90	19.37	19.86	20.35	20.86	21.38	22.45
Community Service Officer	17.87	18.32	18.77	19.24	19.73	20.22	20.72	21.24	21.77	22.86
Evidence Officer	17.87	18.32	18.77	19.24	19.73	20.22	20.72	21.24	21.77	22.86

[illegible]

ATTACHMENT 4
2019-2020 Fiscal Impact Summary

**City of Monterey Park
2019-2020 Fiscal Impact Summary**

Impacted per Payroll Members on 12/04/19	1/1/2020 - 6/30/2019 (hours)	Wages	Medicare (1.45%)	PT Retirement (4%)	Total
165	520*	\$93,932.80	\$1,362.03	\$3,757.31	\$99,052.14
165	520	\$93,932.80	\$1,362.03	\$3,757.31	\$99,052.14
*Computed with 520 hours (weekly 20 hours x 2 x 26 x 1/2 half year) from 1/1/2020 to 6/30/2020.					

ATTACHMENT 5
California Department of Industrial Relations -
Minimum Wage Notice

Minimum Wage

Although there are some exceptions, almost all employees in California must be paid the minimum wage as required by state law. Effective January 1, 2017, the minimum wage for all industries will be increased yearly. From January 1, 2017, to January 1, 2022, the minimum wage will increase for employers employing 26 or more employees. This increase will be delayed one year for employers employing 25 or fewer employees, from January 1, 2018, to January 1, 2023. The scheduled increases may be temporarily suspended by the Governor, based on certain determinations. (Please see the chart below for the complete schedule of rate increases).

For more information and guidance on how to count employees for the purpose of determining whether an employer qualifies as an employer with 25 employees or less please see [New Minimum Wage Phase-in Requirements 2017-2023, SB 3 Frequently Asked Questions page](#).

There are some employees who are exempt from the minimum wage law, such as outside salespersons, individuals who are the parent, spouse, or child of the employer, and apprentices regularly indentured under the State Division of Apprenticeship Standards.

Minimum Wage Order (MW-2019)

There is an exception for [learners](#), regardless of age, who may be paid not less than 85 percent of the minimum wage rounded to the nearest nickel during their first 160 hours of employment in occupations in which they have no previous similar or related experience.

There are also exceptions for employees who are mentally or physically disabled, or both, and for nonprofit organizations such as sheltered workshops or rehabilitation facilities that employ disabled workers. Such individuals and organizations may be issued a special license by the Division of Labor Standards Enforcement authorizing employment at a wage less than the legal minimum wage. Labor Code Sections [1191](#) and [1191.5](#)

Schedule for California Minimum Wage rate 2017-2023.

Date	Minimum Wage for Employers with 25 Employees or Less	Minimum Wage for Employers with 26 Employees or More
January 1, 2017	\$10.00/hour	\$10.50/hour
January 1, 2018	\$10.50/hour	\$11.00/hour
January 1, 2019	\$11.00/hour	\$12.00/hour
January 1, 2020	\$12.00/hour	\$13.00/hour
January 1, 2021	\$13.00/hour	\$14.00/hour
January 1, 2022	\$14.00/hour	\$15.00/hour
January 1, 2023	\$15.00/hour	

OFFICIAL NOTICE

California Minimum Wage

MW- 2019



EFFECTIVE DATE	Employers with 26 or More Employees*	Employers with 25 or Fewer Employees *
January 1, 2019	\$12.00	\$11.00
January 1, 2020	\$13.00	\$12.00

PREVIOUS YEARS

January 1, 2017	\$10.50	\$10.00
January 1, 2018	\$11.00	\$10.50

*Employees treated as employed by a single qualified taxpayer pursuant to Revenue and Taxation Code section 23626 are treated as employees of that single taxpayer.

To employers and representatives of persons working in industries and occupations in the State of California:

SUMMARY OF ACTIONS

TAKE NOTICE that on April 4, 2016, the Governor of California signed legislation passed by the California Legislature, raising the minimum wage for all industries. (SB 3, Stats of 2016, amending section 1182.12. of the California Labor Code.) Pursuant to its authority under Labor Code section 1182.13, the Department of Industrial Relations amends and republishes Sections 2, 3, and 5 of the General Minimum Wage Order, MW-2017. Section 1, Applicability, and Section 4, Separability, have not been changed. Consistent with this enactment, amendments are made to the minimum wage, and the meals and lodging credits sections of all of the IWC's industry and occupation orders.

This summary must be made available to employees in accordance with the IWC's wage orders. Copies of the full text of the amended wage orders may be obtained by ordering on-line at www.dir.ca.gov/WP.asp, or by contacting your local Division of Labor Standards Enforcement office.

1. APPLICABILITY

The provisions of this Order shall not apply to outside salespersons, and individuals who are the parent, spouse, or children of the employer previously contained in this Order and the IWC's industry and occupation orders. Exceptions and modifications provided by statute or in Section 1, Applicability, and in other sections of the IWC's industry and occupation orders may be used where any such provisions are enforceable and applicable to the employer.

2. MINIMUM WAGES

Every employer shall pay to each employee wages not less than those stated above, on each effective date, per hour for all hours worked.

3. MEALS AND LODGING CREDITS - TABLE

When credit for meals or lodging is used to meet part of the employer's minimum wage obligation, the amounts so credited pursuant to a voluntary written agreement may not be more than the following

EFFECTIVE:	JANUARY 1, 2017		JANUARY 1, 2018		JANUARY 1, 2019		JANUARY 1, 2020	
For an employer who employs:	26 or More Employees	25 or Fewer Employees	26 or More Employees	25 or Fewer Employees	26 or More Employees	25 or Fewer Employees	26 or More Employees	25 or Fewer Employees
LODGING								
Room occupied alone	\$49.38/ week	\$47.03/ week	\$51.73/ week	\$49.38/ week	\$56.43/ week	\$51.73/ week	\$61.13/ week	\$56.43/ week
Room shared	\$40.76/ week	\$38.82/ week	\$42.70/ week	\$40.76/ week	\$46.58/ week	\$42.70/ week	\$50.46/ week	\$46.58/ week
Apartment – two thirds (2/3) of the ordinary rental value, and in no event more than:	\$593.05/ month	\$564.81/ month	\$621.29/ month	\$593.05/ month	\$677.75/ month	\$621.28/ month	\$734.21/ month	\$677.75/ month
Where a couple are both employed by the employer, two thirds (2/3) of the ordinary rental value, and in no event more than:	\$877.27/ month	\$835.49/ month	\$919.04/ month	\$877.26/ month	\$1002.56/ month	\$919.02/ month	\$1086.07/ month	\$1002.56/ month
MEALS								
Breakfast	\$3.80	\$3.62	\$3.98	\$3.80	\$4.34	\$3.98	\$4.70	\$4.34
Lunch	\$5.22	\$4.97	\$5.47	\$5.22	\$5.97	\$5.47	\$6.47	\$5.97
Dinner	\$7.09	\$6.68	\$7.35	\$7.01	\$8.01	\$7.34	\$8.68	\$8.01

Meals or lodging may not be credited against the minimum wage without a voluntary written agreement between the employer and the employee. When credit for meals or lodging is used to meet part of the employer's minimum wage obligation, the amounts so credited may not be more than the amounts stated in the table above.

4. SEPARABILITY

If the application of any provision of this Order, or any section, subsection, subdivision, sentence, clause, phrase, word or portion of this Order should be held invalid, unconstitutional, unauthorized, or prohibited by statute, the remaining provisions thereof shall not be affected thereby, but shall continue to be given full force and effect as if the part so held invalid or unconstitutional had not been included herein.

5. AMENDED PROVISIONS

This Order amends the minimum wage and meals and lodging credits in MW-2017, as well as in the IWC's industry and occupation orders. (See Orders 1-15, Secs. 4 and 10; and Order 16, Secs. 4 and 9.) This Order makes no other changes to the IWC's industry and occupation orders.

These Amendments to the Wage Orders shall be in effect as of January 1, 2019.

Questions about enforcement should be directed to the Labor Commissioner's Office. For the address and telephone number of the office nearest you, information can be found on the internet at www.dir.ca.gov/DLSE/dlse.html or under a search for "California Labor Commissioner's Office" on the internet or any other directory. The Labor Commissioner has offices in the following cities: Bakersfield, El Centro, Fresno, Long Beach, Los Angeles, Oakland, Redding, Sacramento, Salinas, San Bernardino, San Diego, San Francisco, San Jose, Santa Ana, Santa Barbara, Santa Rosa, Stockton, and Van Nuys.



City Council Staff Report

DATE: December 18, 2019

AGENDA ITEM NO: Consent Calendar
Agenda Item 3-F.

TO: The Honorable Mayor and City Council
FROM: Mark A. McAvoy, Director of Public Works/City Engineer
Scott Haberle, Fire Chief
SUBJECT: Demolition & Reconstruction of Fire Station 62 Specification No. 2019-004 - Award of Contract

RECOMMENDATION:

It is recommended that the City Council:

1. Authorize the City Manager to execute a public works contract, in a form approved by the City Attorney, with Klassic Engineering & Construction, Inc. of Orange, California in the amount of \$5,397,101 for the Demolition and Reconstruction of Fire Station 62;
2. Authorize the Director of Public Works to approve change orders and contingency up to \$159,000, or 3% of the contract amount, for a total project cost of \$5,556,101;
3. Appropriate a total of \$450,000 to cover costs above the FY2019 budgeted amount of \$5,106,977: \$100,000 from Fire Suppression Development Impact Fees (DIF); \$150,000 in General Fund Capital Improvement Projects (CIP) reserve funds; \$100,000 from Measure R funds; and \$100,000 from Measure M funds – for a total of \$5,556,977; and
4. Take such additional, related action that may be desirable.

EXECUTIVE SUMMARY:

On November 7, 2018, the City Council adopted a resolution approving the design and specifications for the Fire Station 62 Demolition and Reconstruction Project and authorized staff to solicit bids. Staff has completed its review of bids and recommends that the contract be awarded to Klassic Engineering & Construction Inc., the apparent lowest responsible bidder, in the amount of \$5,397,101. A 3% contingency is requested for a total project cost of \$5,556,100.

BACKGROUND:

On January 20, 2016, City Council awarded a contract to WLC Architects, Inc. for architectural services for the reconstruction of Fire Station 62, remodel of Fire Station 61 and evaluation of Fire Station 63. On May 18, 2016, WLC Architects presented conceptual renderings of Fire Station 62 to City Council at which time a selection was made for the preferred design.

On November 7, 2018, City Council approved an amendment to WLC Architect's contract to cover costs for ADA revisions and the reconstruction of the residential building at the site. At this meeting, Council also authorized staff to advertise for construction once the plans and specifications were completed to the satisfaction of the City Engineer. The purpose for the early authorization was to expedite the release of the construction bid as construction costs were projected to increase.

Staff released the public works bid on September 2, 2019. The work included demolition of the existing residential house and fire station buildings, construction of new fire station buildings, site grading, minor concrete and paving, and landscaping.

The bid was opened on October 22, 2019 and includes the following ten bids:

RANK	BIDDER	BASE BID AMOUNT
1	Klassic Engineering & Construction, Inc.	\$5,397,101
2	New Dynasty Construction	\$5,602,035
3	Caliba, Inc.	\$5,618,000
4	PCN3, Inc.	\$5,669,000
5	RC Construction Services, Inc.	\$5,695,000
6	General Consolidated Constructors	\$5,850,000
7	Keystone Builders, Inc.	\$5,890,000
8	Monet Construction , Inc.	\$5,993,000
9	Morillo Construction, Inc.	\$6,540,000
10	Woodcliff Corporation	\$6,995,000

The bid submitted by Klassic Engineering & Construction, Inc. is the lowest responsive bid from a responsible bidder. Klassic's license was verified with the California State Contractor's License Board to be current, active and in good standing. Registration with the California Department of Industrial Relations (DIR) was verified. Staff also checked the contractor's references and received positive feedback.

FISCAL IMPACT:

The FY2018-19 budget includes \$5,106,977 for this construction project. The remaining balance of \$450,000 is requested to be appropriated from Fire Suppression Development Impact Fees (DIF), General Fund Capital Improvement Project (CIP) reserve funds, Measure R funds, and Measure M funds. Below is a summary of the funding sources.

Fiscal Year	Fund	Amount
<i>Budgeted FY2018-19</i>	DIF (0071)	\$420,521
	General Fund (0010)	\$4,686,456
<i>Budgeted Subtotal</i>		\$5,106,977
<i>Additional Funding</i>	Fire Suppression DIF (0071)	\$100,000
	General Fund CIP Reserve (0010)	\$150,000
	Measure R	\$100,000
	Measure M	\$100,000
TOTAL		\$5,556,977

Respectfully submitted by:

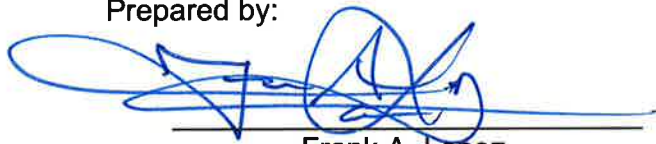


Mark A. McAvoy
Director of Public Works /
City Engineer



Scott Haberle
Fire Chief

Prepared by:



Frank A. Lopez
Assistant City Engineer

Approved by:



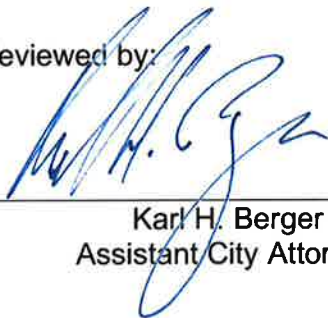
Ron Bow
City Manager

Reviewed by:



Annie Yaung
Director of Management Services

Reviewed by:



Karl H. Berger
Assistant City Attorney

ATTACHMENT(S):

1. Klassic Engineering & Construction, Inc. Bid

ATTACHMENT - 1
Klassic Engineering & Construction, Inc. Bid

SECTION C. BIDDERS PROPOSAL
(Entire section C shall be submitted with the bid)

BIDDER'S NAME: Klassic Engineering & Construction Inc.

In accordance with the City's Notice Inviting Sealed Bids, the undersigned BIDDER, hereby proposes to furnish all materials, equipment, tools, labor, and incidentals required for the above stated project as set forth in the Plans, Specifications, and contract documents therefore, and to perform all work in the manner and time prescribed therein.

BIDDER declares that this proposal is based upon careful examination of the work site, Plans, Specifications, Instructions to Bidders, and all other contract documents. If this proposal is accepted for award, BIDDER understands that failure to enter into a contract in the manner and time prescribed will result in forfeiture to the City of Monterey Park of the guarantee accompanying this proposal.

BIDDER understands that a bid is required for the entire work. The contract will be awarded on the prices shown on the bid schedule. It is agreed that the unit and/or lump sum prices bid include all appurtenant expenses, taxes, royalties and fees. In the case of discrepancies in the amounts of bid, unit prices shall govern over extended amount, and words shall govern over figures.

If awarded the Contract, the undersigned further agrees that in the event of the BIDDER'S default in executing the required contract and filing the necessary bonds and insurance certificates within ten working days after the date of the City's notice of award of contract to the BIDDER, the proceeds of the guarantee accompanying this bid shall become the property of the City and this bid and the acceptance hereof may, at the City's option, be considered null and void.

BID SCHEDULE

To the Monterey Park's City Council, herein called the "Council".

Pursuant to and in compliance with your Notice Inviting Bids and the other documents relating thereto, the undersigned bidder, having familiarized himself with the work, and with the terms of the contract, the local conditions affecting the performance of the contract, and the cost of the work at the place where the work is done, and with the drawings and specifications and other contract documents, hereby proposes and agrees to perform, within the time stipulated, the contract, including all of its component parts, and everything required to be performed, and to provide and furnish any and all of the labor, materials, tools, expendable equipment, and all applicable taxes, utility and transportation services necessary to perform the contract and complete in a workmanlike manner, all in strict conformity with the Contract Documents on file at the office of the City Clerk of said City, per the following bid schedule:

**BID SCHEDULE
DEMOLITION AND RECONSTRUCTION OF FIRE STATION 62**

TOTAL BASE BID AMOUNT IN WORDS Five Million Three Hundred
Ninety Seven Thousand One Hundred and
one Dollars and Zero Cents DOLLARS

TOTAL BASE BID AMOUNT IN NUMBERS \$ 5,397,101.00

- The bid prices shall include any and all costs, including labor, materials, appurtenant expenses, taxes, royalties and any and all other incidental costs to complete the project, in compliance with the Bid and Contract Documents and all applicable codes and standards.
- All other work items not specifically listed in the bid schedule, but necessary to complete the work per bid and contract documents and all applicable codes and standards are assumed to be included in the bid prices.
- A bid is required for the entire work. The quantities set forth in the Bid Schedule will be used to calculate total bid amount. The final compensation under the contract will be based upon the actual quantities of work satisfactorily completed.

DESIGNATION OF SUBCONTRACTORS

BIDDER proposes to subcontract certain portions of the work which are in excess of one-half of one percent of the bid and to procure materials and equipment from suppliers and vendors as follows:

Subcontractor Information	Work to be Performed	Dollar Amount
Name: Abdellatif Enterprises, Inc Address: 26072 Merit Circle Ste. 103 Laguna Hills, Ca. 92653 Tel: (949) 215-4790	Rough Carpentry	\$ <u>825,000.00</u>
Name: Worthington Construction Inc. Address: 1325 Pico St. Ste #104 Corona, Ca. 92881 Tel: (951) 734-4950	Landscape & Irrigation	\$ <u>85,000.00</u>
Name: Innovated Acoustical Corp. Address: 4097 Trailcreek Rd. Riverside, Ca. 92505 Tel: (951) 374-9773	Acoustical Ceilings	\$ <u>17,000.00</u>
Name: Geagrid Corporation Address: 670 15th St. SW Forest Lake, Mn., 55025 Tel: (9651) 464-4468	Material Onl: Lockers & Accesories	\$ <u>9,000.00</u>
Name: FFS TECH Address: 6000 Venice Blvd. Los Angeles, Ca. 90034 Tel: (323) 965-9300	Fire Alarm System	\$ <u>35,000.00</u>
Name: Simco Mechanical Address: 3795 La Crescenta Ste A Glendale, Ca. 91208 Tel: (818) 957-4994	HVAC	\$ <u>87,000.00</u>
Name: Serenity Fire Protection Address: 417 Associated Rd. #215 Brea, Ca. 92821 Tel: (714) 914-1463	Fire Sprinkler System	\$ <u>75,000.00</u>

DESIGNATION OF SUBCONTRACTORS

BIDDER proposes to subcontract certain portions of the work which are in excess of one-half of one percent of the bid and to procure materials and equipment from suppliers and vendors as follows:

Subcontractor Information	Work to be Performed	Dollar Amount
Name: Zila Storm Water Management Address: 10880 Wilshire Blvd. Ste 1101 Los Angeles, Ca. 90024 Tel: (323) 455-5012	SWPPP	\$ <u>3,000</u>
Name: Air Exchange Clean Air Address: 495 Edison Court Ste A Fairfield, Ca. 94534 Tel: (929) 923-7952	Diesel Exhaust Removal	\$ <u>60,000.00</u>
Name: Commercial Roofing Systems Address: 11735 Goldring Rd. Arcadia, Ca. 91006 Tel: (626) 359-5354	All Roofing	\$ <u>75,000.00</u>
Name: Architectural Casework Inc Address: 8594 Siempe Viva Rd. Ste C San Diego CA 92154 Tel: 619-671-9663	Millwork Casework and Finished Carpentry Interior	\$ <u>250,000</u>
Name: Demolition Specialist Inc Address: 3020 Denton St. Riverside, CA 92507 Tel: 951-737-2077	Demolition	\$ <u>80,000.-</u>
Name: LaFour Builders, Inc Address: 23632 Via Fabricante Suite A, Mission Viejo, CA 92691 Tel: 949-269-2205	Windows	\$ <u>130,000.-</u>
Name: BF Steel Inc Address: 1037 251 St. Harbor City, CA 90710 Tel: 310-539-3323	Structural steel	\$ <u>255,000.-</u>

DESIGNATION OF SUBCONTRACTORS

BIDDER proposes to subcontract certain portions of the work which are in excess of one-half of one percent of the bid and to procure materials and equipment from suppliers and vendors as follows:

Subcontractor Information	Work to be Performed	Dollar Amount
Name: <u>Onyx Building Group Inc</u> Address: <u>555 Raleigh Ave.</u> <u>El Cajon, CA 92020</u> Tel: <u>619-324-1440</u>	<u>Cement Plastering</u>	<u>\$245,000.-</u>
Name: <u>Guirguis Electric</u> Address: <u>11091 W. San Bernardino Rd.</u> <u>Steno CA 91722</u> Tel: <u>626-412-0412</u>	<u>Electrical</u>	<u>\$800,000.-</u>
Name: <u>Valencia Sheet Metal</u> Address: <u>10576 Illex Ave.</u> <u>Pacoima CA, 91331</u> Tel: <u>818-896-5005</u>	<u>Sheet Metal</u> <u>Gutters and</u> <u>down spouts</u>	<u>\$140,000</u>
Name: Address: Tel:		\$_____
Name: Address: Tel:		\$_____
Name: Address: Tel:		\$_____
Name: Address: Tel:		\$_____

REFERENCES

References shall be for projects constructed by the bidding company; references for other projects performed by principals or other individuals of the bidding company may not be included. References shall be either minimum from 3 Public Agencies; or minimum from 2 Public Agencies plus 2 Private Entities for which BIDDER has performed similar work within the past three years.

Reference 1		
Agency Name <u>Westminster Unified School District</u>	Project Name and Brief Description Stacey Middle School Modernization & New Construction	
Contact Name and Title <u>Brayn Johnson / Exexutive Director of Facilities and Planning</u>	New Classrooms, renovation of lunch area including shade s tructure and new Gymnasium.	
Tel: <u>(714) 894-7311 x1122</u> E-mail: <u>bjohnson@wsdk8.us</u>	Contract Value: \$ <u>2,200,000.00</u>	Year Completed: <u>2018</u>

Reference 2		
Agency Name <u>MT. San Antonio College District</u>	Project Name and Brief Description MT. SAC - Humanities/Social Science Bldg. 26 Restroom Renovations - Bid #3198	
Contact Name and Title <u>Fernan Siocon / Project Manager</u>	Demoliton and Renovation of 17 Staff and Student Restrooms, new pipes (Aquatherm) and toilets, sinks, mirror, partitons and counter tops.	
Tel: <u>(909) 240-5473</u> E-mail: <u>fsiocon@mtsac.edu</u>	Contract Value: \$ <u>2,600,000.00</u>	Year Completed: <u>2019</u>

Reference 3		
Agency Name <u>Santa Ana Public Works</u>	Project Name and Brief Description Santa Ana Regional Transportation Center Restroom Renovation	
Contact Name and Title <u>Michael Ortiz / Construction Manager</u>	Demolition of Public Restrooms, new piping and new toilets, sinks, mirrors, partitions, sinks and countertops.	
Tel: <u>(714) 647-5624</u> E-mail: <u>mortiz@santa-ana.org</u>	Contract Value: \$ <u>\$296,735.00</u>	Year Completed: <u>2018</u>

Reference 4		
Agency Name <u>Ardurra Group, LLC</u>	Project Name and Brief Description Alamitos Beach Concession Building R7106	
Contact Name and Title <u>Mark Verrengia/ Sr. Project Manager</u>	Demoliton of existing building and new construction of 2 new, 2 story buidings with new playground, showers, lockers, rental facilities and restrooms.	
Tel: <u>(714) 865-4005</u> E-mail: <u>mverrengia@ardurra.com</u>	Contract Value: \$ <u>5,681,000.00</u>	Year Completed: <u>In Construction</u>

SITE INSPECTION

The Bidder declares that he/she has carefully read and examined the plans, specifications, bid documents, and he/she has made a personal examination of the site (indicate name of the person, representing the bidder, who inspected the site and date below) and that he/she understands the exact scope of the Project without question.

Name of Person who inspected the site: Keivan Shirali

Date of Inspection: 09/25/19

ADDENDA ACKNOWLEDGMENT

The Bidder acknowledges receipt of the following Addenda and has included their provisions in this Proposal:

Addendum No. 1 Dated 09/23/19

Addendum No. 2 Dated 10/07/19

Addendum No. 3 Dated 10/17/19

Addendum No. _____ Dated _____

Addendum No. _____ Dated _____

Addendum No. _____ Dated _____



City Council Staff Report

DATE: December 18, 2019

AGENDA ITEM NO: Consent Calendar
Agenda Item 3-G.

TO: The Honorable Mayor and City Council
FROM: Mark A. McAvoy, Director of Public Works / City Engineer
SUBJECT: Traffic Signal Improvements - Authorize Staff to Receive and Appropriate Additional Highway Safety Improvement Program (HSIP) Cycle 7 Funds

RECOMMENDATION:

It is recommended that the City Council:

1. Authorize the City Manager to receive and appropriate an additional \$520,340 in Highway Safety Improvement Program (HSIP) Cycle 7 Funds and appropriate a local match of \$74,860 and additional design costs of \$38,635 in Measure R Funds;
2. Award a Professional Services Agreement (PSA) to KOA Corporation, in the amount of \$38,635 to prepare plans, specifications and engineer's estimates (PS&E);
3. Authorize the Director of Public Works to approve change orders up to \$3,864 (up to 10% of PSA amount) for this project;
4. Authorize the City Manager, or designee, to execute an agreement with KOA Corporation, in a form approved by the City Attorney; and
5. Take such additional, related action that may be desirable.

CEQA (California Environmental Quality Act):

The Project is exempt from further review under CEQA Regulations pursuant to CEQA Guidelines §§ 15061(b)(3) (the "Common Sense Exemption") and 15301 ("Existing Facilities").

EXECUTIVE SUMMARY:

At the June 21, 2017 City Council meeting, the City Council approved and appropriated \$312,160 in Highway Safety Improvement Program (HSIP) Cycle 7 Funds and a local match of \$17,640 in Measure R Funds for a Traffic Signal Improvement project.

In April 2019, the California Department of Transportation (Caltrans) approved additional funds in the amount of \$520,340 for the project's upgraded scope of work. The total awarded HSIP fund is now \$832,500 and the total project cost is \$925,000. Staff is

requesting the City Council to authorize the City Manager to receive and appropriate the additional \$520,340 HSIP Cycle 7 Funds and appropriate a local match of \$74,860 and additional design cost of \$38,635 in Measure R Funds.

BACKGROUND:

In July 2015, staff submitted a grant application to Caltrans for traffic signal improvements at three downtown intersections: (1) Garfield Avenue and Hellman Avenue; (2) Garfield Avenue and Emerson Avenue; and (3) Alhambra Avenue and Hellman Avenue. These three intersections were selected based on review of the 10-year accident history that showed a higher concentration of rear-end and broadside collisions. The grant application identified several proposed “countermeasures” to improve the overall traffic safety and signal operations at these intersections.

In August 2016, Caltrans awarded the City \$312,160 in HSIP Cycle 7 funds for the proposed Traffic Signal Improvements. At the June 21, 2017 City Council meeting, the City Council approved the City Manager to receive the funds and appropriated the \$312,160 in HSIP Funds and the required local match of \$17,640 in Measure R Funds. Additionally, the City Council awarded a Professional Services Agreement (PSA) to KOA Corporation, in the amount of \$24,925 to provide engineering services for the Traffic Signal Improvement project.

The main feature of the original traffic signal improvement project was to install left-turn signal phasing and/or left-turn pockets at each intersection as applicable. The project would also include replacement and upgrade of some traffic signal lamps; and installation of new pedestrian countdown heads, ADA-compliant pedestrian push-buttons, vehicle-detection loops, safety lighting, and high-visibility crosswalks.

During design it was determined that additional safety upgrades were appropriate and necessary in order to bring the intersections into compliance. Therefore, in February 2019, staff reached out to Caltrans in an effort to augment the funding due to the upgraded scope of work, which now included full replacement of traffic signal poles and mast arms to provide protected left turn phasing at the three intersections, installation of left turn lanes, ADA-compliant pedestrian ramps, upgraded signal controllers, and funds for construction engineering or management. The new total project cost estimate is now \$925,000 and is summarized below:

Description	HSIP Funds	Local Match (Measure R Funds)	Total Cost
Preliminary Engineering (PE)	\$0	\$0	\$0
Right of Way (ROW) Phase	\$0	\$0	\$0
Construction Engineering (CE)	\$90,000	\$10,000	\$100,000
Construction Items	\$742,500	\$82,500	\$825,000
Project Total	\$832,500	\$92,500	\$925,000

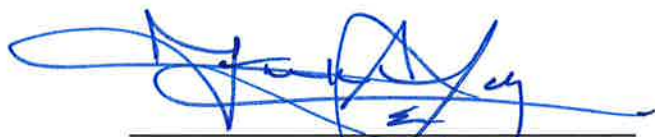
Caltrans subsequently approved the City's additional funds request in April 2019 with an extension to March 31, 2020 that was approved by Caltrans in July 2019. The letter to Caltrans is attached in this staff report. Caltrans will update the finance letter once the City submits the Request for Authorization to Proceed with Construction (RFA CON) so that the revised project budget including additional funds from Caltrans will be reflected. Since the local match of \$17,640 in Measure R Funds had already been appropriated in 2017, an additional local match of \$74,860 in Measure R Funds is requested at this time. Note that local match funds can only be used for construction, construction engineering, or construction management.

Thereafter, staff solicited a proposal from KOA Corporation, which was already working on the original design, to provide a proposal for the additional design work. Its proposal, after some negotiation, came in at \$38,635. Staff recommends that the City Council authorize the City Manager to execute a Professional Services Agreement in a form approved by the City Attorney with KOA Corporation for this additional design work. The additional cost for design work will be paid using Measure R Funds.

FISCAL IMPACT:

Staff is requesting appropriation of \$520,340 in HSIP Funds (Account No.: 0456-801-5001-91754), \$74,860 and \$38,635 in Measure R Funds (Account No.: 0110-801-5001-91754) for the local match and additional design work, respectively, for a total *additional* appropriation of \$633,835 to complete this project.

Respectfully submitted by:


for Mark A. McAvoy
Director of Public Works /
City Engineer

Prepared by:


Bonnie Tam
Principal Management Analyst

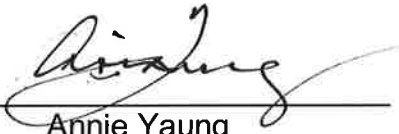
Approved by:


Ron Bow
City Manager

Reviewed by:

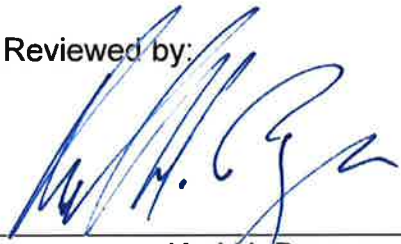

Frank A. Lopez
Assistant City Engineer

Reviewed by:



Annie Yaung
Director of Management Services

Reviewed by:



Karl H. Berger
Assistant City Attorney

ATTACHMENTS:

1. Extension Letter to Caltrans
2. KOA Corporation Proposal
3. June 21, 2017 Staff Report and Attachments

ATTACHMENT 1

Extension Letter to Caltrans

CITY OF MONTEREY PARK

320 West Newmark Avenue • Monterey Park • California 91754-2896
www.montereypark.ca.gov



City Council
Peter Chan
Mitchell Ing
Stephen Lam
Hans Liang
Teresa Real Sebastian

City Clerk
Vincent D. Chang

City Treasurer
Joseph Leon

July 16, 2019

Department of Transportation, District 7
Local Assistance Engineer
100 S. Main Street, 12th Floor
Los Angeles, CA 90012
Attn: Dale Benson

SUBJECT: HSIPL-5231(016) REQUEST FOR TIME EXTENSION

Dear Mr. Benson,

The City of Monterey Park would like to express their gratitude for granting the City additional funds for the above project. In addition to the approved funds for this project, we would also like to respectfully request an extension to ensure the City has enough time to obtain their E-76 for CON. Currently, the project's deadline to submit the Request for Authorization to Proceed with Construction (RFA CON) is September 30, 2019. We would like to extend this to March 31, 2020 (six months from the deadline). *See attached email from Caltrans' recommending to extend the project if the City cannot meet the current deadline.*

Justification: The original amount of HSIP funds approved for the project's scope of work was underestimated. Due to lack of HSIP funds from the start (in respect to the scope of work), the City utilized their time seeking local funding for this project instead of obtaining the required Certifications and Authorizations for this project. However, the City did not succeed in its search for additional local funds; therefore, the City reached out to Caltrans and was granted additional HSIP funds, for which the City is grateful for. The City can now proceed with completing the design of the project to deliver the original scope of work. Due to the time lost, the City is now requesting additional six (6) months to ensure the City has enough time to obligate the project. Below is the proposed milestone for the above project:

- PES/CE: obtained – April 12, 2019
- Right-of-Way: anticipated – September 31, 2019
- RFA for CON (E-76): anticipated – January 31, 2020
- The additional 2 months from this request is for unforeseen delay – March 31, 2020

July 16, 2019

Page 2

The City of Monterey Park looks forward to discussing this project, should you like to go over our request in greater detail. If you have any questions or require additional information, please do not hesitate to give me a call at 626-307-1320.

Sincerely,

A handwritten signature in black ink, appearing to read 'Mark A. McAvoy', with a stylized, flowing script.

Mark A. McAvoy, PE
Director of Public Works / City Engineer

MAM:fl

ATTACHMENT 2

KOA Corporation Proposal



June 20, 2019

Frank Lopez
City of Monterey Park
320 W. Newmark Avenue
Monterey Park, CA 91754

**Subject: Engineering Services Proposal for HSIP Cycle 7 Traffic Signal Improvements
Addendum No. 1 – Additional Design Services**

Dear Mr. Lopez,

KOA Corporation (KOA) is pleased to submit the enclosed proposal to provide additional engineering services for the HSIP Cycle 7 Traffic Signal Improvement project in the City of Monterey Park. It is our understanding that the City has received approval from Caltrans for additional funding to provide additional traffic signal and curb ramp improvements to the project intersections. The project locations include the intersections of Garfield Avenue/Hellman Avenue, Garfield Avenue/Emerson Avenue, and Alhambra Avenue/Hellman Avenue/Almansor Street. The enclosed proposal presents our scope of work and fee estimate.

SCOPE OF WORK

Task 1 – Topographic Survey

Calvada Surveying, Inc. will provide a design level topographic survey at the three project locations. The topographic survey will be limited to each corner of the intersections and extend to 25-feet past the BCR/ECR.

Upon receipt of the topographic survey we will visit the project locations to verify the accuracy of the survey. We will revise our base plans to match the topographic survey to ensure accuracy of the existing conditions.

Task 2 – ADA Compliance Assessment

Upon receiving the topographic survey, KOA will evaluate the existing curb ramps at each intersection for ADA compliance. Unless otherwise directed by the City, we will use the California Building Code Standards for our assessment.

Task 3 – Curb Ramp Design

KOA will prepare a street improvement plan to accommodate the design of the proposed curb ramps at the three project locations. The street improvement plan will be prepared at 1"=20' scale and will show demolition limits, proposed curb ramps, sidewalk, asphalt slot patches, existing/proposed elevations, and grades.

Task 4 – Additional Traffic Signal Design

The previous conceptual design plans that were prepared by KOA only included the necessary traffic signal modifications to provide protected-permissive left turn phasing for select movements at each intersection. It is our understanding that the City is proposing protected left turn phasing. KOA will revise the design to accommodate the proposed curb ramps at each location and include protected left turn phasing as directed by the City.



Task 5 – Construction Support Services

KOA will provide engineering support services after plans have been approved. These services include responding to requests for information (RFIs) and submittals during construction, attending up to two field meetings, and preparation of record drawings.

FEE ESTIMATE

KOA Corporation will perform the work specified in the scope above based on the time and materials not to exceed fee below.

DELIVERABLES	PM / Senior Engineer	Senior Associate Engineer	Associate Engineer	Total Hours	Other Direct Costs	KOA TOTAL	CALVADA Survey	TEAM TOTAL
Hourly Rates (Fully Burdened)	\$180.00	\$125.00	\$100.00					
BASE SERVICES								
TASK 1: TOPOGRAPHIC SURVEY								
Topographic Survey	2	2		4		\$610.00	\$7,800.00	\$8,410.00
Field Verification		32		32	\$25.00	\$4,025.00		\$4,025.00
Base Plan Revisions	2	4	16	22		\$2,460.00		\$2,460.00
SUBTOTAL	4	38	16	58	\$25.00	\$7,095.00	\$7,800.00	\$14,895.00
TASK 2: ADA COMPLIANCE ASSESSMENT								
ADA Compliance Assessment	2	4	16	22		\$2,460.00		\$2,460.00
SUBTOTAL	2	4	16	22		\$2,460.00		\$2,460.00
TASK 3: STREET IMPROVEMENT DESIGN								
Detailed Curb Ramp Design	4		60	64		\$6,720.00		\$6,720.00
SUBTOTAL	4		60	64		\$6,720.00		\$6,720.00
TASK 4: ADDITIONAL TRAFFIC SIGNAL DESIGN								
Traffic Signal Design	8	12	60	80		\$8,940.00		\$8,940.00
SUBTOTAL	8	12	60	80		\$8,940.00		\$8,940.00
TASK 5: CONSTRUCTION SUPPORT SERVICES								
Respond to RFIs & Submittals	16			16		\$2,880.00		\$2,880.00
Attend Field Meetings (2)	6			6		\$1,080.00		\$1,080.00
Preparation of Record Drawings	2	4	8	14		\$1,660.00		\$1,660.00
SUBTOTAL	24	4	8	36		\$5,620.00		\$5,620.00
TOTAL BASE SERVICES	42	58	160	260	\$25.00	\$30,835.00	\$7,800.00	\$38,635.00

The budget is based upon the work scope and level of effort presented above and includes the cost of all related technical and administrative services. The work scope is considered complete upon submittal of the final documents by KOA. Any additional services requested after study submittal will be considered as extra work and those fees will be negotiated prior to start of work and secured in writing.

If the work described within this letter is not authorized in 30 days, if changes occur in the work scope or level of effort, or if our work is suspended for more than 180 days due to any circumstances beyond KOA Corporation's control, we reserve the right to revise the work scope, budget and schedule to reflect current conditions. Such revisions will be effected through mutually agreed upon amendments or modifications to this agreement.

The proposal is valid for 30 days and is subject to a 5% annual adjustment. Also, any individual tasks that are not authorized within 30 days of the date of this proposal are also subject to fee adjustments.



AUTHORIZATION

The signature below indicates acceptance of this proposal and authorization to proceed.

Sincerely,
KOA Corporation

A handwritten signature in black ink, appearing to read 'Jimmy Lin'.

Jimmy Lin, PE
President / CEO

The person signing and executing this contract for Client represents and warrants that he or she is duly authorized and has legal capacity and actual authority to bind the Client to each and every term, condition and obligation of this Contract and that all requirements of the Client have been fulfilled to provide such actual authority. By signing below, Client agrees with the terms and conditions attached hereto and hereby made a part of this agreement.

Signature

Name (Please Print)

Date

Title (Please Print)

Client Purchase Order or Project Number

ATTACHMENT 3
June 21, 2017 Staff Report and Attachments



City Council Staff Report

DATE: June 21, 2017

AGENDA ITEM NO: **New Business**
Agenda Item 6-G.

TO: The Honorable Mayor and City Council
FROM: Tito Haes, Interim Director of Public Works
SUBJECT: Traffic Signal Improvements - Authorize Staff to Receive and Appropriate Funds, and Enter into Professional Services Agreement for Engineering Services

RECOMMENDATION:

It is recommended that the City Council consider:

1. Authorizing the Interim City Manager to receive and appropriate \$312,160 in Highway Safety Improvement Program (HSIP) Cycle 7 Funds, and appropriate a local match of \$17,640 in Measure R Funds;
2. Awarding a Professional Services Agreement (PSA) to KOA Corporation, in the amount of \$24,925 to prepare plans, specifications and engineer's estimate (PS&E);
3. Authorizing the Interim Director of Public Works to approve change orders up to \$2,493 (up to 10% of PSA amount) for this project;
4. Authorizing the Interim City Manager, or designee, to execute an agreement with KOA Corporation, in a form approved by the City Attorney; and
5. Taking such additional, related, action that may be desirable.

CEQA (California Environmental Quality Act):

As a minor alteration to existing public facilities, this project is a Class 1 Categorically Exempt project pursuant to the California Environmental Quality Act (CEQA).

EXECUTIVE SUMMARY:

The California Department of Transportation (Caltrans) awarded the City \$312,160 in Highway Safety Improvement Program (HSIP) Cycle 7 Funds for traffic signal improvements at three downtown intersections. Staff is requesting that the City Council authorize the City Manager to receive the funds and appropriate \$312,160 in HSIP funds towards the traffic signal project, including a local match of \$17,640 in Measure R funds. Staff is also requesting Council's authorization to award a contract to KOA Corporation to prepare traffic signal improvement plans, construction specifications, and engineer's estimate (PS&E).

BACKGROUND:

In July 2015, staff submitted a grant application to Caltrans for traffic signal improvements at three downtown intersections: (1) Garfield Avenue and Hellman Avenue; (2) Garfield Avenue and Emerson Avenue; and (3) Alhambra Avenue and Hellman Avenue. These three intersections were selected based on review of the 10-year accident history that showed a higher concentration of rear-end and broadside collisions. The grant application identified several proposed “countermeasures” to improve the overall traffic safety and signal operations at these intersections.

On August 31, 2016, Caltrans awarded the City \$312,160 Highway Safety Program (HSIP) Cycle 7 fund for the proposed traffic signal improvement project. The total project cost is estimated at \$329,800, with a required local match fund of \$17,640. Staff is requesting that the City Council authorize the City Manager to receive the funds and appropriate \$312,160 in HSIP Funds and local match of \$17,640 in Measure R Funds.

The main feature of the traffic signal improvement project is to install left-turn signal phasing and/or left-turn pockets at each intersection as applicable. The project will also include replacement and upgrade of some traffic signal poles and signal lamps; and installation of new pedestrian countdown heads, ADA-compliant pedestrian push-buttons, vehicle-detection loops, safety lighting, and high-visibility crosswalks.

KOA Corporation is one of four consultants, approved by City Council in March 2016, that provide on-call professional engineering services to the City. Due to its expertise in traffic engineering, staff solicited a proposal from KOA Corporation to prepare PS&E for the traffic signal improvements. KOA has provided a cost proposal in the amount of \$24,925. Staff recommends that the City Council authorize the Interim City Manager to execute an agreement in a form approved by the City Attorney with KOA Corporation.

FISCAL IMPACT:

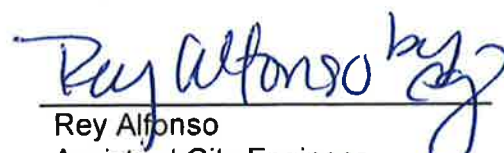
Staff is requesting an appropriation of \$312,160 in HSIP Funds and local match of \$17,640 in Measure R Funds for a total project cost of \$329,800. The estimated cost of the engineering design services including 10% contingency is \$27,418.

Respectfully submitted by:



Tito Haes
Interim Director of Public Works

Prepared by:



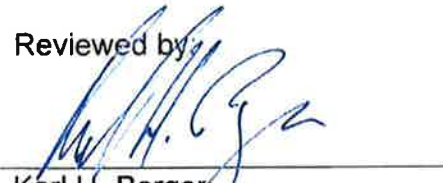
Rey Alfonso
Assistant City Engineer

Approved by:



Ron Bow
Interim City Manager

Reviewed by:



Karl H. Berger
Assistant City Attorney

ATTACHMENTS:

1. Grant Award Letter
2. KOA Proposal

ATTACHMENT1

Grant Award Letter

DEPARTMENT OF TRANSPORTATION

DIVISION OF LOCAL ASSISTANCE
 100 SOUTH MAIN STREET
 LOS ANGELES, CA 90012
 PHONE (213) 897-0784
 FAX (213) 897-2999



*Flex your power!
 Be energy efficient!*

August 31, 2016

Mrs. Amy Ho
 Principal Management Analyst
 City of Monterey Park
 320 W Newmark Ave.
 Monterey Park, CA 91750

Dear Ms. Ho:

Congratulations! The following project(s), which you submitted for Highway Safety Improvement Program (HSIP) Cycle 7 funding, have(s) been selected for implementation:

Unique Project ID	Original Application ID	Agency Name	MPO	Location of Work	Description of Work	HR3 Eligible ?	Project Cost	Federal Funds
HSIP7-07-019	07-Monterey Park-1	Monterey Park	SCAG	(3) downtown intersections : Garfield Ave and Hellman Ave., Garfield Ave. & Emerson Ave., and Alhambra Ave & Hellman Ave. with Almansor St.	Improve signal timing. Add left phase to (2) intersections . Add left turn lane and phase at (1) intersection. Improve signal hardware at (2) and install pedestrian countdown signal heads at all (3)	NO	329,800	312,160

To view the complete statewide project listing, please visit the HSIP website at: http://www.dot.ca.gov/hq/LocalPrograms/HSIP/prev_cycle_results.htm.

In Cycle 7, 182 projects were selected from a pool of 213 applications. All projects competed based on their Benefit Cost Ratio and properly proposed traffic safety countermeasures set forth in the Call for Projects. The selected HSIP projects, totaling \$160.8 million, will utilize the available HSIP programming capacity in the 2016 Federal Statewide Transportation Improvement Plan (FSTIP).

*"Provide a safe, sustainable, integrated and efficient transportation system
 to enhance California's economy and livability"*

While Caltrans congratulates you on competing successfully for HSIP funding, your agency is expected to expedite the delivery of this safety project(s) wherever practical. For all HSIP projects, Caltrans now requires agencies to meet the following three key delivery deadlines:

1. The deadline for Request Authorization to Proceed with Preliminary Engineering (PE) is September 30, 2016
2. The deadline for Request Authorization to Proceed with Construction (CON) is September 30, 2019
3. FTIP funding for a Cycle-7 project will be de-obligated unless the CON for the project is authorized on or before January 1, 2021

Caltrans will track the delivery of these selected HSIP projects and prepare a quarterly report showing the delivery performance of each project, and this quarterly report will be posted at the website:

http://www.dot.ca.gov/hq/LocalPrograms/HSIP/delivery_status.htm

Projects that miss milestones per the HSIP guidelines will be flagged in these reports. If an agency has a flag for late CON authorization, Caltrans will not accept HSIP applications from the agency during future open cycle 'call for projects' unless the flag is removed with an agreeable and acceptable future project CON date.

The Southern California Association of Governments (SCAG) will be informed of each project being approved for funding. Caltrans Headquarters (HQ) staff will work with SCAG to include each project in their next FSTIP Amendment. It is your agency's responsibility to track your Metropolitan Planning Organizations (MPO's) FSTIP Amendments to confirm the Federal Highway Administration (FHWA) approval of your project. Then, your agency may submit a request for authorization (RFA) to begin reimbursable work on the project in accordance with federal-aid project implementation procedures.

Your agency is encouraged to finish your non-reimbursable efforts of completing activities and preparing documents required for your first RFA to proceed with your project. These efforts can and should begin now in anticipation of your project(s) being included in approved FSTIP. Please contact Mai Nguyen at (213) 897-2951 to arrange for an on-site field review to evaluate and assess the entire scope of the safety project. A field review form can be found in the Local Assistance Procedures Manual or at the HQ Local Assistance Division website: <http://www.dot.ca.gov/hq/LocalPrograms/lam/lapm.htm>.

Given that HSIP safety projects are lump-sum programmed in the FSTIP, it is expected that one or more phases of a project delivery schedule may not match the FFY in the FSTIP. When this occurs, local agencies should file the RFA using the Expedited Project Selection Procedure. More information about the EPSP procedures for delivering HSIP safety projects can be found at the HQ Local Assistance Division website: http://www.dot.ca.gov/hq/LocalPrograms/HSIP/delivery_status.htm.

If you have further questions, please feel free to contact Dale Benson at (213) 897- 2934, or at Dale.Benson@dot.ca.gov.

Sincerely,



Ref Steve Novotny
District Local Assistance Engineer

*"Provide a safe, sustainable, integrated and efficient transportation system
to enhance California's economy and livability"*

ATTACHMENT 2

KOA Proposal

February 9, 2017

Mr. Rey Alfonso
City of Monterey Park
320 West Newmark Avenue
Monterey Park, CA 91754
T: 626.307.1330
RAlfonso@montereypark.ca.gov

MB71035

Subject: HSIP Cycle 7 Traffic Signal Improvement Project - Engineering Services Proposal

Dear Mr. Alfonso,

KOA Corporation (KOA) is pleased to submit the enclosed proposal to provide engineering services for the HSIP Cycle 7 Traffic Signal Improvement Project in the City of Monterey Park (City). The engineering services provided for this project includes the preparation of plans, specifications and estimates (PS&E).

PROJECT UNDERSTANDING / SCOPE OF WORK

The City requests assistance from KOA to provide traffic engineering services for the HSIP Cycle 7 Traffic Signal Improvement Project. This project includes the preparation of PS&E for traffic signal modifications at three intersections in the City. The project intersections and traffic signal improvements are listed below:

1. Garfield Avenue and Hellman Avenue
 - a. Add left turn phase for EB/WB left turns on Hellman Avenue
 - b. Upgrade signal hardware
 - c. Install countdown pedestrian heads
2. Garfield Avenue and Emerson Avenue
 - a. Add left turn phase for NB/SB left turns on Garfield Avenue
 - b. Upgrade signal hardware
 - c. Install countdown pedestrian heads
3. Alhambra Avenue and Hellman Avenue/Almansor Street
 - a. Add left turn pockets for EB/WB Hellman Avenue
 - b. Add left turn phase for EB/WB left turns on Hellman Avenue
 - c. Upgrade signal hardware
 - d. Install countdown pedestrian heads

The intersections at Garfield Avenue/Hellman Avenue and Alhambra Avenue/Hellman Avenue/Almansor Street are located along the City of Monterey Park/City of Alhambra boundary line. We will coordinate with the City of Alhambra throughout the course of this project.

Task 1 – Preliminary Engineering

Records Research

KOA will work with the City to obtain record drawings and documents relevant to the work site. Record drawings and documents can include, but are not limited to existing improvement plans, topographic maps, centerline ties, corner records, as-built plans, utility plans, etc. We will send our request for record drawings and documents through the City's Project Manager. We will also research any available record drawings through the Los Angeles County Department of Public Works, Sanitation District and Flood Control District if necessary.

Utility Research

KOA will obtain a list from the City of utility companies known to own and operate facilities in the City of Monterey Park. KOA will send a package, or email, including a cover letter, with our standard utility response form, and a map of the project site to all relevant utility companies. We will request information from them including record drawings of their facilities, prior rights information, and any planned upgrades expected in the near future. Utility responses will be logged and information regarding existing facilities will be shown on our plans. In some cases, the utility owner may require a request presented on City letterhead. We will coordinate these situations, if needed, with the City's Project Manager. KOA will provide the City Project Manager with a utility response list and maps and/or data received when all utility companies have responded.

Field Review/Project Site Evaluation

Upon receipt of as-built records from the City, we will visit the project site to verify and document existing conditions. We will investigate and verify existing roadway geometry, traffic signal equipment, conduit, wiring, pull boxes, utility manholes/valves, power poles, cabinets, fire hydrants, etc. KOA will send a team of experienced and knowledgeable engineers to the project site to fully evaluate the existing conditions, identify the proposed improvements and evaluate the constructability of the proposed equipment/operation.

Task 2 – Plans, Specifications and Estimates (PS&E)

After performing our field review, we will move forward in preparing the PS&E submittal package. Submittals will be made to the City at the 65%, 80% and 100% design levels. The submittal package will include:

- Title Sheet
- Traffic Signal Modification Plans
- Specifications (80% & 100% submittals only)
- Cost Estimate (80% & 100% submittals only)

Traffic Signal Modification Plans

KOA will prepare traffic signal modification plans at the three project intersections.

Our scope of work will include:

- Prepare intersection base plans at a scale of 1"=20' for each location. The base plans will show centerlines, right-of-way lines, relevant existing street improvements, utilities of record, and existing traffic controls and improvements.
- Recommend signal phasing, vehicle detection system, and proposed removal, relocation and installation of signal equipment.

- The drawings will include all notes, schedules, and other features required to complete the traffic signal plan.

At the intersection of Alhambra Avenue and Hellman Avenue/Almansor Street, we will show the proposed left turn pocket design on the traffic signal plan. The design will include:

- Proposed pavement delineations, roadside signs, and the proper disposition of all affected existing pavement delineations, markings and roadside signs.
- We will design any required transitions for the proposed pavement delineation to join with existing pavement delineations on intersection approaches and departures.

Specifications

KOA will prepare the technical specifications using the City boilerplate and Caltrans Standard Specifications. Specifications will be submitted at the 80% and 100% design stages.

Cost Estimates

KOA will prepare a cost estimate during the 80% and 100% design stages. The purpose of this task will be to evaluate the improvements we have proposed against the available City funds. If we determine that the project is over budget, we will make adjustments to bring the scope back in line. KOA will apply market construction costs for each bid item to the quantities measured. Cost estimates will be derived from a combination of available sources including Caltrans published data, recent bid prices from other local projects, and any other data that the City may choose to provide for our use. The resulting deliverable will be a line-by-line estimation of quantities, bid prices, sub-totals and one grand total of the estimated cost to construct these improvements.

Deliverables:

- 65%, 80%, and 100% plan submittals in both paper (24"x36") and electronic format
- Final signed plans in mylar and electronic format
- Specifications and Cost Estimates (80% and 100% submittals)

Task 3 – Traffic Signal Timing

KOA will prepare traffic signal timing sheets in the City-required format for the three project intersections. The signal timing for both intersections will be designed, in accordance with the 2014 California Manual on Uniform Traffic Control Devices (CA MUTCD) standards and City requirements.

Deliverables:

- Signal timing sheets for the three project intersections

Task 4 – Project Management

KOA has assigned Giuseppe Canzonieri, P.E. as the Project Manager. He is a Senior Engineer and has 10 years' experience with civil street improvements, geometric design, traffic signal design, traffic control design, street lighting design, pedestrian facilities, and handling other municipal civil/traffic engineering-related services. He has also served as the Project Manager and Project Engineer on many civil and traffic engineering design projects for

the Cities of Culver City, Arcadia, Thousand Oaks, Rancho Palos Verdes, Los Angeles, West Hollywood, and Santa Monica.

Our Project Management services will include, but not be limited to:

- Provide and perform all regular and customary project management services needed to facilitate the successful design, construction and completion of the project.
- Attend a kick-off meeting with the City Project Manager and key staff to review the project deliverables and the City's requirements.
- Attend up to (3) meetings in the 65%, 80% and 100% PS&E stage with City staff.
- Maintain communication with the City's Project Manager throughout the duration of the project including PS&E package status, meeting agendas and minutes, schedule updates, action items, etc.
- Maintain the project schedule, update it regularly to reflect any significant changes in the project and keep the City informed of these changes.
- Coordinate with the City's Project Manager to resolve project related issues in a timely manner. Potential complex issues will be brought to the attention of the City's Project Manager as soon as possible.
- Project design review.
- Coordinate project development and approvals with the City.
- Coordinate with the City of Alhambra throughout the course of the project.

Deliverables:

- Work Plan
- Schedule
- Agenda and minutes for each meeting

WORK SCOPE ASSUMPTIONS

- All plans designed by KOA will be signed by a State of California registered civil engineer on our staff.
- The work scope is considered complete upon the City's approval of the final PS&E submittal package.
- It is understood that the plans will be reviewed by the City. Any revisions required by the City will be fully addressed and incorporated into the drawings, until they are ready for approval.

OUT OF SCOPE WORK

Services rendered for out-of-scope work will be billed based on a time and materials basis or on a negotiated fee amount. Out-of-scope work would include all items not specifically detailed in the work scope above.

Out-of-scope work includes the following:

- Requests by the cities or any other entity for items not covered in work program tasks described in this proposal. This includes any significant changes to the project scope that would require significant revisions to completed portions of the plans and other documents.
- Presentations at public meetings to community groups, City Council, or any Commission.
- Traffic counts, traffic warrant studies/analyses, and other reports.

- Construction support, including bid and construction assistance, reviewing shop drawings, responding to requests for information, and preparation of change orders.
- Design of street improvement plans, signing & striping plans, temporary traffic control/signal plans, and street lighting plans.

EXCLUSIONS

The following exclusions describe situations that we frequently encounter that result in the need for extra work and additional compensation:

- Attendance at additional meetings, except as specifically indicated in the Scope of Services will be considered as additional work and billed accordingly.
- Our approach assumes a consensus regarding the need for this project. We have not allocated any resources to achieving a consensus regarding the need for improvements.
- Our fee excludes any costs paid to the City, other agencies, or utility companies for application fees, permits, plan and document reviews, utility records, etc.
- Significant changes in the approving agencies' standards and policies after the plans and documents have been reviewed by the agencies and that result in revising completed designs and analyses.
- Any changes required in the plans and documents after they are approved or accepted by the City may be considered as extra work.

WORK SCHEDULE

Upon receiving an executed agreement and the necessary supporting plans/information from the Client or others, we will work with the City to develop a mutually agreeable schedule. Please note that KOA cannot be held responsible for the time required by the City, utility companies, and/or other agencies responsible for processing or reviewing the plans and responding to our requests for record plans and information.

FEE ESTIMATE

KOA will perform the work specified in the scope of services above for the lump sum fee shown in the table below.

 KOA CORPORATION INCORPORATED	KOA CORPORATION					
	Principal	Project Manager / Senior Engineer	Assistant Engineer	Total Hours	Other Direct Costs	KOA TOTAL
DELIVERABLES						
Hourly Rates (Fully Burdened):	\$231.00	\$174.00	\$88.00			
BASE SERVICES						
TASK 1: PRELIMINARY ENGINEERING						
Records Research		1	4	5		\$526
Utility Research		1	16	17	\$100	\$1,682
Field Review/Site Evaluation		4	24	28	\$25	\$2,833
Base Preparation		4	32	36		\$3,512
SUBTOTAL		10	76	86	\$125	\$8,553
TASK 2: PLANS, SPECIFICATIONS & ESTIMATES						
65% Design						
Traffic Signal Modification Plans	1	6	36	43	\$25	\$4,468
80% Design						
Traffic Signal Modification Plans	1	4	16	21	\$25	\$2,360
Specifications		8		8		\$1,392
Cost estimates		1	6	7		\$702
100% Design						
Traffic Signal Modification Plans	1	1	8	10	\$25	\$1,134
Specifications		2		2		\$348
Cost estimates		1	2	3		\$350
SUBTOTAL	3	23	68	94	\$75	\$10,754
TASK 3: TRAFFIC SIGNAL TIMING						
Signal Timing Charts (3 intersections)		8		8		\$1,392
SUBTOTAL		8		8		\$1,392
TASK 3: PROJECT MANAGEMENT						
General Project Management		16		16		\$2,784
Meetings (assuming 4 total)		8		8	\$50	\$1,442
SUBTOTAL		24		24	\$50	\$4,226
TOTAL BASE SERVICES	3	57	144	204	\$250	\$24,925 LS

The lump sum budget is based upon the work scope and level of effort presented above and includes the cost of all related technical and administrative services. Receipt of a signed copy of this proposal and the required deposit by KOA authorizes us to begin work.

The work scope is considered complete upon the City's final approval of the plans and signal timing charts. Any additional services requested after the defined tasks are complete will be considered as extra work and those fees will be negotiated prior to the start of work and will need to be secured in writing.

If the work described within this letter is not authorized in 30 days, if changes occur in the work scope or level of effort, or if our work is suspended for more than 45 days due to any circumstances beyond the control of KOA, we reserve the right to revise the work scope, budget and schedule to reflect current conditions. Such revisions will be effected through mutually agreed upon amendments or modifications to this agreement.

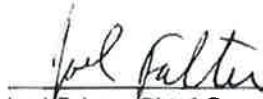
INVOICING

Invoices will be submitted monthly, based upon our estimated percentage of completion. Accounts are past due after 30 days. All work will be immediately stopped if any invoice is unpaid for 60 days or more. In any lawsuit brought to enforce the terms of this contract, the prevailing party shall be entitled to their reasonable attorney's fees.

PROJECT MANAGER

Giuseppe Canzonieri, P.E., will be the Project Manager for this project. If you have any questions about this proposal and our scope of services, please contact us at (323) 260-4703 or via email at gcanzonieri@koacorp.com.

Sincerely,



Joel Falter, Chief Operating Officer
KOA Corporation



City Council Staff Report

DATE: December 18, 2019

AGENDA ITEM NO: Consent Calendar
Agenda Item 3-H.

TO: Honorable Mayor and Members of the City Council
FROM: Mark A. McAvoy, Director of Public Works/City Engineer/City Planner
SUBJECT: Consideration and possible action to adopt a resolution authorizing the City Manager, or designee, to apply for, receive and approve grant funds for the Planning Grants Program.

RECOMMENDATION:

It is recommended that the City Council consider:

- (1) Adopting a resolution authorizing the City Manager, or designee, to apply for, receive and appropriate grant funds for the Planning Grants Program; and
- (2) Taking such additional, related, action that may be desirable.

EXECUTIVE SUMMARY:

The California Department of Housing and Community Development is soliciting applications for funding from the Planning Grants Program to eligible local governments. Eligible grant activities include updates to general, community or specific plans and updates to zoning ordinances, among other things. Staff is recommending that the City Council consider authorizing the City Manager, or designee, to apply for, receive and appropriate \$310,000 in grant funds towards updating the City's 2021-2029 Housing Element and Zoning Code (the "Proposal"). The application deadline is December 20, 2019.

BACKGROUND:

The Planning Grants Program (PGP) is funded through the Building Homes and Jobs Act Trust Fund (Senate Bill 2, 2017). The PGP program is intended for the preparation, adoption and implementation of plans that streamline housing approvals and accelerate housing production. Senate Bill 2, among other things, provides one-time financial and technical assistance to local governments to update planning documents in order to:

- Accelerate housing production;
- Streamline the approval of housing development affordable to owner and renter households at all income levels;
- Facilitate housing affordability, particularly for all income groups;
- Promote development consistent with the State Planning Priorities; and
- Ensure geographic equity in the distribution and expenditure of allocated funds.

The California Department of Housing and Community Development (HCD) determined maximum award amounts based on population estimates from the Department of Finance. Per these estimates, the City is characterized as a "Medium Locality" (e.g., it has a population between 60,000 to 200,000 people); therefore, it may receive a minimum of \$25,000 and \$310,000 in fund monies for eligible activities.

Eligible activities encompass a variety of planning documents, planning activities and strategies, and must demonstrate a nexus to accelerating housing production. Examples of eligible activities as described by HCD include: (1) updates to general, community or specific plans; (2) updates to zoning ordinances; (3) environmental analyses that eliminate the need for project-specific review; and (4) local process improvements that enhance and expedite local planning. The City is required to update its Housing Element for the 6th Regional Housing Needs Assessment (RHNA) Cycle (2021 to 2029 planning period) and specifically address how housing units will be planned for in the City by the year 2029. Accordingly, the City is currently updating the 2021-2029 Housing Element of its general plan, as well as its Zoning Code (in order to implement the Housing Element) (the "Proposal").

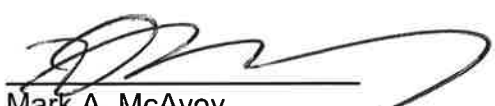
The application deadline is December 20, 2019. Staff is recommending that the City Council consider authorizing the City Manager, or designee, to apply for, receive and appropriate \$310,000 in grant funds towards the Proposal.

FISCAL IMPACT:

There is no impact to the general fund. If monies are awarded to the City through the PGP, the City will be reimbursed for its costs related to the Proposal.

Respectfully Submitted by:

Prepared By:



Mark A. McAvoy
Director of Public Works/City
Engineer/City Planner

Samantha Tewasart
Senior Planner

Ron Bow
City Manager

Natalie C. Karpeles
Deputy City Attorney

Attachments:

Attachment 1: Draft Resolution

ATTACHMENT 1

Draft Resolution

RESOLUTION NO. _____

**A RESOLUTION AUTHORIZING THE CITY MANAGER, OR DESIGNEE,
TO APPLY FOR, RECEIVE AND APPROVE GRANT FUNDS FOR THE
PLANNING GRANTS PROGRAM.**

The City Council of the City of Monterey Park does resolve as follows:

SECTION 1: The City Council finds and declares that:

- A. The Planning Grants Program (PGP) is funded through the Building Homes and Jobs Act Trust Fund (Senate Bill 2, 2017). Senate Bill 2 provides one-time funding and ongoing technical assistance to eligible local governments in California to adopt and implement plans and process improvements that streamline housing approvals and accelerate housing production. Eligible grant activities include updates to general, community or specific plans and updates to zoning ordinances, among other things;
- B. On March 28, 2019, the California Department of Housing and Community Development (HCD) issued a Notice of Funding Availability for approximately \$123 million under the PGP. Of which, the City may be eligible for a minimum of \$25,000 and a maximum of \$310,000;
- C. The City is currently updating the 2021-2029 Housing Element of its general plan; relatedly, it is also updating its Zoning Code in order to implement the Housing Element (the "Proposal"). Specifically, the updates proposed to the 2021-2029 Housing Element address the City's Regional Housing Needs Assessment; and
- D. The City Council would like to authorize the City Manager, or designee, to execute documents to apply for, and potentially receive, up to \$310,000 in PGP monies from the HCD related to the Proposal.

SECTION 2: *Authorizations.* The City Manager, or designee, is authorized to apply for a \$310,000 grant from HCD to be used for the Proposal.

SECTION 3: The City Manager, or designee, is authorized to execute any required documents to receive the grant for the purposes identified herein.

SECTION 4: The City Manager, or designee, is authorized to accept and spend the grant monies identified in this Resolution for the purposes set forth herein.

SECTION 5: The City Council hereby amends or supplements the City's Budget for fiscal year 2020-21 to appropriate the monies identified herein to pay for the retention plan proposed by the City in support of its grant application. The City Manager, or designee, is authorized to implement the purpose of this section.

SECTION 6: *Reliance on Record.* Each and every one of the findings and determinations in this Resolution are based on the competent and substantial evidence, both oral and written, contained in the entire record. The findings and determinations constitute the

independent findings and determinations of the City Council in all respects and are fully and completely supported by substantial evidence in the record as a whole.

SECTION 7: This Resolution does not affect any penalty, forfeiture, or liability incurred before, or precludes prosecution and imposition of penalties for any violation occurring before this Resolution's effective date. Any such amended part will remain in full force and effect for sustaining action or prosecuting violations occurring before the effective date of this Resolution.

SECTION 8: If any part of this Resolution or its application is deemed invalid by a court of competent jurisdiction, the City Council intends that such invalidity will not affect the effectiveness of the remaining provisions or applications and, to this end, the provisions of this Resolution are severable.

SECTION 9: Effective Date. This Resolution becomes effective immediately upon adoption and will remain effective until repealed or superseded.

ADOPTED AND APPROVED this ____ day of December 2019.

Hans Liang, Mayor

APPROVED AS TO FORM:
MARK D. HENSLEY, City Attorney

By: _____
Natalie C. Karpeles, Deputy City Attorney



City Council Staff Report

DATE: December 18, 2019

AGENDA ITEM NO: Consent Calendar
Agenda Item 3-I.

TO: The Honorable Mayor and City Council
FROM: Mark A. McAvoy, Director of Public Works / City Engineer
SUBJECT: Extension to Memoranda of Understanding with the Metropolitan Water District of Southern California for El Nino Preparedness Projects at Garvey Reservoir

RECOMMENDATION:

It is recommended that the City Council:

1. Authorize the City Manager to execute Extensions to three Memoranda of Understanding between the City of Monterey Park and the Metropolitan Water District of Southern California for El Niño Preparedness projects at three areas near Garvey Reservoir, in a form approved by the City Attorney; and
2. Take such additional, related, action that may be desirable.

EXECUTIVE SUMMARY:

On June 19, 2019, City Council authorized the City Manager to enter into three Memoranda of Understanding (MOU) with the Metropolitan Water District of Southern California (MWD) for El Niño Preparedness projects at three areas near Garvey Reservoir. The agreements allow the City and MWD to work together to implement improvements that would remediate impacts from El Niño storm events.

The executed MOUs will expire on December 31, 2019 and extensions are necessary to complete the projects.

BACKGROUND:

On November 18, 2015, City Council adopted a resolution to execute an agreement with the Metropolitan Water District of Southern California (MWD) to cooperate and coordinate emergency preparedness efforts for potential stormwater damage at Garvey Reservoir that is owned and operated by MWD.

On June 19, 2019, City Council authorized the City Manager to execute Memoranda of Understanding (MOUs) with MWD to cost share and perform certain work that would remediate impacts from stormwater flowing from the Garvey Reservoir hillsides.

Plans for the improvement projects have been finalized and staff will soon begin the public bidding process for construction. However, the MOUs with MWD will expire on December 31, 2019 and extensions to the MOUs are needed to complete the projects.

Staff is requesting City Council authorization to execute amendments that would extend the expiration date to December 31, 2020.

FISCAL IMPACT:

Funding for these projects was budgeted in the 2018-19 Fiscal Year as the *Garvey Reservoir Drainage Improvements* in the amount of \$280,000 from account number 0042-5001-91962.

Respectfully submitted by:



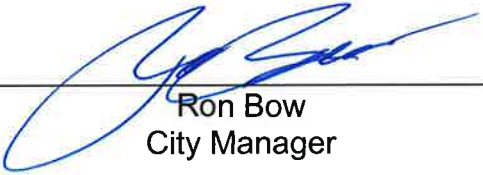
Mark A. McAvoy
Director of Public Works/
City Engineer

Prepared by:



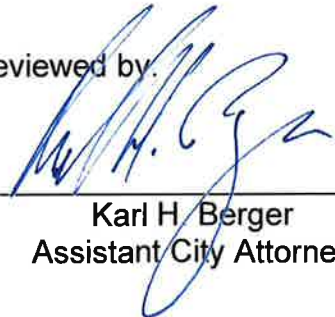
Frank A. Lopez
Assistant City Engineer

Approved by:



Ron Bow
City Manager

Reviewed by:



Karl H. Berger
Assistant City Attorney

ATTACHMENT(S):

1. MOU AMENDMENTS

ATTACHMENT 1
MOU AMENDMENTS

**AMENDMENT TO MOU BETWEEN
THE CITY OF MONTEREY PARK AND
THE METROPOLITAN WATER DISTRICT OF SOUTHERN CALIFORNIA
FOR
AREA 2 DRAINAGE IMPROVEMENTS**

THIS AMENDMENT TO MEMORANDUM OF UNDERSTANDING (“MOU”) is made and entered into this ____ day of _____, 2019, by and between the CITY OF MONTEREY PARK, a municipal corporation and general law city existing under the laws of California (“City”) and THE METROPOLITAN WATER DISTRICT OF SOUTHERN CALIFORNIA, a public corporation incorporated under the Metropolitan Water District Act of the State of California (Stats. 1969, Ch. 209 as amended; West’s Annot. Cal. Water Code Appx. § 109) (“District”). The Parties agree as follows.

RECITALS

The Parties enter into this MOU on September 17, 2019 to cooperate on drainage improvements adjacent to the Garvey Reservoir, located in the City.

The MOU is set to terminate on December 31, 2019.

With this Amendment, the Parties wish to extend the MOU for another year in order to allow additional time to complete the planned work.

Article II of the MOU allows for extensions upon mutual agreement in writing.

TERMS

In consideration of the provisions contained herein, the parties HEREBY AGREE to amend the MOU as follows:

ARTICLE II. TERM

The Parties intend for this MOU to take effect immediately upon execution and to terminate on December 31, 2020. The Parties may extend the term of this MOU upon mutual agreement in writing.

Except as hereby amended, the MOU shall remain in full force and effect.

IN WITNESS WHEREOF, the Parties hereto have caused this Amendment to MOU to be executed in duplicate as of the date and year first above written.

Approved as to form:

The Metropolitan Water District
of Southern California

Marcia Scully

General Counsel

By: _____
Catherine M. Stites
Chief Deputy General Counsel

By: _____
Jeffrey Kightlinger
General Manager

Approved as to form:
Mark D. Hensley, City Attorney

The City of Monterey Park

By: _____
Karl H. Berger, Assistant City Attorney

By: _____
Ron Bow, City Manager

**AMENDMENT TO MEMORANDUM OF UNDERSTANDING BETWEEN
THE CITY OF MONTEREY PARK AND
THE METROPOLITAN WATER DISTRICT OF SOUTHERN CALIFORNIA FOR
AREA 3 DRAINAGE IMPROVEMENTS**

THIS AMENDMENT TO MEMORANDUM OF UNDERSTANDING (“MOU”) is made and entered into this ____ day of _____, 2019, by and between the CITY OF MONTEREY PARK, a municipal corporation and general law city existing under the laws of California (“City”) and THE METROPOLITAN WATER DISTRICT OF SOUTHERN CALIFORNIA, a public corporation incorporated under the Metropolitan Water District Act of the State of California (Stats. 1969, Ch. 209 as amended; West’s Annot. Cal. Water Code Appx. § 109) (“District”). The Parties agree as follows.

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Approved as to form:

The Metropolitan Water District
of Southern California

Marcia Scully
General Counsel

By: _____
Catherine M. Stites
Chief Deputy General Counsel

By: _____
Jeffrey Kightlinger
General Manager

Approved as to form:

The City of Monterey Park

By: _____
Mark Hensley, City Attorney

By: _____
Ron Bow, City Manager

**AMENDMENT TO MOU BETWEEN
THE CITY OF MONTEREY PARK AND
THE METROPOLITAN WATER DISTRICT OF SOUTHERN CALIFORNIA
FOR
AREA 4 DRAINAGE IMPROVEMENTS**

THIS AMENDMENT TO MEMORANDUM OF UNDERSTANDING (“MOU”) is made and entered into this ____ day of _____, 2019, by and between the CITY OF MONTEREY PARK, a municipal corporation and general law city existing under the laws of California (“City”) and THE METROPOLITAN WATER DISTRICT OF SOUTHERN CALIFORNIA, a public corporation incorporated under the Metropolitan Water District Act of the State of California (Stats. 1969, Ch. 209 as amended; West’s Annot. Cal. Water Code Appx. § 109) (“District”). The Parties agree as follows.

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IN WITNESS WHEREOF, the Parties hereto have caused this Amendment to MOU to be executed in duplicate as of the date and year first above written.

IN WITNESS WHEREOF, the Parties hereto have caused this MOU to be executed in duplicate as of the date and year first above written.

Approved as to form:

Marcia Scully
General Counsel

The Metropolitan Water District
of Southern California

By: _____
Catherine M. Stites
Chief Deputy General Counsel

By: _____
Jeffrey Kightlinger
General Manager

Approved as to form:

By: _____
Mark Hensley, City Attorney

The City of Monterey Park

By: _____
Ron Bow, City Manager



City Council Staff Report

DATE: December 18, 2019

AGENDA ITEM NO: Public Hearing
Agenda Item 4-A

TO: Honorable Mayor and Members of the City Council
FROM: Mark A. McAvoy, Director of Public Works/City Engineer/City Planner
SUBJECT: A Public Hearing to consider an amendment to the Garfield Village Specific Plan (SPA-19-01), Zone Change (ZC-19-01) and Conditional Use Permit (CU-19-04) for the reconstruction of an existing service station (ARCO) and construction of new 24-hour drive-through coffee shop at 2425 and 2439 South Garfield Avenue.

RECOMMENDATION:

It is recommended that the City Council consider:

- (1) Opening the public hearing;
- (2) Receiving documentary and testimonial evidence;
- (3) Closing the public hearing;
- (4) Taking the following action:
 - a. Waiving first reading and introducing an Ordinance approving a Specific Plan Amendment (SPA-19-01) and Zone Change (ZC-19-01);
 - b. Adopting a Resolution approving a Conditional Use Permit (CU-19-04), subject to SPA-19-01 and ZC-19-01, along with conditions of approval; and
- (5) Taking such additional, related, action that may be desirable.

CEQA (California Environmental Quality Act):

The Project is categorically exempt from additional environmental review pursuant to CEQA Guidelines § 15332 as a Class 32 categorical exemption (In-Fill Development Projects) in that the Project consists of demolishing and reconstructing an existing service station. The property is designated Commercial in the General Plan Land Use Element. The proposed development will take place within city limits on a site of no more than five acres substantially surrounded by urban uses. The Project site has no value as habitat for endangered, rare or threatened species in that the property is already developed with an existing service station which will be demolished and reconstructed as part of the proposed Project; furthermore, the construction of the proposed drive-thru coffee shop will take place entirely upon the existing, developed lot. Approval of the Project will not result in any significant effects relating to traffic, noise, air quality, or water quality in that the Project is an in-fill project in an existing developed and urban area. Lastly, the site can be adequately served by all required utilities and public services.

EXECUTIVE SUMMARY:

The Applicant is requesting an amendment to the Garfield Village Specific Plan ("GVSP"), a Zone Change (from Garfield Village Neighborhood Shopping District (GVN-S) to Garfield Village Commercial Services District (GVC-S)) and a Conditional Use Permit to allow the demolishing and reconstruction of an existing service station and construction of a new 24-hour drive-through coffee shop. Pursuant to the GVSP, service stations are conditionally permitted within the GVC-S zone, only. On October 22, 2019, the Planning Commission adopted Resolution No. 20-19. The staff report and draft minutes from the October 22, 2019 Planning Commission meeting are attached for reference.

TYPE OF ACTION (LEGISLATIVE; QUASI-JUDICIAL; OR ADVISORY)

Legislative: The recommended action includes an amendment to the zoning regulations in the MPMC via an Ordinance. In considering such actions, the City Council acts in its discretionary legislative capacity (formulating rules that apply to all future cases). For the proposed zone change, the City Council must make these findings (MPMC § 21.38.050):

- That the proposed zone change is consistent with the goals, policies, and objectives of the General Plan;
- That the proposed zone change will not adversely affect surrounding properties; and
- That the proposed zone change promotes public health, safety, and general welfare and serves the goals and purposes of the MPMC's zoning regulations.

These findings are included in the draft Ordinance; the facts upon which these findings rely are also included with the draft documents.

Quasi-judicial: The recommended action also includes adopting a Resolution approving an amendment to the GVSP, a Zone Change and conditional use permit ("CUP"). In considering such actions, the City Council acts in a quasi-judicial role. When doing so, the City Council acts like a court: it applies facts gathered during a public hearing to existing law. Just like a court, the City Council can only consider facts that are relevant to the case. A party appearing before the legislative body is entitled to

- Notice of the proposed action;
- Reasons for the action;
- A copy of the evidence on which the action is based; and
- The right to respond before a reasonably impartial, noninvolved reviewer.

The City Council must base its decisions upon substantial evidence within the record. "Substantial evidence" generally means enough relevant information and reasonable

inferences from information gathered during a public hearing that a fair argument can be made to support a conclusion, even though other conclusions might also be reached. Argument, speculation, unsubstantiated opinion or narrative, evidence which is clearly erroneous or inaccurate, or evidence of social or economic impacts does not constitute substantial evidence. Substantial evidence includes facts, reasonable assumptions predicated upon facts, and expert opinion supported by facts. If the City Council asks irrelevant questions and bases its decision-making on such questions, a court may overturn the City Council's decision and potentially hold the City liable for violating the applicant's constitutionally protected due process rights.

Per MPMC § 21.38.020(A), amendments to the zoning regulations may be initiated by any owner of real property located within the City.¹ At the public hearing for consideration of a zone change, the City Council must review the application and proposal and receive evidence as to how or why the proposed zone text amendment is consistent with the objectives of the MPMC, the General Plan, and the City's development policies (see MPMC § 21.38.030(B). "A proposed amendment to the Garfield Village Neighborhood Shopping District (GVN-S) zone that is inconsistent with the General Plan cannot be recommended or adopted until the General Plan is amended to eliminate such inconsistency" (MPMC § 21.38.030(E)). However, a proposal to amend the General Plan, and any development proposal relying on such an amendment, may be considered concurrently. Following the public hearing, the City Council makes a decision regarding the proposed zone change, via resolution, and in consideration of the following findings:

- That the proposed amendment is consistent with the goals, policies, and objectives of the General Plan;
- That the proposed amendment will not adversely affect surrounding properties; and
- That the proposed amendment promotes public health, safety, and general welfare and serves the goals and purposes of the zoning (MPMC § 21.38.050).

To approve the CUP (per MPMC §§ 21.32.020 and 21.10.040(I)), the City Council must find that:

- The site is adequate in size, shape and topography for the proposed use including without limitation, any required yards, walls, fences, parking and loading facilities, landscaping, setbacks, and other development standards prescribed in the MPMC;
- The site has sufficient access to streets and highways, adequate in width and pavement type to carry the quantity and quality of traffic generated by the proposed use;

¹ Note that voter approval does not apply to zone changes which do not exceed one acre of land; because the Project site is 0.51 acres (22,148 square feet), approval is not required for the proposed zone change (see MPMC § 21.42.020).

- The proposed use is consistent with the General Plan and any applicable specific plan;
- The proposed use will not create unusual noise, traffic, or other conditions that may be objectionable, detrimental, or incompatible with surrounding properties or other permitted uses in the City;
- The proposed use will not have an adverse effect on the public health, safety and general welfare;
- The use applied for at the location set forth in the application is properly one authorized by conditional use permit pursuant to the MPMC;
- The proposed drive-through is an accessory to an established commercial business;
- The drive-through is not located in an area designated as MU-I in the General Plan Land Use Map;
- The pedestrian walkways either will not intersect the drive-through drive aisles or, if they do, will have clear visibility and will be emphasized by enriched paving or striping;
- The drive-through aisles have a minimum 12-foot width on curves and a minimum 11-foot width on straight sections;
- The drive-through aisles provide sufficient stacking area behind the menu board to accommodate a minimum of six cars;
- All service areas, restrooms and ground-mounted and roof-mounted mechanical equipment are screened from view;
- Landscaping will screen the drive-through or drive-in aisles from the public right-of-way and minimize the visual impact of reader board signs and directional signs;
- The drive-through aisles will be constructed with concrete;
- The parking areas and the drive-through aisle and structure will be set back from the ultimate curb face a minimum of 25 feet;
- Menu boards will be a maximum of 30 square feet, with a maximum height of seven feet, and face away from the street; and

- The drive-through aisles do not exit directly onto a public right-of-way.²

These findings are included in the draft Resolution; the facts upon which these findings rely are also included with the draft documents based upon substantial evidence gathered during the public hearing in October.

BACKGROUND AND ANALYSIS:

2425 and 2439 South Garfield Avenue are adjacent lots located in the South Garfield Village ("Project Site"). The applicant, Garfield Oil, LLC ("Applicant"), seeks an amendment to the Garfield Village Specific Plan (SPA-19-01) to change the zoning designation for the Project Site from GVN-S to GVC-S (Zone Change (ZC-19-01)). To allow for the demolition and reconstruction of a service station and a 24-hour drive-through coffee shop in the GVC-S zone, the Applicant also requests approval of a Conditional Use Permit (CU-19-04) (collectively, these requests are referred to as the "Project"). 2439 Garfield and 2425 Garfield were both purchased by the same property owner and together these addresses take up two lots on the same block. The Applicant is proposing to combine and develop both lots in a single phase as part of the Project. An in-depth analysis of the Project is set forth in the Planning Commission staff report dated October 22, 2019 (which is attached for reference).

At its October 22, 2019 meeting, the Planning Commission raised the following concerns:

- Traffic circulation within the alleyway and on-site;
- Security and lighting issues related to the operation of a 24-hour drive-through coffee shop; and
- Whether the proposed Project conforms with the intent of the GVSP.

While the alleyway is one alternative to access the property, the primary accessways will be two existing driveways on Garfield Avenue and one existing driveway on Pomona Boulevard. Further, the proposed drive-through aisle will exit directly onto a public right-of-way (*i.e.*, the alleyway to the rear of the Project Site). According to the GVSP, vacation of alleyways may be provided as a lot-consolidation incentive bonus. However, the City's Engineering Division determined that, for this Project, vacation of the alleyway would not be feasible because it would require the alley to be divided between the Project Site and a few other properties located to the west. To incentivize the consolidation and development of the Project Site, and in consideration of the fact that the alleyway by nature tends to carry less volume than streets and roadways, the drive-through aisle may exit directly onto a public right-of-way for this Project.

With regard to security, the Police Department was informed of the proposed 24-hour operation of the drive-through coffee shop and recommended conditions of approval,

² See further discussion regarding this finding, below.

including installation of security cameras and an alarm system, among other things. New lighting must also be provided on the property to deter any unwanted activity.

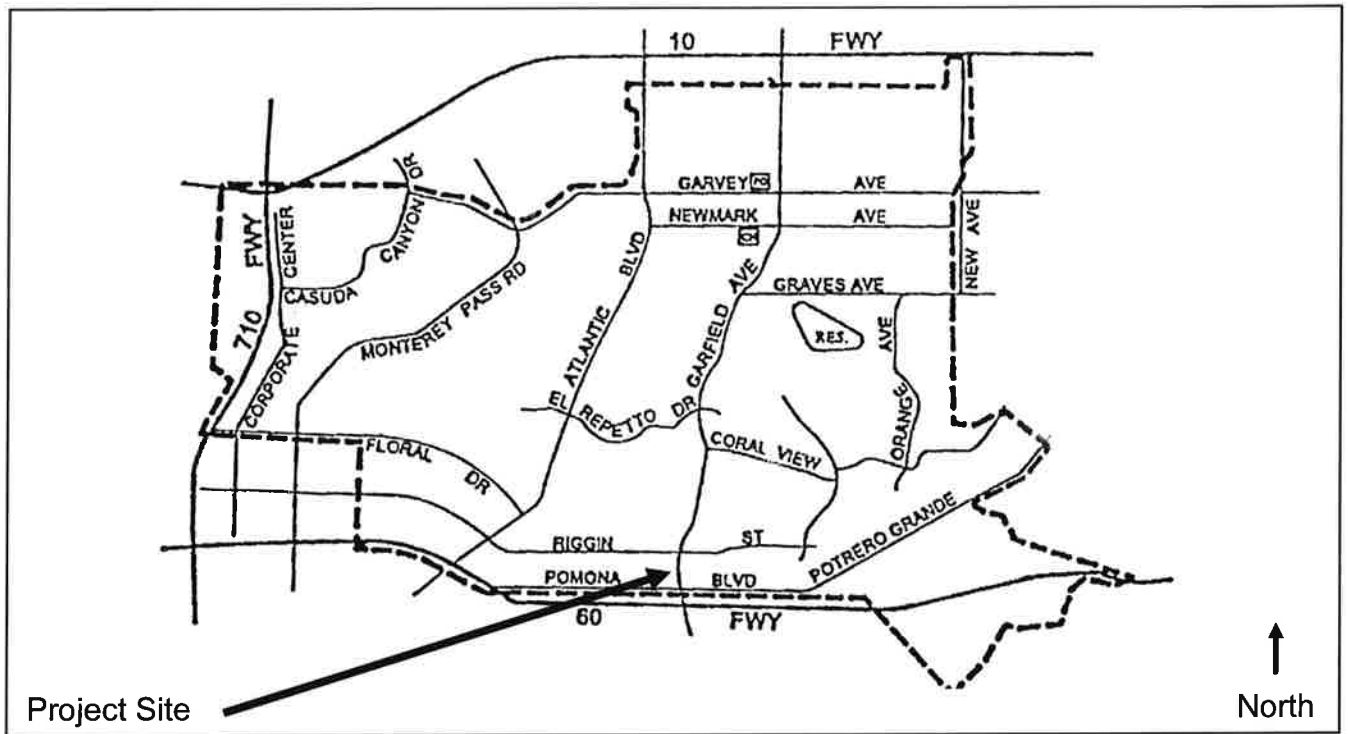
Finally, with regard to the South Garfield Village Specific Plan, four character-areas were identified as part of the Specific Plan – one area being the Primary Village Gateway, which is the general area around the corner of Pomona Boulevard and Garfield Avenue. According to GVSP § 2.4.2, this is a major gateway area for automobile traffic into Garfield Village, as well as for transit users and pedestrians (especially with the potential location of a future Gold Line station in proximity to this area). Additionally, parklets, outdoor dining and public gathering areas also help to emphasize the high-energy entryway into Garfield Village. The objectives of the GVSP also include improving mobility in the area and encouraging revitalization of the neighborhood commercial business area and connectivity to the surrounding neighborhoods (GVSP § 1.2.2). The proposed Project would: increase the use of a currently underutilized property and complement the surrounding neighborhood by taking advantage of nearby retail draws (GVSP § 2.3.1); upgrading the appearance of the Garfield/Pomona intersection and existing facades (GVSP § 2.3.2); and provide outdoor gathering/dining areas (GVSP § 2.3.3).

OTHER ITEMS:

Legal Notification

The legal notice of this hearing was posted at the subject site, City Hall, Monterey Park Bruggemeyer Library, and Langley Center on **November 27, 2019** and published in the Wave on **December 2, 2019**, with affidavits of posting on file. The legal notice of this hearing was mailed to **33** property owners within a 300 feet radius and current tenants of the property concerned on **November 27, 2019**.

Vicinity Map



Aerial Map



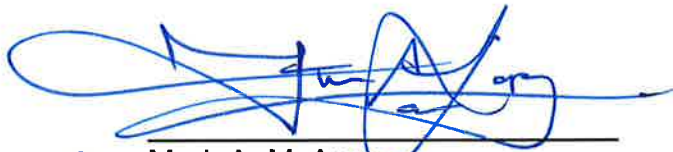
ALTERNATIVE COMMISSION CONSIDERATIONS:

None.

FISCAL IMPACT:

There will be an increase in property tax revenue, and an incidental increase in sales tax revenue by the introduction of additional housing along Potrero Grande Drive.

Respectfully Submitted by:


Gr Mark A. McAvoy
Director of Public Works/City
Engineer/City Planner


Ron Bow
City Manager

Prepared By:


Samantha Tewasart
Senior Planner


Natalie C. Karpeles
Deputy City Attorney

Attachments:

- Attachment 1: Draft Ordinance
- Attachment 2: Draft Resolution
- Attachment 3: Architectural Plans
- Attachment 4: Planning Commission Staff Report dated October 22, 2019
- Attachment 5: Planning Commission Minutes dated October 22, 2019

ATTACHMENT 1

Draft Ordinance

ORDINANCE NO.

AN ORDINANCE AMENDING THE ZONING MAP (ZC-19-01) AND GARFIELD VILLAGE SPECIFIC PLAN (SPA-19-01) TO CHANGE THE ZONE AT 2425 AND 2439 SOUTH GARFIELD AVENUE FROM GVN-S TO GVC-S TO ALLOW THE RECONSTRUCTION OF AN EXISTING SERVICE STATION AND CONSTRUCTION OF A NEW 24-HOUR COFFEE SHOP WITH A DRIVE-THROUGH.

The City Council for the City of Monterey Park does ordain as follows:

SECTION 1: The City Council finds and declares that:

- A. On February 26, 2019, Garfield Oil, LLC (“Applicant”) submitted an application to amend the Garfield Village Specific Plan (SPA-19-01) to change the zoning designation for 2425 and 2439 South Garfield Avenue from Garfield Village Neighborhood Shopping (GVN-S) to Garfield Village Commercial Services (GVC-S)(Zone Change (ZC-19-01)) and requesting approval of a Conditional Use Permit (CU-19-04) to allow reconstruction of an existing service station and construction of a new 24-hour drive-through coffee shop (collectively, the “Project”);
- B. The proposed Project was reviewed by the City Planner for, in part, consistency with the General Plan and conformity with the MPMC;
- C. In addition, the City reviewed the Project’s environmental impacts under the California Environmental Quality Act (Public Resources Code §§ 21000, *et seq.*, “CEQA”) and the regulations promulgated thereunder (14 California Code of Regulations §§ 15000, *et seq.*, the “CEQA Guidelines”);
- D. The City Planner completed its review and scheduled a public hearing regarding the proposed Project, before the Planning Commission for October 22, 2019. Notice of the public hearing on the proposed Project was posted and mailed as required by the MPMC;
- E. On October 22, 2019, the Planning Commission held a public hearing to receive public testimony and other evidence regarding the proposed Project, including, without limitation, information provided to the Planning Commission by City staff, members of the public, and the applicant’s representatives. The Planning Commission adopted Resolution No. 20-19 which recommended that the City Council adopt the Zone Change (ZC-19-01) and Specific Plan Amendment (SPA-19-01);
- F. The City Council reviewed the proposed Project and related environmental aspects of the proposal as required by the MPMC at its December 18, 2019 meeting; and

G. The City Council has carefully considered all pertinent testimony and the staff report offered in the case as presented at the public hearing of December 18, 2019.

SECTION 2: *Factual Findings and Conclusions.* The City Council finds as follows:

- A. The Project is consistent with the goals, policies, and objectives of the General Plan. The proposed Specific Plan Amendment and Zone Change will allow for the revitalization of the existing property by providing the Applicant the opportunity to redevelop the Project Site.
- B. The Project will not adversely affect surrounding properties. The proposed Project is consistent with the type of the uses that are currently developed in that neighborhood. The Project would decrease the building square footages, which will help improve mobility on- and off-site, allow for connectivity between the Specific Plan area and the surrounding neighborhoods, and make efficient use of the Project Site. The proposed Project would also increase the use of an underutilized property (which occupies half a prominent street block and intersection) by complementing the existing businesses in the area and functioning as a retail draw.
- C. The proposed Specific Plan Amendment and Zone Change will allow the Applicant to: (1) rebuild the service station, upgrade the intersection and continue to utilize the existing alleyway as a secondary circulation network; (2) make improvements to the property and incorporate new uses which will be both automobile- and pedestrian-oriented; and (3) create more activity in the Specific Plan area and contribute to revitalizing the commercial area and neighborhood (GVSP § 2.4.4).
- D. The proposed amendment promotes public health, safety, and general welfare and serves the goals and purposes of the MPMC. Without the proposed Specific Plan Amendment and Zone Change, the existing service station will be legal non-conforming use and the proposed coffee with drive-through would be prohibited. Rezoning of the site to accommodate the project will be consistent with general welfare as it will allow the Applicant to improve the existing service station property and to promote increased economic activity in the Garfield Village Specific Plan.

SECTION 3: *Environmental Assessment.* Because of the facts identified in Section 2 of this Resolution, the Project is categorically exempt from additional environmental review pursuant to CEQA Guidelines § 15332 as a Class 32 categorical exemption (In-Fill Development Projects) because the Project site is located in an urban area already developed with an existing service station which will be reconstructed as part of the

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proposed in-fill Project and the construction of the proposed drive-through coffee shop will take place entirely upon the existing, developed lot. The Project is proposed within city limits on a site of no more than five acres substantially surrounded by urban uses; the site has no value as habitat for endangered, rare or threatened species; the Project will not result in any significant effects relating to traffic, noise, air quality, or water quality; and the site can be adequately served by all required utilities and public services. The Project is consistent with the applicable general plan designation and all applicable general plan policies as well as with applicable zoning designation and regulations. It can be seen with certainty that no special circumstances exist that would create a reasonable possibility that the proposed Project will have a significant adverse effect on the environment.

SECTION 4: Approvals. The zoning for the Project site is changed from Garfield Village Neighborhood Shopping (GVN-S) to Garfield Village Commercial Services (GVC-S) (Zone Change (ZC-19-01)). Accordingly, the Zoning Map is amended as set forth in attached Exhibit "B," and incorporated by reference.

SECTION 5: Reliance on Record. Each and every one of the findings and determinations in this Ordinance are based on the competent and substantial evidence, both oral and written, contained in the entire record relating to the Project. The findings and determinations constitute the independent findings and determinations of the City Council in all respects and are fully and completely supported by substantial evidence in the record as a whole.

SECTION 6: Limitations. The City Council's analysis and evaluation of the Project are based on the best information currently available. It is inevitable that in evaluating a project that absolute and perfect knowledge of all possible aspects of the project will not exist. One of the major limitations on analysis of the Project is the City Council's lack of knowledge of future events. In all instances, best efforts have been made to form accurate assumptions. Somewhat related to this are the limitations on the City's ability to solve what are in effect regional, state, and national problems and issues. The City must work within the political framework within which it exists and with the limitations inherent in that framework.

SECTION 7: Summaries of Information. All summaries of information in the findings, which precede this section, are based on the substantial evidence in the record. The absence of any particular fact from any such summary is not an indication that a particular finding is not based in part on that fact.

SECTION 8: Repeal of any provision of the MPMC, or any other City resolution or ordinance herein will not affect any penalty, forfeiture, or liability incurred before, or preclude prosecution and imposition of penalties for any violation occurring before, this

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Ordinance's effective date. Any such repealed part will remain in full force and effect for sustaining action or prosecuting violations occurring before the effective date of this Ordinance.

SECTION 9: If any part of this Ordinance or its application is deemed invalid by a court of competent jurisdiction, the City Council intends that such invalidity will not affect the effectiveness of the remaining provisions or applications and, to this end, the provisions of this Ordinance are severable.

SECTION 10: The City Clerk is directed to certify the passage and adoption of this Ordinance; cause it to be entered into the City of Monterey Park's book of original ordinances; make a note of the passage and adoption in the records of this meeting; and, within ten (10) days after the passage and adoption of this Ordinance, cause it to be published or posted in accordance with California law.

SECTION 11: This Ordinance will take effect on the 30th day following its final passage and adoption.

PASSED, APPROVED, AND ADOPTED this December 18, 2019.

Hans Liang, Mayor

ATTEST:

Vincent D. Chang, City Clerk

APPROVED AS TO FORM:
MARK D. HENSLEY, City Attorney

By: 
Natalie C. Karpeles, Deputy City Attorney

ATTACHMENT 2

Draft Resolution

RESOLUTION NO.

A RESOLUTION APPROVING CONDITIONAL USE PERMIT (CU-19-04) TO ALLOW THE RECONSTRUCTION OF AN EXISTING SERVICE STATION AND CONSTRUCTION OF A NEW 24-HOUR COFFEE SHOP WITH A DRIVE-THROUGH AT 2425 AND 2439 SOUTH GARFIELD AVENUE.

The City Council of the City of Monterey Park does resolve as follows:

SECTION 1: The City Council finds and declares that:

- A. On February 26, 2019, Garfield Oil, LLC (“Applicant”) submitted an application to amend the Garfield Village Specific Plan (SPA-19-01) to change the zoning designation for 2425 and 2439 South Garfield Avenue from Garfield Village Neighborhood Shopping (GVN-S) to Garfield Village Commercial Services (GVC-S)(Zone Change (ZC-19-01)) and requesting approval of a Conditional Use Permit (CU-19-04) to allow the demolition and reconstruction of an existing service station and construction of a new 24-hour drive-through coffee shop (collectively, the “Project”);
- B. The Project was reviewed by the City Planner for, in part, consistency with the General Plan and conformity with the Monterey Park Municipal Code (“MPMC”);
- C. In addition, the City reviewed the Project’s environmental impacts under the California Environmental Quality Act (Public Resources Code §§ 21000, *et seq.*, “CEQA”) and the regulations promulgated thereunder (14 California Code of Regulations §§ 15000, *et seq.*, the “CEQA Guidelines”);
- D. The City Planner completed review and scheduled a public hearing regarding the Project before the Planning Commission for October 22, 2019. Notice of the public hearing was posted and mailed as required by the MPMC;
- E. On October 22, 2019, the Planning Commission held a public hearing to receive public testimony and other evidence regarding the proposed Project including, without limitation, information provided to the Planning Commission by City staff and public testimony, and the applicant’s representatives. The Planning Commission adopted Resolution No. 20-19 which recommended that the City Council approve Conditional Use Permit (CU-19-04);
- F. The City Council reviewed the proposed Project and related environmental aspects of the Project as required by the MPMC at the December 18, 2019 meeting; and
- G. The City Council has carefully considered all pertinent testimony and the staff report offered in the case presented at the public hearing of December 18, 2019.

SECTION 2: *Factual findings and Conclusions.* The City Council finds that the following facts exist and makes the following conclusions:

- A. 2425 and 2439 South Garfield Avenue are adjacent lots currently located in the South Garfield Village ("Project Site"); and are designated zone GVN-S in the South Garfield Village Specific Plan ("GVSC") and Commercial in the General Plan. No changes are proposed to the Commercial designation of the properties. 2439 Garfield and 2425 Garfield were both purchased by the same property owner and together these addresses take up two lots on the same block. The Applicant proposes to combine and develop both lots in a single phase as part of the Project. The Project would demolish and reconfigure an existing service station and service-station canopy (currently, ARCO) at 2439 Garfield and demolish an existing one-story office building to construct a new detached coffee shop with a drive-through at 2425 Garfield. According to the GVSP, a service station is permitted in the GVC-S zone subject to a conditional use permit (as set forth in MPMC §§ 21.10.250 and 21.32.020(B)) and a drive-through business is permitted subject to the limitations or special standards described in MPMC § 21.10.040(I).
- B. On August 21, 1969, the Planning Commission adopted Resolution No. 30-69 approving a variance to construct a service station at 2439 Garfield Avenue (an intersection where more than one-half the number of corners of a street intersection within the City limits area occupied by a service station). On September 24, 1998, the Planning Commission adopted Resolution No. 23-98 approving Conditional Use Permit (CU-98-13) to allow a smog testing business to operate in conjunction with ARCO; and the ARCO station has remained continuously in operation.
- C. The Project Site is located at the northwest corner of South Garfield Avenue and Pomona Boulevard. It is comprised of two consolidated parcels totaling 22,148 square feet (0.51 acres) in size, rectangularly shaped and relatively flat. All the existing structures located at-grade would be demolished (except for the existing underground fuel storage tanks, landscape planter areas and freestanding pylon sign). The proposed total building area of the coffee shop and cashier kiosk would be 997 gross square feet; this is four percent of the lot area. All buildings and structures on the property would be one-story. The proposed coffee shop will have a walk-up window, no indoor seating, a drive-through aisle, and an outdoor seating area. The outdoor seating area would feature a covered patio, partially enclosed with trellis green screens. The proposed coffee shop would be designed to screen all service areas, restrooms and mechanical equipment; landscaping will be provided to screen the drive-through driveway aisle. The drive-through aisle and building will be setback 25 feet from the curb face. The menu board will be no more than 30 square feet and seven feet high and will face away from the street. The building design/architectural style, landscaping and new signage would be subject to the review and approval of the Design Review Board to maintain consistency with the theme established in the center and provide compatibility with surrounding uses in form, materials, colors and scale.

- D. The MPMC requires that the Project provide at least six parking spaces; the Project proposes seven spaces. The Project will maintain three existing driveway cuts and the existing alleyway along the western property line. The drive-through will be accessible from a two-way driveway on South Garfield Avenue, a two-way driveway on Pomona Boulevard and an alleyway west of the lot. The drive-through aisle will be a minimum of 12-feet wide on the curve and 11-feet wide on the straight sections; and will be intersected by a clearly-visible pedestrian walkway. The Project does not include any off-site roadway improvements and minimal site-adjacent improvements or repairs are anticipated. The drive-through aisle will be made of concrete and will provide sufficient stacking area behind the menu board to accommodate a minimum of six cars.
- E. To the north of the Project Site are West Fernfield Drive (a local street that is 36-foot curb-to-curb within a 50-foot wide right-of-way) and one-story commercial buildings; directly to the south is the Pomona Freeway (SR-60) and Pomona Boulevard (a principal arterial street); to the east are South Garfield Avenue (a principal arterial street that ranges in width from 84- to 100-foot curb-to-curb within a 100- to 120-foot wide right-of-way) and a one-story auto service building; and to the west is a two-story office building occupied by a California Driving School. Those properties located to the north and east of the subject property are zoned GVN-S and those to the west are zoned GVC-S.
- F. The proposed Project is forecast to result in no significant traffic impacts at the study intersections.
- G. The Project is located within a commercial area of the City that contains no environmentally sensitive habitat and/or species. There are no identified physical constraints such as soil and/or geologic conditions indicating substrate instability that would prohibit development of the proposed Project. The Project Site has no value as habitat for endangered, rare or threatened species; the Project will not result in any significant effects relating to traffic, noise, air quality, or water quality; and the site can be adequately served by all required utilities and public services.

SECTION 3: Environmental Assessment. Because of the facts identified in Section 2 of this Resolution, the Project is categorically exempt from additional environmental review pursuant to CEQA Guidelines § 15332 as a Class 32 categorical exemption (In-Fill Development Projects) because the Project site is located in an urban area already developed with an existing service station which will be reconstructed as part of the proposed in-fill Project and the construction of the proposed drive-through coffee shop will take place entirely upon the existing, developed lot. The Project is proposed within city limits on a site of no more than five acres substantially surrounded by urban uses; the site has no value as habitat for endangered, rare or threatened species; the Project will not result in any significant effects relating to traffic, noise, air quality, or water quality; and the site can be adequately served by all required utilities and public services. The Project is

consistent with the applicable general plan designation and all applicable general plan policies as well as with applicable zoning designation and regulations. It can be seen with certainty that no special circumstances exist that would create a reasonable possibility that the proposed Project will have a significant adverse effect on the environment.

SECTION 4: *Conditional Use Permit Findings.* Based upon the findings in Section 2, the Planning Commission finds as follows pursuant to MPMC §§ 21.10.040(I), 21.10.250 and 21.32.020(B), the City Council finds as follows:

- A. The proposed use complies with all MPMC requirements for a conditional use permit. Accordingly, the City Council finds pursuant to MPMC § 21.32.020:
1. The project site is adequate in size, shape and topography for the proposed Project. The site is two parcels totaling 22,148 square feet (0.51 acres), rectangularly shaped, and relatively flat. The total building area of the coffee shop and cashier kiosk will be 997 gross square feet. The proposed total building area will be substantially less than the maximum floor area allowed.
 2. The site has sufficient access to streets and highways and is adequate in width and pavement type. The Project would include three existing driveway cuts and the existing alleyway along the western property line.
 3. The proposed use is consistent with the General Plan and the South Garfield Specific Plan. No changes are proposed to the Commercial designation of the property and the Commercial land use category of the City's General Plan allows for a broad range of retail and service commercial and professional office uses intended to meet the needs of Monterey Park residents and businesses, as well as regional shopping demand. The objectives of the GVSP include improving mobility in the area and encouraging revitalization of the neighborhood commercial business area and connectivity to the surrounding neighborhoods (GVSP § 1.2.2). The proposed Project involves reconstructing the existing service station and creating a coffee shop with a drive-through and adjacent outdoor seating area; these improvements would: increase the use of a currently underutilized property and complement the surrounding neighborhood by taking advantage of nearby retail draws (GVSP § 2.3.1); upgrading the appearance of the Garfield/Pomona intersection (GVSP § 2.3.2); and providing outdoor gathering/dining areas along with the appearance of the existing facades (GVSP § 2.3.3).
 4. The Project will not have an adverse effect on the use, enjoyment or valuation of property in the neighborhood. The Project's contribution to cumulative impacts to local and regional transportation facilities will not be considerable. The proposed Project would decrease the building square

footages (making efficient use of space at the Project Site) and increase the use of an underutilized property; which will help improve mobility on- and off-site, provide connectivity between the Specific Plan area and the surrounding neighborhoods, complement the existing businesses in the area, and function as a retail draw for the other existing businesses in the area.

5. The proposed Project will not have an adverse effect on the public health, safety and general welfare. The proposed Project will promote general welfare of the community by improving the aesthetics of an aging property and increasing the economic vitality of the surrounding neighborhood. The Project would not significantly impact any scenic vistas, scenic resources, or the visual character of the area and would not result in excessive light or glare. Based on the analysis of the Project's impacts, there is no indication that this project could result in substantial adverse effects on human beings.
 6. The use is properly one authorized by conditional use permit pursuant to the MPMC. A service station is permitted in the GVC-S zone subject to a conditional use permit (as set forth in MPMC §§ 21.10.250 and 21.32.020(B)) and a drive-through business is permitted subject to the limitations or special standards described in MPMC § 21.10.040(I).
- B. The proposed drive-through complies with all requirements set forth for a conditional use permit pursuant to MPMC § 21.10.040(I):
1. The drive-through is an accessory to an established restaurant or commercial business, namely a coffee shop;
 2. The proposed location of the drive-through is designated commercial in the City's General Plan and is not located in any area designated as MU-I in the General Plan Land Use Map;
 3. The pedestrian walkways will have clear visibility and will be emphasized by striping;
 4. The drive-through aisle will be 12-foot width on curves and a minimum 11-foot width on straight sections;
 5. The drive-through aisle will provide sufficient stacking area behind the menu board to accommodate a minimum of six cars;
 6. All service areas, restrooms and ground-mounted and roof-mounted mechanical equipment will be screened from view;

7. The proposed landscaping will screen drive-through or drive-in aisles from the public right-of-way and will be used to minimize the visual impact of reader board signs and directional signs;
 8. The drive-through aisles will be constructed with concrete;
 9. The parking areas and the drive-through aisle and structure will be set back from the ultimate curb face a minimum of 25 feet;
 10. The menu board will be no more than 30 square feet and seven feet high, and will face away from the street;
 11. The architectural style of the drive-through will be consistent with the theme established in the center and provide compatibility with surrounding uses in form, materials, colors and scale, among other things; and
 12. The drive-through aisle will exit into an alleyway, pursuant to a Lot-Consolidation-Incentive bonus (GVSP § 3.8.3).
- C. The proposed service station complies with all requirements for a conditional use permit pursuant to MPMC § 21.10.250(A):
1. On August 21, 1969, the Planning Commission adopted Resolution No. 30-69 approving a variance to construct a service station at the Project Site (an intersection where more than one-half the number of corners of a street intersection within the City limits area occupied by a service station);
 2. On September 24, 1998, the Planning Commission adopted Resolution No. 23-98 approving Conditional Use Permit (CU-98-13) to allow a smog testing business in conjunction with the service station approved at the Project Site; and
 3. The preexisting service station has remained continuously in operation.

SECTION 5: *Recommendations.* Subject to the conditions listed on the attached Exhibit "A," which are incorporated into this Resolution by reference, the City Council approves Conditional Use Permit (CU-19-04).

SECTION 6: *Reliance on Record.* Each and every one of the findings and determinations in this Resolution are based on the competent and substantial evidence, both oral and written, contained in the entire record relating to the project. The findings and determinations constitute the independent findings and determinations of the City Council in all respects and are fully and completely supported by substantial evidence in the record as a whole.

SECTION 7: Limitations. The City Council's analysis and evaluation of the project is based on the best information currently available. It is inevitable that in evaluating a project that absolute and perfect knowledge of all possible aspects of the project will not exist. One of the major limitations on analysis of the project is the City Council's lack of knowledge of future events. In all instances, best efforts have been made to form accurate assumptions. Somewhat related to this are the limitations on the City's ability to solve what are in effect regional, state, and national problems and issues. The City must work within the political framework within which it exists and with the limitations inherent in that framework.

SECTION 8: Summaries of Information. All summaries of information in the findings, which precede this section, are based on the substantial evidence in the record. The absence of any particular fact from any such summary is not an indication that a particular finding is not based in part on that fact.

SECTION 9: This Resolution will remain effective until superseded by a subsequent resolution.

SECTION 10: A copy of this Resolution will be mailed to the Applicant and to any other person requesting a copy.

SECTION 11: This Resolution will become effective immediately upon adoption.

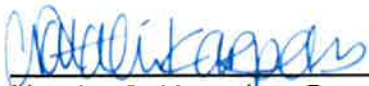
ADOPTED AND APPROVED this ____ day of December 2019.

Hans Liang, Mayor

ATTEST:

Vincent D. Chang, City Clerk

APPROVED AS TO FORM:
MARK D. HENSLEY, City Attorney

By: _____
Natalie C. Karpeles, Deputy City Attorney

RESOLUTION NO.

Exhibit A

CONDITIONS OF APPROVAL

2425-2439 SOUTH GARFIELD AVENUE

In addition to all applicable provisions of the Monterey Park Municipal Code ("MPMC"), Garfield Oil LLC agrees that it will comply with the following conditions for the City of Monterey Park's approval of Specific Plan Amendment (SPA-19-01), Zone Change (ZC-19-01), and Conditional Use Permit (CU-19-04) ("Project Conditions").

PLANNING:

1. Garfield Oil LLC ("Applicant") agrees to indemnify and hold the City harmless from and against any claim, action, damages, costs (including, without limitation, attorney's fees), injuries, or liability, arising from the City's approval of SPA-19-01, ZC-19-01, and CU-19-04 except for such loss or damage arising from the City's sole negligence or willful misconduct. Should the City be named in any suit, or should any claim be brought against it by suit or otherwise, whether the same be groundless or not, arising out of the City approval of SPA-19-01, ZC-19-01, and CU-19-04, the Applicant agrees to defend the City (at the City's request and with counsel satisfactory to the City) and will indemnify the City for any judgment rendered against it or any sums paid out in settlement or otherwise. For purposes of this section "the City" includes the City of Monterey Park's elected officials, appointed officials, officers, and employees.
2. This approval is for the project as shown on the plans reviewed and approved by the City Council and on file. Before the City issues a building permit, the Applicant must submit plans, showing that the project substantially complies with the plans and conditions of approval on file with the Planning and Building Safety Divisions. Any subsequent modification must be referred to the City Planner for a determination regarding the need for Planning Commission review and approval of the proposed modification.
3. The conditional use permit expires 12 months after its approval if the use has not commenced or if improvements are required, but construction has not commenced under a valid building permit. A single one-year extension may be granted by the Planning Commission upon finding of good cause.
4. All conditions of approval must be listed on the plans submitted for plan check and on the plans for which a building permit is issued.
5. Before building permits are issued, the applicant must obtain all the necessary approvals, licenses and permits and pay all the appropriate fees as required by the City.

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6. The real property subject to SPA-19-01, ZC-19-01, and CU-19-04 must remain well-maintained and free of graffiti.
7. Building permits are required for any interior tenant improvements.
8. Landscaping/irrigation must be maintained in good condition at all times.
9. With the exception of the MPMC prohibition against drive-through aisles exiting directly onto a public right of way (see MPMC § 21.10.040(I)(12)), the drive-through component of the Project must otherwise comply with MPMC § 21.10.040(I) and must be reviewed and approved by the Design Review Board, where applicable. Specifically:
 - a. Any pedestrian walkways either will not intersect the drive-through drive aisles or, if they do, will have clear visibility and will be emphasized by enriched paving or striping;
 - b. The drive-through aisles must have a minimum 12-foot width on curves and a minimum 11-foot width on straight sections;
 - c. The drive-through aisles must provide sufficient stacking area behind the menu board to accommodate a minimum of six cars;
 - d. All service areas, restrooms and ground-mounted and roof-mounted mechanical equipment must be screened from view;
 - e. Landscaping will screen the drive-thru or drive-in aisles from the public right-of-way and minimize the visual impact of reader board signs and directional signs;
 - f. The drive-through aisles must be constructed with (PCC) concrete;
 - g. The parking areas and the drive-through aisle and structure must be set back from the ultimate curb face a minimum of 25 feet; and
 - h. Menu boards can be no more than 30 square feet, with a maximum height of seven feet, and must face away from the street.

ENGINEERING:

10. Under the Los Angeles County Municipal "National Pollutant Discharge Elimination System (NPDES) Permit," which the City of Monterey Park is a permittee, this project involves the disturbance of soils by grading, clearing and/or excavation. Developer/owner is required to obtain a "General Construction Activity Storm Water" Permit, and the City of Monterey Park will condition the issuance of the grading permit on evidence of compliance with this permit and its requirements. This project will require the preparation of a Low Impact Development (LID) and a Storm Water Pollution Prevention Plan (SWPPP). Upon approval of the NPDES document by the

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City, Developer/Owner must submit an electronic copy of the approved NPDES file, including site drawings, before the City issues a building or grading Permit (the electronic copy requirement pertains to projects greater than an acre).

11. The Applicant must pay all City development fees including, without limitation, wastewater deficiency fees, water meter fees and metered water service impact fees as required by MPMC.
12. All improvement plans, including grading and public improvement plans must be based upon City approved data. Benchmark references to be obtained from the Engineering Division.
13. A grading and drainage plan must be prepared for review and approval by the City Engineer. The property drainage must be designed so that the property drains to the public street or in a manner otherwise acceptable to the City Engineer.
14. A hydrology and hydraulic study of the site must be submitted to and approved by the City Engineer.
15. All storm drainage facilities serving the development must accommodate a 50-year storm. If existing storm drain facilities are inadequate, they must be enlarged as necessary. All storm drain facilities must be designed and constructed to Los Angeles County Department of Public Works standards and specifications and also to the satisfaction of the City Engineer before the approval of the grading and drainage plans.
16. Landscaping and irrigation plans must be prepared and/or incorporated into the public improvement plans; any proposed parkway tree types must be reviewed and approved by the City. The Applicant must provide landscaping and irrigation system for parkways.
17. All public works improvements must comply with the standards and specifications of the City to the satisfaction of the City Engineer. All public works improvements must be completed and accepted by the Public Works Director, or designee.
18. All on-site electric, telephone and cable TV utility services must be installed fully underground and to required City standards. All other utilities and service connections, including water, sewer and gas, must satisfy City and public utility standards. A utility plan must be prepared and submitted before the City approves grading and drainage plans, showing all existing and proposed utilities. The utilities may be shown on a separate plan.
19. Before the City issues a building permit, the Applicant must provide water system calculations that include domestic and fire system demand sizing. The cost of any water meter upgrades and any fire line installation required by the City must be submitted before the City issues a building permit.

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20. The public works improvement plans, which include the location of the domestic water meter, water service laterals, fire service lines, all new sewer and water connections, and all existing utilities in the right of way, must be approved (or substantially complete) by the City Engineer before the City issues a grading permit.
21. The Applicant must replace the existing streetlight fronting Pomona Boulevard with Marbelite concrete streetlight.
22. The Applicant must install one new streetlight on Fernfield Drive at the alley as shown on the plans.
23. The Applicant must provide adequate lighting along the alley, whether from private or public lighting sources.
24. The Applicant must reconstruct or rehabilitate Fernfield Drive full street width from Garfield Avenue west to the alley behind the property.
25. The Applicant must reconstruct the adjacent alleyway (full depth pavement structural section) from Fernfield Drive to Pomona Boulevard to include a new concrete gutter or provide a recommended pavement section for repair as determined by an investigation approved by the City Engineer.
26. The Applicant must reconstruct alleyway approaches to include ADA compliant ramps.
27. The Applicant must remove old concrete bus pad along Pomona Boulevard and replace with asphalt pavement section and reconstruct the existing damaged sewer manhole fronting the alley on Pomona Boulevard and replace the sewer lid and ring, and reset to grade.
28. The Applicant must repair or reconstruct curb, gutter, sidewalk and driveway approaches along the entire frontage of Fernfield Drive, Garfield Avenue, and Pomona Boulevard as determined by a field investigation and the City Engineer.
29. All improvement plans, including grading and public improvement plans must incorporate all applicable site development information and include any and all necessary reports, attachments, and required materials to be considered a complete submittal or they will be rejected. Provide details and elevations for the new trash enclosures.

FIRE:

30. All conditional identified by the Monterey Park Fire Department are subject to the review and approval of the Fire Chief, or designee, for determination of applicability and extent to which any condition may be required.

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31. A permit must be obtained from the Fire Department before engaging in activities, operations, practices or functions as required by California Fire Code (CFC) §§ 106.6 and 105.7, as adopted by MPMC Chapter 17.
32. Fire protection, including fire apparatus access roads and water supplies for fire hydrant must be installed and made serviceable before and during the time of construction per CFC § 501.4, as adopted by MPMC Chapter 17.
33. All fire safeguards required by CFC Chapter 33, as adopted by MPMC Chapter 17, must be adhered to and maintained during the course of construction.
34. Provide an approved automatic fire sprinkler system and fire alarm as set forth by CFC §§ 903 and 907, as adopted by MPMC Chapter 17, for new structures. The Fire Sprinkler System or Fire Alarm requirements and/or modifications require a separate plan check submittal and approval. Work shall not commence until a permit is obtained.
35. Fuel dispensing station must comply with provisions of CFC Chapter 23, as adopted by MPMC Chapter 17.
36. Provide approved signs or other approved notices or markings that include the works NO PARKING – FIRE LANE. Signs must be provided for fire apparatus access roads, to clearly indicate the entrance to such road, or prohibit the obstruction thereof, as required by the Fire Chief per CFC § 503.3, as adopted by MPMC Chapter 17.
37. Fire Department vehicular access must be installed and maintained in a serviceable manner before and during the time of construction per CFC § 501.4, as adopted by MPMC Chapter 5.
38. The minimum fire flow required must be determined as specified by the current adopted edition of the CFC Appendix B with adopted amendments.
39. The required fire flow for the new structure is 1,000 gallons per minutes (gpm) as 20 pounds per square inch (psi) of 2 hours duration.
40. Before combustible construction on any parcel, a fire hydrant capable of providing 1,000 gallons per minute at 20 psi must be installed and in service along the access road/driveway at a location approved by the Fire Chief, or designee, but no further than 250 feet from the construction site. The owner of the combustible construction is responsible for the cost of this installation.
41. Per California Fire Code Appendix C, a minimum of one fire hydrant must be provided within 250 feet of the new structure.
42. A Knox box(es) must be provided at an approved location per CFC § 505.1.
43. Portable fire extinguishers must be installed per the CFC § 906.

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44. If revised plans are required, additional fees will be due for the review of the drawings.

POLICE:

45. Exterior lighting must be in full operation at all times.

46. All major common areas of the locations, including all parking areas, must be covered by security video cameras. All security cameras must operate 24-hours a day, seven days a week. All cameras must record onto a recording medium and all recordings must be maintained in a secure and locked enclosure. Security video cameras must be installed at all the entrance/exits and must be positioned to capture the faces of people entering and existing. All recordings must be maintained for a minimum of 30 days. All recordings must be made readily available for any law enforcement official who requests the recording(s) for official purposes. If the Chief of Police determines that there is a necessity to have additional security cameras installed, the management must comply with the request within seven days. The Chief of Police can also require a change in the position of the video cameras if it is determined that the position of the camera does not meet security needs. The management must comply with the request within seven days.

47. The applicant/property owner must install an adequate alarm system at any fixed money handling areas. The alarm system will allow notification of the Police Department in the event of any such attempt. The type of alarm system installed must be connected with the alarm company, and the system must have the capability to distinguish if the need for the Police service is for a robbery or burglary. The business must obtain an alarm permit from the Police Department.

48. Access to the roof, if there is one, will be locked and secure. Access to the roof will be restricted to maintenance personnel, building management, or other authorized personnel.

49. The business is encouraged to join and participate in the Monterey Park Police Department's Business Watch Program; a free service designed to educate businesses about minimizing criminal activity. The Community Services Bureau can be contacted at (626) 307-1215.

50. The shrubbery on the property must be installed and maintained in such condition as to not restrict visibility from the street or easily conceal persons.

51. The business must comply with federal, state, and local laws governing business licensing, and noise levels.

By signing this document, Garfield Oil LLC, certifies that the Applicant read, understood, and agrees to the Project Conditions listed in this document.

**CTIY COUNCIL
RESOLUTION NO.**

Garfield Oil LLC, Applicant

ATTACHMENT 3

Architectural Plans

Available for inspection in the City Clerk's office
during normal business hours of
Mondays – Thursdays 8:00 a.m. – 5:00 p.m. and
Fridays 8:00 a.m. – 4:00 p.m.

Council Members were provided a copy.

ATTACHMENT 4

Planning Commission Staff Report dated October 22, 2019



Planning Commission Staff Report

DATE: October 22, 2019

AGENDA ITEM NO: 3-B

TO: The Planning Commission
FROM: Mark A. McAvoy, Director of Public Works/City Engineer/City Planner
SUBJECT: A Public Hearing to consider an amendment to the Garfield Village Specific Plan (SPA-19-01), Zone Change (ZC-19-01) and Conditional Use Permit (CU-19-04) for the reconstruction of an existing service station (ARCO) and construction of new drive-through coffee shop at 2425 and 2439 South Garfield Avenue.

RECOMMENDATION:

It is recommended that the Planning Commission consider:

- (1) Opening the public hearing;
- (2) Receiving documentary and testimonial evidence;
- (3) Closing the public hearing;
- (4) Adopting the Resolution recommending that the City Council approve Specific Plan Amendment (SPA-19-01), Zone Change (ZC-19-01) and Conditional Use Permit (CU-19-04), subject to conditions of approval; and
- (5) Taking such additional, related, action that may be desirable.

CEQA (California Environmental Quality Act):

The Project is categorically exempt from additional environmental review pursuant to CEQA Guidelines § 15332 as a Class 32 categorical exemption (In-Fill Development Projects) in that the project consists of the reconstruction of an existing service station. The property is designated Commercial in the General Plan Land Use Element. The proposed development will take place within city limits on a project site of no more than five acres substantially surrounded by urban uses. The project site has no value as habitat for endangered, rare or threatened species in that the property is already developed with an existing service station which will be reconstructed as part of the proposed project; furthermore, the construction of the proposed drive-thru coffee shop will take place entirely upon the existing, developed lot. Approval of the project would not result in any significant effects relating to traffic, noise, air quality, or water quality in that the project is an in-fill project in an existing developed and urban area. Lastly, the site can be adequately served by all required utilities and public services.

EXECUTIVE SUMMARY:

The Applicant is requesting an amendment to the Garfield Village Specific Plan ("GVSP"), a Zone Change (from Garfield Village Neighborhood Shopping District (GVN-S) to Garfield Village Commercial Services District (GVC-S)) and a Conditional Use Permit to

allow reconstruction of an existing service station and construction of a new drive-through coffee shop. Pursuant to the GVSP, service stations are conditionally permitted within the GVC-S zone, only. Based upon the application, it appears that the proposed Specific-Plan amendment, zone change and use permit are consistent with the Monterey Park Municipal Code ("MPMC") and the General Plan.

TYPE OF ACTION (QUASI-JUDICIAL)

The recommended action is to adopt a Resolution recommending an amendment to the GVSP, a Zone Change and a CUP to the City Council. In considering such actions, the Planning Commission acts in a quasi-judicial role. When doing so, the Planning Commission acts like a court: it applies facts gathered during a public hearing to existing law. Just like a court, the Planning Commission can only consider facts that are relevant to the case. A party appearing before the legislative body is entitled to

- Notice of the proposed action;
- Reasons for the action;
- A copy of the evidence on which the action is based; and
- The right to respond before a reasonably impartial, noninvolved reviewer.

The Planning Commission must base its decisions upon substantial evidence within the record. "Substantial evidence" generally means enough relevant information and reasonable inferences from information gathered during a public hearing that a fair argument can be made to support a conclusion, even though other conclusions might also be reached. Argument, speculation, unsubstantiated opinion or narrative, evidence which is clearly erroneous or inaccurate, or evidence of social or economic impacts does not constitute substantial evidence. Substantial evidence includes facts, reasonable assumptions predicated upon facts, and expert opinion supported by facts. If the Planning Commission asks irrelevant questions and bases its decision-making on such questions, a court may overturn the Planning Commission's decision and potentially hold the City liable for violating the applicant's constitutionally protected due process rights.

Per MPMC § 21.38.020(A), amendments to the zoning regulations in the MPMC may be initiated by any owner of real property located within the City.¹ At the public hearing for consideration of a zone change, the Planning Commission must review the application and proposal and receive evidence as to how or why the proposed zone text amendment is consistent with the objectives of the MPMC, the General Plan, and the City's development policies. (See MPMC § 21.38.030(B).) "A proposed amendment to the Garfield Village Neighborhood Shopping District (GVN-S) zone that is inconsistent with the General Plan cannot be recommended or adopted until the General Plan is amended to eliminate such inconsistency." (MPMC § 21.38.030(E).) However, a proposal to amend the General Plan, and any development proposal relying on such an amendment, may be considered concurrently. (*Ibid.*) Following the public hearing, the Planning Commission

¹ Note that, according to MPMC § 21.42.020, voter approval does not apply to zone changes which do not exceed one acre of land.

makes a recommendation to the City Council regarding the proposed zone change, via resolution, and in consideration of the following findings:

- That the proposed amendment is consistent with the goals, policies, and objectives of the General Plan;
- That the proposed amendment will not adversely affect surrounding properties; and
- That the proposed amendment promotes public health, safety, and general welfare and serves the goals and purposes of the zoning (MPMC § 21.38.050).

To approve the CUP (per MPMC §§ 21.32.020 and 21.10.040(I)), the Planning Commission must find that:

- The site is adequate in size, shape and topography for the proposed use including without limitation, any required yards, walls, fences, parking and loading facilities, landscaping, setbacks, and other development standards prescribed in the MPMC;
- The site has sufficient access to streets and highways, adequate in width and pavement type to carry the quantity and quality of traffic generated by the proposed use;
- The proposed use is consistent with the General Plan and any applicable specific plan;
- The proposed use will not create unusual noise, traffic, or other conditions that may be objectionable, detrimental, or incompatible with surrounding properties or other permitted uses in the City;
- The proposed use will not have an adverse effect on the public health, safety and general welfare; and
- The use applied for at the location set forth in the application is properly one authorized by conditional use permit pursuant to the MPMC;
- The proposed drive-through is an accessory to an established commercial business;
- The drive-through is not located in an area designated as MU-I in the General Plan Land Use Map;
- The pedestrian walkways either will not intersect the drive-through drive aisles or, if they do, will have clear visibility and will be emphasized by enriched paving or striping;
- The drive-through aisles have a minimum 12-foot width on curves and a minimum 11-foot width on straight sections;

- The drive-through aisles provide sufficient stacking area behind the menu board to accommodate a minimum of six cars;
- All service areas, restrooms and ground-mounted and roof-mounted mechanical equipment are screened from view;
- Landscaping will screen the drive-through or drive-in aisles from the public right-of-way and minimize the visual impact of reader board signs and directional signs;
- The drive-through aisles will be constructed with concrete;
- The parking areas and the drive-through aisle and structure will be set back from the ultimate curb face a minimum of 25 feet;
- Menu boards will be a maximum of 30 square feet, with a maximum height of seven feet, and face away from the street; and
- The drive-through aisles do not exit directly onto a public right-of-way.

These findings are included in the draft Resolution.

BACKGROUND AND DISCUSSION:

2425 and 2439 South Garfield Avenue are adjacent lots currently located in the South Garfield Village ("Project Site"). They are designated as GVN-S zoning in the South Garfield Village Specific Plan ("GVSC") and Commercial land use designation in the General Plan. Garfield Oil, LLC ("Applicant") requests an amendment to the Garfield Village Specific Plan (SPA-19-01) to change the zoning designation for the Project Site from GVN-S to GVC-S (Zone Change (ZC-19-01)). To allow for the reconstruction of a service station and a drive-through coffee shop in the GVC-S zone, the Applicant also requests approval of a Conditional Use Permit (CU-19-04) (collectively, these requests are referred to as the "Project"). 2439 Garfield and 2425 Garfield were both purchased by the same property owner and together these addresses take up two lots on the same block. The Applicant is proposing to combine and develop both lots in a single phase as part of the Project.

The Project Site is located at the northwest corner of South Garfield Avenue and Pomona Boulevard. It is comprised of two consolidated parcels totaling 22,148 square feet (0.51 acres) in size. The Project Site is currently developed with four detached structures including a one-story, 1,629-square-foot, two-tenant commercial building (occupied by an auto repair/smog-check service business² (ARCO) and a food mart), two fueling canopies and a one-story 2,400-square-foot commercial building (currently occupied by a music studio). To the north of the Project Site are West Fernfield Drive and one-story commercial buildings; directly to the south is the Pomona Freeway (SR-60) and Pomona Boulevard;

² On August 21, 1969, the Planning Commission adopted Resolution No. 30-69 approving a variance to construct a service station (ARCO) at 2439 Garfield Avenue; and on September 24, 1998, it adopted Resolution No. 23-98 approving a CUP to allow a smog-testing business to operate in conjunction with ARCO (CU-98-13). The ARCO station has remained in continuous operation.

to the east are South Garfield Avenue and a one-story auto service building; and to the west is a two-story office building occupied by a California Driving School. Those properties located to the north and east of the subject property are zoned GVN-S and those to the west are zoned GVC-S.

The proposed Project proposes demolishing and reconfiguring an existing service station and service-station canopy at 2439 Garfield Avenue. It also proposes demolishing an existing one-story office building and constructing a new detached coffee shop with a drive-through at 2425 Garfield Ave. The existing underground fuel storage tanks, landscape planter areas and freestanding pylon sign will remain. In total, the proposed improvements will be 3,654 square feet in area – less than the existing square footage. Specifically, the service station canopy will be 87 feet long, 42 feet wide, and 18 feet tall; the cashier kiosk for the service station will be 117 square feet in size and 11 feet tall; and the retail coffee shop will be 880 square feet in size and 21 feet tall.

All buildings and structures on the property will be one-story. The building exteriors will be a combination of ¾-inch thick reclaimed wood siding and corrugated metal with a flat roof. The proposed coffee shop will have a walk-up window, no indoor seating, a drive-through aisle, and an outdoor seating area. The outdoor seating area will feature a covered patio, partially enclosed with trellis green screens. The draft CUP requires that the proposed coffee shop be designed to screen all service areas, restrooms and mechanical equipment; and provide landscaping to screen the drive-through driveway aisle. Additionally, the drive-through aisle and building must be setback 25 feet from the curb face, and the menu board can be no more than 30 square feet and seven feet high and must face away from the street – pursuant to the CUP. The building design/architectural style, landscaping and new signage will be subject to the review and approval of the Design Review Board to maintain consistency with the theme established in the center and provide compatibility with surrounding uses in form, materials, colors and scale, among other things.

The MPMC requires that the proposed Project provide at least six parking spaces; the Project provides seven spaces. The proposed Project will maintain three existing driveway cuts and the existing alleyway along the western property line. The drive-through will be accessible from a two-way driveway on South Garfield Avenue, a two-way driveway on Pomona Boulevard and an alleyway west of the lot. Pursuant to the GVSP, the City's Engineering Division considered lot-consolidation-incentive bonuses through the development process and determined that, for this Project, vacation of the alleyway would not be feasible because it would require the alley to be divided between the Project Site and a few other properties located to the west. The drive-through aisle must be a minimum of 12-feet wide on the curve and 11-feet wide on the straight sections; it will be intersected by a clearly-visible pedestrian walkway. The Project does not include any off-site roadway improvements and minimal site-adjacent improvements or repairs are anticipated. The draft CUP also requires that the drive-through aisle be made of concrete, and provide sufficient stacking area behind the menu board to accommodate a minimum of six cars.

In June of 2019, a Focused Traffic Impact Analysis was prepared. That analysis concluded that the Project would result in no significant traffic impacts at the study

intersections. Nevertheless, on-site and site-adjacent improvements (including Project driveways, roadway design, traffic signing and striping) and traffic control improvements relating to the proposed Project must be constructed in accordance with applicable engineering standards to the satisfaction of the City's Public Works Department.

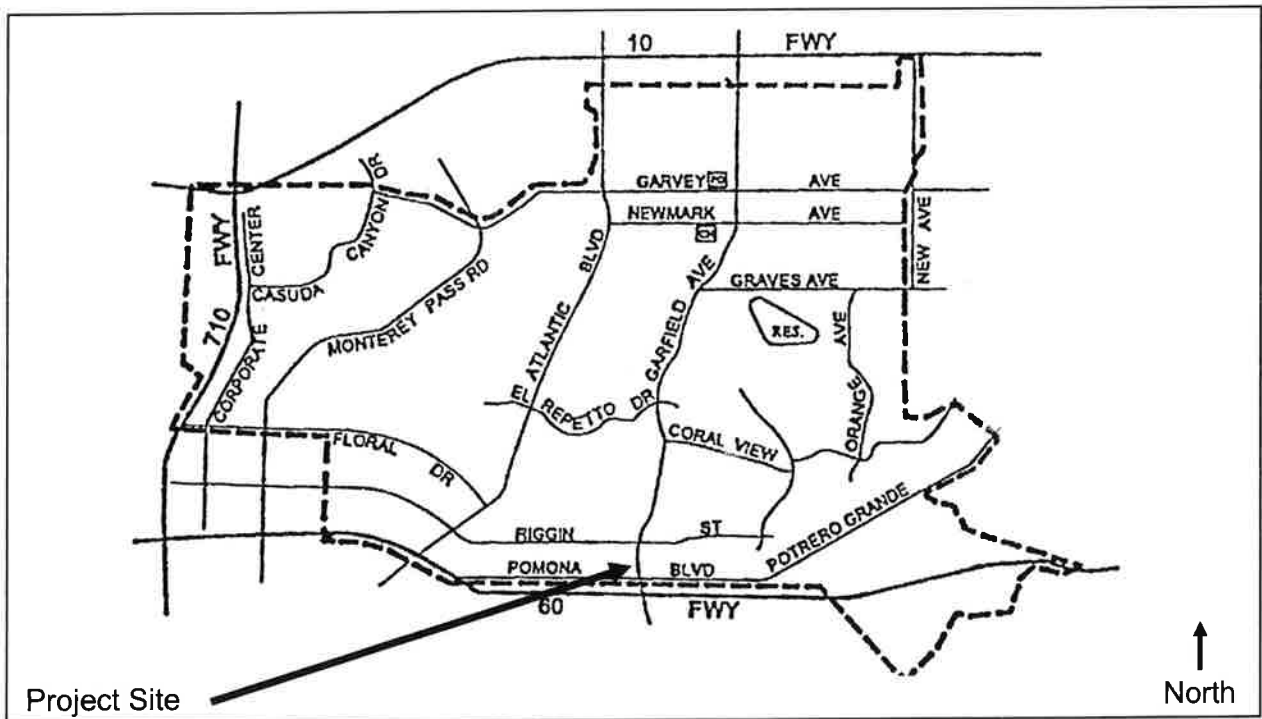
The Commercial land use category of the City's General Plan allows for a broad range of retail and service commercial and professional office uses intended to meet the needs of Monterey Park residents and businesses, as well as regional shopping demand.

OTHER ITEMS:

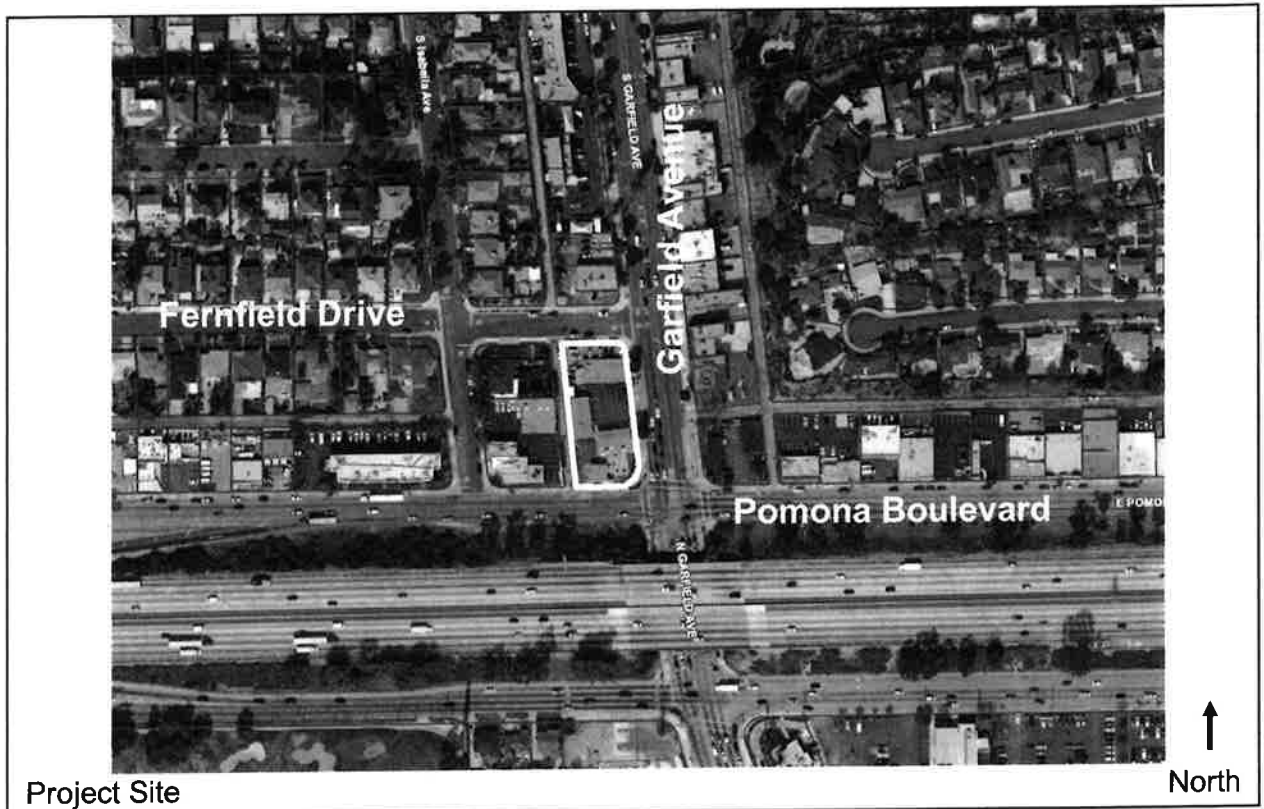
Legal Notification

The legal notice of this hearing was posted at the subject site, City Hall, Monterey Park Bruggemeyer Library, and Langley Center on **October 10, 2019** and published in the Wave on **October 10, 2019**, with affidavits of posting on file. The legal notice of this hearing was mailed to **56** property owners within a 300 feet radius and current tenants of the property concerned on **October 10, 2019**.

Vicinity Map



Aerial Map



ALTERNATIVE COMMISSION CONSIDERATIONS:

None

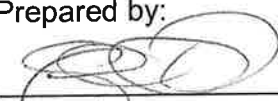
FISCAL IMPACT:

There may be an increase in sales tax revenue and business license tax revenue. Calculations of the exact amount would be speculative.

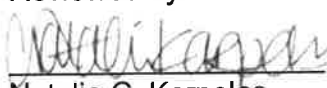
Respectfully submitted,


Mark A. McAvoy
Director of Public Works/
City Engineer/City Planner

Prepared by:


Samantha Tewasart
Senior Planner

Reviewed by:


Natalie C. Karpeles
Deputy City Attorney

Attachments:

Attachment 1: Draft Resolution

Attachment 2: Site, floor, elevation plans

ATTACHMENT 1

Draft Resolution

RESOLUTION NO. 20-19

A RESOLUTION RECOMMENDING THAT THE CITY COUNCIL APPROVE SPECIFIC PLAN AMENDMENT (SPA-19-01), ZONE CHANGE (ZC-19-01) AND CONDITIONAL USE PERMIT (CU-19-04) TO ALLOW THE RECONSTRUCTION OF AN EXISTING SERVICE STATION AND CONSTRUCTION OF A NEW COFFEE SHOP WITH A DRIVE-THROUGH AT 2425 AND 2439 SOUTH GARFIELD AVENUE.

The Planning Commission of the City of Monterey Park does resolve as follows:

SECTION 1: The Planning Commission finds and declares that:

- A. On February 26, 2019, Garfield Oil, LLC (“Applicant”) submitted an application to amend the Garfield Village Specific Plan (SPA-19-01) to change the zoning designation for 2425 and 2439 South Garfield Avenue from Garfield Village Neighborhood Shopping (GVN-S) to Garfield Village Commercial Services (GVC-S)(Zone Change (ZC-19-01)) and requesting approval of a Conditional Use Permit (CU-19-04) to allow reconstruction of an existing service station and construction of a new drive-through coffee shop (collectively, the “Project”);
- B. The Project was reviewed by the City Planner for, in part, consistency with the General Plan and conformity with the Monterey Park Municipal Code (“MPMC”);
- C. In addition, the City reviewed the Project’s environmental impacts under the California Environmental Quality Act (Public Resources Code §§ 21000, *et seq.*, “CEQA”) and the regulations promulgated thereunder (14 California Code of Regulations §§ 15000, *et seq.*, the “CEQA Guidelines”);
- D. The City Planner completed review and scheduled a public hearing regarding the Project before the Planning Commission for October 22, 2019. Notice of the public hearing was posted and mailed as required by the MPMC;
- E. On October 22, 2019, the Planning Commission opened the public hearing to receive public testimony and other evidence regarding the proposed Project including, without limitation, information provided to the Planning Commission by City staff and public testimony, and representatives of the Applicant; and
- F. This Resolution and its findings are made based upon the testimony and evidence presented to the Commission at its October 22, 2019 public hearing including, without limitation, the staff report submitted by the City Planner.

SECTION 2: *Factual findings and Conclusions.* The Planning Commission finds that the following facts exist and makes the following conclusions:

- A. 2425 and 2439 South Garfield Avenue are adjacent lots currently located in the South Garfield Village (“Project Site”); and are designated zone GVN-S in the South Garfield Village Specific Plan (“GVSC”) and Commercial in the General Plan. No changes are proposed to the Commercial designation of the properties. 2439 Garfield and 2425 Garfield were both purchased by the same property owner and

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RESOLUTION NO. 20-19
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together these addresses take up two lots on the same block. The Applicant proposes to combine and develop both lots in a single phase as part of the Project. The Project would demolish and reconfigure an existing service station and service-station canopy (currently, ARCO) at 2439 Garfield and demolish an existing one-story office building to construct a new detached coffee shop with a drive-through at 2425 Garfield. According to the GVSP, a service station is permitted in the GVC-S zone subject to a conditional use permit (as set forth in MPMC §§ 21.10.250 and 21.32.020(B)) and a drive-through business is permitted subject to the limitations or special standards described in MPMC § 21.10.040(I).

- B. On August 21, 1969, the Planning Commission adopted Resolution No. 30-69 approving a variance to construct a service station at 2439 Garfield Avenue (an intersection where more than one-half the number of corners of a street intersection within the City limits area occupied by a service station). On September 24, 1998, the Planning Commission adopted Resolution No. 23-98 approving Conditional Use Permit (CU-98-13) to allow a smog testing business to operate in conjunction with ARCO; and the ARCO station has remained continuously in operation.
- C. The Project Site is located at the northwest corner of South Garfield Avenue and Pomona Boulevard. It is comprised of two consolidated parcels totaling 22,148 square feet (0.51 acres) in size, rectangularly shaped and relatively flat. All the existing structures located at-grade would be demolished (except for the existing underground fuel storage tanks, landscape planter areas and freestanding pylon sign). The proposed total building area of the coffee shop and cashier kiosk would be 997 gross square feet; this is four percent of the lot area. All buildings and structures on the property would be one-story. The proposed coffee shop will have a walk-up window, no indoor seating, a drive-through aisle, and an outdoor seating area. The outdoor seating area would feature a covered patio, partially enclosed with trellis green screens. The proposed coffee shop would be designed to screen all service areas, restrooms and mechanical equipment; landscaping will be provided to screen the drive-through driveway aisle. The drive-through aisle and building will be setback 25 feet from the curb face. The menu board will be no more than 30 square feet and seven feet high and will face away from the street. The building design/architectural style, landscaping and new signage would be subject to the review and approval of the Design Review Board to maintain consistency with the theme established in the center and provide compatibility with surrounding uses in form, materials, colors and scale.
- D. The MPMC requires that the Project provide at least six parking spaces; the Project proposes seven spaces. The Project will maintain three existing driveway cuts and the existing alleyway along the western property line. The drive-through will be accessible from a two-way driveway on South Garfield Avenue, a two-way driveway on Pomona Boulevard and an alleyway west of the lot. The drive-through aisle will be a minimum of 12-feet wide on the curve and 11-feet wide on the straight

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sections; and will be intersected by a clearly-visible pedestrian walkway. The Project does not include any off-site roadway improvements and minimal site-adjacent improvements or repairs are anticipated. The drive-through aisle will be made of concrete and will provide sufficient stacking area behind the menu board to accommodate a minimum of six cars.

- E. To the north of the Project Site are West Fernfield Drive (a local street that is 36-foot curb-to-curb within a 50-foot wide right-of-way) and one-story commercial buildings; directly to the south is the Pomona Freeway (SR-60) and Pomona Boulevard (a principal arterial street); to the east are South Garfield Avenue (a principal arterial street that ranges in width from 84- to 100-foot curb-to-curb within a 100- to 120-foot wide right-of-way) and a one-story auto service building; and to the west is a two-story office building occupied by a California Driving School. Those properties located to the north and east of the subject property are zoned GVN-S and those to the west are zoned GVC-S.
- F. The proposed Project is forecast to result in no significant traffic impacts at the study intersections.
- G. The Project is located within a commercial area of the City that contains no environmentally sensitive habitat and/or species. There are no identified physical constraints such as soil and/or geologic conditions indicating substrate instability that would prohibit development of the proposed Project. The Project Site has no value as habitat for endangered, rare or threatened species; the Project will not result in any significant effects relating to traffic, noise, air quality, or water quality; and the site can be adequately served by all required utilities and public services.

SECTION 3: Environmental Assessment. Because of the facts identified in Section 2 of this Resolution, the Project is categorically exempt from additional environmental review pursuant to CEQA Guidelines § 15332 as a Class 32 categorical exemption (In-Fill Development Projects) because the Project site is located in an urban area already developed with an existing service station which will be reconstructed as part of the proposed in-fill Project and the construction of the proposed drive-through coffee shop will take place entirely upon the existing, developed lot. The Project is proposed within city limits on a site of no more than five acres substantially surrounded by urban uses; the site has no value as habitat for endangered, rare or threatened species; the Project will not result in any significant effects relating to traffic, noise, air quality, or water quality; and the site can be adequately served by all required utilities and public services. The Project is consistent with the applicable general plan designation and all applicable general plan policies as well as with applicable zoning designation and regulations. It can be seen with certainty that no special circumstances exist that would create a reasonable possibility that the proposed Project will have a significant adverse effect on the environment.

**PLANNING COMMISSION
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SECTION 4: Conditional Use Permit Findings. Based upon the findings in Section 2, the Planning Commission finds as follows pursuant to MPMC §§ 21.10.040(I), 21.10.250 and 21.32.020(B), the Planning Commission finds as follows:

- A. The proposed use complies with all MPMC requirements for a conditional use permit. Accordingly, the Planning Commission finds pursuant to MPMC § 21.32.020:
1. The project site is adequate in size, shape and topography for the proposed Project. The site is two parcels totaling 22,148 square feet (0.51 acres), rectangularly shaped, and relatively flat. The total building area of the coffee shop and cashier kiosk will be 997 gross square feet. The proposed total building area will be substantially less than the maximum floor area allowed.
 2. The site has sufficient access to streets and highways and is adequate in width and pavement type. The Project would include three existing driveway cuts and the existing alleyway along the western property line.
 3. The proposed use is consistent with the General Plan and the South Garfield Specific Plan. No changes are proposed to the Commercial designation of the property and the Commercial land use category of the City's General Plan allows for a broad range of retail and service commercial and professional office uses intended to meet the needs of Monterey Park residents and businesses, as well as regional shopping demand. The objectives of the GVSP include improving mobility in the area and encouraging revitalization of the neighborhood commercial business area and connectivity to the surrounding neighborhoods (GVSP § 1.2.2). The proposed Project involves reconstructing the existing service station and creating a coffee shop with a drive-through and adjacent outdoor seating area; these improvements would: increase the use of a currently underutilized property and complement the surrounding neighborhood by taking advantage of nearby retail draws (GVSP § 2.3.1); upgrading the appearance of the Garfield/Pomona intersection (GVSP § 2.3.2); and providing outdoor gathering/dining areas along with the appearance of the existing facades (GVSP § 2.3.3).
 4. The Project will not have an adverse effect on the use, enjoyment or valuation of property in the neighborhood. The Project's contribution to cumulative impacts to local and regional transportation facilities will not be considerable. The proposed Project would decrease the building square footages (making efficient use of space at the Project Site) and increase the use of an underutilized property; which will help improve mobility on- and off-site, provide connectivity between the Specific Plan area and the surrounding neighborhoods, complement the existing businesses in the area, and function as a retail draw for the other existing businesses in the area.

5. The proposed Project will not have an adverse effect on the public health, safety and general welfare. The proposed Project will promote general welfare of the community by improving the aesthetics of an aging property and increasing the economic vitality of the surrounding neighborhood. The Project would not significantly impact any scenic vistas, scenic resources, or the visual character of the area and would not result in excessive light or glare. Based on the analysis of the Project's impacts, there is no indication that this project could result in substantial adverse effects on human beings.
 6. The use is properly one authorized by conditional use permit pursuant to the MPMC. A service station is permitted in the GVC-S zone subject to a conditional use permit (as set forth in MPMC §§ 21.10.250 and 21.32.020(B)) and a drive-through business is permitted subject to the limitations or special standards described in MPMC § 21.10.040(I).
- B. The proposed drive-through complies with all requirements set forth for a conditional use permit pursuant to MPMC § 21.10.040(I):
1. The drive-through is an accessory to an established restaurant or commercial business, namely a coffee shop;
 2. The proposed location of the drive-through is designated commercial in the City's General Plan and is not located in any area designated as MU-I in the General Plan Land Use Map;
 3. The pedestrian walkways will have clear visibility and will be emphasized by striping;
 4. The drive-through aisle will be 12-foot width on curves and a minimum 11-foot width on straight sections;
 5. The drive-through aisle will provide sufficient stacking area behind the menu board to accommodate a minimum of six cars;
 6. All service areas, restrooms and ground-mounted and roof-mounted mechanical equipment will be screened from view;
 7. The proposed landscaping will screen drive-through or drive-in aisles from the public right-of-way and will be used to minimize the visual impact of reader board signs and directional signs;
 8. The drive-through aisles will be constructed with concrete;

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RESOLUTION NO. 20-19
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9. The parking areas and the drive-through aisle and structure will be set back from the ultimate curb face a minimum of 25 feet;
 10. The menu board will be no more than 30 square feet and seven feet high, and will face away from the street;
 11. The architectural style of the drive-through will be consistent with the theme established in the center and provide compatibility with surrounding uses in form, materials, colors and scale, among other things; and
 12. The drive-through aisle will exit into an alleyway, pursuant to a Lot-Consolidation-Incentive bonus (GVSP § 3.8.3).
- C. The proposed service station complies with all requirements for a conditional use permit pursuant to MPMC § 21.10.250(A):
1. On August 21, 1969, the Planning Commission adopted Resolution No. 30-69 approving a variance to construct a service station at the Project Site (an intersection where more than one-half the number of corners of a street intersection within the City limits area occupied by a service station);
 2. On September 24, 1998, the Planning Commission adopted Resolution No. 23-98 approving Conditional Use Permit (CU-98-13) to allow a smog testing business in conjunction with the service station approved at the Project Site; and
 3. The preexisting service station has remained continuously in operation.

SECTION 5: Zone Change and Specific Plan Amendment Findings. Based on the Findings in Sections 2 and 4, and pursuant to MPMC § 21.38.050, the Planning Commission finds as follows:

- A. The Project is consistent with the goals, policies, and objectives of the General Plan. The proposed Specific Plan Amendment and Zone Change will allow for the revitalization of the existing property by providing the Applicant the opportunity to redevelop the Project Site.
- B. The Project will not adversely affect surrounding properties. The proposed Project is consistent with the type of the uses that are currently developed in that neighborhood. The Project would decrease the building square footages, which will help improve mobility on- and off-site, allow for connectivity between the Specific Plan area and the surrounding neighborhoods, and make efficient use of the Project Site. The proposed Project would also increase the use of an underutilized property

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(which occupies half a prominent street block and intersection) by complementing the existing businesses in the area and functioning as a retail draw.

- C. The proposed Specific Plan Amendment and Zone Change will allow the Applicant to: (1) rebuild the service station, upgrade the intersection and continue to utilize the existing alleyway as a secondary circulation network; (2) make improvements to the property and incorporate new uses which will be both automobile- and pedestrian-oriented; and (3) create more activity in the Specific Plan area and contribute to revitalizing the commercial area and neighborhood (GVSP § 2.4.4).
- D. The proposed amendment promotes public health, safety, and general welfare and serves the goals and purposes of the MPMC. Without the proposed Specific Plan Amendment and Zone Change, the existing service station will be legal non-conforming use and the proposed coffee with drive-through would be prohibited. Rezoning of the site to accommodate the project will be consistent with general welfare as it will allow the Applicant to improve the existing service station property and to promote increased economic activity in the Garfield Village Specific Plan area.

SECTION 6: Recommendations. Subject to the conditions listed on the attached Exhibit "A," which are incorporated into this Resolution by reference, the Planning Commission recommends that the City Council approve Conditional Use Permit (CU-19-04); and adopt an ordinance implementing the proposed Zone Change (ZC-19-01) and Specific Plan Amendment (SPA-19-01).

SECTION 7: Reliance on Record. Each and every one of the findings and determinations in this Resolution are based on the competent and substantial evidence, both oral and written, contained in the entire record relating to the project. The findings and determinations constitute the independent findings and determinations of the Planning Commission in all respects and are fully and completely supported by substantial evidence in the record as a whole.

SECTION 8: Limitations. The Planning Commission's analysis and evaluation of the project is based on the best information currently available. It is inevitable that in evaluating a project that absolute and perfect knowledge of all possible aspects of the project will not exist. One of the major limitations on analysis of the project is the Planning Commission's lack of knowledge of future events. In all instances, best efforts have been made to form accurate assumptions. Somewhat related to this are the limitations on the City's ability to solve what are in effect regional, state, and national problems and issues. The City must work within the political framework within which it exists and with the limitations inherent in that framework.

SECTION 9: Summaries of Information. All summaries of information in the findings, which precede this section, are based on the substantial evidence in the record. The absence of

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any particular fact from any such summary is not an indication that a particular finding is not based in part on that fact.

SECTION 10: This Resolution will remain effective until superseded by a subsequent resolution.

SECTION 11: A copy of this Resolution will be mailed to the Applicant and to any other person requesting a copy.

SECTION 12: This Resolution may be appealed within ten (10) calendar days after its adoption. All appeals must be in writing and filed with the City Clerk within this time period. Failure to file a timely written appeal will constitute a waiver of any right of appeal.

SECTION 13: Except as provided in Section 13, this Resolution is the Planning Commission's final decision and will become effective immediately upon adoption.

ADOPTED AND APPROVED this 22nd day of October 2019.

Chairperson Eric Brossy de Dios

I hereby certify that the foregoing Resolution was duly adopted by the Planning Commission of the City of Monterey Park at the regular meeting held on the 22nd day of October 2019, by the following vote of the Planning Commission:

AYES: Commissioners Choi, Amador, Salazar, and Robinson
NOES: Commissioner Brossy de Dios
ABSTAIN: None
ABSENT: None

Mark A. McAvoy, Secretary

APPROVED AS TO FORM:
Mark D. Hensley, City Attorney

By: _____
Natalie C. Karpeles,
Deputy City Attorney

RESOLUTION NO. 20-19

Exhibit A

CONDITIONS OF APPROVAL

2425-2439 SOUTH GARFIELD AVENUE

In addition to all applicable provisions of the Monterey Park Municipal Code ("MPMC"), Garfield Oil LLC agrees that it will comply with the following conditions for the City of Monterey Park's approval of Specific Plan Amendment (SPA-19-01), Zone Change (ZC-19-01), and Conditional Use Permit (CU-19-04) ("Project Conditions").

PLANNING:

1. Garfield Oil LLC ("Applicant") agrees to indemnify and hold the City harmless from and against any claim, action, damages, costs (including, without limitation, attorney's fees), injuries, or liability, arising from the City's approval of SPA-19-01, ZC-19-01, and CU-19-04 except for such loss or damage arising from the City's sole negligence or willful misconduct. Should the City be named in any suit, or should any claim be brought against it by suit or otherwise, whether the same be groundless or not, arising out of the City approval of SPA-19-01, ZC-19-01, and CU-19-04, the Applicant agrees to defend the City (at the City's request and with counsel satisfactory to the City) and will indemnify the City for any judgment rendered against it or any sums paid out in settlement or otherwise. For purposes of this section "the City" includes the City of Monterey Park's elected officials, appointed officials, officers, and employees.
2. This approval is for the project as shown on the plans reviewed and approved by the Planning Commission and on file. Before the City issues a building permit, the Applicant must submit plans, showing that the project substantially complies with the plans and conditions of approval on file with the Planning and Building Safety Divisions. Any subsequent modification must be referred to the City Planner for a determination regarding the need for Planning Commission review and approval of the proposed modification.
3. The conditional use permit expires 12 months after its approval if the use has not commenced or if improvements are required, but construction has not commenced under a valid building permit. A single one-year extension may be granted by the Planning Commission upon finding of good cause.
4. All conditions of approval must be listed on the plans submitted for plan check and on the plans for which a building permit is issued.
5. Before building permits are issued, the applicant must obtain all the necessary approvals, licenses and permits and pay all the appropriate fees as required by the City.
6. The real property subject to SPA-19-01, ZC-19-01, and CU-19-04 must remain well-maintained and free of graffiti.

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7. Building permits are required for any interior tenant improvements.
8. Landscaping/irrigation must be maintained in good condition at all times.
9. With the exception of the MPMC prohibition against drive-through aisles exiting directly onto a public right of way (see MPMC § 21.10.040(I)(12)), the drive-through component of the Project must otherwise comply with MPMC § 21.10.040(I) and must be reviewed and approved by the Design Review Board, where applicable. Specifically:
 - a. Any pedestrian walkways either will not intersect the drive-through drive aisles or, if they do, will have clear visibility and will be emphasized by enriched paving or striping;
 - b. The drive-through aisles must have a minimum 12-foot width on curves and a minimum 11-foot width on straight sections;
 - c. The drive-through aisles must provide sufficient stacking area behind the menu board to accommodate a minimum of six cars;
 - d. All service areas, restrooms and ground-mounted and roof-mounted mechanical equipment must be screened from view;
 - e. Landscaping will screen the drive-thru or drive-in aisles from the public right-of-way and minimize the visual impact of reader board signs and directional signs;
 - f. The drive-through aisles must be constructed with (PCC) concrete;
 - g. The parking areas and the drive-through aisle and structure must be set back from the ultimate curb face a minimum of 25 feet; and
 - h. Menu boards can be no more than 30 square feet, with a maximum height of seven feet, and must face away from the street.

ENGINEERING:

10. Under the Los Angeles County Municipal “National Pollutant Discharge Elimination System (NPDES) Permit,” which the City of Monterey Park is a permittee, this project involves the disturbance of soils by grading, clearing and/or excavation. Developer/owner is required to obtain a “General Construction Activity Storm Water” Permit, and the City of Monterey Park will condition the issuance of the grading permit on evidence of compliance with this permit and its requirements. This project will require the preparation of a Low Impact Development (LID) and a Storm Water Pollution Prevention Plan (SWPPP). Upon approval of the NPDES document by the City, Developer/Owner must submit an electronic copy of the approved NPDES file, including site drawings, before the City issues a building or grading Permit (the electronic copy requirement pertains to projects greater than an acre).

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11. The Applicant must pay all City development fees including, without limitation, wastewater deficiency fees, water meter fees and metered water service impact fees as required by MPMC.
12. All improvement plans, including grading and public improvement plans must be based upon City approved data. Benchmark references to be obtained from the Engineering Division.
13. A grading and drainage plan must be prepared for review and approval by the City Engineer. The property drainage must be designed so that the property drains to the public street or in a manner otherwise acceptable to the City Engineer.
14. A hydrology and hydraulic study of the site must be submitted to and approved by the City Engineer.
15. All storm drainage facilities serving the development must accommodate a 50-year storm. If existing storm drain facilities are inadequate, they must be enlarged as necessary. All storm drain facilities must be designed and constructed to Los Angeles County Department of Public Works standards and specifications and also to the satisfaction of the City Engineer before the approval of the grading and drainage plans.
16. Landscaping and irrigation plans must be prepared and/or incorporated into the public improvement plans; any proposed parkway tree types must be reviewed and approved by the City. The Applicant must provide landscaping and irrigation system for parkways.
17. All public works improvements must comply with the standards and specifications of the City to the satisfaction of the City Engineer. All public works improvements must be completed and accepted by the Public Works Director, or designee.
18. All on-site electric, telephone and cable TV utility services must be installed fully underground and to required City standards. Satisfactory provisions for all other utilities and service connections, including water, sewer and gas, shall be made to City and public utility standards. A utility plan must be prepared and submitted before the City approves grading and drainage plans, showing all existing and proposed utilities. The utilities may be shown on a separate plan.
19. Before the City issues a building permit, the Applicant must provide water system calculations that include domestic and fire system demand sizing. The cost of any water meter upgrades and any fire line installation required by the City must be submitted before the City issues a building permit.
20. The public works improvement plans, which include the location of the domestic water meter, water service laterals, fire service lines, all new sewer and water connections, and all existing utilities in the right of way, must be approved (or substantially complete) by the City Engineer before the City issues a grading permit.

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21. The Applicant must replace the existing streetlight fronting Pomona Boulevard with Marbelite concrete streetlight.
22. The Applicant must install one new streetlight on Fernfield Drive at the alley as shown on the plans.
23. The Applicant must provide adequate lighting along the alley, whether from private or public lighting sources.
24. The Applicant must reconstruct or rehabilitate Fernfield Drive full street width from Garfield Avenue west to the alley behind the property.
25. The Applicant must reconstruct the adjacent alleyway (full depth pavement structural section) from Fernfield Drive to Pomona Boulevard to include a new concrete gutter or provide a recommended pavement section for repair as determined by an investigation approved by the City Engineer.
26. The Applicant must reconstruct alleyway approaches to include ADA compliant ramps.
27. The Applicant must remove old concrete bus pad along Pomona Boulevard and replace with asphalt pavement section and reconstruct the existing damaged sewer manhole fronting the alley on Pomona Boulevard and replace the sewer lid and ring, and reset to grade.
28. The Applicant must repair or reconstruct curb, gutter, sidewalk and driveway approaches along the entire frontage of Fernfield Drive, Garfield Avenue, and Pomona Boulevard as determined by a field investigation and the City Engineer.
29. All improvement plans, including grading and public improvement plans must incorporate all applicable site development information and include any and all necessary reports, attachments, and required materials to be considered a complete submittal or they will be rejected. Provide details and elevations for the new trash enclosures.

FIRE:

30. All conditional identified by the Monterey Park Fire Department are subject to the review and approval of the Fire Chief, or designee, for determination of applicability and extent to which any condition may be required.
31. A permit must be obtained from the Fire Department before engaging in activities, operations, practices or functions as required by California Fire Code (CFC) §§ 106.6 and 105.7, as adopted by MPMC Chapter 17.
32. Fire protection, including fire apparatus access roads and water supplies for fire hydrant must be installed and made serviceable before and during the time of construction per CFC § 501.4, as adopted by MPMC Chapter 17.

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33. All fire safeguards required by CFC Chapter 33, as adopted by MPMC Chapter 17, must be adhered to and maintained during the course of construction.
34. Provide an approved automatic fire sprinkler system and fire alarm as set forth by CFC §§ 903 and 907, as adopted by MPMC Chapter 17, for new structures. The Fire Sprinkler System or Fire Alarm requirements and/or modifications require a separate plan check submittal and approval. Work shall not commence until a permit is obtained.
35. Fuel dispensing station must comply with provisions of CFC Chapter 23, as adopted by MPMC Chapter 17.
36. Provide approved signs or other approved notices or markings that include the works NO PARKING – FIRE LANE. Signs must be provided for fire apparatus access roads, to clearly indicate the entrance to such road, or prohibit the obstruction thereof, as required by the Fire Chief per CFC § 503.3, as adopted by MPMC Chapter 17.
37. Fire Department vehicular access must be installed and maintained in a serviceable manner before and during the time of construction per CFC § 501.4, as adopted by MPMC Chapter 5.
38. The minimum fire flow required must be determined as specified by the current adopted edition of the CFC Appendix B with adopted amendments.
39. The required fire flow for the new structure is 1,000 gallons per minutes (gpm) as 20 pounds per square inch (psi) of 2 hours duration.
40. Before combustible construction on any parcel, a fire hydrant capable of providing 1,000 gallons per minute at 20 psi must be installed and in service along the access road/driveway at a location approved by the Fire Chief, or designee, but no further than 250 feet from the construction site. The owner of the combustible construction is responsible for the cost of this installation.
41. Per California Fire Code Appendix C, a minimum of one fire hydrant must be provided within 250 feet of the new structure.
42. A Knox box(es) must be provided at an approved location per CFC § 505.1.
43. Portable fire extinguishers must be installed per the CFC § 906.
44. If revised plans are required, additional fees will be due for the review of the drawings.

POLICE:

45. Exterior lighting must be in full operation at all times.

**PLANNING COMMISSION
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46. All major common areas of the locations, including all parking areas, must be covered by security video cameras. All security cameras must operate 24-hours a day, seven days a week. All cameras must record onto a recording medium and all recordings must be maintained in a secure and locked enclosure. Security video cameras must be installed at all the entrance/exits and must be positioned to capture the faces of people entering and existing. All recordings must be maintained for a minimum of 30 days. All recordings must be made readily available for any law enforcement official who requests the recording(s) for official purposes. If the Chief of Police determines that there is a necessity to have additional security cameras installed, the management must comply with the request within seven days. The Chief of Police can also require a change in the position of the video cameras if it is determined that the position of the camera does not meet security needs. The management must comply with the request within seven days.
47. The applicant/property owner must install an adequate alarm system at any fixed money handling areas. The alarm system will allow notification of the Police Department in the event of any such attempt. The type of alarm system installed must be connected with the alarm company, and the system must have the capability to distinguish if the need for the Police service is for a robbery or burglary. The business must obtain an alarm permit from the Police Department.
48. Access to the roof, if there is one, will be locked and secure. Access to the roof will be restricted to maintenance personnel, building management, or other authorized personnel.
49. The business is encouraged to join and participate in the Monterey Park Police Department's Business Watch Program; a free service designed to educate businesses about minimizing criminal activity. The Community Services Bureau can be contacted at (626) 307-1215.
50. The shrubbery on the property must be installed and maintained in such condition as to not restrict visibility from the street or easily conceal persons.
51. The business must comply with federal, state, and local laws governing business licensing, and noise levels.

By signing this document, Garfield Oil LLC, certifies that the Applicant read, understood, and agrees to the Project Conditions listed in this document.

Garfield Oil LLC, Applicant

RESOLUTION NO. 20-19

Exhibit A

CONDITIONS OF APPROVAL

2425-2439 SOUTH GARFIELD AVENUE

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**PLANNING COMMISSION
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43. Portable fire extinguishers must be installed per the CFC § 906.

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44. If revised plans are required, additional fees will be due for the review of the drawings.

POLICE:

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46. All major common areas of the locations, including all parking areas, must be covered by security video cameras. All security cameras must operate 24-hours a day, seven days a week. All cameras must record onto a recording medium and all recordings must be maintained in a secure and locked enclosure. Security video cameras must be installed at all the entrance/exits and must be positioned to capture the faces of people entering and existing. All recordings must be maintained for a minimum of 30 days. All recordings must be made readily available for any law enforcement official who requests the recording(s) for official purposes. If the Chief of Police determines that there is a necessity to have additional security cameras installed, the management must comply with the request within seven days. The Chief of Police can also require a change in the position of the video cameras if it is determined that the position of the camera does not meet security needs. The management must comply with the request within seven days.

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49. The business is encouraged to join and participate in the Monterey Park Police Department's Business Watch Program; a free service designed to educate businesses about minimizing criminal activity. The Community Services Bureau can be contacted at (626) 307-1215.

50. The shrubbery on the property must be installed and maintained in such condition as to not restrict visibility from the street or easily conceal persons.

51. The business must comply with federal, state, and local laws governing business licensing, and noise levels.

MISCELLANEOUS:

52. The coffee shop business hours of operation will be Monday through Sunday, 24-hours.

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By signing this document, Garfield Oil LLC, certifies that the Applicant read, understood, and agrees to the Project Conditions listed in this document.

Garfield Oil LLC, Applicant

ATTACHMENT 2

Site, floor, elevation plans

ATTACHMENT 5

Planning Commission Minutes dated October 22, 2019

**UNOFFICIAL MINUTES
MONTEREY PARK PLANNING COMMISSION
REGULAR MEETING
OCTOBER 22, 2019**

The Planning Commission of the City of Monterey Park held a regular meeting of the Board in the Council Chambers, located at 320 West Newmark Avenue in the City of Monterey Park, Tuesday, October 22, 2019 at 7:00 p.m.

CALL TO ORDER:

Chairperson Eric Brossy de Dios called the Planning Commission meeting to order at 7:00 p.m.

ROLL CALL:

Planner Tewasart called the roll:

Board Members Present: Eric Brossy De Dios, Ricky Choi, Theresa Amador, Antonio Salazar, and Delario Robinson,

Board Members Absent: None

ALSO PRESENT: Natalie C. Karpeles, Deputy City Attorney, Mark A. McAvoy, Public Works Director/City Engineer/City Planner, and Samantha Tewasart, Senior Planner

AGENDA ADDITIONS, DELETIONS, CHANGES AND ADOPTIONS: None

ORAL AND WRITTEN COMMUNICATIONS:

[1.] **PRESENTATIONS:** None

[2.] **CONSENT CALENDAR:** None

[3.] **PUBLIC HEARING:**

3-A. TENTATIVE MAP NO. 80304 (TM-19-04) TO ALLOW THE SUBDIVISION OF AIR-RIGHTS TO ESTABLISH AND MAINTAIN A TWO-UNIT CONDOMINIUM CONVERSION PROJECT IN THE R-2 (MEDIUM DENSITY RESIDENTIAL) ZONE – 128 GLADYS AVENUE

Planner Tewasart provided a brief summary of the staff report.

Chairperson Brossy de Dios opened the public hearing.

Applicant, Alex Liu, 1455 Monterey Pass Road, #206, Monterey Park, CA 91754, was present for questions.

Chairperson Brossy de Dios closed the public hearing.

Action Taken: The Planning Commission after considering the evidence presented during the public hearing adopted **Resolution No. 19-19** approving Tentative Map No. 80304

MISSION STATEMENT

The mission of the City of Monterey Park is to provide excellent services to enhance
the quality of life for our entire community

(TM-19-04) to subdivide air-rights for a two-unit residential (3 bedrooms) condominium conversion development in the R-2 (Medium Density Residential) Zone.

Resolution No. 19-19

A RESOLUTION APPROVING TENTATIVE MAP NO. 80304 (TM-19-04) TO SUBDIVIDE AIR RIGHTS FOR A TWO-UNIT RESIDENTIAL CONDOMINIUM CONVERSION DEVELOPMENT AT 128 GLADYS AVENUE.

Motion: Moved, by Commissioner Salazar and seconded by Commissioner Choi, motion carried by the following vote:

Ayes: Commissioners: Brossy de Dios, Choi, Amador, Salazar, and Robinson
Noes: Commissioners: None
Absent: Commissioners: None
Abstain: Commissioners: None

3-B. SPECIFIC PLAN AMENDMENT (SPA-19-01), ZONE CHANGE (ZC-19-01) AND CONDITIONAL USE PERMIT (CU-19-04) TO ALLOW THE RECONSTRUCTION OF AN EXISTING SERVICE STATION AND CONSTRUCTION OF A NEW COFFEE SHOP WITH A DRIVE-THROUGH – 2425-2439 SOUTH GARFIELD AVENUE

Planner Tewart provided a brief summary of the staff report.

Commissioner Brossy de Dios inquired about the difference in intent of the two zones. Planner Tewart replied that the Garfield/Pomona intersection is identified as the gateway entrance and the specific plan discusses landscaping, street furniture, outdoor seating, etc.

Commissioner Brossy de Dios stated that there is an existing use on the lot, the use and lot are being expanded, there is a zone change on the lot on which the gas station currently sits, and even though it is an existing gas station, the entire gas station is being torn down and rebuilt as new, so under the auspices of the specific plan and the process of approving a zone change and conditional use permit, should this application be considered a new project. Commissioner Brossy de Dios inquired if the request is considered a continuation of the existing use or a new application. Planner Tewart replied that it would be a continuation and modification of an existing use. Attorney Karpeles replied that the use of the property as a service station is a continued use and the service station use has not been abandoned. A conditional use permit is needed to have the drive-through in the GVC-S zone and the service station. Once the zone is changed, the zone change would apply to the property in perpetuity and the conditional use permit will run with the land for as long as that use is continued, meaning the drive-through and the service station. Attorney Karpeles pointed out section B on page 5 of 8 which addresses findings for the conditional use permit.

Chairperson Brossy de Dios opened the public hearing.

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Applicant, Arian Talehakimi, 4316 Marina City Drive #731, Marina del Rey, CA 90292 provided a brief presentation of the proposed project.

Representative Indira Ibrahimbegovic of Greenberg Farrow, 30 Executive Park, Suite 100, Irvine, CA 92614, stated that they are the architect of record. The menu board is placed at the seventh car from the pick-up point. This is the optimal location for Starbucks Corporation and will allow for adequate stacking contained on-site. Commissioner Brossy de Dios inquired if there is a specified traffic flow and if access is off the alley. Representative Ibrahimbegovic replied that it could be off the alley. There is an arrow at the beginning of the drive-through lane. A right can be made if coming north from Garfield.

Commissioner Choi inquired about northbound access. Representative Ibrahimbegovic replied that it would a left onto Pomona. Commissioner Choi inquired if there is a Starbucks representative because Starbucks is very active in the selection of their sites. They have a store development team and a real estate team. They are very meticulous with regards to selection of a site and a sticking point is access. Applicant Talehakimi stated that they have a fully executed lease that is conditional to the outcome of the Planning Commission and City Council. Ahmad Ghaderi of A & S Engineering, Inc., 28405 Sand Canyon Road, Suite B, Canyon Country, CA 91387, stated that on Pomona and Garfield there is driveway access and the alley.

Commissioner Salazar inquired if there are any barriers between Starbucks and the alley. Applicant Talehakimi replied no.

Commissioner Robinson stated that he is happy to see an international chain come into the area.

Commissioner Amador inquired about the number of service bays currently at the property. Applicant Talehakimi replied that there are three service bays. Half of one of the service bays was taken to expand the footprint of a small store. The service bays are currently not in operation. They had a smog test facility in there until about eighteen months ago and they suspended the use of the service bays pending the proposed development plans.

Commissioner Amador inquired about the number of fueling stations. Applicant Talehakimi replied that the number of fueling stations will stay the same. There are currently twelve and they will retain twelve, which are six stations with pumps on both sides. There will be three rows of two.

Commissioner Salazar inquired about the 24-hour service. Applicant Talehakimi replied that the service station is currently 24-hours. There is no interior access for the customers to the building, so they only walk-up to an outside service window. There would still be a degree of separation between any potential assailants and the employees inside. Commissioner Salazar stated that since the coffee shop will only be a drive-through there will be less opportunity for robberies.

Opponent Dan Morales, 2424 South Isabella Avenue stated the existing traffic flow particularly in the morning coming from southbound Garfield coming from Pomona, there

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are many trying to make a right on Riggin to get over to Isabella to make a left or they come down to Fernfield, which is the north street of this project, make a right and either make a left into the alley or drive up to Isabella and make a left there. The concern is that there is no divider that is going to keep the traffic controlled to come in through certain exits. Meaning there is two on Garfield, one on Pomona, and the alley particularly during peak hours when traffic is coming down south on Garfield. There is nothing on the plans that will keep cars from not crossing the alley where there can be potential stacking during peak hours. It is not that they are against the project; it is about what type of project it is going to be.

Speaker Flo Uwasa, 2412 South Isabella Avenue stated that the entryway from Garfield going north a left cannot be made on Garfield. The specific plan had mentioned making the alleyway and Fernfield one-way. There is a homeless situation in the area and they will be in outside area. She questioned the security and lighting.

Opponent Elena Helen Holguin, 206 West Fernfield Drive stated that she has lived in Monterey Park since 1959 and has seen a lot of changes in Monterey Park. There is terrible traffic going down Garfield and it is difficult to go down to ARCO gas station. They have problems with parking from the employees at the car wash.

Applicant Talehakimi stated that he apologizes for not connecting with the property owners, but he has tried on more than one occasion. He will provide the property owners with his connect information to bring any concerns that they may have with the project and to open the lines of communication. With respects to security, since they have owned the property, they have never been robbed or vandalized. Unfortunately, the recording studio with its dim lighting in the areas that are blocked from view it is easy for the homeless to go to those areas. They are hoping that this project will address those issues. With respects to lighting there will be more than adequate lighting. There will not be a security guard, but there will always be a person on-site to contact the police if needed. There will be greater visibility across the project. There will also be cameras throughout the property, which is a condition of the approval.

Mr. Ghaderi stated that the building is situated so as to not block the driveway. The majority of the traffic will be westbound Pomona and southbound Garfield, and going northbound on Garfield will be left on Pomona and then right onto the site. The traffic pattern is to have stacking towards the south side of the property. There is no potential blockage of the driveway. The building is intentionally designed so that the path there exiting off the driveway is accessible at all times.

Chairperson Brossy de Dios closed the public hearing.

Commissioner Robinson stated that the traffic on Garfield and Pomona is stressful. Most of the traffic comes from the 8-wheelers trying to make a left-turn going onto Garfield, but this project is on the north side and traffic is coming from the north onto Garfield. The Starbucks can be accessed from the west side and exit, which is not as much traffic. There is going to be homeless, but with the new lighting there will be a vast improvement.

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Commissioner Salazar stated that he believes that the clarification on the drive-through entrance has been addressed and there are no concerns. The new lighting will help to facilitate the discouragement of people hanging out in the existing northern part of the property. It will be an improvement for the property. He understands the concerns from the neighbors and hopes that this project can benefit everyone and not just the passer-bys.

Commissioner Amador inquired about clearance in the alleyway. Assistant City Engineering Frank Lopez replied that Starbucks is situated so that the entry is south of Mr. Morales's driveway and the exit is just north of it and cars exiting will likely turn right not through the alley to go onto Pomona. The entrance to the drive-through will likely be from Garfield. There is an aisle space outside of the alley for the drive-through, so they don't have to be in the alleyway. A couple of things to understand is that alleyways, while they are not streets, they are access to driveways both for residences and businesses. There will be some numbers that will come from Pomona, but most of the morning trips will be coming from the north going southbound, so the easiest entrance will be the driveway at the front of the property along Garfield. Commissioner Amador stated that she just wants to make that Mr. Morales's home was taken into consideration. It is a great project and may be it will give impetus to other businesses to come to this area. We see the changes, but we also need to address the concerns of the residents.

Commissioner Brossy de Dios stated that he does have concerns with this application. The gas station has been a fixture at that location for many years. There is a concern that the application made for the zone change flies in the face of what the intent of the specific plan was about. His understanding is that the corner is to be considered a primary gateway the Garfield Village and continuation to the pedestrian areas and by changing the land development zone for that parcel that we would be changing the ultimate intent of the specific plan. This project would be a great addition to a shopping center, but as the gateway there is a concern.

Action Taken: The Planning Commission after considering the evidence presented during the public hearing adopted **Resolution No. 20-19** recommending that the City Council approve Specific Plan Amendment (SPA-19-01), Zone Change (ZC-19-01) and Conditional Use Permit (CU-19-04) to allow the reconstruction of an existing service station and construction of a new coffee shop with a drive-through at 2425 and 2439 South Garfield Avenue, with an added condition.

Resolution No. 20-19

A RESOLUTION RECOMMENDING THAT THE CITY COUNCIL APPROVE SPECIFIC PLAN AMENDMENT (SPA-19-01), ZONE CHANGE (ZC-19-01) AND CONDITIONAL USE PERMIT (CU-19-04) TO ALLOW THE RECONSTRUCTION OF AN EXISTING SERVICE STATION AND CONSTRUCTION OF A NEW COFFEE SHOP WITH A DRIVE-THROUGH AT 2425 AND 2439 SOUTH GARFIELD AVENUE.

Motion: Moved, by Commissioner Robinson and seconded by Commissioner Amador, motion carried by the following vote:

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Ayes: Commissioners: Choi, Amador, Salazar, and Robinson
Noes: Commissioners: Brossy de Dios
Absent: Commissioners: None
Abstain: Commissioners: None

[4.] OLD BUSINESS: None

[5.] NEW BUSINESS: None

[6.] COMMISSION COMMUNICATIONS AND MATTERS: None

[7.] STAFF COMMUNICATIONS AND MATTERS: None

ADJOURNMENT:

There being no further business for consideration, the Planning Commission meeting was adjourned at 8:38 p.m.

Next regular scheduled meeting on November 12, 2019 at 7:00 p.m. in the Council Chambers.

Mark A. McAvoy
Director of Public Works/City Engineer/City Planner

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City Council Staff Report

DATE: December 18, 2019

AGENDA ITEM NO: Public Hearing
Agenda Item 4-B

TO: Honorable Mayor and Members of the City Council
FROM: Mark A. McAvoy, Director of Public Works/City Engineer
SUBJECT: A Public Hearing to consider a Zone Change (ZC-18-01) to create a senior-citizen-housing (S-C-H) Overlay Zone, Conditional Use Permit (CU-18-01) for an affordable senior housing development, and Tentative Map No. 73741 (TM-18-01) to subdivide air rights for the construction of a 54-unit senior citizen housing condominium project – 130-206 South Chandler Avenue.

RECOMMENDATION:

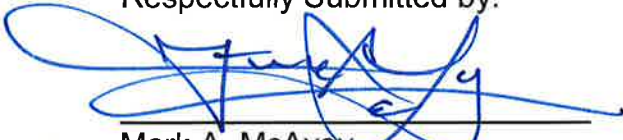
It is recommended that the City Council consider:

- (1) Continuing the application to the meeting of January 15, 2019; and
- (2) Taking such additional, related, action that may be desirable.

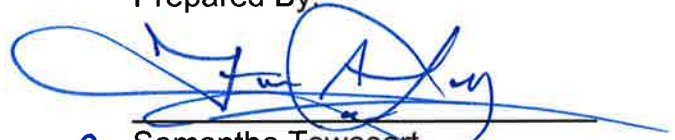
EXECUTIVE SUMMARY:

On April 17, 2019, May 15, 2019, and June 5, 2019, the City Council reviewed the requested Zone Change (ZC-18-01), Conditional Use Permit (CU-18-01), and Tentative Map No. 73741 (TM-18-01). Collectively, these actions would allow construction of a 54-unit senior citizen housing project. At the meeting, City Council requested that the Applicant consider lowering the height of the project to three stories and eliminating the affordable-housing component of the Project. To allow the Applicant sufficient time to evaluate these requests, the Project was continued until these amendments could be incorporated and considered. Staff is requesting additional time to work with the Applicant to address the comments.

Respectfully Submitted by:


for Mark A. McAvoy
Director of Public Works/City
Engineer

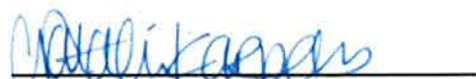
Prepared By:


for Samantha Tewasart
Senior Planner

Approved by:


Ron Bow
City Manager

Reviewed by:


Natalie C. Karpeles
Deputy City Attorney



City Council Staff Report

DATE: December 18, 2019

AGENDA ITEM NO: New Business
Agenda Item 5-A

TO: The Honorable Mayor and City Council
FROM: Tom Cody, Director of Human Resources and Risk Management
SUBJECT: Consideration and possible action to adopt a Resolution of Intent to amend the City's CalPERS contract causing members of the Monterey Park Police Officers' Mid-Management Association, Monterey Park Police Captains Association and the Professional Chief Fire Officers Association to make additional payments toward CalPERS cost as follows: an additional 3% by classic employees; and 0.5% for PEPRAs employees. The proposed action includes introducing an Ordinance that, if adopted, would amend the CalPERS contract.

RECOMMENDATION:

It is recommended that the City Council consider:

1. Adopting a Resolution providing notice of an intent to amend the City's CalPERS contract to increase contributions made by MPPOMMA, MPPCA and PCOA members to CalPERS retirement costs;
2. Waiving first reading and introduce an Ordinance that would amend the City's CalPERS contract. Second reading and adoption would be scheduled for January 15, 2020;
3. Authorizing the City Clerk to sign the "*Certificate of Compliance with Government Code Section 7507*"; and
4. Taking such additional, related, action that may be desirable.

EXECUTIVE SUMMARY:

The 2018-2022 Memorandum of Understanding (MOU) between the City and Monterey Park Police Officers' Mid-Management Association (MPPOMMA), Monterey Park Police Captains Association (MPPCA) and the Professional Chief Fire Officers Association (PCOA) includes an agreement that the City amend the CalPERS contract to increase the contribution by MPPOMMA, MPPCA, and PCOA members toward retirement costs. That amendment would result in MPPOMMA, MPPCA, and PCOA members increasing their own contributions as follows: a 3% increase for classic employees and 0.5% for PEPRAs employees.

BACKGROUND:

On October 2, 2019, the City Council adopted Resolutions No. 12107, 12108 and 12109 which approved the MOUs with MPPOMMA, MPPCA, and PCOA for contract year

December 18, 2019

MPPOMMA, MPPCA, and PCOA Amendment to CalPERS Contract

Page 2

2018-2022. For CalPERS cost sharing purposes, this is governed by Government Code § 20516 which requires an amendment to the City's CalPERS contract.

Article 31 of the MPPOMMA MOU, Article 29 of the MPPCA MOU, and Article 20 of the PCOA MOUs contain provisions that increases MPPOMMA, MPPCA, and PCOA members' CalPERS contributions. As a result, the present action is required to increase contributions by classic employees by 3% and PEPRAs by 0.5%. These increased costs will be funded by employees in the following manner:

1. The 20 classic members from MPPOMMA (15), MPPCA (2), and PCOA (3) commence payment of an additional 3.0% employee share of PERS.
2. **Future** PEPRAs from MPPOMMA, MPPCA, and PCOA commence payment of an additional 0.5% employee share of PERS.

No MPPOMMA, MPPCA, and PCOA members are currently "PEPRA" members under CalPERS regulations. The PEPRAs language provided above is used as reference for future PEPRAs members hired and governed by 2018-2022 MPPOMMA, MPPCA and PCOA MOUs.

Pursuant to CalPERS requirements, the following actions are necessary to amend the contract:

1. Adopt a Resolution of Intention to amend the CalPERS contract. That Resolution is attached.
2. Adopt an ordinance amending the CalPERS contract. First reading and introduction is proposed for tonight's meeting.
3. In accordance with Government Code §7507, make public the future annual costs at least two weeks prior to adoption of the Ordinance. The fiscal impact is reflected in the "Fiscal Impact" section below.
4. Cause the "Certification of Governing Body's Action (PERS Form No. CON-12) and the "Certificate of Compliance with Government code section 7507 (PERS Form No. CON-12A) to be executed by the City Clerk. Those forms are attached.
5. Provide for a 20-day period between the Adoption of the Resolution of Intention and the Adoption of the final Ordinance. Final Adoption of the Ordinance will be January 15, 2020 (28 days from introduction). The Ordinance will be effective February 22, 2020.
6. Certification that the City's Police Officers' Mid-Management Association, the City's Police Captains Association and the City's

December 18, 2019

MPPOMMA, MPPCA, and PCOA Amendment to CalPERS Contract

Page 3

Professional Chief Fire Officers Association members have approved the contract amendment and understand and agree that the required member contribution rate for members subject to Section 20516 (Employees Sharing Additional Cost) of 3% for classic local police members in the Monterey Park Police Officers' Mid-Management Association, Monterey Park Police Captains Association and the Professional Chief Fire Officers Association and .5% for PEPRA local police members in the Monterey Park Police Officers' Mid-Management Association, Monterey Park Police Captains Association and the Professional Chief Fire Officers Association. An employee election has been conducted. The results and City Clerk's certification is Attachment 9.

Note: These resolution and certifications are CalPERS documents and cannot be altered.

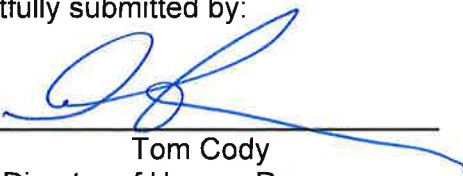
The City's MPPOMMA, MPPCA, and PCOA members have voted a majority agreement to proceed with the amendment and to bear the cost of the employee share of PERS.

FISCAL IMPACT:

Effective the date of the amendment to the contract, the City's CalPERS "employee" rate for MPPOMMA, MPPCA, and PCOA "Classic" and MPPOMMA, MPPCA, and PCOA PEPRA will increase 3.0% and 0.5%, respectively.

City Council approved the MOU for MPPOMMA, MPPCA, and PCOA on October 2, 2019. The proposed CalPERS contract amendment reflects additional employees' contributions to the pension plan and to offset members' additional pension contributions; the City will compensate MPPOMMA and MPPCA members with a salary increase of 3%. For PCOA members, the City will contribute 3% regular monthly salary to the PCOA Classic members' 401(a) Plan and a fixed \$185 to the PCOA PEPRA members' 401(a) Plan. The 2019-2020 budget includes the appropriation to fund the MOU changes and there is no additional cost for the CalPERS contract revision.

Respectfully submitted by:



Tom Cody
Director of Human Resources
and Risk Management

Approved by:



Ron Bow
City Manager

Reviewed by:



Karl H. Berger
Assistant City Attorney

ATTACHMENTS:

1. Resolution No. 12107 (MPPOMMA MOU)
2. Resolution No. 12108 (MPPCA MOU)
3. Resolution No. 12109 (PCOA MOU)
4. Sample Amendment to CalPERS Contract
5. Resolution of Intention to Approve an Amendment to Contract
6. Ordinance
7. Certification of Compliance with Government Code Section 7507 – Form PERS-12A
8. Certification of Governing Body Action – Form PERS-CON-12
9. Certification of Employee Election - Form PERS-CON-15
10. City of Monterey Park/CalPERS Contract

ATTACHMENT 1
Resolution No. 12107 (MPPOMMA MOU)

RESOLUTION NO. 12107

A RESOLUTION APPROVING THE MEMORANDUM OF UNDERSTANDING FOR CONTRACT YEAR 2018-2022 BETWEEN THE CITY OF MONTEREY PARK AND THE MONTEREY PARK POLICE OFFICERS' MID-MANAGEMENT ASSOCIATION.

The City Council for the City of Monterey Park does resolve as follows:

SECTION 1: The City, acting by and through its City Council appointed negotiation team, and representatives of the Monterey Park Police Officers' Mid-Management Association (MPPOMMA), a duly recognized employee organization representing the City of Monterey Park Police Officers' Mid-Management Association employees, met and conferred in good faith and fully communicated and exchanged information concerning wages, retirement funding, hours, and the terms and conditions of employment for contract year 2018-2022.

SECTION 2: The appointed representatives of the parties agreed on certain matters as stated in the attached MOU and recommended that the City and the Union implement those agreements.

SECTION 3: MPPOMMA accepted the Memorandum of Understanding ("MOU") attached as Exhibit "A," and incorporated by reference.

SECTION 4: The City Council approves the MOU for Contract Year 2018-2022 between the City of Monterey Park and the Monterey Park Police Officers' Mid-Management Association (MPPOMMA).

SECTION 5: The City Manager is authorized to execute the MOU on the City's behalf in a form approved by the City Attorney.

SECTION 6: This Resolution will become effective immediately upon adoption and will remain effective unless repealed or superseded.

SECTION 7: The City Clerk will certify to the passage and adoption of this Resolution; will enter the same in the book of original Resolutions of said City; and will make a minute of the passage and adoption thereof in the record of proceedings of the City Council of said City, in the minutes of the meeting at which the same is passed and adopted.

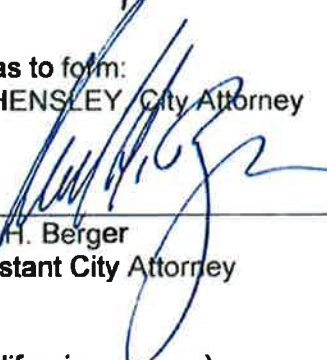
PASSED, AND ADOPTED this 2nd day of October, 2019


Hans Liang
Mayor, City of Monterey Park

ATTEST

Vincent Chang, City Clerk

Approved as to form:
MARK D. HENSLEY, City Attorney

By: 
Karl H. Berger
Assistant City Attorney

State of California)
County of Los Angeles) ss.
City of Monterey Park)

I, Vincent D. Chang, City Clerk of the City of Monterey Park, California, do hereby certify that the foregoing Resolution No. 12107 was duly and regularly adopted by the City Council of the City of Monterey Park at a meeting held on this 2nd day of October, 2019 by the following vote:

AYES: Council Members: Chan, Real Sebastian, Ing, Liang
NOES: Council Members: None
ABSENT: Council Members: Lam
ABSTAIN: Council Members: None

Dated this 2nd day of October, 2019


Vincent D. Chang, City Clerk
City of Monterey Park,
California



MEMORANDUM OF UNDERSTANDING

between

THE CITY OF MONTEREY PARK, CALIFORNIA

and

**THE MONTEREY PARK POLICE OFFICERS' MID-MANAGEMENT
ASSOCIATION**

FOUR-YEAR AGREEMENT: 07/01/2018 – 06/30/2022

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between
THE CITY OF MONTEREY PARK, CALIFORNIA
and
THE MONTEREY PARK POLICE OFFICERS' MID-MANAGEMENT ASSOCIATION
FOUR YEAR AGREEMENT 07/01/2018 – 06/30/2022

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Effective the beginning of the pay period following January 1, 2021, the salary range for Police Lieutenant and Police Sergeant will be increased by 2.7%.

Effective the beginning of the pay period following January 1, 2022, the salary range for Police Lieutenant and Police Sergeant will be increased by 3.5%.

Salary ranges for Police Lieutenant and Police Sergeant are listed in Addendum A.

Longevity: The City will provide a monthly longevity payment of one-hundred dollars (\$100) per month upon completion of twenty (20) years of continuous service. The longevity payment will increase to three-hundred fifty dollars (\$350) per month upon completion of twenty-five (25) years of continuous service.

The parties agree that this is special compensation and shall be reported as such to CalPERS, to the extent legally permissible, pursuant to Title 2 CCR, Section 571(a)(1).

Acting Pay: Unit members assigned by the Police Chief, or his/her designee to perform the duties of a higher level rank shall be compensated with acting pay as \$50 a day extra pay for no more than \$200 in a twenty-eight day scheduling period.

PERFORMANCE EVALUATIONS: No step raises, or other performance-based compensation, shall be delayed by more than sixty (60) calendar days due to the City failing to evaluate the affected employee's performance in a timely manner. However, if an employee who is due a performance evaluation that includes a possible merit increase, does not receive their performance evaluation within sixty (60) calendar days after the date of their annual evaluation date, the merit increase shall process retroactive to the date of the employee's anniversary date for merit increase consideration. The employee is to notify their supervisor and Human Resources at the time the sixty (60) calendar days have been exceeded. A personnel action form will be completed and the merit increase shall be made retroactive to the employee's anniversary date.

ARTICLE 30 - SENIORITY

Time which has been spent in a position designated by the Department as an "acting position" does not qualify as seniority for time served within the acting position rank as credit for completion of a probationary period for the acting rank, or as credit for time in rank for merit pay step increases.

ARTICLE 31 - RETIREMENT

A. **Retirement Benefits** - Retirement Benefits as provided in contract, dated November 1, 1952, with the Public Employees' Retirement System and as follows:

1. Effective June 24, 1989, "Single Highest Year" option;
2. Effective March 20, 1976, "Post Retirement Survivor" option;
3. Effective May 8, 1999, "1959 Survivor's Benefit" - Level 4;

4. Effective August 18, 2001, "3% @ 55" formula Retirement Plan.
 5. Effective November 1, 2003, Military Service Credit as Public Service
- B. All employees who are classic members under the Public Employees Retirement Law shall pay 9% of compensation earnable as the employee contribution to CalPERS.
- C. Employees who are classic members have the retirement formula that existed with the City on December 31, 2012, 3%@55 with single highest year for final compensation. (Tier 1)
- D. Employees who are 'New Members' as defined by the California Public Employees' Pension Reform Act of 2013 (PEPRA) (e.g., an employee hired on or after 1/1/2013 who has never been a CalPERS member or member of a reciprocal system or who has had a break in CalPERS service of at least 6 months or more) will constitute a second tier and be subject to all the applicable PEPRA provisions, which include but are not limited to the following retirement benefits:

Tier 2: "New Members" will have the retirement formula 2.7%@57 and the three year average final compensation. New members contribute one-half of the total normal cost of their retirement benefits as determined annually by CalPERS. In 2016, that contribution is 12%.

- E. Cost-Sharing
Classic Employees:

Employee Paid Retirement Contribution: Classic employees currently pay the nine percent (9%) member contribution. Effective the payroll period following the 2019 CalPERS contract amendment approval, Employees shall also pay an additional three percent (3%) retirement contribution as cost sharing pursuant to Government Code section 20516(a). In accordance with IRS Code section 414(h)(2), the cost sharing will then be treated as a pre-tax deduction.

'New Member' Employees:

"New Member" employees pay their one-half the total normal cost as determined by CalPERS. As of July 1, 2019, that contribution is 12.25%. Effective the payroll period following the CalPERS contract amendment approval, "new members" will contribute .5% cost sharing pursuant to Government Code section 20516(a) in addition to their one-half of the total normal cost as determined by CalPERS. In accordance with IRS Code section 414(h)(2), the cost sharing will then be treated as a pre-tax deduction.

For example, if the required PEPRA contribution is 12.25%, then "new members" will contribute 12.25% (1/2 the normal cost) and .5% as cost-sharing, for a total employee contribution of 12.75%.

The parties agree to cost-sharing of the employer retirement rate as noted above. The City will pursue a contract amendment with CalPERS for the cost-sharing portion of employee contributions toward retirement. The parties agree to complete the contract amendment process. Cost sharing will begin as noted above.

If, at some future date, unit members no longer agree to cost sharing, the City will simultaneously reduce the salary range for all Unit members by 3% and reduce any impacted employees' base pay accordingly.

ARTICLE 32 - MEDICAL EXAMINATION

A medical examination of any employee may be required by the City when job related and consistent with business necessity and will be administered by a medical doctor selected by the City. The City agrees to pay the full cost of the medical examination.

ARTICLE 33 - DEFERRED COMPENSATION PLAN

A deferred compensation plan will be available to all members of the Police Officers Mid-Management Association. Participation in this deferred compensation plan is at the option of the individual employee.

A. One-Time Deferred Compensation Special 457 Catch-up Provision:

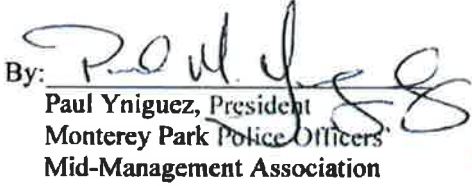
(One-Time is defined by law as an election to "catch-up" underutilized deferrals to a 457 plan, once in a singular year or multiple years, not to exceed 3 years) Federal Law allows 457 participants a one-time catch-up provision to make deferrals to "catch-up" underutilized deferrals from prior years during any or all of the three calendar years ending before the tax year they reach the plans normal retirement age. Normal retirement age for "classic" safety members of PERS is fifty-five (55) years old and fifty-seven (57) years old for "new" members of PERS. All 457 plans of an employer must have the same normal retirement age (NRA). For purposes of the deferred compensation special 457 catch-up provision for the City of Monterey Park, the normal retirement age range shall be considered 51 thru 62 years old.

The intent of this section is to facilitate association members in the final three (3) years prior to their stated retirement date in converting the hourly rate of accrued compensable leave to monies into their contribution to one of the City's deferred compensation providers in accordance with IRS regulations/Federal Law. After an employee defers compensable accrued leave, balances of 120 hours must remain or be maintained in both their sick and vacation accrual banks. If an employee defers compensable leave from a bank that has a formula of payout at retirement (i.e. 50% sick leave at retirement) the deferral does not recalculate the remaining balance. All sick leave hours, per MOU provisions, will be on a fifty percent basis (i.e. a conversion of 100 hours will result in the salary equivalent to 50 hours being deposited into the employees deferred compensation

IN WITNESS HEREOF, the parties hereto have caused this Memorandum of Understanding to be executed this 2nd day of October 2019.

MONTEREY PARK POLICE OFFICERS'
MID-MANAGEMENT ASSOCIATION

CITY OF MONTEREY PARK

By: 
Paul Yniguez, President
Monterey Park Police Officers'
Mid-Management Association

By: 
Ron Bow
City Manager

By:  **JA**
Brent Archibald, Lieutenant
Monterey Park Police Officers'
Mid-Management Association

By: 
Thomas J. Cody, Director
Human Resources & Risk Management

ATTACHMENT 2
Resolution No. 12108 (MPPCA MOU)

RESOLUTION NO. 12108

A RESOLUTION APPROVING THE MEMORANDUM OF UNDERSTANDING FOR CONTRACT YEAR 2018-2022 BETWEEN THE CITY OF MONTEREY PARK AND THE MONTEREY PARK POLICE CAPTAINS' ASSOCIATION.

The City Council for the City of Monterey Park does resolve as follows:

SECTION 1: The City, acting by and through its City Council appointed negotiation team, and representatives of the Monterey Park Police Captains' Association (MPPCA), a duly recognized employee organization representing the City of Monterey Park's Police Captains' Association employees, met and conferred in good faith and fully communicated and exchanged information concerning wages, retirement funding, hours, and the terms and conditions of employment for contract year 2018-2022.

SECTION 2: The appointed representatives of the parties agreed on certain matters as stated in the attached MOU and recommended that the City and the Union implement those agreements.

SECTION 3: MPPCA accepted the Memorandum of Understanding ("MOU") attached as Exhibit "A," and incorporated by reference.

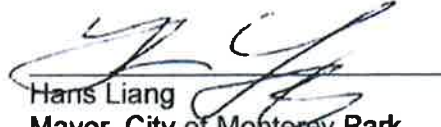
SECTION 4: The City Council approves the MOU for Contract Year 2018-2022 between the City of Monterey Park and the Monterey Park Police Captains' Association (MPPCA).

SECTION 5: The City Manager is authorized to execute the MOU on the City's behalf in a form approved by the City Attorney.

SECTION 6: This Resolution will become effective immediately upon adoption and will remain effective unless repealed or superseded.

SECTION 7: The City Clerk will certify to the passage and adoption of this Resolution; will enter the same in the book of original Resolutions of said City; and will make a minute of the passage and adoption thereof in the record of proceedings of the City Council of said City, in the minutes of the meeting at which the same is passed and adopted.

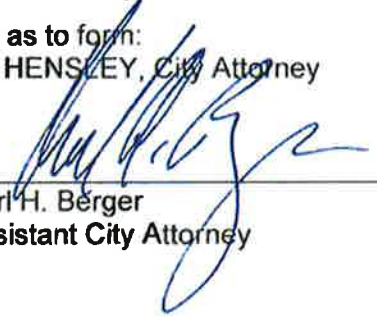
PASSED, AND ADOPTED this 2nd day of October, 2019


Hans Liang
Mayor, City of Monterey Park

ATTEST:


Vincent Chang, City Clerk

Approved as to form:
MARK D. HENSLEY, City Attorney

By: 

Karl H. Berger
Assistant City Attorney

State of California)
County of Los Angeles) ss.
City of Monterey Park)

I, Vincent D. Chang, City Clerk of the City of Monterey Park, California, do hereby certify that the foregoing Resolution No.12108 was duly and regularly adopted by the City Council of the City of Monterey Park at a meeting held on this 2nd day of October, 2019 by the following vote:

AYES: Council Members: Chan, Real Sebastian, Ing, Liang
NOES: Council Members: None
ABSENT: Council Members: Lam
ABSTAIN: Council Members: None

Dated this 2nd day of October, 2019



Vincent D. Chang, City Clerk
City of Monterey Park,
California



MEMORANDUM OF UNDERSTANDING

between

THE CITY OF MONTEREY PARK, CALIFORNIA

and

THE MONTEREY PARK POLICE CAPTAINS' ASSOCIATION

FOUR-YEAR AGREEMENT: 07/01/2018 – 06/30/2022

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between
THE CITY OF MONTEREY PARK, CALIFORNIA
and
THE MONTEREY PARK POLICE CAPTAINS' ASSOCIATION
FOUR YEAR AGREEMENT 07/01/2018 – 06/30/2022

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4. Performance evaluations and consideration of merit adjustments shall be due annually on the employee's anniversary of the probationary appointment to his/her position classification. Any employee on a leave of absence (paid or unpaid) for more than 30 days in a rating period shall have their annual review date adjusted accordingly. No step raises, or other performance-based compensation, shall be delayed by more than sixty (60) calendar days due to the City failing to evaluate the affected employee's performance in a timely manner. However, if an employee who is due a performance evaluation that includes a possible merit increase, does not receive their performance evaluation within sixty (60) calendar days after the date of their annual evaluation date, the merit increase shall process retroactive to the date of the employee's anniversary date for merit increase consideration. The employee is to notify their supervisor and Human Resources at the time the sixty (60) calendar days have been exceeded. A personnel action form will be completed and the merit increase shall be made retroactive to the employee's anniversary date.
5. Recommendations for step increases or denial of step increases must be accompanied by a performance evaluation to substantiate performance. An Employee Appraisal and Development Report shall be completed and forwarded to the Human Resources Department prior to any department approved increase being processed for payment. In order for employees to receive increases in a timely manner, the Report should be received by the Human Resources Department by the beginning of the pay period in which the increase is due.
6. Nothing in this Article shall prevent the Chief of Police from exercising management rights to suspend, reduce, demote, layoff, or terminate for cause an employee in accordance with City Personnel Rule XIII - Changes in Employment Status, or Rule XIV - Separation from the Service, or Rule XV - Disciplinary Proceedings.

ARTICLE 29- RETIREMENT

- A. Retirement Benefits - Retirement Benefits as provided in contract, dated November 1, 1952, with the Public Employees' Retirement System and as follows:
 1. Effective July 1, 1995, PERS "2% @ 50" formula Retirement Plan;
 2. Effective June 24, 1989, "Single Highest Year" option;
 3. Effective March 20, 1976, "Post Retirement Survivor" option;
 4. Effective May 8, 1999, "1959 Survivor's Benefit" - Level 4;
 5. Effective August 18, 2001, "3% @ 55" formula Retirement Plan;
 6. Effective November 1, 2003, Military Service Credit as Public Service.
- B. All employees who are classic members under the Public Employees' Retirement Law shall pay 9% of compensation earnable as the employee contribution to CalPERS.
- C. Employees who are classic members have the retirement formula that existed with the City on December 31, 2012, 3% @ 55 with single highest year for final compensation (Tier 1).
- D. Employees who are 'New Members' as defined by the California Public Employees' Pension

Reform Act of 2013 (PEPRA) (e.g., an employee hired on or after 1/1/2013 who has never been a CalPERS member or member of a reciprocal system or who has had a break in CalPERS service of at least 6 months or more) will constitute a second tier and be subject to all the applicable PEPRA provisions, which include but are not limited to the following retirement benefits:

Tier 2: "New Members" will have the retirement formula 2.7%@57 and the three year average final compensation. New members contribute one-half of the total normal cost of their retirement benefits as determined by CalPERS. In 2016, that contribution is 12%.

E. Cost-Sharing
Classic Employees:

Employee Paid Retirement Contribution: Classic employees currently pay the nine percent (9%) member contribution. Effective the payroll period following the 2019 CalPERS contract amendment approval, Employees shall also pay an additional three percent (3%) retirement contribution as cost sharing pursuant to Government Code section 20516(a). In accordance with IRS Code section 414(h)(2), the cost sharing will then be treated as a pre-tax deduction.

'New Member' Employees:

"New Member" employees pay their one-half the total normal cost as determined by CalPERS. As of July 1, 2019, that contribution is 12.25%. Effective the payroll period following the CalPERS contract amendment approval, "new members" will contribute .5% cost sharing pursuant to Government Code section 20516(a) in addition to their one-half of the total normal cost as determined by CalPERS. In accordance with IRS Code section 414(h)(2), the cost sharing will then be treated as a pre-tax deduction.

For example, if the required PEPRA contribution is 12.25%, then "new members" will contribute 12.25% (1/2 the normal cost) and .5% as cost-sharing, for a total employee contribution of 12.75%.

The parties agree to cost-sharing of the employer retirement rate as noted above. The City will pursue a contract amendment with CalPERS for the cost-sharing portion of employee contributions toward retirement. The parties agree to complete the contract amendment process. Cost sharing will begin as noted above.

If, at some future date, unit members no longer agree to cost sharing, the City will simultaneously reduce the salary range for all Unit members by 3% and reduce any impacted employees' base pay accordingly.

ARTICLE 30 - MEDICAL EXAMINATION

A medical examination may be required by the City when job related and consistent with business necessity to ensure the employee is free from any physical, emotional, or mental condition that might adversely affect the exercise of powers of a peace officer as permitted by Government Code 1031(f). The exam will be administered by a medical doctor selected by the City. The City agrees to pay the full cost of the medical examination.

**MONTEREY PARK POLICE
CAPTAINS' UNIT**

By: 
Steven Coday, Captain
Monterey Park Police Department

By: 
Kelly Gordon, Captain
Monterey Park Police Department

CITY OF MONTEREY PARK

By: 
Ron Bow
City Manager

By: 
Thomas J. Cody, Director
Human Resources & Risk Management

ATTACHMENT 3
Resolution No. 12109 (PCOA MOU)

RESOLUTION NO. 12109

A RESOLUTION APPROVING THE MEMORANDUM OF UNDERSTANDING FOR CONTRACT YEAR 2018-2022 BETWEEN THE CITY OF MONTEREY PARK AND THE MONTEREY PARK PROFESSIONAL CHIEF OFFICERS' ASSOCIATION.

The City Council for the City of Monterey Park does resolve as follows:

SECTION 1: The City, acting by and through its City Council appointed negotiation team, and representatives of the Monterey Park Professional Chief Officers' Association (PCOA), a duly recognized employee organization representing the City of Monterey Parks Fire Battalion Chief Officer employees, met and conferred in good faith and fully communicated and exchanged information concerning wages, retirement funding, hours, and the terms and conditions of employment for contract year 2018-2022.

SECTION 2: The appointed representatives of the parties agreed on certain matters as stated in the attached MOU and recommended that the City and the Union implement those agreements.

SECTION 3: PCOA accepted the Memorandum of Understanding ("MOU") attached as Exhibit "A," and incorporated by reference.

SECTION 4: The City Council approves the MOU for Contract Year 2018-2022 between the City of Monterey Park and the Monterey Park Professional Chief Officers' Association (PCOA).

SECTION 5: The City Manager is authorized to execute the MOU on the City's behalf in a form approved by the City Attorney.

SECTION 6: This Resolution will become effective immediately upon adoption and will remain effective unless repealed or superseded.

SECTION 7: The City Clerk will certify to the passage and adoption of this Resolution; will enter the same in the book of original Resolutions of said City; and will make a minute of the passage and adoption thereof in the record of proceedings of the City Council of said City, in the minutes of the meeting at which the same is passed and adopted.

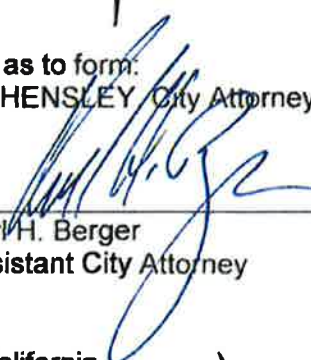
PASSED, AND ADOPTED this 2nd day of October, 2019


Hans Liang
Mayor, City of Monterey Park

ATTEST:


Vincent Chang, City Clerk

Approved as to form:
MARK D. HENSLEY, City Attorney

By: 

Karl H. Berger
Assistant City Attorney

State of California)
County of Los Angeles) ss.
City of Monterey Park)

I, Vincent D. Chang, City Clerk of the City of Monterey Park, California, do hereby certify that the foregoing Resolution No. 12109 was duly and regularly adopted by the City Council of the City of Monterey Park at a meeting held on this 2nd day of October, 2019 by the following vote:

AYES: Council Members: Chan, Real Sebastian, Ing, Liang
NOES: Council Members: None
ABSENT: Council Members: Lam
ABSTAIN: Council Members: None

Dated this 2nd day of October, 2019



Vincent D. Chang, City Clerk
City of Monterey Park,
California



MEMORANDUM OF UNDERSTANDING

between

THE CITY OF MONTEREY PARK, CALIFORNIA

and

**THE MONTEREY PARK PROFESSIONAL CHIEF OFFICERS'
ASSOCIATION**

FOUR-YEAR AGREEMENT: July 1, 2018 – June 30, 2022

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Between

THE CITY OF MONTEREY PARK

and

THE MONTEREY PARK PROFESSIONAL CHIEF OFFICERS' ASSOCIATION

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- D. The parties agree that this is special compensation and shall be reported as such to CalPERS, to the extent legally permissible, pursuant to Title 2 CCR, Section 571 (a)(2) – Educational Incentive Pay.

ARTICLE 19 - TRAVEL REIMBURSEMENT

Mileage is reimbursed for travel in connection with City business. Prior approval must be obtained from the immediate supervisor or Fire Chief. Mileage forms are available in the department and, if travel is required frequently during a month, reimbursement will be made once each month. Completed mileage forms shall be submitted to the Fire Chief.

ARTICLE 20 - RETIREMENT BENEFITS

A. Retirement benefits are provided pursuant to a contract with the California Public Employees' Retirement System (CalPERS). For all Safety employees, the contract includes the Post Retirement Survivor option, the 1959 Survivor's benefit – Level 4, and Military Service Credit as Public Service.

B. Employees who are "classic" members under the CalPERS regulations have the retirement formula that existed with the City on December 31, 2012, 3%@55 with single highest year for final compensation. Classic employees shall pay nine percent (9%) compensation earnable as the employee contribution to CalPERS.

C. Employees who are "new members" as defined by the California Public Employees' Pension Reform Act of 2013 (PEPRA) (e.g., an employee hired on or after 1/1/2013 who has never been a CalPERS member or a member of a reciprocal system or who has had a break in service of at least six months or more) will have the retirement formula 2.7%@57 with a three year average for final compensation. New members contribute one-half the total normal cost as set by CalPERS each year.

D. Cost-Sharing
Classic Employees:

Employee Paid Retirement Contribution: Classic employees currently pay the nine percent (9%) member contribution. Effective the payroll period following the 2019/20 CalPERS contract amendment approval, Employees shall also pay an additional three percent (3%) retirement contribution (up to twelve percent 12%) as cost sharing pursuant to Government Code section 20516(a). In accordance with IRS Code section 414(h)(2), the cost sharing will then be treated as a pre-tax deduction.

'New Member' Employees:

"New Member" employees pay their one-half the total normal cost as determined by CalPERS. As of July 1, 2019, that contribution is 12.25%. Effective the payroll period following the CalPERS contract amendment approval, "new members" will contribute .5% cost sharing pursuant to Government Code section 20516(a) in addition to their one-half of the total normal cost as determined by CalPERS. In

accordance with IRS Code section 414(h)(2), the cost sharing will then be treated as a pre-tax deduction.

For example, if the required PEPPRA contribution is 12.25%, then “new members” will contribute 12.25% (1/2 the normal cost) and .5% as cost-sharing, for a total employee contribution of 12.75%.

The parties agree to cost-sharing of the employer retirement rate as noted above. The City will pursue a contract amendment with CalPERS for the cost-sharing portion of employee contributions toward retirement. The parties agree to complete the contract amendment process. Cost sharing will begin as noted above.

If, at some future date, unit members no longer agree to cost sharing, the City will simultaneously reduce the salary range for all Unit members by 3% and reduce any impacted employees’ base pay accordingly.

ARTICLE 21 - SALARIES AND WAGES

SALARY RANGES

- A. Salary ranges for classifications in this unit are identified in Addendum A.
- B. Effective the beginning of the pay period following January 1, 2021, the salary range for Division Chief will be increased by 2.5%.
- C. Longevity Pay

The City will provide a monthly longevity payment of one-hundred dollars (\$100) per month upon completion of twenty (20) years of continuous service. The longevity payment will increase to three-hundred fifty dollars (\$350) per month upon completion of twenty-five (25) years of continuous service.

The parties agree that this is special compensation and shall be reported as such to CalPERS, to the extent legally permissible, pursuant to Title 2 CCR, Section 571 (a)(1).

D. Salary Range Advancement

Advancement within the 5-step salary range shall be subject to the terms and conditions as set forth under City policy.

E. EMT-D Premium Pay

1. Following Department of Health Services approval of the Fire Department’s AED program, individuals who are in possession of valid certification as Emergency Medical Technician – Defibrillator (EMT-D) shall receive \$200.00 per month premium pay. Individuals holding an EMT-P (Paramedic) certification are not eligible for premium pay under this section

IN WITNESS HEREOF, the parties hereto have caused this Memorandum of Understanding to be executed this 2nd day of October, 2019.

**MONTEREY PARK PROFESSIONAL
CHIEF OFFICERS' ASSOCIATION**

CITY OF MONTEREY PARK

By: Matthew Hallock
Matthew Hallock
Division Chief

By: Ronald Bow
Ronald Bow
City Manager

By: Mark Khail
Mark Khail
Division Chief

By: Thomas J. Cody
Thomas J. Cody, Director
Human Resources & Risk Management

By: Ken Leasure
Ken Leasure
Division Chief

ATTACHMENT 4

Sample Amendment to CalPERS Contract



EXHIBIT

California
Public Employees' Retirement System

AMENDMENT TO CONTRACT

Between the
Board of Administration
California Public Employees' Retirement System
and the
City Council
City of Monterey Park

The Board of Administration, California Public Employees' Retirement System, hereinafter referred to as Board, and the governing body of the above public agency, hereinafter referred to as Public Agency, having entered into a contract effective November 1, 1952, and witnessed August 11, 1952, and as amended effective March 1, 1961, July 1, 1963, March 15, 1969, January 1, 1971, March 20, 1976, April 3, 1976, June 27, 1987, June 24, 1989, July 7, 1990, December 31, 1990, June 15, 1996, May 8, 1999, June 24, 2000, October 7, 2000, August 18, 2001, November 1, 2003, April 5, 2008, June 27, 2009, January 9, 2010, July 17, 2010, June 15, 2019 and October 19, 2019 which provides for participation of Public Agency in said System, Board and Public Agency hereby agree as follows:

- A. Paragraphs 1 through 17 are hereby stricken from said contract as executed effective October 19, 2019, and hereby replaced by the following paragraphs numbered 1 through 17 inclusive:
1. All words and terms used herein which are defined in the Public Employees' Retirement Law shall have the meaning as defined therein unless otherwise specifically provided. "Normal retirement age" shall mean age 55 for classic local miscellaneous members, age 62 for new local miscellaneous members, age 55 for classic local safety members and age 57 for new local safety members.

PLEASE DO NOT SIGN "EXHIBIT ONLY"

2. Public Agency shall participate in the Public Employees' Retirement System from and after November 1, 1952 making its employees as hereinafter provided, members of said System subject to all provisions of the Public Employees' Retirement Law except such as apply only on election of a contracting agency and are not provided for herein and to all amendments to said Law hereafter enacted except those, which by express provisions thereof, apply only on the election of a contracting agency.
3. Public Agency agrees to indemnify, defend and hold harmless the California Public Employees' Retirement System (CalPERS) and its trustees, agents and employees, the CalPERS Board of Administration, and the California Public Employees' Retirement Fund from any claims, demands, actions, losses, liabilities, damages, judgments, expenses and costs, including but not limited to interest, penalties and attorney fees that may arise as a result of any of the following:
 - (a) Public Agency's election to provide retirement benefits, provisions or formulas under this Contract that are different than the retirement benefits, provisions or formulas provided under the Public Agency's prior non-CalPERS retirement program.
 - (b) Any dispute, disagreement, claim, or proceeding (including without limitation arbitration, administrative hearing, or litigation) between Public Agency and its employees (or their representatives) which relates to Public Agency's election to amend this Contract to provide retirement benefits, provisions or formulas that are different than such employees' existing retirement benefits, provisions or formulas.
 - (c) Public Agency's agreement with a third party other than CalPERS to provide retirement benefits, provisions, or formulas that are different than the retirement benefits, provisions or formulas provided under this Contract and provided for under the California Public Employees' Retirement Law.
4. Employees of Public Agency in the following classes shall become members of said Retirement System except such in each such class as are excluded by law or this agreement:
 - a. Local Fire Fighters (herein referred to as local safety members);
 - b. Local Police Officers (herein referred to as local safety members);
 - c. Employees other than local safety members (herein referred to as local miscellaneous members).

5. In addition to the classes of employees excluded from membership by said Retirement Law, the following classes of employees shall not become members of said Retirement System:
 - a. **MISCELLANEOUS EMPLOYEES AGE 55 OR OVER ON APRIL 13, 1976; AND**
 - b. **PART-TIME RECREATION LEADER POOL MANAGER/SWIM COACH FOR THE FIRST 36 MONTHS OF EMPLOYMENT.**
6. The percentage of final compensation to be provided for classic local miscellaneous members in employment before and not on or after April 5, 2008 for each year of credited prior service is 0% and the percentage of final compensation to be provided for each year of credited current service is 100% and determined in accordance with Section 21354 of said Retirement Law (2% at age 55 Full).
7. The percentage of final compensation to be provided for classic local miscellaneous members in employment on or after April 5, 2008 and prior to January 9, 2010 for each year of credited prior service is 0% and the percentage of final compensation to be provided for each year of credited current service is 100% and determined in accordance with Section 21354.4 of said Retirement Law (2.5% at age 55 Full).
8. The percentage of final compensation to be provided for classic local miscellaneous members in employment on or after January 9, 2010 for each year of credited prior service is 0% and the percentage of final compensation to be provided for each year of credited current service is 100% and determined in accordance with Section 21354.5 of said Retirement Law (2.7% at age 55 Full).
9. The percentage of final compensation to be provided for each year of credited prior and current service as a new local miscellaneous member shall be determined in accordance with Section 7522.20 of said Retirement Law (2% at age 62 Full).
10. The percentage of final compensation to be provided for each year of credited prior and current service as a classic local safety member shall be determined in accordance with Section 21363.1 of said Retirement Law (3% at age 55 Full).
11. The percentage of final compensation to be provided for each year of credited prior and current service as a new local safety member shall be determined in accordance with Section 7522.25(d) of said Retirement Law (2.7% at age 57 Full).

PLEASE DO NOT SIGN "EXHIBIT ONLY"

12. Public Agency elected and elects to be subject to the following optional provisions:

- a. Section 20965 (Credit for Unused Sick Leave).
- b. Section 20042 (One-Year Final Compensation) for classic members only.
- c. Sections 21624 and 21626 (Post-Retirement Survivor Allowance) for local safety members only.
- d. Section 21574 (Fourth Level of 1959 Survivor Benefits).
- e. Section 21024 (Military Service Credit as Public Service).
- f. Section 21548 (Pre-Retirement Option 2W Death Benefit) for local miscellaneous members only.
- g. Section 20903 (Two Years Additional Service Credit).
- h. Section 20516 (Employees Sharing Additional Cost):

From and after June 15, 2019, 3% for classic local fire members in the Monterey Park Firefighters' Association.

From and after June 15, 2019, .5% for new local fire members in the Monterey Park Firefighters' Association.

From and after October 19, 2019, 3% for classic local police members in the Monterey Park Police Officers' Association.

From and after October 19, 2019, .5% for new local police members in the Monterey Park Police Officers' Association.

From and after the effective date of this amendment to contract, 3% for classic local police members in the Monterey Park Police Officers' Mid-Management Association and Monterey Park Police Captains' Association.

From and after the effective date of this amendment to contract, 3% for classic local fire members in the Monterey Park Professional Chief Officers' Association.

From and after the effective date of this amendment to contract, .5% for new police members in the Monterey Park Police Officers' Mid-Management Association and Monterey Park Police Captains' Association.

PLEASE DO NOT SIGN "EXHIBIT ONLY"

From and after the effective date of this amendment to contract, .5% for new fire members in the Monterey Park Professional Chief Officers' Association.

The portion of the employer's contribution that the member agrees to contribute from his or her compensation, over and above the member's normal contribution ("Cost Sharing Percentage") shall not exceed the Employer Normal Cost Rate, as that rate is defined in the CalPERS Actuarial Valuation for the relevant fiscal year. If the Cost Sharing Percentage will exceed the relevant Employer Normal Cost Rate, the Cost Sharing Percentage shall automatically be reduced to an amount equal to, and not to exceed, the Employer Normal Cost Rate for the relevant fiscal year.

13. Public Agency, in accordance with Government Code Section 20834, shall not be considered an "employer" for purposes of the Public Employees' Retirement Law. Contributions of the Public Agency shall be fixed and determined as provided in Government Code Section 20834, and such contributions hereafter made shall be held by the Board as provided in Government Code Section 20834.
14. Public Agency shall contribute to said Retirement System the contributions determined by actuarial valuations of prior and future service liability with respect to local miscellaneous members and local safety members of said Retirement System.
15. Public Agency shall also contribute to said Retirement System as follows:
 - a. Contributions required per covered member on account of the 1959 Survivor Benefits provided under Section 21574 of said Retirement Law. (Subject to annual change.) In addition, all assets and liabilities of Public Agency and its employees shall be pooled in a single account, based on term insurance rates, for survivors of all local miscellaneous members and local safety members.
 - b. A reasonable amount, as fixed by the Board, payable in one installment within 60 days of date of contract to cover the costs of administering said System as it affects the employees of Public Agency, not including the costs of special valuations or of the periodic investigation and valuations required by law.
 - c. A reasonable amount, as fixed by the Board, payable in one installment as the occasions arise, to cover the costs of special valuations on account of employees of Public Agency, and costs of the periodic investigation and valuations required by law.

16. Contributions required of Public Agency and its employees shall be subject to adjustment by Board on account of amendments to the Public Employees' Retirement Law, and on account of the experience under the Retirement System as determined by the periodic investigation and valuation required by said Retirement Law.
17. Contributions required of Public Agency and its employees shall be paid by Public Agency to the Retirement System within fifteen days after the end of the period to which said contributions refer or as may be prescribed by Board regulation. If more or less than the correct amount of contributions is paid for any period, proper adjustment shall be made in connection with subsequent remittances. Adjustments on account of errors in contributions required of any employee may be made by direct payments between the employee and the Board.

B. This amendment shall be effective on the _____ day of _____.

BOARD OF ADMINISTRATION
PUBLIC EMPLOYEES' RETIREMENT SYSTEM

CITY COUNCIL
CITY MONTEREY PARK

BY _____
ARNITA PAIGE, CHIEF
PENSION CONTRACTS AND PREFUNDING
PROGRAMS DIVISION

BY _____
PRESIDING OFFICER

Witness Date

Attest,

Clerk

ATTACHMENT 5

**Resolution of Intention to Approve an Amendment
to Contract**

RESOLUTION NO. _____

**A RESOLUTION OF INTENTION
TO APPROVE AN AMENDMENT TO CONTRACT
BETWEEN THE
BOARD OF ADMINISTRATION
CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
AND THE
CITY COUNCIL
CITY OF MONTEREY PARK**

WHEREAS, the Public Employees' Retirement Law permits the participation of public agencies and their employees in the Public Employees' Retirement System by the execution of a contract, and sets forth the procedure by which said public agencies may elect to subject themselves and their employees to amendments to said Law; and

WHEREAS, one of the steps in the procedures to amend this contract is the adoption by the governing body of the public agency of a resolution giving notice of its intention to approve an amendment to said contract, which resolution shall contain a summary of the change proposed in said contract; and

WHEREAS, the following is a statement of the proposed change:

To provide Section 20516 (Employees Sharing Additional Cost) of 3% for classic local police members in the Monterey Park Police Officers' Mid-Management Association and Monterey Park Police Captains' Association; 3% for classic local fire members in the Monterey Park Professional Chief Officers' Association; .5% for new local police members in the Monterey Park Police Officers' Mid-Management Association and Monterey Park Police Captains' Association and .5% for new local fire members in the Monterey Park Professional Chief Officers' Association.

NOW, THEREFORE, BE IT RESOLVED that the governing body of the above agency does hereby give notice of intention to approve an amendment to the contract between said public agency and the Board of Administration of the Public Employees' Retirement System, a copy of said amendment being attached hereto, as an "Exhibit" and by this reference made a part hereof.

SIGNATURES ON NEXT PAGE

Resolution No. _____
Page 2 of 2

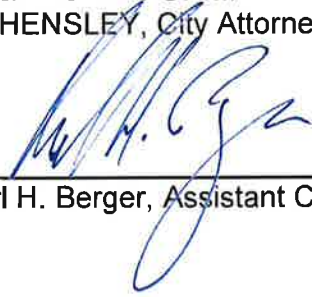
PASSED, ADOPTED AND APPROVED this ____ day of _____, 2019.

Hans Liang
Mayor, City of Monterey Park

ATTEST:

Vincent D. Chang, City Clerk

APPROVED AS TO FORM:
MARK D. HENSLEY, City Attorney

By: 

Karl H. Berger, Assistant City Attorney

State of California)
County of Los Angeles) §
City of Monterey Park)

I, Vincent D. Chang, City Clerk of the City of Monterey Park, California, do hereby certify that the foregoing Resolution No. _____ was duly and regularly adopted by the City Council of the City of Monterey Park at a regular meeting held on the ____ day of _____, 2019 by the following vote:

Ayes:	Council Members:
Nays:	Council Members:
Absent:	Council Members:
Abstain:	Council Members:

Dated this ____ day of _____, 2019.

Vincent D. Chang, City Clerk
City of Monterey Park, California

ATTACHMENT 6

Ordinance

ORDINANCE NO. _____

**An Ordinance of the City Council of the City of Monterey Park authorizing
an amendment to the contract between the City Council of the City of
Monterey Park and the Board of Administration of the California Public
Employees' Retirement System.**

The City Council of the City of Monterey Park does ordain as follows:

SECTION 1. That an amendment to the contract between the City Council of the City of Monterey Park and the Board of Administration, California Public Employees' Retirement System is hereby authorized, a copy of said amendment being attached hereto, marked Exhibit, and by such reference made a part hereof as though herein set out in full.

SECTION 2. The Mayor of the City Council City of Monterey Park is hereby authorized, empowered, and directed to execute said amendment for and on behalf of said Agency.

SECTION 3. This Ordinance shall take effect 30 days after the date of its adoption, and prior to the expiration of 15 days from the passage thereof shall be published at least once in *The Wave*, a newspaper of general circulation, published and circulated in the County of Los Angeles and thenceforth and thereafter the same shall be in full force and effect.

SECTION 4. The City Clerk shall certify to the passage and adoption of this Ordinance and to its approval by the Mayor and said Ordinance shall become effective thirty days after adoption.

PASSED, APPROVED AND ADOPTED this _____ day of _____, 2019.

Hans Liang, Mayor
City of Monterey Park, California

ATTEST:

Vincent D. Chang, City Clerk
City of Monterey Park, California

APPROVED AS TO FORM:
Mark D. Hensley, City Attorney

By:


Karl H. Berger, Assistant City Attorney

State of California)
County of Los Angeles) §
City of Monterey Park)

I, Vincent D. Chang, City Clerk of the City of Monterey Park, California, do hereby certify that the foregoing Resolution No. _____ was duly and regularly adopted by the City Council of the City of Monterey Park at a regular meeting held on the ____ day of _____, 2019 by the following vote:

Ayes:	Council Members:
Nays:	Council Members:
Absent:	Council Members:
Abstain:	Council Members:

Dated this ____ day of _____, 2019.

Vincent D. Chang, City Clerk
City of Monterey Park, California

ATTACHMENT 7
Certification of Compliance with Government
Code Section 7507 – Form PERS-12A



California Public Employees' Retirement System
Financial Office | Pension Contracts and Prefunding Programs Division
P.O. Box 942703, Sacramento, CA 94229-2703
888 CalPERS (or 888-225-7377) | TTY: (877) 249-7442 | www.calpers.ca.gov

Certification of Compliance with Government Code Section 7507

I hereby certify that in accordance with Government Code section 7507, the future annual costs as determined by the California Public Employees' Retirement System for the increase or change in retirement benefit(s) have been made public at a public meeting of the _____
City Council _____ of the _____ City of Monterey Park

(governing body)

(public agency)

on _____ which is at least two weeks prior to the adoption of the Resolution /
(date)

Ordinance. Adoption of the retirement benefit increase or change will not be placed on the consent calendar.

Clerk/Secretary

Title

Date _____

ATTACHMENT 8
Certification of Governing Body Action – Form
PERS-CON-12



California Public Employees' Retirement System
Financial Office | Pension Contracts and Prefunding Programs Division
P.O. Box 942703, Sacramento, CA 94229-2703
888 CalPERS (or 888-225-7377) | TTY: (877) 249-7442 | www.calpers.ca.gov

Certification of Governing Body's Action

I hereby certify that the foregoing is a true and correct copy of a Resolution adopted by the

City Council

of the

(governing body)

City of Monterey Park

(public agency)

on _____
(date)

Clerk/Secretary

Title

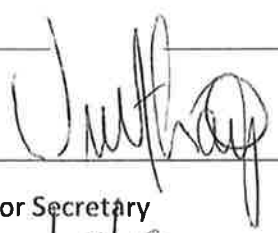
ATTACHMENT 9
**Certification of Employee Election - Form PERS-
CON-15**



California Public Employees' Retirement System
Financial Office | Pension Contracts and Prefunding Programs Division
P.O. Box 942703, Sacramento, CA 94229-2703
888 CalPERS (or 888-225-7377) | TTY: (877) 249-7442 | www.calpers.ca.gov

Certification of Employee Election

I hereby certify that the following employees of the City of Monterey Park have expressed their approval or disapproval of said agency's intention to amend its contract to provide Section 20516 (Employees Sharing Additional Cost) of 3% for classic local police members in the Monterey Park Police Officers' Mid-Management Association and Monterey Park Police Captains' Association; 3% for classic local fire members in the Monterey Park Professional Chief Officers' Association; .5% for new local police members in the Monterey Park Police Officers' Mid-Management Association and Monterey Park Police Captains' Association and .5% for new local fire members in the Monterey Park Professional Chief Officers' Association on the basis described in the Resolution of Intention adopted by said agency's governing body on _____, _____, in such manner as to permit each employee to separately and secretly express his choice and that the outcome of such election was as follows:

	Number of employees eligible to vote	Number of votes approving said participation	Number of votes disapproving said participation
Local Police Officers as defined in section 20425	17	15	0
Local Fire Fighters as defined in section 20433	3	3	0
			
		Clerk or Secretary	
		12/3/19	
		Date	

(Amendment)

PERS-CON-15 (Rev. 1/09/19)

December 18, 2019

MPPMMA, MPPCA, and PCOA Amendment to CalPERS Contract

Page 14

ATTACHMENT 10

City of Monterey Park/CalPERS Contract



California
Public Employees' Retirement System

AMENDMENT TO CONTRACT

**Between the
Board of Administration
California Public Employees' Retirement System
and the
City Council
City of Monterey Park**

The Board of Administration, California Public Employees' Retirement System, hereinafter referred to as Board, and the governing body of the above public agency, hereinafter referred to as Public Agency, having entered into a contract effective November 1, 1952, and witnessed August 11, 1952, and as amended effective March 1, 1961, July 1, 1963, March 15, 1969, January 1, 1971, March 20, 1976, April 3, 1976, June 27, 1987, June 24, 1989, July 7, 1990, December 31, 1990, July 3, 1993, June 15, 1996, May 8, 1999, June 24, 2000, October 7, 2000, August 18, 2001, November 1, 2003, April 5, 2008, June 27, 2009 January 9, 2010 which provides for participation of Public Agency in said System, Board and Public Agency hereby agree as follows:

- A. Paragraphs 1 through 15 are hereby stricken from said contract as executed effective January 9, 2010, and hereby replaced by the following paragraphs numbered 1 through 15 inclusive:
 - 1. All words and terms used herein which are defined in the Public Employees' Retirement Law shall have the meaning as defined therein unless otherwise specifically provided. "Normal retirement age" shall mean age 55 for local miscellaneous members and age 55 for local safety members.

2. Public Agency shall participate in the Public Employees' Retirement System from and after November 1, 1952 making its employees as hereinafter provided, members of said System subject to all provisions of the Public Employees' Retirement Law except such as apply only on election of a contracting agency and are not provided for herein and to all amendments to said Law hereafter enacted except those, which by express provisions thereof, apply only on the election of a contracting agency.
3. Public Agency agrees to indemnify, defend and hold harmless the California Public Employees' Retirement System (CalPERS) and its trustees, agents and employees, the CalPERS Board of Administration, and the California Public Employees' Retirement Fund from any claims, demands, actions, losses, liabilities, damages, judgments, expenses and costs, including but not limited to interest, penalties and attorneys fees that may arise as a result of any of the following:
 - (a) Public Agency's election to provide retirement benefits, provisions or formulas under this Contract that are different than the retirement benefits, provisions or formulas provided under the Public Agency's prior non-CalPERS retirement program.
 - (b) Public Agency's election to amend this Contract to provide retirement benefits, provisions or formulas that are different than existing retirement benefits, provisions or formulas.
 - (c) Public Agency's agreement with a third party other than CalPERS to provide retirement benefits, provisions, or formulas that are different than the retirement benefits, provisions or formulas provided under this Contract and provided for under the California Public Employees' Retirement Law.
 - (d) Public Agency's election to file for bankruptcy under Chapter 9 (commencing with section 901) of Title 11 of the United States Bankruptcy Code and/or Public Agency's election to reject this Contract with the CalPERS Board of Administration pursuant to section 365, of Title 11, of the United States Bankruptcy Code or any similar provision of law.
 - (e) Public Agency's election to assign this Contract without the prior written consent of the CalPERS' Board of Administration.

- (f) The termination of this Contract either voluntarily by request of Public Agency or involuntarily pursuant to the Public Employees' Retirement Law.
 - (g) Changes sponsored by Public Agency in existing retirement benefits, provisions or formulas made as a result of amendments, additions or deletions to California statute or to the California Constitution.
- 4. Employees of Public Agency in the following classes shall become members of said Retirement System except such in each such class as are excluded by law or this agreement:
 - a. Local Fire Fighters (herein referred to as local safety members);
 - b. Local Police Officers (herein referred to as local safety members);
 - c. Employees other than local safety members (herein referred to as local miscellaneous members).
- 5. In addition to the classes of employees excluded from membership by said Retirement Law, the following classes of employees shall not become members of said Retirement System:
 - a. **MISCELLANEOUS EMPLOYEES AGE 55 OR OVER ON APRIL 13, 1976; AND**
 - b. **PART-TIME RECREATION LEADER POOL MANAGER/SWIM COACH FOR THE FIRST 36 MONTHS OF EMPLOYMENT.**
- 6. The percentage of final compensation to be provided for local miscellaneous members in employment before and not on or after April 5, 2008 for each year of credited prior service is 0% and the percentage of final compensation to be provided for each year of credited current service is 100% and determined in accordance with Section 21354 of said Retirement Law (2% at age 55 Full).
- 7. The percentage of final compensation to be provided for local miscellaneous members in employment on or after April 5, 2008 and not on or after January 9, 2010 for each year of credited prior service is 0% and the percentage of final compensation to be provided for each year of credited current service is 100% and determined in accordance with Section 21354.4 of said Retirement Law (2.5% at age 55 Full).
- 8. The percentage of final compensation to be provided for local miscellaneous members in employment on or after January 9, 2010 for each year of credited prior service is 0% and the percentage of final compensation to be provided for each year of credited current service is 100% and determined in accordance with Section 21354.5 of said Retirement Law (2.7% at age 55 Full).

9. The percentage of final compensation to be provided for each year of credited prior and current service as a local safety member shall be determined in accordance with Section 21363.1 of said Retirement Law (3% at age 55 Full).
10. Public Agency elected and elects to be subject to the following optional provisions:
 - a. Section 20965 (Credit for Unused Sick Leave) for local miscellaneous members only.
 - b. Section 20042 (One-Year Final Compensation).
 - c. Sections 21624 and 21626 (Post-Retirement Survivor Allowance) for local safety members only.
 - d. Section 21574 (Fourth Level of 1959 Survivor Benefits).
 - e. Section 21024 (Military Service Credit as Public Service).
 - f. Section 21548 (Pre-Retirement Option 2W Death Benefit) for local miscellaneous members only.
 - g. Section 20903 (Two Years Additional Service Credit).
11. Public Agency, in accordance with Government Code Section 20834, shall not be considered an "employer" for purposes of the Public Employees' Retirement Law. Contributions of the Public Agency shall be fixed and determined as provided in Government Code Section 20834, and such contributions hereafter made shall be held by the Board as provided in Government Code Section 20834.
12. Public Agency shall contribute to said Retirement System the contributions determined by actuarial valuations of prior and future service liability with respect to local miscellaneous members and local safety members of said Retirement System.
13. Public Agency shall also contribute to said Retirement System as follows:
 - a. Contributions required per covered member on account of the 1959 Survivor Benefits provided under Section 21574 of said Retirement Law. (Subject to annual change.) In addition, all assets and liabilities of Public Agency and its employees shall be pooled in a single account, based on term insurance rates, for survivors of all local miscellaneous members and local safety members.

- b. A reasonable amount, as fixed by the Board, payable in one installment within 60 days of date of contract to cover the costs of administering said System as it affects the employees of Public Agency, not including the costs of special valuations or of the periodic investigation and valuations required by law.
- c. A reasonable amount, as fixed by the Board, payable in one installment as the occasions arise, to cover the costs of special valuations on account of employees of Public Agency, and costs of the periodic investigation and valuations required by law.
14. Contributions required of Public Agency and its employees shall be subject to adjustment by Board on account of amendments to the Public Employees' Retirement Law, and on account of the experience under the Retirement System as determined by the periodic investigation and valuation required by said Retirement Law.
15. Contributions required of Public Agency and its employees shall be paid by Public Agency to the Retirement System within fifteen days after the end of the period to which said contributions refer or as may be prescribed by Board regulation. If more or less than the correct amount of contributions is paid for any period, proper adjustment shall be made in connection with subsequent remittances. Adjustments on account of errors in contributions required of any employee may be made by direct payments between the employee and the Board.

B. This amendment shall be effective on the ^{17th per Mr. Blackwood.} 16th day of July, 2010.

BOARD OF ADMINISTRATION
PUBLIC EMPLOYEES' RETIREMENT SYSTEM

CITY COUNCIL
CITY OF MONTEREY PARK

BY *Lori McGartland*
LORI MCGARTLAND, CHIEF
EMPLOYER SERVICES DIVISION
PUBLIC EMPLOYEES' RETIREMENT SYSTEM

BY *[Signature]*
PRESIDING OFFICER

6-16-10
Witness Date

Attest:

[Signature]
Clerk



California
Public Employees' Retirement System

AMENDMENT TO CONTRACT

**Between the
Board of Administration
California Public Employees' Retirement System
and the
City Council
City of Monterey Park**

The Board of Administration, California Public Employees' Retirement System, hereinafter referred to as Board, and the governing body of the above public agency, hereinafter referred to as Public Agency, having entered into a contract effective November 1, 1952, and witnessed August 11, 1952, and as amended effective March 1, 1961, July 1, 1963, March 15, 1969, January 1, 1971, March 20, 1976, April 3, 1976, June 27, 1987, June 24, 1989, July 7, 1990, December 31, 1990, July 3, 1993, June 15, 1996, May 8, 1999, June 24, 2000, October 7, 2000, August 18, 2001, November 1, 2003, April 5, 2008 and June 27, 2009 which provides for participation of Public Agency in said System, Board and Public Agency hereby agree as follows:

- A. Paragraphs 1 through 14 are hereby stricken from said contract as executed effective June 27, 2009, and hereby replaced by the following paragraphs numbered 1 through 15 inclusive:
1. All words and terms used herein which are defined in the Public Employees' Retirement Law shall have the meaning as defined therein unless otherwise specifically provided. "Normal retirement age" shall mean age 55 for local miscellaneous members and age 55 for local safety members.

2. Public Agency shall participate in the Public Employees' Retirement System from and after November 1, 1952 making its employees as hereinafter provided, members of said System subject to all provisions of the Public Employees' Retirement Law except such as apply only on election of a contracting agency and are not provided for herein and to all amendments to said Law hereafter enacted except those, which by express provisions thereof, apply only on the election of a contracting agency.
3. Public Agency agrees to indemnify, defend and hold harmless the California Public Employees' Retirement System (CalPERS) and its trustees, agents and employees, the CalPERS Board of Administration, and the California Public Employees' Retirement Fund from any claims, demands, actions, losses, liabilities, damages, judgments, expenses and costs, including but not limited to interest, penalties and attorneys fees that may arise as a result of any of the following:
 - (a) Public Agency's election to provide retirement benefits, provisions or formulas under this Contract that are different than the retirement benefits, provisions or formulas provided under the Public Agency's prior non-CalPERS retirement program.
 - (b) Public Agency's election to amend this Contract to provide retirement benefits, provisions or formulas that are different than existing retirement benefits, provisions or formulas.
 - (c) Public Agency's agreement with a third party other than CalPERS to provide retirement benefits, provisions, or formulas that are different than the retirement benefits, provisions or formulas provided under this Contract and provided for under the California Public Employees' Retirement Law.
 - (d) Public Agency's election to file for bankruptcy under Chapter 9 (commencing with section 901) of Title 11 of the United States Bankruptcy Code and/or Public Agency's election to reject this Contract with the CalPERS Board of Administration pursuant to section 365, of Title 11, of the United States Bankruptcy Code or any similar provision of law.
 - (e) Public Agency's election to assign this Contract without the prior written consent of the CalPERS' Board of Administration.
 - (f) The termination of this Contract either voluntarily by request of Public Agency or involuntarily pursuant to the Public Employees' Retirement Law.
 - (g) Changes sponsored by Public Agency in existing retirement benefits, provisions or formulas made as a result of amendments, additions or deletions to California statute or to the California Constitution.

4. Employees of Public Agency in the following classes shall become members of said Retirement System except such in each such class as are excluded by law or this agreement:
 - a. Local Fire Fighters (herein referred to as local safety members);
 - b. Local Police Officers (herein referred to as local safety members);
 - c. Employees other than local safety members (herein referred to as local miscellaneous members).
5. In addition to the classes of employees excluded from membership by said Retirement Law, the following classes of employees shall not become members of said Retirement System:
 - a. **MISCELLANEOUS EMPLOYEES AGE 55 OR OVER APRIL 13, 1976; AND**
 - b. **PART-TIME RECREATION LEADER POOL MANAGER/SWIM COACH FOR THE FIRST 36 MONTHS OF EMPLOYMENT.**
6. The percentage of final compensation to be provided for local miscellaneous members in employment before and not on or after April 5, 2008 for each year of credited prior service is 0% and the percentage of final compensation to be provided for each year of credited current service is 100% and determined in accordance with Section 21354 of said Retirement Law (2% at age 55 Full).
7. The percentage of final compensation to be provided for local miscellaneous members in employment on or after April 5, 2008 and not on or after the effective date of this amendment to contract for each year of credited prior service is 0% and the percentage of final compensation to be provided for each year of credited current service is 100% and determined in accordance with Section 21354.4 of said Retirement Law (2.5% at age 55 Full).
8. The percentage of final compensation to be provided for local miscellaneous members in employment on or after the effective date of this amendment to contract for each year of credited prior service is 0% and the percentage of final compensation to be provided for each year of credited current service is 100% and determined in accordance with Section 21354.5 of said Retirement Law (2.7% at age 55 Full).
9. The percentage of final compensation to be provided for each year of credited prior and current service as a local safety member shall be determined in accordance with Section 21363.1 of said Retirement Law (3% at age 55 Full).

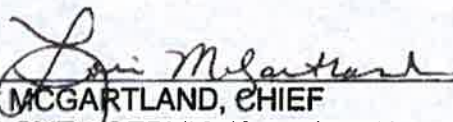
10. Public Agency elected and elects to be subject to the following optional provisions:
 - a. Section 20965 (Credit for Unused Sick Leave) for local miscellaneous members only.
 - b. Section 20042 (One-Year Final Compensation).
 - c. Sections 21624 and 21626 (Post-Retirement Survivor Allowance) for local safety members only.
 - d. Section 21574 (Fourth Level of 1959 Survivor Benefits).
 - e. Section 21024 (Military Service Credit as Public Service).
 - f. Section 21548 (Pre-Retirement Option 2W Death Benefit) for local miscellaneous members only.
11. Public Agency, in accordance with Government Code Section 20834, shall not be considered an "employer" for purposes of the Public Employees' Retirement Law. Contributions of the Public Agency shall be fixed and determined as provided in Government Code Section 20834, and such contributions hereafter made shall be held by the Board as provided in Government Code Section 20834.
12. Public Agency shall contribute to said Retirement System the contributions determined by actuarial valuations of prior and future service liability with respect to local miscellaneous members and local safety members of said Retirement System.
13. Public Agency shall also contribute to said Retirement System as follows:
 - a. Contributions required per covered member on account of the 1959 Survivor Benefits provided under Section 21574 of said Retirement Law. (Subject to annual change.) In addition, all assets and liabilities of Public Agency and its employees shall be pooled in a single account, based on term insurance rates, for survivors of all local miscellaneous members and local safety members.
 - b. A reasonable amount, as fixed by the Board, payable in one installment within 60 days of date of contract to cover the costs of administering said System as it affects the employees of Public Agency, not including the costs of special valuations or of the periodic investigation and valuations required by law.
 - c. A reasonable amount, as fixed by the Board, payable in one installment as the occasions arise, to cover the costs of special valuations on account of employees of Public Agency, and costs of the periodic investigation and valuations required by law.

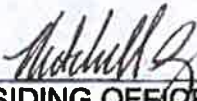
14. Contributions required of Public Agency and its employees shall be subject to adjustment by Board on account of amendments to the Public Employees' Retirement Law, and on account of the experience under the Retirement System as determined by the periodic investigation and valuation required by said Retirement Law.
15. Contributions required of Public Agency and its employees shall be paid by Public Agency to the Retirement System within fifteen days after the end of the period to which said contributions refer or as may be prescribed by Board regulation. If more or less than the correct amount of contributions is paid for any period, proper adjustment shall be made in connection with subsequent remittances. Adjustments on account of errors in contributions required of any employee may be made by direct payments between the employee and the Board.

B. This amendment shall be effective on the 9th day of January, 2010.

BOARD OF ADMINISTRATION
PUBLIC EMPLOYEES' RETIREMENT SYSTEM

CITY COUNCIL
CITY OF MONTEREY PARK

BY 
LORI MCGARTLAND, CHIEF
EMPLOYER SERVICES DIVISION
PUBLIC EMPLOYEES' RETIREMENT SYSTEM

BY 
PRESIDING OFFICER

 8/2/05
Witness Date

Attest:


Clerk



California
Public Employees' Retirement System

AMENDMENT TO CONTRACT

Between the
Board of Administration
California Public Employees' Retirement System
and the
City Council
City of Monterey Park

The Board of Administration, California Public Employees' Retirement System, hereinafter referred to as Board, and the governing body of the above public agency, hereinafter referred to as Public Agency, having entered into a contract effective November 1, 1952, and witnessed August 11, 1952, and as amended effective March 1, 1961, July 1, 1963, March 15, 1969, January 1, 1971, March 20, 1976, April 3, 1976, June 27, 1987, June 24, 1989, July 7, 1990, December 31, 1990, July 3, 1993, June 15, 1996, May 8, 1999, June 24, 2000, October 7, 2000, August 18, 2001, November 1, 2003 and April 5, 2008 which provides for participation of Public Agency in said System, Board and Public Agency hereby agree as follows:

- A. Paragraphs 1 through 14 are hereby stricken from said contract as executed effective April 5, 2008, and hereby replaced by the following paragraphs numbered 1 through 14 inclusive:
1. All words and terms used herein which are defined in the Public Employees' Retirement Law shall have the meaning as defined therein unless otherwise specifically provided. "Normal retirement age" shall mean age 55 for local miscellaneous members and age 55 for local safety members.

2. Public Agency shall participate in the Public Employees' Retirement System from and after November 1, 1952 making its employees as hereinafter provided, members of said System subject to all provisions of the Public Employees' Retirement Law except such as apply only on election of a contracting agency and are not provided for herein and to all amendments to said Law hereafter enacted except those, which by express provisions thereof, apply only on the election of a contracting agency.
3. Public Agency agrees to indemnify, defend and hold harmless the California Public Employees' Retirement System (CalPERS) and its trustees, agents and employees, the CalPERS Board of Administration, and the California Public Employees' Retirement Fund from any claims, demands, actions, losses, liabilities, damages, judgments, expenses and costs, including but not limited to interest, penalties and attorneys fees that may arise as a result of any of the following:
 - (a) Public Agency's election to provide retirement benefits, provisions or formulas under this Contract that are different than the retirement benefits, provisions or formulas provided under the Public Agency's prior non-CalPERS retirement program.
 - (b) Public Agency's election to amend this Contract to provide retirement benefits, provisions or formulas that are different than existing retirement benefits, provisions or formulas.
 - (c) Public Agency's agreement with a third party other than CalPERS to provide retirement benefits, provisions, or formulas that are different than the retirement benefits, provisions or formulas provided under this Contract and provided for under the California Public Employees' Retirement Law.
 - (d) Public Agency's election to file for bankruptcy under Chapter 9 (commencing with section 901) of Title 11 of the United States Bankruptcy Code and/or Public Agency's election to reject this Contract with the CalPERS Board of Administration pursuant to section 365, of Title 11, of the United States Bankruptcy Code or any similar provision of law.
 - (e) Public Agency's election to assign this Contract without the prior written consent of the CalPERS' Board of Administration.

- (f) The termination of this Contract either voluntarily by request of Public Agency or involuntarily pursuant to the Public Employees' Retirement Law.
 - (g) Changes sponsored by Public Agency in existing retirement benefits, provisions or formulas made as a result of amendments, additions or deletions to California statute or to the California Constitution.
- 4. Employees of Public Agency in the following classes shall become members of said Retirement System except such in each such class as are excluded by law or this agreement:
 - a. Local Fire Fighters (herein referred to as local safety members);
 - b. Local Police Officers (herein referred to as local safety members);
 - c. Employees other than local safety members (herein referred to as local miscellaneous members).
- 5. In addition to the classes of employees excluded from membership by said Retirement Law, the following classes of employees shall not become members of said Retirement System:
 - a. **MISCELLANEOUS EMPLOYEES AGE 55 OR OVER APRIL 3, 1976; AND**
 - b. **PART-TIME RECREATION LEADER POOL MANAGER/SWIM COACH FOR THE FIRST 36 MONTHS OF EMPLOYMENT.**
- 6. The percentage of final compensation to be provided for local miscellaneous members in employment before and not on or after April 5, 2008 for each year of credited prior service is 0% and the percentage of final compensation to be provided for each year of credited current service is 100% and determined in accordance with Section 21354 of said Retirement Law (2% at age 55 Full).
- 7. The percentage of final compensation to be provided for local miscellaneous members in employment on or after April 5, 2008 for each year of credited prior service is 0% and the percentage of final compensation to be provided for each year of credited current service is 100% and determined in accordance with Section 21354.4 of said Retirement Law (2.5% at age 55 Full).

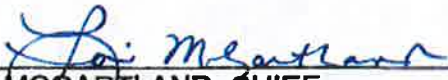
8. The percentage of final compensation to be provided for each year of credited prior and current service as a local safety member shall be determined in accordance with Section 21363.1 of said Retirement Law (3% at age 55 Full).
9. Public Agency elected and elects to be subject to the following optional provisions:
 - a. Section 20965 (Credit for Unused Sick Leave) for local miscellaneous members only.
 - b. Section 20042 (One-Year Final Compensation).
 - c. Sections 21624 and 21626 (Post-Retirement Survivor Allowance) for local safety members only.
 - d. Section 21574 (Fourth Level of 1959 Survivor Benefits).
 - e. Section 21024 (Military Service Credit as Public Service).
10. Public Agency, in accordance with Government Code Section 20834, shall not be considered an "employer" for purposes of the Public Employees' Retirement Law. Contributions of the Public Agency shall be fixed and determined as provided in Government Code Section 20834, and such contributions hereafter made shall be held by the Board as provided in Government Code Section 20834.
11. Public Agency shall contribute to said Retirement System the contributions determined by actuarial valuations of prior and future service liability with respect to local miscellaneous members and local safety members of said Retirement System.
12. Public Agency shall also contribute to said Retirement System as follows:
 - a. Contributions required per covered member on account of the 1959 Survivor Benefits provided under Section 21574 of said Retirement Law. (Subject to annual change.) In addition, all assets and liabilities of Public Agency and its employees shall be pooled in a single account, based on term insurance rates, for survivors of all local miscellaneous members and local safety members.

- b. A reasonable amount, as fixed by the Board, payable in one installment within 60 days of date of contract to cover the costs of administering said System as it affects the employees of Public Agency, not including the costs of special valuations or of the periodic investigation and valuations required by law.
 - c. A reasonable amount, as fixed by the Board, payable in one installment as the occasions arise, to cover the costs of special valuations on account of employees of Public Agency, and costs of the periodic investigation and valuations required by law.
13. Contributions required of Public Agency and its employees shall be subject to adjustment by Board on account of amendments to the Public Employees' Retirement Law, and on account of the experience under the Retirement System as determined by the periodic investigation and valuation required by said Retirement Law.
14. Contributions required of Public Agency and its employees shall be paid by Public Agency to the Retirement System within fifteen days after the end of the period to which said contributions refer or as may be prescribed by Board regulation. If more or less than the correct amount of contributions is paid for any period, proper adjustment shall be made in connection with subsequent remittances. Adjustments on account of errors in contributions required of any employee may be made by direct payments between the employee and the Board.

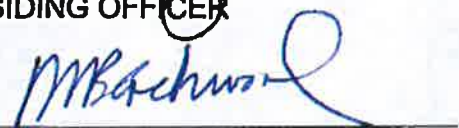
B. This amendment shall be effective on the 27 day of June, 2009.

BOARD OF ADMINISTRATION
PUBLIC EMPLOYEES' RETIREMENT SYSTEM

CITY COUNCIL
CITY OF MONTEREY PARK

BY 
LORI MCGARTLAND, CHIEF
EMPLOYER SERVICES DIVISION
PUBLIC EMPLOYEES' RETIREMENT SYSTEM

BY 
PRESIDING OFFICER


Witness Date

Attest: 
Clerk



California
Public Employees' Retirement System

AMENDMENT TO CONTRACT

Between the
Board of Administration
California Public Employees' Retirement System
and the
City Council
City of Monterey Park

The Board of Administration, California Public Employees' Retirement System, hereinafter referred to as Board, and the governing body of the above public agency, hereinafter referred to as Public Agency, having entered into a contract effective November 1, 1952, and witnessed August 11, 1952, and as amended effective March 1, 1961, July 1, 1963, March 15, 1969, January 1, 1971, March 20, 1976, April 3, 1976, June 27, 1987, June 24, 1989, July 7, 1990, December 31, 1990, July 3, 1993, June 15, 1996, May 8, 1999, June 24, 2000, October 7, 2000, August 18, 2001 and November 1, 2003 which provides for participation of Public Agency in said System, Board and Public Agency hereby agree as follows:

- A. Paragraphs 1 through 13 are hereby stricken from said contract as executed effective November 1, 2003, and hereby replaced by the following paragraphs numbered 1 through 14 inclusive:
 - 1. All words and terms used herein which are defined in the Public Employees' Retirement Law shall have the meaning as defined therein unless otherwise specifically provided. "Normal retirement age" shall mean age 55 for local miscellaneous members; age 55 for local police members and age 50 for local fire members.

2. Public Agency shall participate in the Public Employees' Retirement System from and after November 1, 1952 making its employees as hereinafter provided, members of said System subject to all provisions of the Public Employees' Retirement Law except such as apply only on election of a contracting agency and are not provided for herein and to all amendments to said Law hereafter enacted except those, which by express provisions thereof, apply only on the election of a contracting agency.
3. Employees of Public Agency in the following classes shall become members of said Retirement System except such in each such class as are excluded by law or this agreement:
 - a. Local Fire Fighters (herein referred to as local safety members);
 - b. Local Police Officers (herein referred to as local safety members);
 - c. Employees other than local safety members (herein referred to as local miscellaneous members).
4. In addition to the classes of employees excluded from membership by said Retirement Law, the following classes of employees shall not become members of said Retirement System:
 - a. **MISCELLANEOUS EMPLOYEES AGE 55 OR OVER APRIL 3, 1976; AND**
 - b. **PART-TIME RECREATION LEADER POOL MANAGER/SWIM COACH FOR THE FIRST 36 MONTHS OF EMPLOYMENT.**
5. The percentage of final compensation to be provided for local miscellaneous members in employment before and not on or after the effective date of this amendment to contract for each year of credited prior service is 0% and the percentage of final compensation to be provided for each year of credited current service is 100% and determined in accordance with Section 21354 of said Retirement Law (2% at age 55 Full).
6. The percentage of final compensation to be provided for local miscellaneous members in employment on or after the effective date of this amendment to contract for each year of credited prior service is 0% and the percentage of final compensation to be provided for each year of credited current service is 100% and determined in accordance with Section 21354.4 of said Retirement Law (2.5% at age 55 Full).
7. The percentage of final compensation to be provided for each year of credited prior and current service as a local fire member shall be determined in accordance with Section 21362 of said Retirement Law (2% at age 50 Full).

8. The percentage of final compensation to be provided for each year of credited prior and current service as a local police member shall be determined in accordance with Section 21363.1 of said Retirement Law (3% at age 55 Full).
9. Public Agency elected and elects to be subject to the following optional provisions:
 - a. Section 20965 (Credit for Unused Sick Leave) for local miscellaneous members only.
 - b. Section 20042 (One-Year Final Compensation).
 - c. Sections 21624 and 21626 (Post-Retirement Survivor Allowance) for local safety members only.
 - d. Section 21574 (Fourth Level of 1959 Survivor Benefits).
 - e. Section 21024 (Military Service Credit as Public Service).
10. Public Agency, in accordance with Government Code Section 20834, shall not be considered an "employer" for purposes of the Public Employees' Retirement Law. Contributions of the Public Agency shall be fixed and determined as provided in Government Code Section 20834, and such contributions hereafter made shall be held by the Board as provided in Government Code Section 20834.
11. Public Agency shall contribute to said Retirement System the contributions determined by actuarial valuations of prior and future service liability with respect to local miscellaneous members and local safety members of said Retirement System.
12. Public Agency shall also contribute to said Retirement System as follows:
 - a. Contributions required per covered member on account of the 1959 Survivor Benefits provided under Section 21574 of said Retirement Law. (Subject to annual change.) In addition, all assets and liabilities of Public Agency and its employees shall be pooled in a single account, based on term insurance rates, for survivors of all local miscellaneous members and local safety members.
 - b. A reasonable amount, as fixed by the Board, payable in one installment within 60 days of date of contract to cover the costs of administering said System as it affects the employees of Public Agency, not including the costs of special valuations or of the periodic investigation and valuations required by law.

c. A reasonable amount, as fixed by the Board, payable in one installment as the occasions arise, to cover the costs of special valuations on account of employees of Public Agency, and costs of the periodic investigation and valuations required by law.

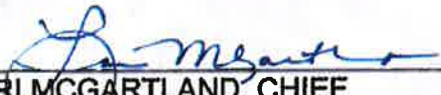
13. Contributions required of Public Agency and its employees shall be subject to adjustment by Board on account of amendments to the Public Employees' Retirement Law, and on account of the experience under the Retirement System as determined by the periodic investigation and valuation required by said Retirement Law.

14. Contributions required of Public Agency and its employees shall be paid by Public Agency to the Retirement System within fifteen days after the end of the period to which said contributions refer or as may be prescribed by Board regulation. If more or less than the correct amount of contributions is paid for any period, proper adjustment shall be made in connection with subsequent remittances. Adjustments on account of errors in contributions required of any employee may be made by direct payments between the employee and the Board.

B. This amendment shall be effective on the 5th day of APRIL, 2008.

BOARD OF ADMINISTRATION
PUBLIC EMPLOYEES' RETIREMENT SYSTEM

CITY COUNCIL
CITY OF MONTEREY PARK

BY 
LORI MCGARTLAND, CHIEF
EMPLOYER SERVICES DIVISION
PUBLIC EMPLOYEES' RETIREMENT SYSTEM

BY 
PRESIDING OFFICER

3/7/2008

Witness Date

Attest:


Clerk



California
Public Employees' Retirement System

AMENDMENT TO CONTRACT

**Between the
Board of Administration
California Public Employees' Retirement System
and the
City Council
City of Monterey Park**

The Board of Administration, California Public Employees' Retirement System, hereinafter referred to as Board, and the governing body of the above public agency, hereinafter referred to as Public Agency, having entered into a contract effective November 1, 1952, and witnessed August 11, 1952, and as amended effective March 1, 1961 July 1, 1963, March 15, 1969, January 1, 1971, March 20, 1976, April 3, 1976, June 27, 1987, June 24, 1989, July 7, 1990, December 31, 1990, July 3, 1993, June 15, 1996, May 8, 1999, June 24, 2000, October 7, 2000 and August 18, 2001 which provides for participation of Public Agency in said System, Board and Public Agency hereby agree as follows:

- A. Paragraphs 1 through 13 are hereby stricken from said contract as executed effective August 18, 2001, and hereby replaced by the following paragraphs numbered 1 through 13 inclusive:
1. All words and terms used herein which are defined in the Public Employees' Retirement Law shall have the meaning as defined therein unless otherwise specifically provided. "Normal retirement age" shall mean age 55 for local miscellaneous members; age 55 for local police members and age 50 for local fire members.

2. Public Agency shall participate in the Public Employees' Retirement System from and after November 1, 1952 making its employees as hereinafter provided, members of said System subject to all provisions of the Public Employees' Retirement Law except such as apply only on election of a contracting agency and are not provided for herein and to all amendments to said Law hereafter enacted except those, which by express provisions thereof, apply only on the election of a contracting agency.
3. Employees of Public Agency in the following classes shall become members of said Retirement System except such in each such class as are excluded by law or this agreement:
 - a. Local Fire Fighters (herein referred to as local safety members);
 - b. Local Police Officers (herein referred to as local safety members);
 - c. Employees other than local safety members (herein referred to as local miscellaneous members).
4. In addition to the classes of employees excluded from membership by said Retirement Law, the following classes of employees shall not become members of said Retirement System:
 - a. **MISCELLANEOUS EMPLOYEES AGE 55 OR OVER APRIL 3, 1976; AND**
 - b. **PART-TIME RECREATION LEADER POOL MANAGER/SWIM COACH FOR THE FIRST 36 MONTHS OF EMPLOYMENT.**
5. The percentage of final compensation to be provided for local miscellaneous members for each year of credited prior service is 0% and the percentage of final compensation to be provided for each year of credited current service is 100% and determined in accordance with Section 21354 of said Retirement Law (2% @ age 55 Full).
6. The percentage of final compensation to be provided for each year of credited prior and current service as a local fire member shall be determined in accordance with Section 21362 of said Retirement Law (2% at age 50 Full).
7. The percentage of final compensation to be provided for each year of credited prior and current service as a local police member shall be determined in accordance with Section 21363.1 of said Retirement Law (3% at age 55 Full).

8. Public Agency elected and elects to be subject to the following optional provisions:
 - a. Section 20965 (Credit for Unused Sick Leave) for local miscellaneous members only.
 - b. Section 20042 (One-Year Final Compensation).
 - c. Sections 21624 and 21626 (Post-Retirement Survivor Allowance) for local safety members only.
 - d. Section 21574 (Fourth Level of 1959 Survivor Benefits).
 - e. Section 21024 (Military Service Credit as Public Service), Statutes of 1976.
9. Public Agency, in accordance with Government Code Section 20834, shall not be considered an "employer" for purposes of the Public Employees' Retirement Law. Contributions of the Public Agency shall be fixed and determined as provided in Government Code Section 20834, and such contributions hereafter made shall be held by the Board as provided in Government Code Section 20834.
10. Public Agency shall contribute to said Retirement System the contributions determined by actuarial valuations of prior and future service liability with respect to local miscellaneous members and local safety members of said Retirement System.
11. Public Agency shall also contribute to said Retirement System as follows:
 - a. Contributions required per covered member on account of the 1959 Survivor Benefits provided under Section 21574 of said Retirement Law. (Subject to annual change.) In addition, all assets and liabilities of Public Agency and its employees shall be pooled in a single account, based on term insurance rates, for survivors of all local miscellaneous members and local safety members.
 - b. A reasonable amount, as fixed by the Board, payable in one installment within 60 days of date of contract to cover the costs of administering said System as it affects the employees of Public Agency, not including the costs of special valuations or of the periodic investigation and valuations required by law.

- c. A reasonable amount, as fixed by the Board, payable in one installment as the occasions arise, to cover the costs of special valuations on account of employees of Public Agency, and costs of the periodic investigation and valuations required by law.
12. Contributions required of Public Agency and its employees shall be subject to adjustment by Board on account of amendments to the Public Employees' Retirement Law, and on account of the experience under the Retirement System as determined by the periodic investigation and valuation required by said Retirement Law.
13. Contributions required of Public Agency and its employees shall be paid by Public Agency to the Retirement System within fifteen days after the end of the period to which said contributions refer or as may be prescribed by Board regulation. If more or less than the correct amount of contributions is paid for any period, proper adjustment shall be made in connection with subsequent remittances. Adjustments on account of errors in contributions required of any employee may be made by direct payments between the employee and the Board.

B. This amendment shall be effective on the 1st day of November, 2003.

BOARD OF ADMINISTRATION
PUBLIC EMPLOYEES' RETIREMENT SYSTEM

CITY COUNCIL
CITY OF MONTEREY PARK

BY *Kenneth W. Marzion*
KENNETH W. MARZION, CHIEF
ACTUARIAL & EMPLOYER SERVICES DIVISION
PUBLIC EMPLOYEES' RETIREMENT SYSTEM

BY *David M. Barra*
PRESIDING OFFICER

Oct 13, 2003
Witness Date

Attest:

David M. Barra
Clerk

AMENDMENT ER# 323
PERS-CON-702A (Rev. 8/02)



California
Public Employees' Retirement System

AMENDMENT TO CONTRACT

Between the
Board of Administration
California Public Employees' Retirement System
and the
City Council
City of Monterey Park

The Board of Administration, California Public Employees' Retirement System, hereinafter referred to as Board, and the governing body of the above public agency, hereinafter referred to as Public Agency, having entered into a contract effective November 1, 1952, and witnessed August 11, 1952, and as amended effective March 1, 1961, July 1, 1963, March 15, 1969, January 1, 1971, March 20, 1976, April 3, 1976, June 27, 1987, June 24, 1989, July 7, 1990, December 31, 1990, July 3, 1993, June 15, 1996, May 8, 1999, June 24, 2000 and October 7, 2000 which provides for participation of Public Agency in said System, Board and Public Agency hereby agree as follows:

- A. Paragraphs 1 through 12 are hereby stricken from said contract as executed effective October 7, 2000, and hereby replaced by the following paragraphs numbered 1 through 13 inclusive:
1. All words and terms used herein which are defined in the Public Employees' Retirement Law shall have the meaning as defined therein unless otherwise specifically provided. "Normal retirement age" shall mean age 55 for local miscellaneous members, age 55 for local police members and 50 for local fire members.
 2. Public Agency shall participate in the Public Employees' Retirement System from and after November 1, 1952 making its employees as hereinafter provided, members of said System subject to all provisions of the Public Employees' Retirement Law except such as apply only on election of a contracting agency and are not provided for herein and to all amendments to said Law hereafter enacted except those, which by express provisions thereof, apply only on the election of a contracting agency.

3. Employees of Public Agency in the following classes shall become members of said Retirement System except such in each such class as are excluded by law or this agreement:
 - a. Local Fire Fighters (herein referred to as local safety members);
 - b. Local Police Officers (herein referred to as local safety members);
 - c. Employees other than local safety members (herein referred to as local miscellaneous members).
4. In addition to the classes of employees excluded from membership by said Retirement Law, the following classes of employees shall not become members of said Retirement System:
 - a. **MISCELLANEOUS EMPLOYEES AGE 55 OR OVER APRIL 3, 1976; AND**
 - b. **PART-TIME RECREATION LEADER POOL MANAGER/SWIM COACH FOR THE FIRST 36 MONTHS OF EMPLOYMENT.**
5. The percentage of final compensation to be provided for local miscellaneous members for each year of credited prior service is 0% and the percentage of final compensation to be provided for each year of credited current service is 100% and determined in accordance with Section 21354 of said Retirement Law (2% @ 55 Full).
6. The percentage of final compensation to be provided for each year of credited prior and current service as a local fire member shall be determined in accordance with Section 21362 of said Retirement Law (2% at age 50 Full).
7. The percentage of final compensation to be provided for each year of credited prior and current service as a local police member shall be determined in accordance with Section 21363.1 of said Retirement Law (3% at age 55 Full). The required member contribution rate is 9% of reportable compensation.
8. Public Agency elected and elects to be subject to the following optional provisions:
 - a. Section 20965 (Credit for Unused Sick Leave) for local miscellaneous members only.
 - b. Section 20042 (One-Year Final Compensation).

- c. Sections 21624 and 21626 (Post-Retirement Survivor Allowance) for local safety members only.
 - d. Section 21574 (Fourth Level of 1959 Survivor Benefits).
- 9. Public Agency, in accordance with Government Code Section 20834, shall not be considered an "employer" for purposes of the Public Employees' Retirement Law. Contributions of the Public Agency shall be fixed and determined as provided in Government Code Section 20834, and such contributions hereafter made shall be held by the Board as provided in Government Code Section 20834.
- 10. Public Agency shall contribute to said Retirement System the contributions determined by actuarial valuations of prior and future service liability with respect to local miscellaneous members and local safety members of said Retirement System.
- 11. Public Agency shall also contribute to said Retirement System as follows:
 - a. Contributions required per covered member on account of the 1959 Survivor Benefits provided under Section 21574 of said Retirement Law. (Subject to annual change.) In addition, all assets and liabilities of Public Agency and its employees shall be pooled in a single account, based on term insurance rates, for survivors of all local miscellaneous members and local safety members.
 - b. A reasonable amount, as fixed by the Board, payable in one installment within 60 days of date of contract to cover the costs of administering said System as it affects the employees of Public Agency, not including the costs of special valuations or of the periodic investigation and valuations required by law.
 - c. A reasonable amount, as fixed by the Board, payable in one installment as the occasions arise, to cover the costs of special valuations on account of employees of Public Agency, and costs of the periodic investigation and valuations required by law.
- 12. Contributions required of Public Agency and its employees shall be subject to adjustment by Board on account of amendments to the Public Employees' Retirement Law, and on account of the experience under the Retirement System as determined by the periodic investigation and valuation required by said Retirement Law.

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13. Contributions required of Public Agency and its employees shall be paid by Public Agency to the Retirement System within fifteen days after the end of the period to which said contributions refer or as may be prescribed by Board regulation. If more or less than the correct amount of contributions is paid for any period, proper adjustment shall be made in connection with subsequent remittances. Adjustments on account of errors in contributions required of any employee may be made by direct payments between the employee and the Board.

B. This amendment shall be effective on the 18th day of August, 2001.

BOARD OF ADMINISTRATION
PUBLIC EMPLOYEES' RETIREMENT SYSTEM

CITY COUNCIL
CITY OF MONTEREY PARK

BY *Kenneth W. Marzion*
KENNETH W. MARZION, CHIEF
ACTUARIAL & EMPLOYER SERVICES DIVISION
PUBLIC EMPLOYEES' RETIREMENT SYSTEM

BY *Francisco Alonso*
PRESIDING OFFICER

July 24, 2001
Witness Date

Attest:

David M. Benar
Clerk



California
Public Employees' Retirement System

AMENDMENT TO CONTRACT

Between the
Board of Administration
California Public Employees' Retirement System
and the
City Council
City of Monterey Park

The Board of Administration, California Public Employees' Retirement System, hereinafter referred to as Board, and the governing body of the above public agency, hereinafter referred to as Public Agency, having entered into a contract effective November 1, 1952, and witnessed August 11, 1952, and as amended effective March 1, 1961, July 1, 1963, March 15, 1969, January 1, 1971, March 20, 1976, April 3, 1976, June 27, 1987, June 24, 1989, July 7, 1990, December 31, 1990, July 3, 1993, June 15, 1996, May 8, 1999, and June 24, 2000 which provides for participation of Public Agency in said System, Board and Public Agency hereby agree as follows:

- A. Paragraphs 1 through 12 are hereby stricken from said contract as executed effective June 24, 2000, and hereby replaced by the following paragraphs numbered 1 through 12 inclusive:
1. All words and terms used herein which are defined in the Public Employees' Retirement Law shall have the meaning as defined therein unless otherwise specifically provided. "Normal retirement age" shall mean age 55 for local miscellaneous members and age 50 for local safety members.
 2. Public Agency shall participate in the Public Employees' Retirement System from and after November 1, 1952 making its employees as hereinafter provided, members of said System subject to all provisions of the Public Employees' Retirement Law except such as apply only on election of a contracting agency and are not provided for herein and to all amendments to said Law hereafter enacted except those, which by express provisions thereof, apply only on the election of a contracting agency.

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3. Employees of Public Agency in the following classes shall become members of said Retirement System except such in each such class as are excluded by law or this agreement:
 - a. Local Fire Fighters (herein referred to as local safety members);
 - b. Local Police Officers (herein referred to as local safety members);
 - c. Employees other than local safety members (herein referred to as local miscellaneous members).
4. In addition to the classes of employees excluded from membership by said Retirement Law, the following classes of employees shall not become members of said Retirement System:
 - a. **MISCELLANEOUS EMPLOYEES AGE 55 OR OVER ON APRIL 3, 1976; AND**
 - b. **PART-TIME RECREATION LEADER POOL MANAGER/SWIM COACH FOR THE FIRST 36 MONTHS OF EMPLOYMENT.**
5. The percentage of final compensation to be provided for local miscellaneous members for each year of credited prior service is 0% and the percentage of final compensation to be provided for each year of credited current service is 100% and determined in accordance with Section 21354 of said Retirement Law (2% @ age 55 Full).
6. The percentage of final compensation to be provided for each year of credited prior and current service as a local safety member shall be determined in accordance with Section 21362 of said Retirement Law (2% at age 50 Full).
7. Public Agency elected and elects to be subject to the following optional provisions:
 - a. Section 20965 (Credit for Unused Sick Leave) for local miscellaneous members only.
 - b. Section 20042 (One-Year Final Compensation).

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- c. Sections 21624 and 21626 (Post-Retirement Survivor Allowance) for local safety members only.
 - d. Section 21574 (Fourth Level of 1959 Survivor Benefits).
- 8. Public Agency, in accordance with Government Code Section 20834, shall not be considered an "employer" for purposes of the Public Employees' Retirement Law. Contributions of the Public Agency shall be fixed and determined as provided in Government Code Section 20834, and such contributions hereafter made shall be held by the Board as provided in Government Code Section 20834.
- 9. Public Agency shall contribute to said Retirement System the contributions determined by actuarial valuations of prior and future service liability with respect to local miscellaneous members and local safety members of said Retirement System.
- 10. Public Agency shall also contribute to said Retirement System as follows:
 - a. Contributions required per covered member on account of the 1959 Survivor Benefits provided under Section 21574 of said Retirement Law. (Subject to annual change.) In addition, all assets and liabilities of Public Agency and its employees shall be pooled in a single account, based on term insurance rates, for survivors of all local miscellaneous members and local safety members.
 - b. A reasonable amount, as fixed by the Board, payable in one installment within 60 days of date of contract to cover the costs of administering said System as it affects the employees of Public Agency, not including the costs of special valuations or of the periodic investigation and valuations required by law.
 - c. A reasonable amount, as fixed by the Board, payable in one installment as the occasions arise, to cover the costs of special valuations on account of employees of Public Agency, and costs of the periodic investigation and valuations required by law.
- 11. Contributions required of Public Agency and its employees shall be subject to adjustment by Board on account of amendments to the Public Employees' Retirement Law, and on account of the experience under the Retirement System as determined by the periodic investigation and valuation required by said Retirement Law.

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12. Contributions required of Public Agency and its employees shall be paid by Public Agency to the Retirement System within fifteen days after the end of the period to which said contributions refer or as may be prescribed by Board regulation. If more or less than the correct amount of contributions is paid for any period, proper adjustment shall be made in connection with subsequent remittances. Adjustments on account of errors in contributions required of any employee may be made by direct payments between the employee and the Board.

B. This amendment shall be effective on the 7th day of October, 2000.

BOARD OF ADMINISTRATION
PUBLIC EMPLOYEES' RETIREMENT SYSTEM

CITY COUNCIL
CITY OF MONTEREY PARK

BY *Kenneth W. Marzion*
KENNETH W. MARZION, CHIEF
ACTUARIAL & EMPLOYER SERVICES DIVISION
PUBLIC EMPLOYEES' RETIREMENT SYSTEM

BY *Benjamin "Frank" Kento*
PRESIDING OFFICER

Oct. 7, 2000
Witness Date

Attest:

David M. Barron
Clerk *city clerk*

**AGREEMENT
TO POOL
1959 SURVIVOR BENEFITS ASSETS AND LIABILITIES
BETWEEN THE
BOARD OF ADMINISTRATION
CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
AND THE
CITY COUNCIL
CITY OF MONTEREY PARK**

WHEREAS, Government Code Section 21574 provides for a single employer rate to be established to provide benefits under said Section on account of members employed by contracting agencies electing to include the provision of said Section in their contracts; and

WHEREAS, Government Code Section 21574, requires pooling of all assets and liabilities of all contracting agencies subject to said Section;

NOW, THEREFORE BE IT AGREED, that assets and liabilities of the City of Monterey Park and its covered employees shall be pooled pursuant to the provisions of Government Code Section 21574.

BOARD OF ADMINISTRATION
PUBLIC EMPLOYEES' RETIREMENT SYSTEM

CITY COUNCIL
CITY OF MONTEREY PARK

BY *Kenneth W. Marzion*
KENNETH W. MARZION, CHIEF
ACTUARIAL & EMPLOYER SERVICES DIVISION
PUBLIC EMPLOYEES' RETIREMENT SYSTEM

BY *Lita Valenzuela*
PRESIDING OFFICER

18 aug. 20
Date



California
Public Employees' Retirement System

AMENDMENT TO CONTRACT

Between the
Board of Administration
California Public Employees' Retirement System
and the
City Council
City of Monterey Park

The Board of Administration, California Public Employees' Retirement System, hereinafter referred to as Board, and the governing body of the above public agency, hereinafter referred to as Public Agency, having entered into a contract effective November 1, 1952, and witnessed August 11, 1952, and as amended effective March 1, 1961, July 1, 1963, March 15, 1969, January 1, 1971, March 20, 1976, April 3, 1976, June 27, 1987, June 24, 1989, July 7, 1990, December 31, 1990, July 3, 1993, June 15, 1996 and May 8, 1999 which provides for participation of Public Agency in said System, Board and Public Agency hereby agree as follows:

- A. Paragraphs 1 through 12 are hereby stricken from said contract as executed effective May 8, 1999, and hereby replaced by the following paragraphs numbered 1 through 12 inclusive:
1. All words and terms used herein which are defined in the Public Employees' Retirement Law shall have the meaning as defined therein unless otherwise specifically provided. "Normal retirement age" shall mean age 60 for local miscellaneous members and age 50 for local safety members.
 2. Public Agency shall participate in the Public Employees' Retirement System from and after November 1, 1952 making its employees as hereinafter provided, members of said System subject to all provisions of the Public Employees' Retirement Law except such as apply only on election of a contracting agency and are not provided for herein and to all amendments to said Law hereafter enacted except those, which by express provisions thereof, apply only on the election of a contracting agency.

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3. Employees of Public Agency in the following classes shall become members of said Retirement System except such in each such class as are excluded by law or this agreement:
 - a. Local Fire Fighters (herein referred to as local safety members);
 - b. Local Police Officers (herein referred to as local safety members);
 - c. Employees other than local safety members (herein referred to as local miscellaneous members).
4. In addition to the classes of employees excluded from membership by said Retirement Law, the following classes of employees shall not become members of said Retirement System:
 - a. **MISCELLANEOUS EMPLOYEES AGE 55 OR OVER ON APRIL 3, 1976; AND**
 - b. **PART-TIME RECREATION LEADER POOL MANAGER/SWIM COACH FOR THE FIRST 36 MONTHS OF EMPLOYMENT.**
5. The percentage of final compensation to be provided for local miscellaneous members for each year of credited prior service is 0% and the percentage of final compensation to be provided for each year of credited current service is 100% and determined in accordance with Section 21354 of said Retirement Law (2% @ age 55 Full).
6. The percentage of final compensation to be provided for each year of credited prior and current service as a local safety member shall be determined in accordance with Section 21362 of said Retirement Law (2% at age 50 Full).
7. Public Agency elected and elects to be subject to the following optional provisions:
 - a. Section 20965 (Credit for Unused Sick Leave) for local miscellaneous members only.
 - b. Section 20042 (One-Year Final Compensation).

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9. Public Agency shall contribute to said Retirement System the contributions determined by actuarial valuations of prior and future service liability with respect to local miscellaneous members and local safety members of said Retirement System.
10. Public Agency shall also contribute to said Retirement System as follows:
 - a. Contributions required per covered member on account of the 1959 Survivor Benefits provided under Section 21574 of said Retirement Law. (Subject to annual change.) In addition, all assets and liabilities of Public Agency and its employees shall be pooled in a single account, based on term insurance rates, for survivors of all local safety members.
 - b. A reasonable amount, as fixed by the Board, payable in one installment within 60 days of date of contract to cover the costs of administering said System as it affects the employees of Public Agency, not including the costs of special valuations or of the periodic investigation and valuations required by law.
 - c. A reasonable amount, as fixed by the Board, payable in one installment as the occasions arise, to cover the costs of special valuations on account of employees of Public Agency, and costs of the periodic investigation and valuations required by law.
11. Contributions required of Public Agency and its employees shall be subject to adjustment by Board on account of amendments to the Public Employees' Retirement Law, and on account of the experience under the Retirement System as determined by the periodic investigation and valuation required by said Retirement Law.
12. Contributions required of Public Agency and its employees shall be paid by Public Agency to the Retirement System within fifteen days after the end of the period to which said contributions refer or as may be prescribed by Board regulation. If more or less than the correct amount of contributions is paid for any period, proper adjustment shall be made in connection with subsequent remittances. Adjustments on account of errors in contributions required of any employee may be made by direct payments between the employee and the Board.

B. This amendment shall be effective on the 24th day of June, 2000.

BOARD OF ADMINISTRATION
PUBLIC EMPLOYEES' RETIREMENT SYSTEM

CITY COUNCIL
CITY OF MONTEREY PARK

BY *Kenneth W. Marzion*
KENNETH W. MARZION, CHIEF
ACTUARIAL & EMPLOYER SERVICES DIVISION
PUBLIC EMPLOYEES' RETIREMENT SYSTEM

BY *John L. ...*
PRESIDING OFFICER

June 12, 2000
Witness Date

Attest:
Sandra M. ...
Clerk
City Clerk

AMENDMENT
PERS-CON-702A (Rev. 8/96)

**AGREEMENT TO POOL
1959 SURVIVOR BENEFITS ASSETS AND LIABILITIES
BETWEEN THE
BOARD OF ADMINISTRATION
CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
AND THE
CITY COUNCIL OF THE CITY OF MONTEREY PARK**

WHEREAS, Government Code Section 21574 provides for a single employer rate to be established to provide benefits under said Section on account of members employed by contracting agencies electing to include the provision of said Section in their contracts: and

WHEREAS, Government Code Section 21574, requires pooling of all assets and liabilities of all contracting agencies subject to said Section;

NOW, THEREFORE BE IT AGREED, that assets and liabilities of the City of Monterey Park and its covered employees shall be pooled pursuant to the provisions of Government Code Section 21574.

BOARD OF ADMINISTRATION
PUBLIC EMPLOYEES' RETIREMENT
SYSTEM

CITY COUNCIL
CITY OF MONTEREY PARK


Kenneth W. Marzlon, Chief
Actuarial & Employer Services Division
Public Employees' Retirement System


Rita Valenzuela, Mayor of the City of
Monterey Park

Date

MAY 17, 2000

Date

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California
Public Employees' Retirement System

AMENDMENT TO CONTRACT

Between the
Board of Administration
California Public Employees' Retirement System
and the
City Council
City of Monterey Park

The Board of Administration, California Public Employees' Retirement System, hereinafter referred to as Board, and the governing body of the above public agency, hereinafter referred to as Public Agency, having entered into a contract effective November 1, 1952, and witnessed August 11, 1952, and as amended effective March 1, 1961, July 1, 1963, March 15, 1969, January 1, 1971, March 20, 1976, April 3, 1976, June 27, 1987, June 24, 1989, July 7, 1990, December 31, 1990, July 3, 1993 and June 15, 1996 which provides for participation of Public Agency in said System, Board and Public Agency hereby agree as follows:

- A. Paragraphs 1 through 12 are hereby stricken from said contract as executed effective June 15, 1996, and hereby replaced by the following paragraphs numbered 1 through 12 inclusive:
1. All words and terms used herein which are defined in the Public Employees' Retirement Law shall have the meaning as defined therein unless otherwise specifically provided. "Normal retirement age" shall mean age 60 for local miscellaneous members and age 50 for local safety members.
 2. Public Agency shall participate in the Public Employees' Retirement System from and after November 1, 1952 making its employees as hereinafter provided, members of said System subject to all provisions of the Public Employees' Retirement Law except such as apply only on election of a contracting agency and are not provided for herein and to all amendments to said Law hereafter enacted except those, which by express provisions thereof, apply only on the election of a contracting agency.

3. Employees of Public Agency in the following classes shall become members of said Retirement System except such in each such class as are excluded by law or this agreement:
 - a. Local Fire Fighters (herein referred to as local safety members);
 - b. Local Police Officers (herein referred to as local safety members);
 - c. Employees other than local safety members (herein referred to as local miscellaneous members).
4. In addition to the classes of employees excluded from membership by said Retirement Law, the following classes of employees shall not become members of said Retirement System:
 - a. MISCELLANEOUS EMPLOYEES AGE 55 OR OVER ON APRIL 3, 1976; AND
 - b. PART-TIME RECREATION LEADER POOL MANAGER/SWIM COACH FOR THE FIRST 36 MONTHS OF EMPLOYMENT.
5. The percentage of final compensation to be provided for local miscellaneous members for each year of credited prior service is 0% and the percentage of final compensation to be provided for each year of credited current service is 100% and determined in accordance with Section 21353 of said Retirement Law (2% @ 60 Full).
6. The percentage of final compensation to be provided for each year of credited prior and current service as a local safety member shall be determined in accordance with Section 21362 of said Retirement Law (2% at age 50 Full).
7. Public Agency elected and elects to be subject to the following optional provisions:
 - a. Section 21571 (Basic Level of 1959 Survivor Benefits) for local miscellaneous and local fire members only.
 - b. Section 20965 (Credit for Unused Sick Leave) for local miscellaneous members only.
 - c. Section 20042 (One-Year Final Compensation).

- d. Sections 21624 and 21626 (Post-Retirement Survivor Allowance) for local safety members only.
 - e. Section 21574 (Fourth Level of 1959 Survivor Benefits) for local police members only.
8. Public Agency, in accordance with Government Code Section 20834, shall not be considered an "employer" for purposes of the Public Employees' Retirement Law. Contributions of the Public Agency shall be fixed and determined as provided in Government Code Section 20834, and such contributions hereafter made shall be held by the Board as provided in Government Code Section 20834.
9. Public Agency shall contribute to said Retirement System the contributions determined by actuarial valuations of prior and future service liability with respect to local miscellaneous members and local safety members of said Retirement System.
10. Public Agency shall also contribute to said Retirement System as follows:
- a. Contributions required per covered member on account of the 1959 Survivor Benefits provided under Section 21574 of said Retirement Law. (Subject to annual change.) In addition, all assets and liabilities of Public Agency and its employees shall be pooled in a single account, based on term insurance rates, for survivors of all local police members.
 - b. A reasonable amount, as fixed by the Board, payable in one installment within 60 days of date of contract to cover the costs of administering said System as it affects the employees of Public Agency, not including the costs of special valuations or of the periodic investigation and valuations required by law.
 - c. A reasonable amount, as fixed by the Board, payable in one installment as the occasions arise, to cover the costs of special valuations on account of employees of Public Agency, and costs of the periodic investigation and valuations required by law.
11. Contributions required of Public Agency and its employees shall be subject to adjustment by Board on account of amendments to the Public Employees' Retirement Law, and on account of the experience under the Retirement System as determined by the periodic investigation and valuation required by said Retirement Law.

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12. Contributions required of Public Agency and its employees shall be paid by Public Agency to the Retirement System within fifteen days after the end of the period to which said contributions refer or as may be prescribed by Board regulation. If more or less than the correct amount of contributions is paid for any period, proper adjustment shall be made in connection with subsequent remittances. Adjustments on account of errors in contributions required of any employee may be made by direct payments between the employee and the Board.

B. This amendment shall be effective on the 8th day of May, 19 99.

BOARD OF ADMINISTRATION
PUBLIC EMPLOYEES' RETIREMENT SYSTEM

CITY COUNCIL
OF THE
CITY OF MONTEREY PARK

BY *Kenneth W. Marzion*
KENNETH W. MARZION, CHIEF
ACTUARIAL & EMPLOYER SERVICES DIVISION
PUBLIC EMPLOYEES' RETIREMENT SYSTEM

BY *Judy Chiu*
PRESIDING OFFICER

May 17, 1999
Witness Date

Attest:

Sandra M. Berra
Clerk

**AGREEMENT
TO POOL
1959 SURVIVOR BENEFITS ASSETS AND LIABILITIES
BETWEEN THE
BOARD OF ADMINISTRATION
OF THE
PUBLIC EMPLOYEES' RETIREMENT SYSTEM
AND THE
CITY COUNCIL
OF THE
CITY OF MONTEREY PARK**

WHEREAS, Government Code Section 21574 provides for a single employer rate to be established to provide benefits under said Section on account of members employed by contracting agencies electing to include the provision of said Section in their contracts; and

WHEREAS, Government Code Section 21574, requires pooling of all assets and liabilities of all contracting agencies subject to said Section;

NOW, THEREFORE BE IT AGREED, that assets and liabilities of the City of Monterey Park and its covered employees shall be pooled pursuant to the provisions of Government Code Section 21574.

BOARD OF ADMINISTRATION
PUBLIC EMPLOYEES' RETIREMENT SYSTEM

CITY COUNCIL
OF THE
CITY OF MONTEREY PARK

BY 
KENNETH W. MARZION, CHIEF
ACTUARIAL & EMPLOYER SERVICES DIVISION
PUBLIC EMPLOYEES' RETIREMENT SYSTEM

BY 
PRESIDING OFFICER

Date March 17, 1999

**AMENDMENT TO CONTRACT
BETWEEN THE
BOARD OF ADMINISTRATION
OF THE
PUBLIC EMPLOYEES' RETIREMENT SYSTEM
AND THE
CITY COUNCIL
OF THE
CITY OF MONTEREY PARK**

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The Board of Administration, Public Employees' Retirement System, hereinafter referred to as Board, and the governing body of above public agency, hereinafter referred to as Public Agency, having entered into a contract effective November 1, 1952, and witnessed August 11, 1952, and as amended effective March 1, 1961, July 1, 1963, March 15, 1969, January 1, 1971, March 20, 1976, April 3, 1976, June 27, 1987, June 24, 1989, July 7, 1990, December 31, 1990 and July 3, 1993, which provides for participation of Public Agency in said System, Board and Public Agency hereby agree as follows:

- A. Paragraphs 1 through 12 are hereby stricken from said contract as executed effective July 3, 1993, and hereby replaced by the following paragraphs numbered 1 through 12 inclusive:
1. All words and terms used herein which are defined in the Public Employees' Retirement Law shall have the meaning as defined therein unless otherwise specifically provided. "Normal retirement age" shall mean age 60 for local miscellaneous members and age 50 for local safety members.
 2. Public Agency shall participate in the Public Employees' Retirement System from and after November 1, 1952 making its employees as hereinafter provided, members of said System subject to all provisions of the Public Employees' Retirement Law except such as apply only on election of a contracting agency and are not provided for herein and to all amendments to said Law hereafter enacted except those, which by express provisions thereof, apply only on the election of a contracting agency.
 3. Employees of Public Agency in the following classes shall become members of said Retirement System except such in each such class as are excluded by law or this agreement:
 - a. Local Fire Fighters (herein referred to as local safety members);
 - b. Local Police Officers (herein referred to as local safety members);
 - c. Employees other than local safety members (herein referred to as local miscellaneous members).
 4. In addition to the classes of employees excluded from membership by said Retirement Law, the following classes of employees shall not become members of said Retirement System:
 - a. MISCELLANEOUS EMPLOYEES AGE 55 OR OVER ON APRIL 3, 1976;
AND
 - b. PART-TIME RECREATION LEADER AND POOL MANAGER/SWIM COACH FOR THE FIRST 36 MONTHS OF EMPLOYMENT.

5. The percentage of final compensation to be provided for local miscellaneous members for each year of credited prior service is 0% and the percentage of final compensation to be provided for each year of credited current service is 100% and determined in accordance with Section 21251.13 of said Retirement Law (2% at age 60 Full).
6. The percentage of final compensation to be provided for each year of credited prior and current service as a local safety member shall be determined in accordance with Section 21362 of said Retirement Law (2% at age 50 Full).
7. Public Agency elected and elects to be subject to the following optional provisions:
 - a. Section 21571 (Basic Level of 1959 Survivor Benefits).
 - b. Section 20965 (Credit for Unused Sick Leave) for local miscellaneous members only.
 - c. Section 20042 (One-Year Final Compensation).
 - d. Sections 21624 and 21626 (Post-Retirement Survivor Allowance) for local safety members only.
8. Public Agency, in accordance with Government Code Section 20834, shall not be considered an "employer" for purposes of the Public Employees' Retirement Law. Contributions of the Public Agency shall be fixed and determined as provided in Government Code Section 20834, and such contributions hereafter made shall be held by the Board as provided in Government Code Section 20834.
9. Public Agency shall contribute to said Retirement System the contributions determined by actuarial valuations of prior and future service liability with respect to local miscellaneous members and local safety members of said Retirement System.
10. Public Agency shall also contribute to said Retirement System as follows:
 - a. A reasonable amount, as fixed by the Board, payable in one installment within 60 days of date of contract to cover the costs of administering said System as it affects the employees of Public Agency, not including the costs of special valuations or of the periodic investigation and valuations required by law.
 - b. A reasonable amount, as fixed by the Board, payable in one installment as the occasions arise, to cover the costs of special valuations on account of employees of Public Agency, and costs of the periodic investigation and valuations required by law.
11. Contributions required of Public Agency and its employees shall be subject to adjustment by Board on account of amendments to the Public Employees' Retirement Law, and on account of the experience under the Retirement System as determined by the periodic investigation and valuation required by said Retirement Law.

12. Contributions required of Public Agency and its employees shall be paid by Public Agency to the Retirement System within fifteen days after the end of the period to which said contributions refer or as may be prescribed by Board regulation. If more or less than the correct amount of contributions is paid for any period, proper adjustment shall be made in connection with subsequent remittances. Adjustments on account of errors in contributions required of any employee may be made by direct payments between the employee and the Board.

B. This amendment shall be effective on the 15 day of June, 19 96.

BOARD OF ADMINISTRATION
PUBLIC EMPLOYEES' RETIREMENT SYSTEM

CITY COUNCIL
OF THE
CITY OF MONTEREY PARK

BY Tennet W. Mayson
DIVISION CHIEF
ACTUARIAL & EMPLOYER SERVICES DIVISION
PUBLIC EMPLOYEES' RETIREMENT SYSTEM

BY Alfred P. Bahlman
Presiding Officer

June 13, 1996
Witness Date

Attest:

Sandra M. Barron
Clerk

AMENDMENT TO CONTRACT
BETWEEN THE
BOARD OF ADMINISTRATION
OF THE
PUBLIC EMPLOYEES' RETIREMENT SYSTEM
AND THE
CITY COUNCIL
OF THE
CITY OF MONTEREY PARK

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The Board of Administration, Public Employees' Retirement System, hereinafter referred to as Board, and the governing body of above public agency, hereinafter referred to as Public Agency, having entered into a contract effective November 1, 1952, and witnessed August 11, 1952, and as amended effective March 1, 1961, July 1, 1963, March 15, 1969, January 1, 1971, March 20, 1976, April 3, 1976, June 27, 1987, June 24, 1989 and July 7, 1990, which provides for participation of Public Agency in said System, Board and Public Agency hereby agree as follows:

- A. Paragraphs 1 through 14 are hereby stricken from said contract as executed effective July 7, 1990, and hereby replaced by the following paragraphs numbered 1 through 14 inclusive:
1. All words and terms used herein which are defined in the Public Employees' Retirement Law shall have the meaning as defined therein unless otherwise specifically provided. "Normal retirement age" shall mean age 60 for local miscellaneous members, age 50 for local fire members and age 55 for local police members.
 2. Public Agency shall participate in the Public Employees' Retirement System from and after November 1, 1952 making its employees as hereinafter provided, members of said System subject to all provisions of the Public Employees' Retirement Law except such as apply only on election of a contracting agency and are not provided for herein and to all amendments to said Law hereafter enacted except those, which by express provisions thereof, apply only on the election of a contracting agency.
 3. Employees of Public Agency in the following classes shall become members of said Retirement System except such in each such class as are excluded by law or this agreement:
 - a. Local Fire Fighters (herein referred to as local safety members);
 - b. Local Police Officers (herein referred to as local safety members);
 - c. Employees other than local safety members (herein referred to as local miscellaneous members).

4. In addition to the classes of employees excluded from membership by said Retirement Law, the following classes of employees shall not become members of said Retirement System:
 - a. MISCELLANEOUS EMPLOYEES AGE 55 OR OVER ON APRIL 3, 1976.
5. The percentage of final compensation to be provided for local miscellaneous members for each year of credited prior service is 0% and the percentage of final compensation to be provided for each year of credited current service is 100% and determined in accordance with Section 21251.13 of said Retirement Law (2% at age 60 Full formula).
6. The percentage of final compensation to be provided for each year of credited prior and current service for local police members who did not elect within 90 days after notification by the Board to continue under the provisions of Section 21252.1 shall be determined in accordance with Section 21252.6 of said Retirement Law (2% at age 55 Full).
7. The percentage of final compensation to be provided for each year of credited prior and current service for local police members who elect within 90 days after notification by the Board to continue under the provisions of Section 21252.1 shall be determined in accordance with Section 21252.1 of said Retirement Law (One-half pay at age 55 Full).
8. The percentage of final compensation to be provided for each year of credited prior and current service as a local fire member shall be determined in accordance with Section 21252.01 of said Retirement Law (2% at age 50 Full).
9. Public Agency elected to be subject to the following optional provisions:
 - a. Sections 21380-21387 (1959 Survivor Benefits) excluding Section 21382.2 (Increased 1959 Survivor Benefits) and Section 21382.4 (Third Level of 1959 Survivor Benefits).
 - b. Section 20862.8 (Credit for Unused Sick Leave) for local miscellaneous members only.
 - c. Section 20024.2 (One-Year Final Compensation).
 - d. Sections 21263 and 21263.1 (Post-Retirement Survivor Allowance) for local safety members only.
10. Public Agency, in accordance with Government Code Section 20759, shall not be considered an "employer" for purposes of the Public Employees' Retirement Law. Contributions of the Public Agency shall be fixed and determined as provided in Government Code Section 20759, and such contributions hereafter made shall be held by the Board as provided in Government Code Section 20759.

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11. Public Agency shall contribute to said Retirement System the contributions determined by actuarial valuations of prior and future service liability with respect to local miscellaneous members and local safety members of said Retirement System.
12. Public Agency shall also contribute to said Retirement System as follows:
 - a. A reasonable amount, as fixed by the Board, payable in one installment within 60 days of date of contract to cover the costs of administering said System as it affects the employees of Public Agency, not including the costs of special valuations or of the periodic investigation and valuations required by law.
 - b. A reasonable amount, as fixed by the Board, payable in one installment as the occasions arise, to cover the costs of special valuations on account of employees of Public Agency, and costs of the periodic investigation and valuations required by law.
13. Contributions required of Public Agency and its employees shall be subject to adjustment by Board on account of amendments to the Public Employees' Retirement Law, and on account of the experience under the Retirement System as determined by the periodic investigation and valuation required by said Retirement Law.
14. Contributions required of Public Agency and its employees shall be paid by Public Agency to the Retirement System within fifteen days after the end of the period to which said contributions refer or as may be prescribed by Board regulation. If more or less than the correct amount of contributions is paid for any period, proper adjustment shall be made in connection with subsequent remittances. Adjustments on account of errors in contributions required of any employee may be made by direct payments between the employee and the Board.

B. This amendment shall be effective on the 31st day of December ~~November~~, 1990.

BOARD OF ADMINISTRATION
PUBLIC EMPLOYEES' RETIREMENT SYSTEM

CITY COUNCIL
OF THE
CITY OF MONTEREY PARK

BY Malcolm K. Liberson
CHIEF, CONTRACT SERVICES DIVISION
PUBLIC EMPLOYEES' RETIREMENT SYSTEM

BY Judy Chu
Presiding Officer

Dec 13, 1990
Witness Date

Attest:
Samuel M. Barua
Clerk

AMENDMENT TO CONTRACT
BETWEEN THE
BOARD OF ADMINISTRATION
OF THE
PUBLIC EMPLOYEES' RETIREMENT SYSTEM
AND THE
CITY COUNCIL
OF THE
CITY OF MONTEREY PARK

The Board of Administration, Public Employees' Retirement System, hereinafter referred to as Board, and the governing body of above public agency, hereinafter referred to as Public Agency, having entered into a contract effective November 1, 1952, and witnessed August 11, 1952, and as amended effective March 1, 1961, July 1, 1963, March 15, 1969, January 1, 1971, March 20, 1976, April 3, 1976, June 27, 1987 and June 24, 1989, which provides for participation of Public Agency in said System, Board and Public Agency hereby agree as follows:

A. Paragraphs 1 through 12 are hereby stricken from said contract as executed effective June 24, 1989, and hereby replaced by the following paragraphs numbered 1 through 14 inclusive:

1. All words and terms used herein which are defined in the Public Employees' Retirement Law shall have the meaning as defined therein unless otherwise specifically provided. "Normal retirement age" shall mean age 60 for local miscellaneous members, age 50 for local fire members and age 55 for local police members.
2. Public Agency shall participate in the Public Employees' Retirement System from and after November 1, 1952 making its employees as hereinafter provided, members of said System subject to all provisions of the Public Employees' Retirement Law except such as apply only on election of a contracting agency and are not provided for herein and to all amendments to said Law hereafter enacted except those, which by express provisions thereof, apply only on the election of a contracting agency.
3. Employees of Public Agency in the following classes shall become members of said Retirement System except such in each such class as are excluded by law or this agreement:
 - a. Local Fire Fighters (herein referred to as local safety members);
 - b. Local Police Officers (herein referred to as local safety members);
 - c. Employees other than local safety members (herein referred to as local miscellaneous members).

4. In addition to the classes of employees excluded from membership by said Retirement Law, the following classes of employees shall not become members of said Retirement System:
 - a. MISCELLANEOUS EMPLOYEES AGE 55 OR OVER ON APRIL 3, 1976.
5. The percentage of final compensation to be provided for local miscellaneous members for each year of credited prior service is 0% and the percentage of final compensation to be provided for each year of credited current service is 100% and determined in accordance with Section 21251.13 of said Retirement Law (2% at age 60 Full Formula).
6. The percentage of final compensation to be provided for each year of credited prior and current service for local police members who did not elect within 90 days after notification by the Board to continue under the provisions of Section 21252.1 shall be determined in accordance with Section 21252.6 of said Retirement Law (2% at age 55 Full).
7. The percentage of final compensation to be provided for each year of credited prior and current service for local police members who elect within 90 days after notification by the Board to continue under the provisions of Section 21252.1 shall be determined in accordance with Section 21252.1 of said Retirement Law (One-half pay at age 55 Full).
8. The percentage of final compensation to be provided for each year of credited prior and current service as a local fire member shall be determined in accordance with Section 21252.01 of said Retirement Law (2% at age 50 Full).
9. Public Agency elected to be subject to the following optional provisions:
 - a. Sections 21380-21387 (1959 Survivor Benefits) excluding Section 21382.2 (Increased 1959 Survivor Benefits) and Section 21382.4 (Third Level of 1959 Survivor Benefits).
 - b. Section 20862.8 (Credit for Unused Sick Leave) for local miscellaneous members only.
 - c. Section 20024.2 (One-Year Final Compensation) for local safety members only.
 - d. Sections 21263 and 21263.1 (Post-Retirement Survivor Allowance) for local safety members only.
10. Public Agency, in accordance with Government Code Section 20759, shall not be considered an "employer" for purposes of the Public Employees' Retirement Law. Contributions of the Public Agency shall be fixed and determined as provided in Government Code Section 20759, and such contributions hereafter made shall be held by the Board as provided in Government Code Section 20759.

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11. Public Agency shall contribute to said Retirement System the contributions determined by actuarial valuations of prior and future service liability with respect to local miscellaneous members and local safety members of said Retirement System.
12. Public Agency shall also contribute to said Retirement System as follows:
 - a. A reasonable amount, as fixed by the Board, payable in one installment within 60 days of date of contract to cover the costs of administering said System as it affects the employees of Public Agency, not including the costs of special valuations or of the periodic investigation and valuations required by law.
 - b. A reasonable amount, as fixed by the Board, payable in one installment as the occasions arise, to cover the costs of special valuations on account of employees of Public Agency, and costs of the periodic investigation and valuations required by law.
13. Contributions required of Public Agency and its employees shall be subject to adjustment by Board on account of amendments to the Public Employees' Retirement Law, and on account of the experience under the Retirement System as determined by the periodic investigation and valuation required by said Retirement Law.
14. Contributions required of Public Agency and its employees shall be paid by Public Agency to the Retirement System within fifteen days after the end of the period to which said contributions refer or as may be prescribed by Board regulation. If more or less than the correct amount of contributions is paid for any period, proper adjustment shall be made in connection with subsequent remittances. Adjustments on account of errors in contributions required of any employee may be made by direct payments between the employee and the Board.

B. This amendment shall be effective on the 7th day of July, 19 90.

BOARD OF ADMINISTRATION
PUBLIC EMPLOYEES' RETIREMENT SYSTEM

CITY COUNCIL
OF THE
CITY OF MONTEREY PARK

BY Malcolm K. Gibson Jr.
CHIEF, CONTRACT SERVICES DIVISION
PUBLIC EMPLOYEES' RETIREMENT SYSTEM

BY Judy Chin
Presiding Officer

June 26, 1990
Witness Date

Attest:
David M. Baron
Clerk

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**AMENDMENT TO CONTRACT
BETWEEN THE
BOARD OF ADMINISTRATION
OF THE
PUBLIC EMPLOYEES' RETIREMENT SYSTEM
AND THE
CITY COUNCIL
OF THE
CITY OF MONTEREY PARK**

The Board of Administration, Public Employees' Retirement System, hereinafter referred to as Board, and the governing body of above public agency, hereinafter referred to as Public Agency, having entered into a contract effective November 1, 1952, and witnessed August 11, 1952, and as amended effective March 1, 1961, July 1, 1963, March 15, 1969, January 1, 1971, March 20, 1976, April 3, 1976 and June 27, 1987, which provides for participation of Public Agency in said System, Board and Public Agency hereby agree as follows:

A. Paragraphs 1 through 14 are hereby stricken from said contract as executed effective June 27, 1987, and hereby replaced by the following paragraphs numbered 1 through 12 inclusive:

1. All words and terms used herein which are defined in the Public Employees' Retirement Law shall have the meaning as defined therein unless otherwise specifically provided. "Normal retirement age" shall mean age 60 for local miscellaneous members and age 55 for local safety members.
2. Public Agency shall participate in the Public Employees' Retirement System from and after November 1, 1952 making its employees as hereinafter provided, members of said System subject to all provisions of the Public Employees' Retirement Law except such as apply only on election of a contracting agency and are not provided for herein and to all amendments to said Law hereafter enacted except those, which by express provisions thereof, apply only on the election of a contracting agency.
3. Employees of Public Agency in the following classes shall become members of said Retirement System except such in each such class as are excluded by law or this agreement:
 - a. Local Fire Fighters (herein referred to as local safety members);
 - b. Local Police Officers (herein referred to as local safety members);
 - c. Employees other than local safety members (herein referred to as local miscellaneous members).

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4. In addition to the classes of employees excluded from membership by said Retirement Law, the following classes of employees shall not become members of said Retirement System:
 - a. MISCELLANEOUS EMPLOYEES AGE 55 OR OVER ON APRIL 3, 1976.
5. The percentage of final compensation to be provided for local miscellaneous members for each year of credited prior service is 0% and the percentage of final compensation to be provided for each year of credited current service is 100% and determined in accordance with Section 21251.13 of said Retirement Law (2% @ 60 Full Formula).
6. The fraction of final compensation to be provided for each year of credited prior and current service for those local fire members who did not elect within 90 days of June 27, 1987 and those local police members who did not elect within 90 days of the effective date of this amendment to contract to continue under the provisions of Section 21252.1 shall be determined in accordance with Section 21252.6 of said Retirement Law (2% at age 55 Full).
7. The fraction of final compensation to be provided for each year of credited prior and current service for local fire members who elect within 90 days of June 27, 1987 and those local police members who elect within 90 days of the effective date of this amendment to contract to continue under the provisions of Section 21252.1 shall be determined in accordance with Section 21252.1 of said Retirement Law (One-half pay at age 55 Full).
8. The following additional provisions of the Public Employees' Retirement Law, which apply only upon election of a contracting agency, shall apply to the Public Agency and its employees:
 - a. Sections 21380 - 21387 (1959 Survivor Benefits) excluding Section 21382.2 (Increased 1959 Survivor Benefits) and Section 21382.4 (Third Level of 1959 Survivor Benefits).
 - b. Section 20862.8 (Unused Sick Leave Credit) for local miscellaneous members only.
 - c. Section 20024.2 (One-Year Final Compensation) for local safety members only.
 - d. Sections 21263 and 21263.1 (Post-Retirement Survivor Allowance) for local safety members only.
9. Public Agency, in accordance with Government Code Section 20759, shall not be considered an "employer" for purposes of the Public Employees' Retirement Law. Contributions of the Public Agency shall be fixed and determined as provided in Government Code Section 20759, and such contributions hereafter made shall be held by the Board as provided in Government Code Section 20759.

10. Public Agency shall contribute to said Retirement System as follows:

- a. With respect to local miscellaneous members, the agency shall contribute the following percentages of salaries earned as members of said Retirement System:
 - (1) 5.962 percent until June 30, 2000 on account of the liability for current service benefits. (Subject to annual change.)
 - b. With respect to local safety members, the agency shall contribute the following percentages of salaries earned as members of said Retirement System:
 - (1) 0.233 percent until June 30, 2000 on account of the liability for prior service benefits. (Subject to annual change.)
 - (2) 16.903 percent until June 30, 2000 on account of the liability for current service benefits. (Subject to annual change.)
 - c. A reasonable amount, as fixed by the Board, payable in one installment within 60 days of date of contract to cover the costs of administering said System as it affects the employees of Public Agency, not including the costs of special valuations or of the periodic investigation and valuations required by law.
 - d. A reasonable amount, as fixed by the Board, payable in one installment as the occasions arise, to cover the costs of special valuations on account of employees of Public Agency, and costs of the periodic investigation and valuations required by law.
11. Contributions required of Public Agency and its employees shall be subject to adjustment by Board on account of amendments to the Public Employees' Retirement Law, and on account of the experience under the Retirement System as determined by the periodic investigation and valuation required by said Retirement Law.

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12. Contributions required of Public Agency and its employees shall be paid by Public Agency to the Retirement System within fifteen days after the end of the period to which said contributions refer or as may be prescribed by Board regulation. If more or less than the correct amount of contributions is paid for any period, proper adjustment shall be made in connection with subsequent remittances. Adjustments on account of errors in contributions required of any employee may be made by direct payments between the employee and the Board.

B. This amendment shall be effective on the 24th day of June, 1989.

BOARD OF ADMINISTRATION
PUBLIC EMPLOYEES' RETIREMENT SYSTEM

BY Malcolm K. Hebrank
ASSISTANT EXECUTIVE OFFICER
PUBLIC EMPLOYEES' RETIREMENT SYSTEM

CITY COUNCIL
OF THE
CITY OF MONTEREY PARK

BY Barry L. Hatch
Presiding Officer

June 8, 1989
Witness Date

Attest:
David M. Barron
Clerk

PERS-CON-702 (AMENDMENT)
(Rev. 6/88)

AMENDMENT TO CONTRACT
BETWEEN THE
BOARD OF ADMINISTRATION
OF THE
PUBLIC EMPLOYEES' RETIREMENT SYSTEM
AND THE
CITY COUNCIL
OF THE
CITY OF MONTEREY PARK

The Board of Administration, Public Employees' Retirement System, hereinafter referred to as Board, and the governing body of above public agency, hereinafter referred to as Public Agency, having entered into a contract effective November 1, 1952, and witnessed August 11, 1952, and as amended effective March 1, 1961, July 1, 1963, March 15, 1969, January 1, 1971, March 20, 1976 and April 3, 1976, which provides for participation of Public Agency in said System, Board and Public Agency hereby agree as follows:

A. Paragraphs 1 through 10 are hereby stricken from said contract as executed effective April 3, 1976, and hereby replaced by the following paragraphs numbered 1 through 14 inclusive:

1. All words and terms used herein which are defined in the Public Employees' Retirement Law shall have the meaning as defined therein unless otherwise specifically provided. "Normal retirement age" shall mean age 60 for local miscellaneous members and age 55 for local safety members.
2. Public Agency shall participate in the Public Employees' Retirement System from and after November 1, 1952 making its employees as hereinafter provided, members of said System subject to all provisions of the Public Employees' Retirement Law except such as apply only on election of a contracting agency and are not provided for herein and to all amendments to said Law hereafter enacted except those, which by express provisions thereof, apply only on the election of a contracting agency.
3. Employees of Public Agency in the following classes shall become members of said Retirement System except such in each such class as are excluded by law or this agreement:
 - a. Local Fire Fighters (herein referred to as local safety members);
 - b. Local Police Officers (herein referred to as local safety members);
 - c. Employees other than local safety members (herein referred to as local miscellaneous members).

4. In addition to the classes of employees excluded from membership by said Retirement Law, the following classes of employees shall not become members of said Retirement System:
 - a. MISCELLANEOUS EMPLOYEES AGE 55 OR OLDER ON APRIL 3, 1976.
5. The percentage of final compensation to be provided for local miscellaneous members for each year of credited prior service is 0% and the percentage of final compensation to be provided for each year of credited current service is 100% and determined in accordance with Section 21251.13 of said Retirement Law (2% @60 Full Formula).
6. No benefit is provided for service rendered prior to April 3, 1976 and such service does not constitute "state service" for any purpose of this contract or the Public Employees' Retirement Law, with respect to miscellaneous members only.
7. The fraction of final compensation to be provided for each year of credited prior and current service as a local police member shall be determined in accordance with Section 21252.1 of said Retirement Law (One-half pay at age 55 Full).
8. The fraction of final compensation to be provided for each year of credited prior and current service for those local fire members who did not elect within 90 days of the effective date of this amendment to contract to continue under the provisions of Section 21252.1 shall be determined in accordance with Section 21252.6 of said Retirement Law (2% at age 55 Full).
9. The fraction of final compensation to be provided for each year of credited prior and current service for local fire members who elect within 90 days of effective date of this amendment to contract to continue under the provisions of Section 21252.1 shall be determined in accordance with Section 21252.1 of said Retirement Law (One-half pay at age 55 Full).
10. The following additional provisions of the Public Employees' Retirement Law, which apply only upon election of a contracting agency, shall apply to the Public Agency and its employees:
 - a. Sections 21380 - 21387 (1959 Survivor Benefits) excluding Section 21382.2 (Increased 1959 Survivor Benefits) and Section 21382.4 (Third Level of 1959 Survivor Benefits).
 - b. Section 20862.8 (Unused Sick Leave Credit) for local miscellaneous members only.
 - c. Section 20024.2 (One-Year Final Compensation) for local fire members only.
 - d. Sections 21263/21263.1 (Post-Retirement Survivor Allowance) for local safety members only.

11. Public Agency, in accordance with Government Code Section 20759, shall not be considered an "employer" for purposes of the Public Employees' Retirement Law. Contributions of the Public Agency shall be fixed and determined as provided in Government Code Section 20759, and such contributions hereafter made shall be held by the Board as provided in Government Code Section 20759.
12. Public Agency shall contribute to said Retirement System as follows:
 - a. With respect to local miscellaneous members, the agency shall contribute the following percentages of salaries earned as members of said Retirement System:
 - (1) 7.024 percent until June 30, 2000 on account of the liability for current service benefits. (Subject to annual change.)
 - b. With respect to local safety members, the agency shall contribute the following percentages of salaries earned as members of said Retirement System:
 - (1) 0.236 percent until June 30, 2000 on account of the liability for prior service benefits. (Subject to annual change.)
 - (2) ~~20.145~~ ^{19.910} percent until June 30, 2000 on account of the liability for current service benefits. (Subject to annual change.)
 - c. A reasonable amount, as fixed by the Board, payable in one installment within 60 days of date of contract to cover the costs of administering said System as it affects the employees of Public Agency, not including the costs of special valuations or of the periodic investigation and valuations required by law.
 - d. A reasonable amount, as fixed by the Board, payable in one installment as the occasions arise, to cover the costs of special valuations on account of employees of Public Agency, and costs of the periodic investigation and valuations required by law.
13. Contributions required of Public Agency and its employees shall be subject to adjustment by Board on account of amendments to the Public Employees' Retirement Law, and on account of the experience under the Retirement System as determined by the periodic investigation and valuation required by said Retirement Law.

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14. Contributions required of Public Agency and its employees shall be paid by Public Agency to the Retirement System within thirty days after the end of the period to which said contributions refer or as may be prescribed by Board regulation. If more or less than the correct amount of contributions is paid for any period, proper adjustment shall be made in connection with subsequent remittances. Adjustments on account of errors in contributions required of any employee may be made by direct payments between the employee and the Board.

B. This amendment shall be effective on the 27th day of June, 1987.

BOARD OF ADMINISTRATION
PUBLIC EMPLOYEES' RETIREMENT SYSTEM

CITY COUNCIL
OF THE
CITY OF MONTEREY PARK

BY _____
SANDRA C. LUND
ASSISTANT EXECUTIVE OFFICER
BENEFIT SERVICES

BY _____
Presiding Officer

Witness Date

Attest:

Clerk

PERS-CON-702 (AMENDMENT)
(Rev. 9/86)

our original copy
was erroneously
sent to Agency.
photo copy pl. Dave
for info only
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AMENDMENT TO CONTRACT BETWEEN THE
BOARD OF ADMINISTRATION
PUBLIC EMPLOYEES' RETIREMENT SYSTEM
AND THE

CITY COUNCIL
OF THE
CITY OF MONTEREY PARK

The Board of Administration, Public Employees' Retirement System, hereinafter referred to as Board and the CITY COUNCIL of the CITY OF MONTEREY PARK, hereinafter referred to as Public Agency, having entered into a contract under date of August 11, 1952, effective November 1, 1952, and as amended effective March 1, 1961, July 1, 1963, March 15, 1969, and January 1, 1971, and as provided by Chapter 316, Statutes of 1971, which provides for participation of Public Agency in said System, Board and Public Agency hereby agree as follows:

- A. Paragraphs 1 through 9 are hereby stricken from said contract as executed effective November 1, 1952, and are hereby replaced by the following paragraphs numbered 1 through 10 inclusive:
 1. All words and terms used herein which are defined in the Public Employees' Retirement Law shall have the meaning as defined therein unless otherwise specifically provided. "Normal retirement age" shall mean age 60 for miscellaneous members and age 55 for local safety members.
 2. Public Agency shall participate in the Public Employees' Retirement System from and after November 1, 1952, making its employees as hereinafter provided, members of said System subject

- c. Employees other than local safety members (herein referred to as miscellaneous members).

The following employees shall be excluded from membership in said Retirement System:

Miscellaneous employees age 55 or older on April 3, 1976.

4. Public Agency, in accordance with Section 20740, Government Code, shall not be considered an "employer" for purposes of Chapter 6 of the Public Employees' Retirement Law. Contributions of the Public Agency shall be fixed as provided in Section 20759, Government Code, and contributions hereafter made shall be held by the Board as provided in Section 20759, Government Code.
5. No benefit is provided for service rendered prior to the effective date of this contract and such service does not constitute "state service" for any purpose of this contract or the Public Employees' Retirement Law, with respect to miscellaneous members only.
6. The fraction of final compensation to be provided for each year of credited service as a miscellaneous member shall be that provided in Section 21251.13 of said Retirement Law.
7. The following additional provisions of the Public Employees' Retirement Law which apply only upon election of a contracting agency shall apply to the Public Agency and its employees:

a. The fraction of final compensation to be

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e. Sections 21263 and 21263.1 (providing upon the death of a local safety member who has retired for service or disability for the continuation of the post-retirement survivor allowance to certain survivors). Allowance adjustments to commence on the first day of the calendar month coinciding with or next following the effective date of the amendment to provide this benefit.

8. Public Agency shall contribute to said Retirement System as follows:

a. With respect to local miscellaneous members, the public agency shall contribute the following percentages of monthly salaries earned as local miscellaneous members of said System:

(1) 8.65 percent on account of the liability for current service benefits.

(2) 1.00 percent on account of the liability for 1959 survivors benefits.

b. With respect to local safety members, the agency shall contribute the following percentages of monthly salaries earned as local safety members of said System:

(1) 0.130 percent on account of the liability for prior service benefits.

(2) 16.632 percent on account of the liability for current service benefits.

(3) 0.004 percent on account of the liability for the 1959 survivors benefits.

the experience under the Retirement System as determined by the periodical investigation and valuation required by said Retirement Law.

10. Contributions required of Public Agency and its employees shall be paid by Public Agency to the Retirement System within thirty days after the end of the period to which said contributions refer or as may be prescribed by Board regulations. If more or less than the correct amount of contributions is paid for any period, proper adjustment shall be made in connection with subsequent remittances, or adjustments on account of errors in contributions required of any employee may be made by direct cash payments between the employee and Board. Payments by Public Agency to Board may be made in the form of warrants, bank checks, bank drafts, certified checks, money orders, or cash.

- B. This amendment shall be attached to said contract and shall become effective on the 3rd day of April, 1976.

Witness our hands this 28th day of February 1976.

BOARD OF ADMINISTRATION
PUBLIC EMPLOYEES' RETIREMENT SYSTEM

CITY COUNCIL OF THE
CITY OF MONTEREY PARK

By Carl J. Blechinger
Carl J. Blechinger,
Executive Officer

By Matthew G. Martinez
Mayor

Approved as to form:

Attest:

MAR 15 10 12 AM '76

AMENDMENT TO CONTRACT BETWEEN THE
BOARD OF ADMINISTRATION
PUBLIC EMPLOYEES' RETIREMENT SYSTEM
AND THE
CITY COUNCIL
OF THE
CITY OF MONTEREY PARK

The Board of Administration, Public Employees' Retirement System, hereinafter referred to as Board and the CITY COUNCIL of the CITY OF MONTEREY PARK, hereinafter referred to as Public Agency, having entered into a contract under date of August 11, 1952, effective November 1, 1952, and as amended effective March 1, 1961, July 1, 1963, March 15, 1969, and January 1, 1971, and as provided by Chapter 316, Statutes of 1971, which provides for participation of Public Agency in said System, Board and Public Agency hereby agree as follows:

A. The following subparagraph shall be added to Paragraph 6 of said contract:

6. (g) Sections 21263 and 21263.1 (providing upon the death of a local safety member who has retired for service or disability for the continuation of the post-retirement survivor allowance to certain survivors). Allowance adjustments to commence on the first day of the calendar month coinciding with or next following the effective date of the amendment to provide this benefit.

B. Paragraph 7 (a) shall be stricken from said contract and the following Paragraph 7 (a) substituted therefor:

7. (a) With respect to local safety members,

RECEIVED - SACRAMENTO
PUBLIC EMPLOYEE'S
RETIREMENT SYSTEM
FEB 13 10 18 AM '76

C. This amendment shall be attached to said contract and shall become effective on the 20th day of March, 1976.

Witness our hands this 9th day of February 1976.

BOARD OF ADMINISTRATION
PUBLIC EMPLOYEES' RETIREMENT SYSTEM

By Carl J. Blechinger
Carl J. Blechinger,
Executive Officer

CITY COUNCIL OF THE
CITY OF MONTEREY PARK

By Matthew J. Martinez
Mayor

Approved as to form:

John J. Brown

Attest:

Laura Lee McNeill C.M.C.
City Clerk

RECEIVED - SACRAMENTO
PUBLIC EMPLOYEE'S
RETIREMENT SYSTEM

FEB 13 11 18 AM '76

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Reply to Section 020

July 10, 1973

Mr. Thomas L. Kirchner
Personnel Officer
City of Monterey Park
320 West Newmark Avenue
Monterey Park, California 91754

Dear Mr. Kirchner:

Effective with payroll reports submitted for the first pay period commencing on or after July 1, 1973, the contribution rate for the Safety Member Category will be as follows:

<u>Safety Members</u>	
Prior Service	-0-
Death Benefit	0.098%
Other Current Service	10.584%
1959 Survivors	0.077%
Total	<u>10.759%</u>

This change in your agency contribution rate is occasioned by the termination of the prior service funding period (6/30/73) for safety members. Please notify the accounting unit in your agency of the above change and let us know if you have any questions.

Very truly yours,

KISUK YANG
CHIEF ACTUARY

MC:ky

PUBLIC EMPLOYEES RETIREMENT SYSTEM QUADRENNIAL
ACTUARIAL VALUATION FOR SAFETY MEMBERS OF

MONTEREY PARK CITY OF
AS OF 7/ 1/1971

ER. 323

ATTENTION: MR. BIERY, DIRECTOR OF FINANCE

PERCENT OF PAYROLL

CURRENT SERVICE

NORMAL COST	\$	89079		7.088%	
UNFUNDED LIAB.	\$	1176312		3.496%	
			TOTAL		10.584%

PRIOR SERVICE

UNFUNDED LIAB.	\$	71545		2.878%	
			TOTAL		2.878%

DEATH BENEFITS

NORMAL COST	\$	1180		.094%	
UNFUNDED LIAB.	\$	1196		.004%	
			TOTAL		.098%

59 SURVIVOR BEN.

NORMAL COST	\$	707		.056%	
UNFUNDED LIAB.	\$	7016		.021%	
			TOTAL		.077%

TOTAL EMPLOYER RATE EFFECTIVE 7/ 1/1972		13.637%
PRESENT EMPLOYER RATE		13.062%
ANNUAL PAYROLL AS OF VALUATION	\$	1256719

MEMBERSHIP DATA AS OF VALUATION

ACTIVE	99	ANNUAL COST	\$ 171,379
INACTIVE	32		
RETIRED	22		

NOTE ADJUSTED AGENCY CONTRIBUTION RATES HAVE BEEN ESTABLISHED
TO AMORTISE PS UNFUNDED LIABILITIES BY ~~XXXXXX~~

P.S. Please note that the prior service funding period has been extended to 7/1/73.

EXHIBIT "A"

AN AMENDMENT TO THE CONTRACT BETWEEN THE CITY OF MONTEREY PARK AND
THE BOARD OF ADMINISTRATION OF THE PUBLIC EMPLOYEES' RETIREMENT SYSTEM

The Board of Administration, Public Employees' Retirement System, hereinafter referred to as Board, and the City of Monterey Park, hereinafter referred to as Public Agency, having entered into a contract under date of August 11, 1952, effective November 1, 1952, and as amended effective March 1, 1961, July 1, 1963 and March 15, 1969, which provides for the participation of Public Agency in said System, Board and Public Agency hereby agree as follows:

- A. The following paragraph shall be added to said Contract:

6.(g) Section 21380-7 (providing for allowances for survivors of members covered under the program upon death before retirement).

- B. Paragraph 7.(a) shall be stricken from said Contract and the following Paragraph 7 (a) substituted therefor:

7. Public Agency shall contribute to said Retirement System as follows:

- a. With respect to local safety members, the public agency shall contribute the following percentages of monthly salaries earned as local safety members of said system:

(1) 2.858 percent until October 31, 1972 on account of the liability for prior service benefits.

(2) 10.204 percent on account of the liability for current service benefits.

- C. This amendment shall be attached to said Contract and shall become effective on the 1st day of January, 1971.

Witness our hands this 19th day of October, 1970.

BOARD OF ADMINISTRATION
PUBLIC EMPLOYEES' RETIREMENT

CITY OF MONTEREY PARK
(A Municipal Corporation)

EXHIBIT "A"

AMENDMENT TO CONTRACT BETWEEN THE
BOARD OF ADMINISTRATION
PUBLIC EMPLOYEES' RETIREMENT SYSTEM
AND THE
CITY COUNCIL
OF THE
CITY OF MONTEREY PARK

The Board of Administration, Public Employees' Retirement System, hereinafter referred to as Board, and the City Council of the City of Monterey Park, hereinafter referred to as Public Agency, having entered into a contract under date of August 11, 1952, effective November 1, 1952, and as amended effective March 1, 1961, and July 1, 1963, which provides for the participation of Public Agency in said System, Board and Public Agency hereby agree as follows:

- A. Paragraph 6 (d) shall be stricken from said Contract and the following paragraph substituted therefor:

6 (d) Section 21367.51 (providing a \$500 death benefit upon death after retirement).

- B. Paragraphs 7 (a) and 7 (b) shall be stricken from said Contract and the following paragraph 7 (a) substituted therefor and paragraphs 7 (c) and 7 (d) shall be renumbered 7 (b) and 7 (c) respectively.

7 (a) With respect to local safety members, the public agency shall contribute the following percentages of monthly salaries earned as local safety members of said System:

- (1) 2.858 percent until October 31, 1972 on account of the liability for prior service benefits.
- (2) 9.704 percent on account of the liability for current service benefits.

- C. This amendment shall be attached to said Contract and shall become effective on the 15th day of March, 1969.

Witness our hands this 10th day of February, 1969.

BOARD OF ADMINISTRATION PUBLIC
EMPLOYEES' RETIREMENT SYSTEM

BY

William E. Payne

CITY COUNCIL OF THE
CITY OF MONTEREY PARK

BY

G. L. Lewis

STATE EMPLOYEES' RETIREMENT SYSTEM

NINTH STREET, P.O. BOX 1953
SACRAMENTO, CALIFORNIA 95809



Please Direct Your Reply to Section _____

Refer to Member Account Number _____

32728548110039

0001

City of Monterey Park #0323

As a result of the quadrennial valuation conducted as of June 30, 1966,
the contributions for the above agency are changed as follows:

Death benefit	Safety 0.070%
'59 Survivor benefits	
Other current service	9.592

Current service total	<u>9.662%</u>
For prior service	<u>2.858</u>
Total	<u>12.520%</u>

Kisuk Yang
KISUK YANG
ACTUARY

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"EXHIBIT A"

AMENDMENT TO CONTRACT BETWEEN THE
BOARD OF ADMINISTRATION
STATE EMPLOYEES' RETIREMENT SYSTEM

AND THE
CITY COUNCIL

OF THE
CITY OF MONTEREY PARK

The Board of Administration, State Employees' Retirement System, hereinafter referred to as Board, and the City Council of the City of Monterey Park, hereinafter referred to as Public Agency, having entered into a contract under date of August 11, 1952 effective November 1, 1952, and as amended effective March 1, 1961, which provides for participation of Public Agency in said System, Board and Public Agency hereby agree as follows:

A. Paragraph 6(b) is hereby stricken from said contract and the following paragraph 6(b) substituted therefor:

6(b) Section 20024.01 (defining "final compensation" on the basis of a period of three consecutive years).

B. This amendment shall be effective as of July 1, 1963.

Witness our hands this 27th day of May, 1963.

BOARD OF ADMINISTRATION
STATE EMPLOYEES' RETIREMENT SYSTEM

CITY COUNCIL
OF THE
CITY OF MONTEREY PARK

BY W.M. Crank
Presiding Officer

BY William E. Payne
William E. Payne, Executive Officer

ATTEST:
Margaret L. Altman
Clerk

July 1963

Monterey Park, City of

As a result of the quadrennial valuation as of June 30, 1962, the contributions beginning July 1, 1963 are changed to the following:

For Current Service:			
Ordinary death benefits	0.033	%	
'59 survivor benefits	---	%	
Other current service	7.863	%	7.896 %
For Prior Service	3.357	%	
Total	11.253	%	

STATE OF CALIFORNIA
BOARD OF ADMINISTRATION
State Employees' Retirement System

1227 O STREET
SACRAMENTO 14

June 16, 1961

PLEASE DIRECT YOUR REPLY TO SECTION _____

REFER TO MEMBER ACCOUNT NUMBER _____

City of Monterey Park

Your agency's rate effective July 1, 1961 is as follows:

Prior Service	4.281%
Current Service	<u>8.068</u>
TOTAL	12.352%

This change is being made because of action taken by the Board of Administration, State Employees' Retirement System, at its meeting of June 9, 1961, and is the result of previous Board action increasing the System's declared rate of interest from $3\frac{1}{4}\%$ to $3\frac{1}{2}\%$. This is a reflection of increased investment income.


William E. Payne, Executive Officer

This notice is to be attached to your Contract with this System.

AMENDMENT TO CONTRACT BETWEEN THE
BOARD OF ADMINISTRATION
STATE EMPLOYEES' RETIREMENT SYSTEM
AND THE
CITY COUNCIL OF
THE
CITY OF MONTEREY PARK

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The Board of Administration, State Employees' Retirement System, hereinafter referred to as Board, and the City Council of the City of Monterey Park, hereinafter referred to as Public Agency, having entered into a contract under date of August 11, 1952, which provides for participation of Public Agency in said System, Board and Public Agency hereby agree as follows:

- A. The following phrase is added to the sentence which constitutes Paragraph Number 1 of said agreement:

"except such as apply only on election of a contracting agency and are not provided for herein and to all amendments to said Law hereafter enacted except such as by express provision thereof apply only on the election of contracting agencies."

- B. Paragraphs 3 through 13 are hereby stricken from said contract as executed effective November 1, 1952, and are hereby replaced by the following paragraphs numbered 3 through 9 inclusive:

3. Employees of Public Agency in the following classes shall become members of said Retirement System except such in each such class as are excluded by law or this agreement:
- a. Local firemen; (herein referred to as local safety members),
 - b. Local policemen; (herein referred to as local safety members).

The following employees shall be excluded from membership in said Retirement System:

EXCLUDE EMPLOYEES OTHER THAN LOCAL FIREMEN AND
POLICEMEN.

4. All words and terms used herein which are defined in the State Employees' Retirement Law shall have the meaning as defined therein unless otherwise specifically provided. "Normal retirement age" shall mean age 55 for local safety members.
5. Benefits on account of each year of prior service shall be 100 percent of the fraction of final compensation provided under Section 21253 of the Law and this contract for each year of current service upon retirement for service.

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6. The following provisions of the State Employees' Retirement Law which apply only upon election of a contracting agency shall apply to the Public Agency and its employees:
 - a. Section 21252.4 (providing for a guaranteed percentage of final compensation for each year of current service as a local safety member).
 - b. Section 20024 (defining "final compensation" on the basis of a period of five consecutive years).
 - c. Section 21258(b) (providing a minimum retirement allowance of \$720.00 per year).
 - d. Section 21367.5 (providing a \$300 death benefit upon death after retirement).
 - e. Section 20025 (providing an inclusion of compensation without limit in which compensation is a factor).
 - f. Section 20952.5 (providing for age 50 as the minimum voluntary retirement age for local safety members).
 7. Public Agency shall contribute to said Retirement System as follows:
 - a. 4.284 per cent of total salaries each month, beginning with the effective date of this Amendment for 20 years, less the years elapsed between the effective date of the Contract and the effective date of this Amendment.
 - b. 8.486 per cent of total salaries paid by Public Agency each month to its employees who are and hereafter become members of said Retirement System, provided that only salary earned as members of said System shall be included in said total salaries.
 - c. A reasonable amount per annum, as fixed by Board to cover the costs of administering said System as it affects the employees of Public Agency, not including the costs of special valuations or of the periodical investigation and valuation required by law, provided that said amount shall be determined on the basis of the number of employees of Public Agency who are members on July 1 of the respective fiscal years, or with respect to the first year of participation, on the effective date of said participation.
 - d. A reasonable amount as fixed by the Board, payable in one installment as the occasions arise, to cover costs of special valuations on account of employees of Public Agency, and costs of the periodical investigation and valuation required by law.
 8. Contributions required of Public Agency and its employees shall be subject to adjustment by Board on account of amendments to the State Employees' Retirement Law, and on account of experience under the Retirement System, as determined by the periodical investigation and valuation required by said Retirement Law.

9. Contributions required of Public Agency and its employees shall be paid by Public Agency to the Retirement System within thirty days after the end of the period to which said contributions refer. If more or less than the correct amount of contribution is paid for any period, proper adjustment shall be made in connection with subsequent remittances, or adjustments on account of errors in contributions required of any employee may be made by direct cash payments between the employee and Board. Payments by Public Agency to Board may be made in the form of warrants, bank checks, bank drafts, certified checks, money orders, or cash.

C. This amendment shall be attached to said contract and shall become effective on the 1st day of March, 1961.

Witness our hands this 23rd day of January, 1961.

BOARD OF ADMINISTRATION
STATE EMPLOYEES' RETIREMENT SYSTEM

William E. Payne
William E. Payne, Executive Officer

CITY COUNCIL
CITY OF MONTEREY PARK

BY Reita F. Oregon
Presiding Officer

Attest:

Marguerite L. Alstrom
Clerk

Form 702-B

STATE EMPLOYEES' RETIREMENT SYSTEM
SACRAMENTO 14, CALIFORNIA

Contract

BETWEEN

CITY COUNCIL

NAME OF LEGISLATIVE BODY

OF

CITY OF MONTEREY PARK

NAME OF CITY, COUNTY, SCHOOL DISTRICT, OR OTHER PUBLIC AGENCY

AND THE

BOARD OF ADMINISTRATION

OF THE

CALIFORNIA STATE EMPLOYEES' RETIREMENT SYSTEM

This Agreement made this 11th day of August, 1952, by and between
the Legislative Body of CITY OF MONTEREY PARK
Name of City, County, School District, or Other Public Agency
hereafter referred to as "Public Agency," and the Board of Administration, California State Employees' Retirement System,
hereafter referred to as "Board."

WITNESSETH:

In consideration of the covenants and agreements hereinafter contained and on the part of both parties to be kept
and performed, Public Agency and Board hereby agree as follows:

1. Public Agency is to participate in the State Employees' Retirement System, subject to the provisions of the State
Employees' Retirement Law.

2. Public Agency shall participate in said Retirement System, making its employees members of said System, from
and after November 1, 1952.

3. Employees of Public Agency in the following classes shall become members of said Retirement System in accord-
ance with the provisions of said Retirement Law, governing membership in said Retirement System, and subject to the further
exclusions from membership in the next following sentence:

CLASSES OF EMPLOYEES	NUMBER OF EMPLOYEES ELIGIBLE FOR MEMBERSHIP
	ON <u>July 31</u> , 19 <u>52</u>
a. Local Firemen, as defined in the State Employees' Retirement Law . . .	<u>20</u>
b. Local Policemen, as defined in the State Employees' Retirement Law . .	<u>23</u>
c. County Peace Officers, as defined in the State Employees' Retirement Law .	<u>- - -</u>
d. Employees other than Local Firemen, Local Policemen, and County Peace Officers	<u>- - -</u>

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10. The provisions of Section 21367.5 of the State Employees' Retirement Law, providing a \$300 death benefit after retirement SHALL apply to employees of Public Agency who become members of said Retirement System.
("shall" or "shall not")

11. The provisions of Section 20025 of the State Employees' Retirement Law, providing for the portion of compensation which shall be included in computations under the Retirement Law SHALL apply to employees of Public Agency who become members of said Retirement System.
("shall" or "shall not")

12. Public Agency shall contribute to said Retirement System as follows:

- a. The sum of \$ 9,339.37 per annum, payable in equal monthly or ~~less~~ ^{more} frequent installments as Board shall require, for a period of 20 years, on account of the liability for benefits based on service rendered to Public Agency prior to the effective date hereof.
- b. 9.514 per cent of total salaries paid by Public Agency each month to its employees who are members of said Retirement System, provided that only salary earned as members of said System shall be included in said total salaries, and the employees who are members of said System shall include employees who become members upon the effective date hereof and employees who become members thereafter.
- c. A reasonable amount per annum, as fixed by Board, ~~payable in equal monthly or less frequent installments, as Board shall require,~~ to cover the costs of administering said System as it affects the employees of Public Agency, not including the costs of special valuations or of the periodical investigation and valuation required by law, provided that said amount shall be determined on the basis of the number of employees of Public Agency who are members on July 1st of the respective fiscal years, or with respect to the first year of participation, on the effective date of said participation.
- d. A reasonable amount as fixed by the Board, payable in one installment from time to time as the occasions arise, to cover the costs of special valuations on account of employees of Public Agency, and the costs of the periodical investigation into the experience under said Retirement System, as it affects said employees, and the valuation of the assets and liabilities of said System on account of said employees.

Contributions required of Public Agency and its employees shall be subject to adjustment by the Board of Administration on account of amendments to the State Employees' Retirement Law, and on account of experience under the Retirement System, as determined by the periodical investigation, valuation and determination provided for by said Retirement Law.

13. Contributions required of Public Agency under paragraph 12 immediately preceding, and contributions required of Public Agency's employees who are members of said System, shall be paid by Public Agency to the State Employees' Retirement System within thirty days after the end of the month or longer period to which said contributions refer. If more or less than the correct amount of contribution required of Public Agency or its employees is paid for any period, proper adjustment shall be made in connection with subsequent remittances of Public Agency to the Board, to rectify the errors; or such adjustments on account of errors made in contributions required of employees, may be made by direct cash payments between the employee in connection with whom the error was made, and Board. Payments of Public Agency to Board may be made in the form of warrants, bank checks, bank drafts, certified checks, money orders, or cash.

WITNESS OUR HANDS the day and year first above written.

ATTEST:

Arthur W. Langley
Clerk

City Council

Name of Legislative Body

of

The City of Monterey Park

Name of Public Agency

By James L. Bradshaw
Presiding Officer

BOARD OF ADMINISTRATION

STATE EMPLOYEES' RETIREMENT SYSTEM

ATTEST:

Earle Chapman
Executive Officer

By [Signature]
Vice-President, Board of Administration

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