

Tuesday, February 27, 2024

ROLL CALL:

Mayor/Chairman/President:

Andrew C. Lara

Mayor Pro Tempore/Vice Chairman/Vice President:

John R. Garcia

Councilmembers/Directors/Commissioners:

Gustavo V. Camacho

Erik Lutz

Dr. Monica Sanchez

Meeting jointly and regularly with the Pico Rivera Successor Agency to the Pico Rivera Redevelopment Agency (as needed); Pico Rivera *Housing Assistance Agency (as needed); Pico Rivera Water Authority (as needed); and Public Financing Authority (as needed)

Regular Meeting 6:00 p.m.

Council Chamber

6615 Passons Boulevard

Next Resolution No. 7316

Next Ordinance No. 1182

Next Agreement No. 24-2289

Successor Agency to PRRA

Next Resolution No. SA-24-29

Next Ordinance No. SA-01

Next Agreement No. S24-006

Housing Assistance Agency

Next Resolution No. HA-108

Next Ordinance No. HA-16

Water Authority

Next Resolution No. 24-37

Next Ordinance No. 24-01

Next Agreement No. 24-78

Public Financing Authority

Next Resolution No. PFA-24-13

COMMISSIONERS SCHEDULED TO BE PRESENT:

Kimberly Garcia, Parks and Recreation Commission

Fernando Lopez, Sister City Commission

INVOCATION:

PLEDGE OF ALLEGIANCE:

PLEASE TURN OFF OR SILENCE CELL PHONES WHILE MEETING IS IN SESSION AND PLEASE REFRAIN FROM TEXTING DURING THE MEETING

In compliance with the Americans with Disabilities Act of 1990, the City of Pico Rivera is committed to providing reasonable accommodations for a person with a disability. Please call the City Clerk's office at (562) 801-4389, if special accommodations are necessary and/or if information is needed in an alternative format. Special requests must be made in a reasonable amount of time in order that accommodations can be arranged (within 24 to 48 hours' notice).

*Commissioners receive a \$30.00 stipend per each meeting held and attended.

PUBLIC HEARING:

City Council:

1. Public Hearing – Interim Warehouse Urgency Ordinance Adopting a 45-Day Moratorium on the Establishment, Expansion, Intensification, or Modification of Warehouses, Distribution Centers, and Related Land Uses in all Industrial Zones. (1300)

- a) Open public hearing
- b) Memo from City Manager
- c) Written Communications
- d) Oral Communications
- e) Close public hearing

f) Recommendation:

- 1. Adopt by four-fifths (4/5) vote, an interim warehouse urgency ordinance establishing a 45-day moratorium on the establishment, expansion intensification or modification of warehouses, distribution centers and related land uses in all industrial zones; and
- 2. Find that the proposed action is exempt from the California Environmental Quality Act (CEQA) review.

Urgency Ordinance No. _____ AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF PICO RIVERA, CALIFORNIA, PURSUANT TO GOVERNMENT CODE SECTION 65858, ADOPTING A 45-DAY MORATORIUM ON THE ESTABLISHMENT, EXPANSION, INTENSIFICATION, OR MODIFICATION OF WAREHOUSES AND RELATED LAND USES IN ALL INDUSTRIAL ZONES

2. Public Hearing – Zone Code Amendment No. 194 – An Update to the Zoning Ordinance Reflecting Required Amendments by the State Department of Housing and Urban Development after Final Review of the Sixth Cycle 2021-2029 Housing Element. (1600)

- a) Open public hearing
- b) Memo from City Manager
- c) Written Communications
- d) Oral Communications
- e) Close public hearing

f) Recommendation:

- 1. Approve a resolution approving Zone Code Amendment No. 194 amending the Zoning Code to meet State mandated requirements;
- 2. Introduce and waive the first reading of an ordinance amending Title 18, Zoning, of the Pico Rivera Municipal Code herein as Zone Code Amendment No. 194; and
- 3. Find the Project categorically exempt from the California Environmental Quality Act (CEQA) pursuant to CEQA Guidelines Sections 15162(b) and 15061(b)(3).

Resolution No. _____ A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF PICO RIVERA, CALIFORNIA, ADOPTING AMENDMENTS TO

TITLE 18 ZONING OF THE PICO RIVERA MUNICIPAL CODE FOR CONSISTENCY WITH THE SIXTH CYCLE HOUSING ELEMENT DESIGNATED HEREIN AS ZONE CODE AMENDMENT NO. 194

Ordinance No. _____ AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF PICO RIVERA, CALIFORNIA, AMENDING *TITLE 18 ZONING OF THE PICO RIVERA MUNICIPAL CODE INCLUDING TABLE 18.42.040 PROPERTY DEVELOPMENT CHART AND SECTION 18.18.42.050 SPECIAL USE CONDITIONS AND CHART NOTES AS HEREIN REFERRED TO AS ZONE CODE AMENDMENT NO. 194 (FIRST READING AND INTRODUCTION)*

3. Public Hearing – Approve an Exclusive Negotiation Agreement with Tierra Mia Coffee Company to Negotiate the Sale and Purchase of 9003 Beverly Boulevard. (600)

- a) Open public hearing
- b) Memo from City Manager
- c) Written Communications
- d) Oral Communications
- e) Close public hearing

f) Recommendation:

- 1. Approve a resolution approving an Exclusive Negotiation Agreement (ENA) with Tierra Mia Coffee Company to negotiate the sale and purchase of 9003 Beverly Boulevard (Assessor Parcel No. 8121-003-902).

Resolution No. _____ A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF PICO RIVERA, CALIFORNIA, TO APPROVE AN EXCLUSIVE NEGOTIATION AGREEMENT WITH TIERRA MIA COFFEE COMPANY TO NEGOTIATE THE SALE AND PURCHASE OF CERTAIN CITY-OWNED REAL PROPERTY IDENTIFIED AS 9003 BEVERLY BOULEVARD (APN: 8121-003-902)

4. Public Hearing – A Resolution Authorizing and Adopting the Permanent Local Housing Allocation Plan for the PLHA Program. (1600)

- a) Open public hearing
- b) Memo from City Manager
- c) Written Communications
- d) Oral Communications
- e) Close public hearing

f) Recommendation:

- 1. Approve a resolution authorizing and adopting the Permanent Local Housing Allocation (PLHA) plan for the PLHA Program.

Resolution No. _____ A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF PICO RIVERA, CALIFORNIA, AUTHORIZING AND ADOPTING THE PERMANENT LOCAL HOUSING ALLOCATION PLAN FOR THE PERMANENT LOCAL HOUSING ALLOCATION PROGRAM

5. Public Hearing – General Plan Amendment No. 62 – Adoption of State Required Updates to the 2021-2029 Housing Element. (1600)

- a) Open public hearing
- b) Memo from City Manager
- c) Written Communications
- d) Oral Communications
- e) Close public hearing
- f) Recommendation:**

- 1. Approve a resolution ratifying General Plan Amendment No. 62.

Resolution No. _____ A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF PICO RIVERA, CALIFORNIA, ADOPTING GENERAL PLAN AMENDMENT NO. 62 AMENDING THE SIXTH CYCLE 2021-2029 HOUSING ELEMENT AS REQUESTED BY THE STATE OF CALIFORNIA DEPARTMENT OF HOUSING AND COMMUNITY DEVELOPMENT

PUBLIC COMMENTS:

IF YOU WOULD LIKE TO COMMENT ON ANY LISTED AGENDA ITEMS OR NON-AGENDA ITEMS, PLEASE FILL OUT A GREEN PUBLIC COMMENT REQUEST FORM AND PROVIDE IT TO THE STAFF MEMBER AT THE BACK TABLE BEFORE THE MEETING STARTS.

When you are called to speak, please come forward and state your name and city of residency for the record. You have three (3) minutes to make your remarks. In accordance with Government Code Section 54954.2, members of the City Council may only: **1)** respond briefly to statements made or questions posed by the public; **2)** ask a question for clarification; **3)** provide a reference to staff or other resources for factual information; **4)** request staff to report to the City Council at a subsequent meeting concerning any matter raised by the public; and **5)** direct staff to place a matter of business on a future agenda. City Council members cannot comment on items that are not listed on a posted agenda.

CONSENT CALENDAR ITEMS:

All items listed on the Consent Calendar may be acted on by a single motion without separate discussion. Any motion relating to a Resolution or Ordinance shall also waive the reading of the titles in full and include its adoption as appropriate. If discussion or separate vote on any item is desired by a Councilmember or staff, that item may be pulled from the Consent Calendar for separate consideration.

CONSENT CALENDAR:

City Council:

6. Minutes:

- City Council regular meeting February 13, 2024

Recommendation: Approve

7. **11th Warrant Register for the 2023-2024 Fiscal Year.** (700)
Check Numbers: 293865-293954
Special Check Numbers: None
Recommendation: Approve

8. **Approve a Resolution Designating the City of Pico Rivera as a Purple Heart City.** (200)

Recommendation:

1. Approve a resolution designating the City of Pico Rivera as a Purple Heart City;
2. Authorize the City Manager or designee to explore possible landmarks recognizing the City as a Purple Heart City.

Resolution No. _____ A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF PICO RIVERA, CALIFORNIA, DESIGNATING THE CITY OF PICO RIVERA AS A PURPLE HEART CITY

9. **Accept an Invitation from the City of Chapala, Jalisco, Mexico, to become a Sister City with the City of Pico Rivera.** (300)

Recommendation:

1. Approve a resolution accepting the invitation from the City of Chapala, Jalisco, Mexico, to become a Sister City with the City of Pico Rivera.

Resolution No. _____ A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF PICO RIVERA, CALIFORNIA, ACCEPTING THE INVITATION FROM THE CITY OF CHAPALA, JALISCO, MEXICO, TO BECOME A SISTER CITY

10. **Approve Amendment No. 1 to Agreement No. 23-2214 with Hinderliter, De Llamas and Associates for Sales, Use and Transaction Tax Audit Recovery Services.** (700)

Recommendation:

1. Approve Amendment No. 1 to Agreement No. 23-2214 with Hinderliter, De Llamas and Associates (HdL), to provide sales, use, and transaction tax audit recovery services for an additional amount of \$171,000 for a new contracted total not-to-exceed amount of \$221,000; and
2. Authorize the City Manager to execute the proposed Amendment No. 1 in a form approved by the City Attorney.

Agreement No. 23-2214-1

11. **Award a Professional Services Agreement with CivicWell for Project Management Support Services for the Rosemead/Lakewood Boulevard Complete Corridor Project.** (500)

Recommendation:

1. Award a Professional Services Agreement, in a form approved by the City Attorney to CivicWell to provide professional project management support, project coordination, community outreach, engagement, and communication services for the Rosemead/Lakewood Boulevard Complete Corridor Project,

Non-CIP No. 30059, for an amount not-to-exceed \$110,000, and authorize the City Manager to execute the agreement.
Agreement No. _____

- 12. Treasurer's Monthly Investment Transaction Report as of January 31, 2024.**
Recommendation: (700)
1. Receive and file the Treasurer's Monthly Investment Transaction Report as of January 31, 2024.
- 13. Vehicle Replacement – Purchase of Two (2) 2024 Toyota RAV4 Vehicles for the Public Works Department.** (700)
Recommendation:
1. Authorize the purchase of two (2) 2024 Toyota RAV4 LE, Front Wheel Drive, 8-speed automatic transmission, in the aggregate amount of \$66,685 from Toyota of Whittier; and
 2. Authorize the City Manager to execute all documents related to the purchase of the recommended vehicles.

CONSENT CALENDAR ITEMS PULLED FOR FURTHER DISCUSSION

REGULAR AGENDA:

- 14. Annual Comprehensive Financial Report, Fiscal Year Ending June 30, 2023, and Fiscal Year 2022-23 General Fund Year-End Results.** (700)
Recommendation:
1. Receive and file the Annual Comprehensive Financial Report, fiscal year (FY) ending June 30, 2023;
 2. Approve Budget Transfers that allocate the FY 2022-23 Unassigned General Fund Balance of \$202,840, and;
 3. Approve a General Fund allocating the remaining FY 2022-23 Unassigned General Fund Balance of \$4,089,702 towards vehicle purchases, the Smith Park Turf Replacement, and Measure AB Revenue Replacement.

CITY MANAGER/STAFF REPORTS

GOOD OF THE ORDER (INTERGOVERNMENTAL AGENCY MEETINGS, AB 1234 REPORTS, NEW BUSINESS, OLD BUSINESS)

CLOSED SESSION:

- a. CONFERENCE WITH LEGAL COUNSEL – EXISTING LITIGATION**
Pursuant to Government Code Section 54956.9(d)(1)
Pico Water District vs. City of Pico Rivera
Los Angeles County Superior Court Case No. 22NWCV00967
- b. CONFERENCE WITH LEGAL COUNSEL – ANTICIPATED LITIGATION**
Pursuant to Government Code Section 54956.9(d)(2)
One Matter

c. CONFERENCE WITH LABOR NEGOTIATOR

Pursuant to Government Code Section 54957.6

Agency Designated Representative: City Manager Carmona, Human Resources Director Shirinian and Assistant City Manager Garcia

Employee Organizations: Service Employees International Union Local 721 Full-Time, Part-Time and Directors Units, and Confidential Employees Association

ADJOURNMENT:

AFFIDAVIT OF POSTING

I, Cynthia Ayala, City Clerk, for the City of Pico Rivera, DO HEREBY CERTIFY, under penalty of perjury under the laws of the State of California, that the foregoing notice was posted at the Pico Rivera City Hall bulletin board, Pico Rivera website www.pico-rivera.org, Pico Rivera Post Office and Parks: Smith, Pico and Rivera which are available for the public to view on this 22nd, day of February 2024.

Dated this 22nd, day of February 2024.

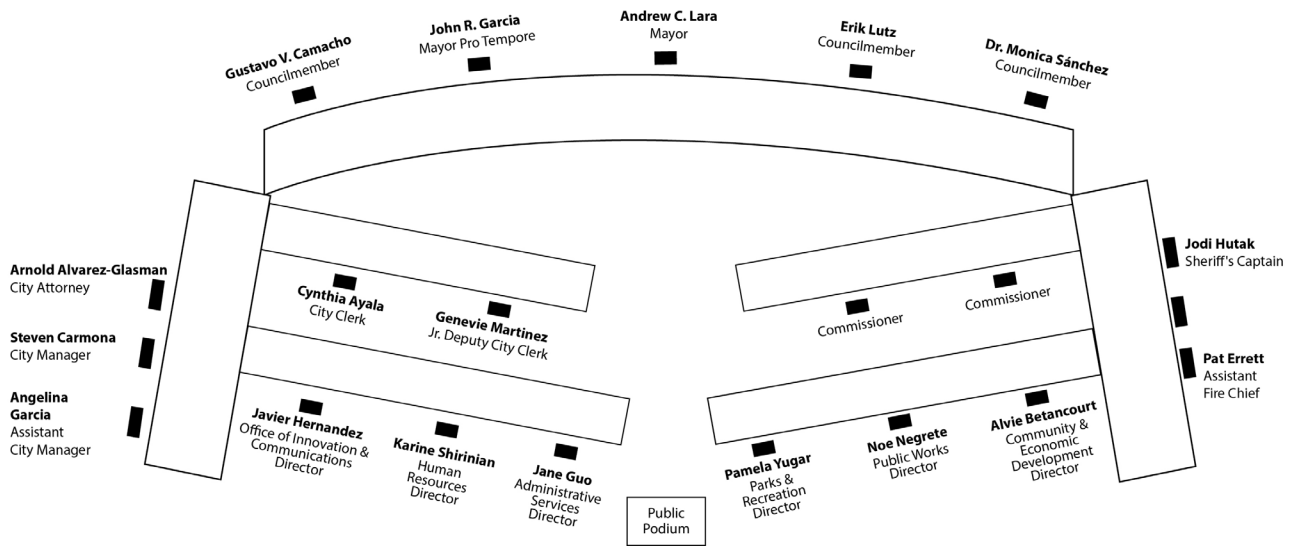
A handwritten signature in cursive script, appearing to read 'C Ayala', is written over a horizontal line.

Cynthia Ayala, CMC
City Clerk

SB343 NOTICE

In compliance with and pursuant to the provisions of SB343 any public writing distributed by the City Clerk to at least a majority of the City Council Members regarding any item on this regular meeting agenda will be available on the City's website.

Council Meeting Seating Chart



STATEMENT REGARDING DECORUM AT CITY COUNCIL MEETINGS

If you wish to speak at the time set aside for public comments, the City Council has established the following standards and Rules of Decorum as allowed by State law.

- Public comment is limited to those portions of the meeting referred to as Public Comments. These portions are intended for members of the public to address the City Council, Successor Agency, Housing Assistance Agency or Water Authority on matters related to agendas or any other items under the subject matter jurisdiction of the City Council or Agencies. Please fill out the desired color-coded card prior to the start of the meeting at 6:00 p.m. Once the meeting has begun, no further cards will be accepted.
- A **yellow** Public Hearing Comment Request card must be completed to speak during a Public Hearing.
- A **green** Public Comment Request – Card is for those wishing to address the Council/Agency on agenda items or any other items under the subject jurisdiction of the City Council/Agency.
- Citizens may address the Council, Successor Agency or Housing Assistance Agency once for a **maximum of three minutes**. After each speaker returns to his/her seat, the Mayor shall determine the time and manner of response, but typically if answers are available, they will be given after all speakers have had an opportunity to address the City Council.
- Members of the audience are asked to refrain from clapping or otherwise speaking from their seats. Those not meeting the standards for decorum may be escorted from the meeting.

RULES OF DECORUM CAN BE FOUND IN THE PICO RIVERA MUNICIPAL CODE SECTION 2.08.050 AS ESTABLISHED BY ORDINANCE 783 ADOPTED ON AUGUST 20, 1990 AND AMENDED BY ORDINANCES 822 (SEPTEMBER 21, 1992) AND 1020 (MARCH 21, 2006).



To: Mayor and City Council

From: City Manager

Meeting Date: February 27, 2024

Subject: PUBLIC HEARING – INTERIM WAREHOUSE URGENCY ORDINANCE ADOPTING A 45-DAY MORATORIUM ON THE ESTABLISHMENT, EXPANSION, INTENSIFICATION, OR MODIFICATION OF WAREHOUSES, DISTRIBUTION CENTERS, AND RELATED LAND USES IN ALL INDUSTRIAL ZONES

Recommendation:

1. Adopt by four-fifths (4/5) vote, an interim warehouse urgency ordinance establishing a 45-day moratorium on the establishment, expansion intensification or modification of warehouses, distribution centers and related land uses in all industrial zones; and
2. Find that the proposed action is exempt from California Environmental Quality Act (CEQA) review.

Fiscal Impact:

This moratorium is not anticipated to have a direct fiscal impact to the General Fund.

Discussion:

In a 2022 Warehouse Projects report by the Attorney General for the State of California, rising consumer expectations of rapid shipping and convenience have contributed to the proliferation of e-commerce and warehouse development. The report from the state suggests that consumer demand for e-commerce is expected to continue with an upward trend, therefore resulting in a high demand for warehouse development. The Attorney General points out how the concentration of industrial warehouse development in Southern California can be attributed to the region’s ports, population centers, and vast transportation network.

Over the past five years, the City of Pico Rivera (City) has entitled six (6) industrial facilities (collectively, “Warehouses”), with project descriptions consisting of warehousing,

CITY COUNCIL AGENDA REPORT – MEETING OF FEBRUARY 27, 2024
PUBLIC HEARING – INTERIM WAREHOUSE URGENCY ORDINANCE ADOPTING A
45-DAY MORATORIUM ON THE ESTABLISHMENT, EXPANSION, INTENSIFICATION,
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distribution, crossdocking facilities, and other similar uses that have the potential to increase the amount of truck traffic within the City's boundaries and surrounding areas. In recent months, there has been a noticeable increase of inquiries by developers and brokers pertaining to the development of new Warehouse facilities. In addition, Planning staff has received calls with proposals for tenant improvements to existing sites that pertain to warehousing, logistics, and related uses. Staff, within the City believes Pico Rivera continues to be a prime location for Warehouse developers and prospective industrial business operators due to the City's proximity to Interstates 605, 60, and 5 Freeways. Moreover, the City has five (5) major thoroughfares that serve commuters traveling in an east and west direction. These five (5) throughfares are: 1) Beverly Boulevard, 2) Whittier Boulevard, 3) Washington Boulevard, 4) Slauson Avenue, and 5) Telegraph Road, which are identified as truck routes in the General Plan. These roads can serve as an alternative path of travel and freeway bypass for freight vehicles that are transporting goods from the Los Angeles area to cities located to the east of Pico Rivera.

Traffic, Health, and Safety Issues

In May of 2021, the South Coast Air Quality Management District (SCAQMD) adopted Proposed Rule 2305 known as the Warehouse Indirect Source Rule (PR 2305) aimed towards reducing emissions from vehicles associated with warehouses and distribution centers. In the final staff report associated with PR 2305, SCAQMD notes specifically that these type of facilities "are also associated with important localized health effects from air pollution." In 2005, the California Air Resources Board (CARB) looked at Distribution Centers and found that "particulate matter exposure is associated with premature mortality and health effects including asthma exacerbation and hospitalization due to aggravating heart and lung disease." CARB recommends "taking into account the configuration of distribution centers" and "locating new sensitive land uses away from the main entry and exit points" to help "reduce cancer risk and other health impacts."

Some Warehouse facilities, and associated transportation activities, can operate 24-hours-a-day and have the potential to generate significant truck traffic in Pico Rivera and adjacent communities. According to the State Attorney General's Warehouse Projects report, truck traffic can lead to environmental issues including traffic congestion, poor air quality, noise, and vibration when located near sensitive receptors such as schools, homes, and public recreation facilities. Freight trucks travel City streets to reach their destinations and because of their size, can pose unique and challenging traffic issues such as:

- Increased safety risk for smaller vehicles, pedestrians, and bicyclists;
- Damage to City property/facilities from collisions (reported and unreported); i.e., streetlights, traffic signal equipment, signs, trees, curbs, medians, etc.;
- Reduced levels of service on streets and at intersections; and
- Impacts to paved surfaces.

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The Attorney General’s Warehouse report about the potential for detrimental impacts to city streets, public health, and the environment is consistent with the assessments contained in the 2021, SCAQMD staff report. With a comprehensive strategy, policies, and goals to mitigate negative impacts, Warehouse activities can contribute to the economy and consumer welfare. However, if not properly regulated through effective ordinances, the impacts from Warehouses, logistical facilities, and related land uses pose an immediate threat to public health, safety, and welfare for residents of the City and surrounding communities.

Activities Subject to the Interim Urgency Ordinance

All existing and proposed Warehouses and related facilities, as defined within the interim urgency ordinance, are subject to this moratorium. Pursuant to Sections 36934 and 65858 of the Government Code of the State of California, the interim urgency ordinance shall prohibit the development or approval of any new establishment, expansion, intensification, or modification of warehouses and related uses anywhere in the City. The City will not accept any new applications, further process submitted applications, issue any permits, or approve any entitlements including but not limited to a Conditional Use Permit (CUP), Precise Plan of Design (PPD), and/or any other permit that is found to contribute to the establishment, expansion, intensification, or modification of warehouses and related uses anywhere in the City.

Furthermore, due to the various definitions for Warehouse activities and any ambiguity that may arise during the enforcement of this interim urgency ordinance, the City’s Zoning Administrator, as authorized under Section 18.06.100 of the Pico Rivera Municipal Code (PRMC), shall determine if a particular land use is considered a “compatible use,” and/or related to those land uses intended to be included in the interim urgency ordinance.

Exemptions from the Moratorium

This moratorium shall not prohibit the following:

1. The annual renewal of an existing business license.
2. The transfer of business license and/or ownership when the land use remains the same and the establishment has not ceased operations to the public for more than six months.
3. Any permits necessary for routine maintenance or repairs due to an emergency or to protect the public health, safety, and welfare.
4. Tenant improvements within an existing building provided they would not be considered an expansion or intensification of the building or use as determined by the Community and Economic Development Director.
5. The establishment of any warehouse that has already received full approvals.

Ordinance Adoption

Adoption of the proposed interim urgency ordinance requires a favorable four-fifths (4/5) vote of the City Council. If adopted, the ordinance will take effect immediately for a period

CITY COUNCIL AGENDA REPORT – MEETING OF FEBRUARY 27, 2024
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of 45 days, at which time it will automatically expire unless extended by the City Council. A similar non-urgency ordinance, following the usual procedures of a non-urgency ordinance, will be processed separately and submitted to the Planning Commission for review and recommendation to the City Council for adoption. Processing a non-urgency ordinance with the urgency ordinance is recommended in case the urgency ordinance's findings are challenged, because the non-urgency ordinance will have taken effect and rendered the legal challenge of the urgency ordinance moot.

If the Interim Urgency Ordinance is approved, City Staff will take the following next steps:

- a) Review and consider options for the regulation of Warehouses and related uses; and
- b) Within ten (10) days prior to the expiration of this urgency ordinance, issue a written report describing the measures taken to alleviate the conditions which led to the adoption of the interim urgency ordinance; and
- c) Make said report available to the public.

At that time, staff will ask City Council to consider the report and determine whether conditions exist to justify and extension of the moratorium.

Environmental Impact:

The action proposed herein is not subject to environmental review pursuant to Sections 15060(c)(2) and 15060(c)(3) of the State Guidelines for Implementation of the California Environmental Quality Act (CEQA). Sections 15060(c)(2) and 15060(c)(3) pertain to activities that will not result in a direct or reasonably foreseeable indirect change to the environment and that are not defined as a project under Section 15378(b).

Conclusion:

Staff recommends that the City Council adopt the interim urgency ordinance, pursuant to California Government Code Section 36937(b), to take effect immediately upon approval to preserve the public health, safety, and welfare of the residents of Pico Rivera.



Steve Carmona

SC:AG:AB:JG:HH:jj

Enclosures: 1) Interim Urgency Ordinance
2) Public Notice

INTERIM URGENCY ORDINANCE NO. _____

AN INTERIM URGENCY ORDINANCE OF THE CITY COUNCIL OF THE CITY OF PICO RIVERA, CALIFORNIA PURSUANT TO GOVERNMENT CODE SECTION 65858, ADOPTING A 45-DAY MORATORIUM ON THE ESTABLISHMENT, EXPANSION, INTENSIFICATION, OR MODIFICATION OF WAREHOUSES AND RELATED LAND USES IN ALL INDUSTRIAL ZONES

WHEREAS, the City of Pico Rivera ("City") is a general law city, incorporated under the laws of the State of California, and it has an interest in planning and regulating the use of property within the City; and

WHEREAS, Article 11, Section 7 of the California Constitution authorizes the City to make and enforce ordinances to regulate the use of land within its jurisdictional boundaries, to the extent such regulations are not in conflict with the general laws of the State of California; and

WHEREAS, industrial development refers to warehouses, distribution centers, parcel hubs, fulfillment centers, and related uses such as trucking and logistics facilities inclusive of built-to-suit and speculative industrial facilities (collectively, "Warehouses"), which include any use for the conduct, business, or management of warehousing, storing, safekeeping, freight forwarding, handling, keeping inventory, and/or distribution activities for any product or component, including but not limited to consumer products, materials, or merchandise, partially or wholly within an enclosed space, building, or other structure; and

WHEREAS, the South Coast Air Quality Management District ("SCAQMD") and California Department of Transportation acknowledge the potential increases in air pollution and traffic associated with industrial warehouses and related land uses; and

WHEREAS, the City has determined that there is an increased call for industrial development and redevelopment of facilities to meet the growing market demand of internet commerce (e-commerce). Due to this current demand, there has been an increase in industrial development applications within Pico Rivera and surrounding communities over the past few years; and

WHEREAS, the City requires time to properly assess the impacts associated with warehouse facilities and related land uses; and

WHEREAS, the City has determined that Warehouses and related land uses may have a detrimental impact upon the City, which are not being addressed by the City's current ordinances and zoning regulations; and

WHEREAS, it is necessary to study existing regulations for warehouses and related land uses to determine the potential adverse impacts to City, and to make recommendations on appropriate alternative regulations; and

WHEREAS, Government Code Sections 36934 and 36937 expressly authorize the City Council to enact urgency ordinances, which take effect immediately upon introduction, for the immediate preservation of public peace, health, or safety, containing a declaration of the facts constituting the urgency, and which must be passed by a four-fifths (4/5) vote of the City Council; and

WHEREAS, the City desires to establish a 45-day moratorium on the establishment, expansion, intensification, or modification of Warehouses and related land uses through the adoption of this Ordinance to further the purposes stated herein.

NOW, THEREFORE, BE IT ORDAINED by the City Council of the City of Pico Rivera as follows:

SECTION 1. RECITALS INCORPORATED. The City Council finds the recitals contained in this ordinance to be true and correct, relies upon them in passing this ordinance, and incorporates them herein.

SECTION 2. IMMEDIATE THREAT. The City Council finds that there is potentially a current and immediate threat to public health, safety, and welfare posed by current Warehouse development and over proliferation in the City, due to the insufficiency of regulations under the City of Pico Rivera Zoning Code. This Ordinance is necessary as an urgency measure to address said threats to public health, safety, and welfare.

SECTION 3. DEFINITIONS. The following definitions are applicable to this Interim Urgency Ordinance:

1. "Common carrier trucking company" means a freight transporting or transfer company serving the general public and/or business community and regulated by the State Public Utilities Commission and/or the Federal Interstate Commerce Commission. Such businesses pay transportation taxes to the state. The City receives a portion of this tax in lieu of city business license fees, which are not required of such businesses.
2. "Compatible use" means a use of land that may not be specifically listed as a permitted use in any zone, but which, upon review and written determination by the zoning administrator, is similar to and possesses the characteristics of those uses first permitted in a zone that it would be most closely associated and identifiable therewith.
3. "Distribution plant" means a warehousing facility and operation wherein only storage of products takes place and where no manufacturing or fabrication of any type whatsoever occurs and is limited only to the dissemination of such stored products through acceptable transportation modes and means where such products are of a transient nature only. Storage and/or parking of commercial vehicles limited to "private carrier" vehicles and storage of occupant owned trailers. A distribution plant does not include a fulfillment center or parcel hub.

4. "Establishment" means to bring into existence (a new warehouse facility).
5. "Expansion" means:
 - a. Any increase of the total size of the floor area of any existing building;
 - b. Any expansion/intensification of warehouses, truck terminals, cross docking facilities, and related uses.
 - c. Construction of any new structure on the premises of an existing business.
6. "Fulfillment center" means a facility where goods or products are stored on-site temporarily for distribution to consumers or end-users, either directly or through a parcel hub. Fulfillment centers may include automated systems, office space, and a pick and pack area to be used by employees for sorting and packaging goods and products for delivery from available, on-site inventory.
7. "Full approval/s" means a discretionary application/s that has been granted an entitlement/s from the approving authority.
8. "Logistics facility" means any warehouse for storage and transportation of goods, distribution facilities, logistics services such as but not limited to material handling, production, packaging, inventory, transportation, storage, warehousing, freight forwarding, deposit, storage, safekeeping, or parts thereof, industrial wholesale, self-storage, portable storage rental facility, truck terminals, hazardous materials facilities, truck yards, cargo container storage and cargo container parking, and manufacturing uses with less than 50% of floor area devoted to manufacturing, office, sales, design, repair, or assembly.
9. "Modification" means making any changes, remodeling, or alterations to an existing building or site that require permits. Modification shall include change in tenant at an existing facility requiring a business license. A change in tenant means any amendment to a lease agreement that extends the term of the lease for more than three years, or a new lease agreement with a term longer than three years.
10. "Parcel hub" means a facility used for the processing, sorting, and/or re-distribution of parcels or products from one mode of transport to vehicles with rated capacities less than ten thousand pounds, for delivery directly to consumers or end-users and includes, but is not limited to, a last mile facility.
11. "Truck terminal" means a principal use of land or building where there are dock facilities for trucks, either partially enclosed or unenclosed, for the purposes of transferring goods or breaking down and assembling tractor-trailer transport.
12. "Trucking facility" means any property and improvements used for freight transfer truck terminals or for the operations of "common carrier trucking company"

including the parking, or servicing, or repairing, or storage of trucks, truck tractors, and/or truck trailers, except where such activities are not part of a “common carrier trucking company” operation, and are incidental and accessory to a primary use, permitted in the zone district, serving only said use, and located on the same property or on property adjacent to that occupied by said primary use.

13. “Warehouse” means a building storage facility wherein the operation thereof is limited to only the storage of stock and products for subsequent distribution, and expressly excludes manufacturing or fabrication of any type whatsoever and storage and/or parking of commercial transportation vehicles limited to “private carrier” vehicles and storage of occupant owned trailers. A warehouse does not include a fulfillment center or parcel hub.

For any land use not defined in this Interim Urgency Ordinance, the Zoning Administrator shall determine if a particular land use is considered a “compatible use,” and/or related to those land uses intended to be included in this Ordinance.

SECTION 4. MORATORIUM. Accordingly, the Pico Rivera City Council hereby adopts a moratorium pursuant to California Government Code Section 65858 for the development or approval of any new establishment, expansion, intensification, or modification of Warehouses and related uses anywhere in the City. The City shall not accept any new applications, further process accepted applications, issue any permits including but not limited to business licenses, or approve any entitlements including but not limited to a Conditional Use Permit (CUP) and a Precise Plan of Design (PPD). This Interim Urgency Ordinance is enacted pursuant to Sections 36934 and 65858 of the Government Code of the State of California, and in accordance therewith, shall be of no further force and effect forty-five (45) days after the adoption of this Ordinance unless extended in accordance with Section 65858 of the Government Code. The City Council hereby finds, determines, and declares that the immediate preservation of the public peace, health, safety, and welfare necessitates the enactment of this Ordinance as an urgency ordinance. The City Council further finds there is a current and immediate threat to public health, safety and welfare necessitating the adoption of this Ordinance as an Interim Urgency Ordinance under Section 65858.

Said findings are as follows:

- A. The City recognizes the increasing growth trend of large warehouses, distribution facilities, and related industrial land uses within the boundaries of Pico Rivera and surrounding jurisdictions. These facilities have the potential to generate environmental impacts on neighboring properties and the larger community, including truck traffic, noise from on-site operations, air quality issues, and impacts to City streets.
- B. Government Code Section 65858 authorizes the City Council, in order to protect public health, safety, and welfare, to adopt an Interim Urgency Ordinance prohibiting a use that is in conflict with a contemplated general plan, specific plan,

or zoning proposal that the legislative body, planning commission, or planning department is considering or studying or intends to study within a reasonable time, provided that the urgency ordinance shall require a four-fifths (4/5) vote of the legislative body for adoption and shall be of no further force and effect 45 days from its date of adoption, unless duly extended.

- C. Because of the actual and potential detrimental impacts of warehouse and related uses upon the City, which impacts may not be presently adequately addressed by the City's existing ordinances and zoning regulations, there is a need to impose a temporary moratorium on the establishment, expansion, or modification of warehouses and related uses.

This moratorium shall not prohibit the following:

1. The annual renewal of an existing business license.
2. The transfer of business license and/or ownership when the land use remains the same and the establishment has not ceased operations to the public for more than six months.
3. Any permits necessary for routine maintenance or repairs due to an emergency or to protect the public health, safety, and welfare.
4. Tenant improvements within an existing building provided they would not be considered an expansion or intensification of the building or use as determined by the Community and Economic Development Director.
5. The establishment of any warehouse that has already received full approvals.

SECTION 5. DURATION OF ORDINANCE. This Moratorium is enacted pursuant to the authority conferred upon the City Council of the City of Pico Rivera by Government Code Section 65858, and therefore shall be in full force and effect immediately upon its adoption by a four-fifths vote of the City Council. This Moratorium shall continue in effect for forty-five (45) days from the date of its adoption and shall thereafter be of no further force and effect, unless, after notice pursuant to Government Code Section 65090 and a public hearing, the City Council extends the Moratorium for an additional period of time pursuant to Government Code Section 65858. By separate actions of the City Council, the Moratorium may be extended for an additional 10 months and 15 days and, thereafter, for an additional 1 year.

SECTION 6. ENFORCEMENT. The City of Pico Rivera may enforce any provision of this Ordinance by mandamus, injunction, or any other appropriate civil remedy in any court of competent jurisdiction. Violations of this Ordinance are subject to the remedies and penalties set forth in Chapter 1.20 of the Pico Rivera Municipal Code.

SECTION 7. CITY ACTION. During the period of this Moratorium, and any extension thereof, the City's Community and Economic Development Director or his designee shall:

- (1) Review and consider options for the regulation of Warehouses and related uses; and
- (2) within ten (10) days prior to the expiration of this Urgency Ordinance, issue a written report describing the measures taken to alleviate the conditions which led to the adoption of the ordinance; and
- (3) shall make said report available to the public.

SECTION 8. ENVIRONMENTAL REVIEW. The City Council, on the basis of the whole record and exercising independent judgment, finds that this Urgency Ordinance is not subject to environmental review pursuant to Sections 15060(c)(2) and 15060(c)(3) of the State Guidelines for Implementation of the California Environmental Quality Act (CEQA). Sections 15060(c)(2) and 15060(c)(3) pertain to activities that will not result in a direct or reasonably foreseeable indirect change to the environment and that are not defined as a project under Section 15378(b).

SECTION 9. SEVERABILITY. If any section, subsection, line, sentence, clause, phrase, or word of this Urgency Ordinance is for any reason held to be invalid or unconstitutional, either facially or as applied, by a decision of any court of competent jurisdiction, such decision shall not affect the validity of the remaining portions of this Urgency Ordinance. The City Council of the City of Pico Rivera hereby declares that it would have passed this Urgency Ordinance, and each and every individual section, subsection, line, sentence, clause, phrase, or word without regard to any such decision.

SECTION 10. EFFECTIVE DATE. This Ordinance is an urgency ordinance adopted by the necessary four-fifths (4/5th) vote of the members of the City Council pursuant to California Government Code Section 36937(b) and shall take effect immediately upon adoption.

SECTION 11. PUBLICATION. The City Clerk shall certify the adoption of this Urgency Ordinance causing it to be posted as required by law.

APPROVED AND ADOPTED this 27th day of February, 2024.

Andrew C. Lara, Mayor

ATTEST:

APPROVED AS TO FORM:

Cynthia Ayala, CMC, City Clerk

Arnold Alvarez-Glasman, City Attorney

STATE OF CALIFORNIA)
)§
COUNTY OF LOS ANGELES)

I, Cynthia Ayala, City Clerk of the City of Pico Rivera, do hereby certify that the foregoing Urgency Ordinance No. _____ was adopted at a regular meeting of the City Council of the City of Pico Rivera, held on Tuesday, February 27, 2024, with the following vote:

- AYES:**
- NOES:**
- ABSENT:**
- ABSTAIN:**

Cynthia Ayala, CMC, City Clerk

**CITY OF PICO RIVERA CITY COUNCIL
NOTICE OF PUBLIC HEARING FOR
WAREHOUSE URGENCY ORDINANCE**

NOTICE IS HEREBY GIVEN that a public hearing will be held before the City of Pico Rivera City Council to consider the approval of an urgency ordinance to prohibit further development and intensification of warehouse and distribution facilities and similar land uses. The urgency ordinance is applicable to the City of Pico Rivera's industrial zoned districts.

WHEN: February 27, 2024

TIME: 6:00 P.M.

WHERE: City Hall Council Chambers
6615 Passons Boulevard
Pico Rivera, CA 90660

This project has been assessed in accordance with the authority and criteria contained in the California Environmental Quality Act (CEQA, Public Resources Code Sections 21000 et seq.), the State CEQA Guidelines (California Code of Regulations, Title 14, Sections 15000 et seq.), and the environmental regulations of the City. Upon review, it has been determined that that this Urgency Ordinance is not subject to environmental review pursuant to Sections 15060(c)(2) and 15060(c)(3) of the State Guidelines for Implementation of the California Environmental Quality Act (CEQA).

PERSONS INTERESTED IN THIS MATTER wishing to observe the meeting may do so in the following ways:

- (1) Turn your TV to Channel 3
- (2) City's website at <https://bit.ly/picorivera-ctv3live>
- (3) Email public comments to publiccomments@pico-rivera.org prior to 4:00 p.m. on the day of the meeting
- (4) Attend the Public Hearing in person

If you challenge the consideration or adoption of the proposed applications in court, you may be limited to raising only those issues you or someone else raised at the public hearing described in this notice, or written correspondence delivered to the City of Pico Rivera City Clerk at, or prior to, the public hearing.

.....
In compliance with the Americans with Disabilities Act of 1990, the City of Pico Rivera is committed to providing reasonable accommodations for a person with a disability. Please contact the City Clerk's office at (562) 801-4389 if special program accommodations are necessary and/or if program information is needed in an alternative format. Special requests must be made in a reasonable amount of time in order that accommodations can be arranged.



To: Mayor and City Council

From: City Manager

Meeting Date: February 27, 2024

Subject: PUBLIC HEARING – ZONE CODE AMENDMENT NO. 194 – AN UPDATE TO THE ZONING ORDINANCE REFLECTING REQUIRED AMENDMENTS BY THE STATE DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT AFTER FINAL REVIEW OF THE SIXTH CYCLE 2021-2029 HOUSING ELEMENT

Recommendation:

1. Approve a resolution approving Zone Code Amendment No. 194 amending the Zoning Code to meet State mandated requirements;
2. Introduce and waive the first reading of an ordinance amending Title 18, *Zoning*, of the Pico Rivera Municipal Code herein as Zone Code Amendment No. 194; and
3. Find the Project categorically exempt from the California Environmental Quality Act (CEQA) pursuant to CEQA Guidelines Sections 15162(b) and 15061(b)(3).

Fiscal Impact:

There is no fiscal impact to the General Fund associated with the Zone Code Amendment.

Background:

On September 27, 2022, the City Council adopted the Sixth Cycle Housing Element for the 2021-2029 planning period. The newly adopted Housing Element includes a Housing Plan with goals, policies, and programs that will ensure the City meets the State mandated Regional Housing Needs Assessments (RHNA). The RHNA is the number of housing units that a city is required to plan for by identifying sites throughout the City that are suitable and zoned for housing development. During this planning period Southern California Association of Governments (SCAG) assigned 1,024 housing units to the City.

On August 1, 2023, the City Council adopted Zone Reclassification No. 328, applying an R-40 Overlay Zone (Overlay Zone) to 69 parcels that were identified as suitable for

CITY COUNCIL AGENDA REPORT – MEETING OF FEBRUARY 27, 2024
ZONE CODE AMENDMENT NO. 194 – AN UPDATE TO THE ZONING ORDINANCE
REFLECTING REQUIRED AMENDMENTS BY THE STATE DEPARTMENT OF
HOUSING AND URBAN DEVELOPMENT AFTER FINAL REVIEW OF THE SIXTH
CYCLE 2021-2029 HOUSING ELEMENT
PAGE 2 of 3

development thereby increasing their currently permissible density from 30 units per acre to 40 units per acre and allow for the potential development of the 1,024 housing units.

On August 1, 2023, the City Council also adopted Zone Code Amendment No. 190 establishing a basis for Objective Design Standards for the City to utilize in reviewing residential development proposals. This was in response to Senate Bill (SB) 35 and SB 330 which requires residential projects to be reviewed against Objective Design Standards. Objective Design Standards are defined as standards that involve no personal or subjective judgement by a public official and are uniformly verifiable by reference to an external and uniform benchmark or criterion available and knowable by both the development applicant or proponent and the public official prior to submittal. For example, a hearing officer (e.g., zoning administrator) or other hearing body (e.g., planning commission) can review the design merits of a project and call for a project proponent to make design-related modifications, but cannot exercise judgment to reject, deny, or modify the “residential use” itself.

Discussion:

On September 22, 2023, the California State Department of Housing and Community Development (HCD) provided comments and requested amendments to Zone Code Amendment No. 190 to meet the following requirements to State law:

- Residential development proposals within the Overlay Zone may not require a conditional use permit, planned unit development permit, or other discretionary local government review or approval.
- Parcels within the Overlay Zone will have a minimum density of 20 dwelling units per acre.
- Residential development proposals within the Overlay Zone may be 100 percent residential projects (no mixed-use requirement).
- Mixed-use development proposals within the Overlay Zone shall require residential use to be at least 50 percent of the gross floor area of the project.

The proposed Zone Code Amendment No. 194 addresses HCD’s findings and will allow the City’s Sixth Cycle Housing Element Update to with State law.

Environmental Analysis:

In conjunction with the adoption of the Sixth Cycle Housing Element, on September 27, 2022, the City Council adopted an Initial Study and Mitigated Negative Declaration (SCH No. 2021120397) (MND) pursuant to the requirements of the California Environmental Quality Act (CEQA). On August 1, 2023, in conjunction with the adoption of Zone

CITY COUNCIL AGENDA REPORT – MEETING OF FEBRUARY 27, 2024
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Reclassification Amendment No. 328 and Zone Code Amendment No. 190, the City Council adopted an addendum to the MND.

Pursuant to CEQA Guidelines Section 15162(b), unless any of the changes to a project or its circumstances, or new information becomes available that triggers a subsequent Environmental Impact Report or Mitigated Negative Declaration under subsection 15162(a), the City shall determine whether to prepare a subsequent negative declaration, an addendum, or no further documentation. The proposed Zoning Code amendment will not result in any potentially significant impacts that were not already analyzed under the previous MND or addendum thereto. The actions taken under this resolution are also exempt under CEQA Guidelines Section 15061(b)(3) in that there is no possibility that the actions will have a significant effect on the environment. The proposed amendments fall within the general rule that CEQA only applies to projects that have the potential for causing a significant effect on the environment. In that the proposed amendments provided reflect recent changes in state law and HCD findings. The amendments will not have a significant effect on the environment; and therefore, the activity is not subject to CEQA.

Conclusion:

Staff recommends that the City Council approve a resolution approving Zone Code Amendment No. 194 amending the Zoning Code to meet State mandated requirements and introduce and waive the first reading of an ordinance amending Title 18, *Zoning*, of the Pico Rivera Municipal Code herein as Zone Code Amendment No. 194.



Steve Carmona

SC:AB:JG:JP:jj

Enclosures: 1) Resolution
2) Ordinance
3) Public Notice

RESOLUTION NO. ____

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF PICO RIVERA, CALIFORNIA, ADOPTING AMENDMENTS TO TITLE 18 ZONING OF THE PICO RIVERA MUNICIPAL CODE FOR CONSISTENCY WITH THE SIXTH CYCLE HOUSING ELEMENT DESIGNATED HEREIN AS ZONE CODE AMENDMENT NO. 194

WHEREAS, pursuant to California Government Code Sections 65850 et seq., the legislative body of a city may adopt ordinances amending the zoning regulations of the city; and

WHEREAS, Pico Rivera Municipal Code Section 18.62.080 et seq. allows the City Council to amend the City's zoning code or any portion thereof by ordinance whenever it is deemed essential, or that public necessity, convenience, and general welfare require such an amendment; and

WHEREAS, the State Department of Housing and Community Development (HCD) requires cities to update their General Plan Housing Element; and

WHEREAS, the Southern California Regional Association is tasked with assigning cities with their Regional Housing Needs Assessment (RHNA) allocation; and

WHEREAS, the City was assigned a RHNA of 1,024 units and must plan for the development of the units; and

WHEREAS, on September 27, 2022, the City Council adopted a resolution approving the sixth cycle 2021-2029 Housing Element via General Plan Amendment No. 61; and

WHEREAS, on August 1, 2023, the City Council adopt Zone Code Amendment 190 to fully actualize the goals, policies and actions as described in the adopted 2021-2029 Housing Element; and

WHEREAS, on August 1, 2023, the City Council adopted Zone Reclassification No. 328 establishing an R-40 Overlay Zone; and

WHEREAS, in conjunction with the adoption of the Sixth Cycle Housing Element, on September 27, 2022, the City Council adopted an Initial Study and Mitigated Negative Declaration (SCH No. 2021120397) ("MND") pursuant to the requirements of the California Environmental Quality Act ("CEQA"). On August 1, 2023, in conjunction with the adoption of Zone Reclassification Amendment No. 328 and Zone Code Amendment No. 190, the City Council adopted an addendum to the MND; and

WHEREAS, on September 22, 2023, HCD provided findings on Zone Code Amendment 190; and

WHEREAS, per Section 18.62.110 of the Pico Rivera Municipal Code the Community and Economic Development Director initiated a zoning amendment to address HCD's findings; and

WHEREAS, on February 5, 2024 the Planning Commission of the City of Pico Rivera conducted a duly noticed public hearing and adopted Resolution No. 1313 making certain findings and recommending the adoption Zone Code Amendment No. 194, attached hereto as "Exhibit A", making amendments in accordance with HCD's findings; and

WHEREAS, on February 16, 2024, a public notice was published in the Los Cerritos Newspaper; and

WHEREAS, the City Council of the City of Pico Rivera conducted a public hearing on the matter of the amendments to the Pico Rivera Municipal Code at a legally noticed public hearing held on February 27, 2024.

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Pico Rivera as follows:

SECTION 1. The City Council finds that the above recitals are true and correct.

SECTION 2. Pursuant to CEQA Guidelines Section 15162(b), unless any of the changes to a project or its circumstances, or new information becomes available that triggers a subsequent Environmental Impact Report or Mitigated Negative Declaration under subsection 15162(a), the City shall determine whether to prepare a subsequent negative declaration, an addendum, or no further documentation. The proposed Zoning Code amendment will not result in any potentially significant impacts that were not already analyzed under the previous MND or addendum thereto. The actions taken under this Resolution are also exempt under CEQA Guidelines Section 15061(b)(3) in that there is no possibility that the actions will have a significant effect on the environment. The proposed amendments fall within the general rule that CEQA only applies to projects that have the potential for causing a significant effect on the environment. In that the proposed amendments provide reflect recent changes in state law and HCD findings. The amendments will not have a significant effect on the environment; and, therefore the activity is not subject to CEQA.

SECTION 3. Based upon all testimony and comments from the general public, the examination and review of the investigations by staff included in the Planning Commission Resolution No. and the associated report, the staff report contained herein, and all other pertinent and relevant fact pertaining hereto, the City Council finds that approval of the Zoning Code amendment are necessary to carry out the general purpose and provisions of the Zoning Code for the following reasons, findings of fact, and determinations:

- a) The proposed amendments are consistent with the spirit and integrity of the

2021-2029 Housing Element.

- b) That the amendments to the zoning ordinance are required as a new R-40 Overlay Zone was approved which requires the creation of development standards.
- c) That the inclusion and revisions of the development standards proposed are being prepared in the spirit of the goals and policies of the sixth cycle 2021-2029 Housing Element to encourage the improvement of the City.
- d) That the amendment includes language consistencies between the General Plan and the Municipal Code.
- e) That the amendment includes amendments to the Municipal Code of sections which are no longer factual or irrelevant.
- f) The proposed amendments are in compliance with the California Environmental Quality Act ("CEQA") as set forth in the MND will not result in any new significant environmental effects, nor has there been any substantial change in circumstances or new information of substantial importance to trigger a subsequent Environmental Impact Report ("EIR") or Mitigated Negative Declaration ("MND") pursuant to CEQA Guidelines Section 15162.

SECTION 4. Pursuant to Chapter 18.62, Article III, *Zoning Code Amendments*, of the Pico Rivera Municipal Code, the City Council of the City of Pico Rivera hereby recommends approval of Ordinance No. ____ amending the Pico Rivera Municipal Code including Title 18, *Zoning*.

SECTION 5. The City Clerk shall certify the approval of this resolution and hereafter the same shall be in full effect.

APPROVED AND PASSED this 27th day of February, 2024.

Andrew C. Lara, Mayor

ATTEST:

APPROVED AS TO FORM:

Cynthia Ayala, CMC, City Clerk

Arnold M. Alvarez-Glasman, City Attorney

AYES:
NOES:

RESOLUTION NO. 1313

A RESOLUTION OF THE PLANNING COMMISSION OF THE CITY OF PICO RIVERA, CALIFORNIA, RECOMMENDING CITY COUNCIL ADOPT AMENDMENTS TO TITLE 18 ZONING OF THE PICO RIVERA MUNICIPAL CODE FOR CONSISTENCY WITH THE SIXTH CYCLE HOUSING ELEMENT DESIGNATED HEREIN AS ZONE CODE AMENDMENT NO. 194

WHEREAS, pursuant to California Government Code Sections 65850 et seq., the legislative body of a city may adopt ordinances amending the zoning regulations of the city; and

WHEREAS, Pico Rivera Municipal Code Section 18.62.080 allows the City Council to amend the City's zoning code or any portion thereof by ordinance whenever it is deemed essential, or that public necessity, convenience, and general welfare require such an amendment; and

WHEREAS, the State Department of Housing and Community Development (HCD) requires cities to update their General Plan Housing Element; and

WHEREAS, the Southern California Regional Association is tasked with assigning cities with their Regional Housing Needs Assessment (RHNA) allocation; and

WHEREAS, the City was assigned a RHNA of 1,024 units and must plan for the development of the units; and

WHEREAS, on September 27, 2022, the City Council adopted a resolution approving the sixth cycle 2021-2029 Housing Element via General Plan Amendment No. 61; and

WHEREAS, on August 1, 2023, the City Council adopted Zone Code Amendment 190 to fully actualize the goals, policies and actions as described in the adopted 2021-2029 Housing Element; and

WHEREAS, on August 1, 2023, the City Council adopted Zone Reclassification No. 328 establishing an R-40 Overlay Zone; and

WHEREAS, in conjunction with the adoption of the 6th Cycle Housing Element, on September 27, 2022, the City Council adopted an Initial Study and Mitigated Negative Declaration (SCH #2021120397) ("MND") pursuant to the requirements of the California Environmental Quality Act ("CEQA"). On August 1, 2023, in conjunction with the adoption of Zone Reclassification Amendment No. 328 and Zone Code Amendment No. 190, the City Council adopted an addendum to the MND; and

WHEREAS, on September 22, 2023, HCD provided findings on Zone Code

Amendment 190; and

WHEREAS, per Section 18.62.110 of the Pico Rivera Municipal Code the Community and Economic Development Director wishes to initiate the zoning amendment to address HCD's findings; and

WHEREAS, on January 25, 2024, a public notice was published in the Los Cerritos Newspaper; and

WHEREAS, the Planning Commission of the City of Pico Rivera conducted a public hearing on the matter of the amendments to the Pico Rivera Municipal Code at a legally noticed public hearing held on February 5, 2024.

NOW, THEREFORE, be it resolved by the Planning Commission of the City of Pico Rivera that:

SECTION 1. The Planning Commission finds that the above recitals are true and correct.

SECTION 2. This Resolution with reports, findings and recommendations herein contained and the recommended Ordinance No. 194 in this matter shall constitute a report of the Planning Commission to the City Council.

SECTION 3: Pursuant to CEQA Guidelines Section 15162(b), unless any of the changes to a project or its circumstances, or new information becomes available that triggers a subsequent Environmental Impact Report or Mitigated Negative Declaration under subsection 15162(a), the City shall determine whether to prepare a subsequent negative declaration, an addendum, or no further documentation. The proposed Zoning Code amendment will not result in any potentially significant impacts that were not already analyzed under the previous MND or addendum thereto. The actions taken under this Resolution are also exempt under CEQA Guidelines Section 15061(b)(3) in that there is no possibility that the actions will have a significant effect on the environment. The proposed amendments fall within the general rule that CEQA only applies to projects that have the potential for causing a significant effect on the environment. In that the proposed amendments reflect recent changes in state law and HCD findings; the amendments will not have a significant effect on the environment; and, therefore the activity is not subject to CEQA.

SECTION 4. Based upon all testimony and comments from the general public, the examination and review of the investigations by staff included in the staff report contained herein, and all other pertinent and relevant fact pertaining hereto, the Planning Commission finds that approval of the Zoning Code amendment are necessary to carry out the general purpose and provisions of the Zoning Code for the following reasons, findings of fact, and determinations:

- a) The proposed amendments are consistent with the spirit and integrity of the

2021-2029 Housing Element.

- b) That the amendments to the zoning ordinance are required as a new R-40 Overlay Zone was approved which requires the creation of development standards.
- c) That the inclusion and revisions of the development standards proposed are being prepared in the spirit of the goals and policies of the sixth cycle 2021-2029 Housing Element to encourage the improvement of the City.
- d) That the amendment includes language consistencies between the General Plan and the Municipal Code.
- e) That the amendment includes amendments to the Municipal Code of sections which are no longer factual or irrelevant.
- f) The proposed amendments are in compliance with the California Environmental Quality Act ("CEQA") as set forth in the MND and will not result in any new significant environmental effects, nor has there been any substantial change in circumstances or new information of substantial importance to trigger a subsequent Environmental Impact Report ("EIR") or Mitigated Negative Declaration ("MND") pursuant to CEQA Guidelines Section 15162.

SECTION 5. Pursuant to Chapter 18.62, Article II, *Zoning Code Amendments*, of the Pico Rivera Municipal Code, the Planning Commission of the City of Pico Rivera hereby recommends to the City Council of the City of Pico Rivera the approval of the draft Ordinance amending the Pico Rivera Municipal Code including Title 18, *Zoning*.

SECTION 6. The Planning Commission hereby transmits and recommends approval of the draft Ordinance adopting Zoning Code Amendment No. 194 to the City Council of the City of Pico Rivera.

SECTION 7. The Planning Commission Secretary shall certify the passage and adoption of this Resolution and it shall take effect immediately upon its adoption.

[Signatures on following page]

APPROVED AND ADOPTED this 5th day of February 2024, by members of the Planning Commission of the City of Pico Rivera, voting as follows:



Aric Martinez, Chairperson

ATTEST:



Alvaro Betancourt
Community & Economic Development Director

APPROVED AS TO FORM:



Austin A. Ching, Deputy City Attorney

AYES:
NOES:
ABSENT:
ABSTAIN:

ORDINANCE NO. _____

AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF PICO RIVERA, CALIFORNIA, AMENDING *TITLE 18 ZONING OF THE PICO RIVERA MUNICIPAL CODE INCLUDING TABLE 18.42.040 PROPERTY DEVELOPMENT CHART AND SECTION 18.18.42.050 SPECIAL USE CONDITIONS AND CHART NOTES AS HEREIN REFERRED TO AS ZONE CODE AMENDMENT NO. 194*

WHEREAS, pursuant to its police power, the City may enact and enforce laws within its boundaries which promote the public health, morals, safety, or general welfare of the community, and are not in conflict with general laws; and

WHEREAS, pursuant to California Government Code Sections 65850 et seq., the legislative body of a city may adopt ordinances amending the zoning regulations of the city; and

WHEREAS, Pico Rivera Municipal Code Section 18.62.080 all the City Council to amend the City's zoning code or any portion thereof by ordinance whenever it is deemed essential, or that public necessity, convenience, and general welfare require such an amendment; and

WHEREAS, comprehensive zoning regulations lie within the police power of the City pursuant to the Pico Rivera Municipal Code Section 18.02.040; and

WHEREAS, on September 27, 2022, the City Council adopted a resolution approving the Sixth Cycle 2021-2029 Housing Element via General Plan Amendment No. 61; and

WHEREAS, the Sixth Cycle 2021-2029 Housing Element requires zoning ordinance amendments and text changes in conformity with state law, which includes the amendments contained herein; and

WHEREAS, a new Mixed Use land use designation R-40 Overlay Zone was created and therefore requires the creation of development standards; and

WHEREAS, in conjunction with the adoption of the Sixth Cycle Housing Element, on September 27, 2022, the City Council adopted an Initial Study and Mitigated Negative Declaration (SCH No. 2021120397) ("MND") pursuant to the requirements of the California Environmental Quality Act ("CEQA"). On August 1, 2023, in conjunction with the adoption of Zone Reclassification Amendment No. 328 and Zone Code Amendment No. 190, the City Council adopted an addendum to the MND; and

WHEREAS, on September 22, 2023, HCD provided findings on Zone Code Amendment 190 and required updates to the ordinance; and

WHEREAS, the Planning Commission of the City of Pico Rivera conducted a public hearing on the matter of amendments of the Municipal Code including sections of Title 18, Zoning at a legally noticed public hearing held on February 5, 2024; and

WHEREAS, on February 5, 2024, the Planning Commission conducted a duly noticed public hearing adopted Resolution No. 1313 announcing its findings and decision in support of the proposed amendments; and

WHEREAS, the City Council of the City of Pico Rivera desires to amend the Pico Rivera Municipal Code as set forth herein.

NOW THEREFORE, BE IT ORDAINED by the City Council of the City of Pico Rivera as follows:

SECTION 1. The City Council finds that the above recitals are true and correct and incorporated herein as part of the findings.

SECTION 2. Pursuant to CEQA Guidelines Section 15162(b), unless any of the changes to a project or its circumstances, or new information becomes available that triggers a subsequent Environmental Impact Report or Mitigated Negative Declaration under subsection 15162(a), the City shall determine whether to prepare a subsequent negative declaration, an addendum, or no further documentation. The proposed Zoning Code amendment will not result in any potentially significant impacts that were not already analyzed under the previous MND or addendum thereto. The actions taken under this Ordinance are also exempt under CEQA Guidelines Section 15061(b)(3) in that there is no possibility that the actions will have a significant effect on the environment. The proposed amendments fall within the general rule that CEQA only applies to projects that have the potential for causing a significant effect on the environment. In that the proposed amendments provide reflect recent changes in state law and HCD findings. The amendments will not have a significant effect on the environment; and, therefore the activity is not subject to CEQA..

SECTION 3. The City Council finds that the proposed amendments are consistent with the spirit and integrity of the General Plan and the adopted 2021-2029 Housing Element, as the purpose of the code is to protect the public health, safety and general welfare of the public.

SECTION 4. Table 18.42.040, *Property Development Chart-Contents*, of Title 18 of the Zoning Ordinance of the Pico Rivera Municipal Code is hereby amended to read as follows:

Regulations	Zone							
	R-E	S-F	R-I	PUD ¹		R-M	M-U Overlay	R-40 Overlay
				A	B			
1. Front	30 feet (20)	20 feet (20)	20 feet to garage, 15 feet to residence (any portion) Minimum 50% of front setback 20 feet	N/A	18 feet to garage, 15 feet to residence (any portion)	25 feet (20, 31)	15 feet (60)	15 feet (60)
2. Side								
a. Interior	10 feet (20)	5 feet (20)	4 feet (56)	N/A	4 feet (56)	5 feet (20, 23)	10 feet (20, 61)	10 feet (20, 61)
b. Street	20 feet (20)	10 feet (20)	8 feet (56)	N/A	8 feet (56)	10 feet (20, 23)	10 feet (20)	10 feet (20)
3. Rear								
a. Case I	10 feet (20, 25)	5 feet (20, 25a)	50% minimum 20 feet and 50% minimum 15 feet	N/A	50% minimum 20 feet and 50% minimum 15 feet	10 feet (20, 25a)	(26)	(26)
b. Case II	15 feet (20, 25b)	10 feet (20, 25b)		N/A		15 feet (20, 25b)	(26)	(26)
c. Case III	20 feet (20, 25c)	15 feet (8, 20, 25 c)				20 feet (20, 25c)	(26)	(26)
4. Projections	(8, 27)	(8, 27)	(27g)	N/A	(27f)	(27)	(62)	(62)
H. Building Heights	24 feet (28)	24 feet (28)	26 feet (28, 29)	26 feet (28, 29)	26 feet (28, 29)	28 feet (28, 29)	60 feet (58)	60 feet (58)
I. Lot Coverage	35% lot area (30)	40% lot area (30)	50%	80% lot area (30)	50%	50% lot area (30)		
J. Location and Relationship of Buildings, Structures and Uses	(31)	(31)	(31a, b, c, d, e, f)	(31f, g, h, i)	(31f, g, i, j)	(31)	(31a, b)	(31a, b)
K. Fences, Hedges and Walls	(32a, b, c, d)	(32a, b, c, d)	(32c)			(32a, b, c, d, e)	(32a, c, h)	(32 a, c, h)
L. Objective Design Standards						64	64	64
M. Other Conditions, Requirements	(33—39, 47, 49, 50, 53, 54, 55, 57, 65)	(33—39, 47, 49, 50, 53, 54, 55, 57, 65, <u>66</u>)	(33, 40, 49, 50, 53, 54, 55, 57, 65)	(33—39, 49, 50, 53, 55, 57, 65)	(33—39, 40, 49, 50, 53, 55, 57, 65)	(33—39, 41, 42, 47, 48, 50, 53, 55, 57, 65)	(34, 35, 36, 37—39, 41, 44, 45, 47, 50, 53, 55, 57, 63, 65)	(34, 35, 36, 37—39, 41, 44, 45, 47, 50, 53, 55, 57, 65, 66,)

SECTION 5. Note 66 of Section 18.42.050, *Special Use Conditions and Chart notes*, of Title 18 of the Pico Rivera Zoning Ordinance is hereby created as follows:

Note 66. The underlying zone shall dictate whether an entitlement is required for standalone development. ~~Multi-family~~Residential developments located on the Housing Element sites (2021-2029 Housing Element sites identified in the General Plan) shall be approved by-right (without discretionary approval) provided the development standards for the zone and the streamlined administrative review under Section 18.40.050 Note (76) are met. A minimum of twenty dwelling units per acre and maximum of forty dwelling units per acre for the housing opportunity sites shall be required and shall prevail over base zoning if applicable. In order to utilize the streamlined approach, the developer must restrict at least 20% of the units as affordable to lower income households as defined under Section 50079.5 of the Health and Safety Code. A mixed-use project shall require the residential use to be at least 50 percent of the gross floor area. Projects located on the Housing Element sites (2021-2029 Housing Element sites identified in the General Plan) may be one hundred percent residential. No minimum percentage of non-residential uses is required.

Calculations for the required affordable housing resulting in a fraction of 0.5 or more shall be rounded up to the next whole number. A streamlined housing project proposed under SB 35 shall comply with all requirements of Government Code 65913.4.

SECTION 6. If any section, subsection, subdivision, paragraph, sentence, clause or phrase of this article, or any part thereof, is for any reason held to be unconstitutional or invalid or ineffective by any court of competent jurisdiction, such decision shall not affect the validity or effectiveness of the remaining portions of this article or any part thereof. The City Council hereby declares that it would have passed each section, subsection, subdivision, paragraph, sentence, clause or phrase of this article irrespective of the fact that one or more sections, subsections, subdivisions, paragraphs, sentences, clauses or phrases be declared unconstitutional or invalid or ineffective. To this end, the provisions of this article are declared to be severable.

SECTION 7. The City Clerk shall certify the passage and adoption of this Ordinance, and it shall take effect thirty (30) days after its passage.

[Signatures on following page]

ORDINANCE NO. _____
PAGE 6 of 6

APPROVED AND ADOPTED this ____ day of _____, 2024.

Andrew C. Lara, Mayor

ATTEST:

APPROVED AS TO FORM:

Cynthia Ayala, CMC, City Clerk

Arnold M. Alvarez-Glasman, City Attorney

STATE OF CALIFORNIA)
)
) §
COUNTY OF LOS ANGELES)

I, Cynthia Ayala, City Clerk of the City of Pico Rivera, do hereby certify that the foregoing Ordinance No. ____ was adopted at a regular meeting of the City Council of the City of Pico Rivera, held on _____, with the following vote:

AYES:
NOES:
ABSENT:
ABSTAIN:

Cynthia Ayala, CMC, City Clerk

**CITY OF PICO RIVERA CITY COUNCIL
NOTICE OF PUBLIC HEARING TO CONSIDER THE APPROVAL OF GENERAL PLAN UPDATE
NO. 62 AND ZONE CODE AMENDMENT NO. 194**

NOTICE IS HEREBY GIVEN that a public hearing will be held before the City of Pico Rivera City Council to consider General Plan Amendment No. 62 and Zone Code Amendment No. 194. General Plan Amendment No. 62 is initiated by the Director of Community & Economic Development pursuant to findings received from the California State Department of Housing and Community Development (HCD) regarding the Sixth Cycle Housing Element Update and includes adoption of a revised draft Sixth Cycle Housing Element Update pursuant to HCD’s findings. Zone Code Amendment No. 194 is initiated by the Director of Community & Economic Development, pursuant to findings received from HCD regarding Zone Code Amendment No. 190 and includes various text amendments to Title 18, *Zoning*, of the Pico Rivera Municipal Code pursuant to HCD’s findings.

WHEN: Tuesday February 27, 2024

TIME: 6:00 P.M.

WHERE: Council Chambers
6615 Passons Blvd
Pico Rivera, CA 90660

PERSONS INTERESTED IN THIS MATTER wishing to observe the meeting may do so in the following ways:

- (1) Turn your TV to Channel 3;
- (2) City’s website at <https://bit.ly/picorivera-ctv3live>
- (3) Email public comments to publiccomments@pico-rivera.org prior to 4:00 p.m. on the day of the meeting;
- (4) Attend the Public Hearing in person

Copies of all relevant material including project specifications are available to the public for review in the City Clerks Office at City Hall, 6615 Passons Boulevard, Pico Rivera, California. Additional information may be found at the City’s website at <https://www.pico-rivera.org/index.php/housing-element/>. Please contact Jordan Perez, Economic Development Analyst at 562-801-2163 for additional questions.

If you challenge the consideration or adoption of the proposed applications in court, you may be limited to raising only those issues you or someone else raised at the public hearing described in this notice, or written correspondence delivered to the City of Pico Rivera City Clerk at, or prior to, the public hearing.

In compliance with the Americans with Disabilities Act of 1990, the City of Pico Rivera is committed to providing reasonable accommodations for a person with a disability. Please contact City Clerk’s Office at (562) 801-4389 if special program accommodations are necessary and/or if program information is needed in an alternative format. Special requests must be made in a reasonable amount of time in order that accommodations can be arranged.

AYUNTAMIENTO DE LA CIUDAD DE PICO RIVERA
AVISO DE AUDIENCIA PÚBLICA PARA CONSIDERAR LA APROBACIÓN DE LA ENMIENDA
AL PLAN GENERAL NO. 62 y LA ENMIENDA DEL CÓDIGO DE ZONA NÚM. 194

POR LA PRESENTE SE NOTIFICA que se llevará a cabo una audiencia pública ante el Concejo Municipal de la Ciudad de Pico Rivera para considerar la Enmienda al Plan General No. 62 y la Enmienda del Código de Zona Núm. 194. La Enmienda No. 62 del Plan General de conformidad Iniciado por el director de Desarrollo Comunitario y Económico con las conclusiones recibidas del Departamento de Vivienda y Desarrollo Comunitario del Estado de California (HCD) con respecto al Elemento de Vivienda del Sexto Ciclo. La Enmienda No. 62 del Plan General incluye la adopción del Elemento de Vivienda del Sexto Ciclo revisado de acuerdo con las conclusiones del HCD. La Enmienda No. 194 del Código de Zona de conformidad, iniciada por Director de Desarrollo Comunitario y Económico, con las conclusiones recibidas del Departamento de Vivienda y Desarrollo HCD. La Enmienda No. 194 del Código de Zona incluye varias enmiendas de texto al Título 18, Zonificación, del Código Municipal de Pico Rivera de conformidad con las conclusiones del HCD.

CUÁNDO: martes, 27 de febrero de 2024

HORA: 6:00 P.M.

DÓNDE: Cámara del Consejo
6615 Passon Boulevard
Pico Rivera, CA 90660

LAS PERSONAS INTERESADAS EN ESTE ASUNTO que deseen observar la reunión pueden hacerlo de las siguientes maneras:

- (1) Sintonice su televisión al Canal 3;
- (2) Sitio web de la ciudad en <https://bit.ly/picorivera-ctv3live>;
- (3) Enviar comentarios públicos por correo electrónico a publiccomments@pico-rivera.org antes de las 4:00 p. m. el día de la reunión;
- (4) Asistir personalmente a la Audiencia Pública

Las copias de todo el material relevante, incluyendo las especificaciones del proyecto, están disponibles para el público para su revisión en el Departamento de la City Clerk, 6615 Passons Boulevard, Pico Rivera, California. Se puede encontrar información adicional en el sitio web de la Ciudad en <https://www.pico-rivera.org/index.php/housing-element/>. Comuníquese con Jordan Perez, analista de desarrollo económico al 562-801-2163 si tiene preguntas adicionales.

Si tiene una objeción a la consideración o adopción de las solicitudes propuestas en el tribunal, es posible que se limite a plantear solo aquellas cuestiones que usted u otra persona hayan planteado en la audiencia pública descrita en este aviso, o la correspondencia escrita entregada a la secretaria municipal de Pico Rivera durante o antes de la audiencia pública.

De acuerdo con la Ley de Estadounidenses con Discapacidades de 1990, la Ciudad de Pico Rivera se compromete a proporcionar adaptaciones razonables para una persona con discapacidad. Comuníquese con el Departamento del Secretario de la Ciudad llamando al (562) 801-4389 si se necesitan adaptaciones especiales del programa y/o si se necesita información del programa en un formato alternativo. Las solicitudes especiales deben hacerse en un período de tiempo razonable para que se puedan organizar las adaptaciones.



To: Mayor and City Council

From: City Manager

Meeting Date: February 27, 2024

Subject: PUBLIC HEARING – APPROVE AN EXCLUSIVE NEGOTIATION AGREEMENT WITH TIERRA MIA COFFEE COMPANY TO NEGOTIATE THE SALE AND PURCHASE OF 9003 BEVERLY BOULEVARD

Recommendation:

1. Approve a resolution approving an Exclusive Negotiation Agreement (ENA) with Tierra Mia Coffee Company to negotiate the sale and purchase of 9003 Beverly Boulevard (Assessor Parcel No. 8121-003-902).

Fiscal Impact:

There is no fiscal impact to the General Fund associated with this approval. A fiscal impact may occur when a formal Disposition and Development Agreement (DDA) is approved by City Council at a future date prior to the sale of the property.

Background:

The City of Pico Rivera (City) is the owner of certain real property identified as 9003 Beverly Boulevard and having Assessor Parcel No. APN: 8121-003-902 (Property). The Property contains approximately 25,810 square feet of land zoned General Commercial (G-C). The City acquired the Property in 2017 as part of the I-605 Corridor Improvement Project which entailed several improvements to major corridors along the I-605 freeway including on- and off-ramps and enhancements to intersections near the I-605 freeway. Specifically, a Memorandum of Understanding was approved with the Los Angeles County Metropolitan Transportation Authority for the City to receive Measure R funds to undertake four (4) Hot Spot Intersection Improvement Projects (Hot Spots Projects) along Rosemead Boulevard at Beverly Boulevard, Washington Boulevard, Whittier Boulevard and Slauson Avenue.

The Hot Spots Projects entailed improvements at the four (4) intersections to improve congestion and traffic flow, which required the acquisition of certain real property. The improvement on Beverly Boulevard consisted of the acquisition of the subject Property, which was developed with a two-story commercial building, that was demolished in order to accommodate a right-hand turn lane at northeast intersection of Beverly Boulevard and

CITY COUNCIL AGENDA REPORT – MEETING OF FEBRUARY 27, 2024
PUBLIC HEARING – APPROVE AN EXCLUSIVE NEGOTIATION AGREEMENT WITH
TIERRA MIA COFFEE COMPANY TO NEGOTIATE THE SALE AND PURCHASE 9003
BEVERLY BOULEVARD
Page 2 of 3

Rosemead Boulevard. The Hot Spots Project was completed in October 2021 and the Property has since remained vacant.

On November 8, 2022, the City declared the Property as Surplus Land pursuant to the California Surplus Lands Act (Act). The City received a letter from the California State Department of Housing and Community Development on February 28, 2023, stating that the City met all requirements under the Act for the purposes of disposing of the Property and is permitted to proceed with the sale or lease of the Property.

Discussion:

The City hired Colliers, a commercial real estate brokerage firm, to assist the City in marketing the Property to potential buyers. Colliers posted a sign on the Property, advertised the Property on various online real estate platforms, and performed active outreach with potential developers and retailers. Colliers received 10 offers to purchase the property. On August 29, 2023, Colliers presented the offers to the City Council Economic Development Ad Hoc Committee (Ad Hoc Committee) where four (4) potential buyers were selected to proceed to the next stage of the selection process based on various factors including development experience, offer price, and the amount of community benefit resulting from proposed development.

On November 21, 2023, the Ad Hoc Committee interviewed Tierra Mia Coffee Company, SBH Real Estate Group, Rodman Properties, and Frisco's Carhops. The Ad Hoc Committee recommended that Tierra Mia Coffee Company's proposal offered the most community benefit due to the strength of their purchase price, philanthropic presence in the community, quality of recent development, and willingness to explore a second retail use on the site.

Tierra Mia Coffee Company's proposal for the Property includes an approximately 2,970 square foot drive-through retail building (Project). The Project includes two (2) scenarios: Scenario 1 includes a stand-alone 2,970 square foot Tierra Mia café and Scenario 2 includes a 1,700 square foot Tierra Mia café with a 1,300 square foot complimentary co-tenant. Both scenarios offer a landscaped outdoor patio, 30 parking spaces, and a drive-through queue of approximately 11 cars.

An Exclusive Negotiation Agreement (ENA) is an agreement established between the City and a buyer whereby the parties agree to negotiate for a set period, and to refrain from negotiating with others, for the development of a particular site. Entering an ENA with Tierra Mia Coffee Company would allow the City to negotiate the terms and conditions of a Purchase and Sale Agreement for the Property over the next 90 days with an optional extension of 90 additional days if agreed upon by the City and Tierra Mia Coffee Company. Once a DDA is executed by both parties, the ENA shall be null, and void and the City would be required to approve a resolution approving the sale of the

Property to Tierra Mia Coffee Company prior to closing of escrow. The ENA does not assume project approval. Tierra Mia's proposal will be reviewed and conditioned as required by the City's zoning code.

Environmental Analysis:

It has been determined that the approval of the ENA does not have the potential for creating a significant effect on the environment and is therefore exempt from further review under CEQA pursuant to State CEQA Guidelines Section 15060(c)(3) because it is not a project as defined by the CEQA Guidelines Section 15378. Adoption of the resolution and approving the ENA does not have the potential for resulting in either a direct physical change in the environment or a reasonably foreseeable indirect physical change in the environment. If and when the Property is sold to a purchaser, and that purchaser proposes a use for the Property that requires a discretionary permit and CEQA review, that future use and project will be analyzed at the appropriate time in accordance with CEQA.

Conclusion:

Staff recommends that the City Council approve the attached resolution (Enclosure 1) to approve the draft ENA and instructing the City Manager, or designee, to execute the ENA and begin negotiating in good faith with Tierra Mia Coffee Company in accordance with the requirements of the ENA.



Steve Carmona

SC:AB:JG:JP:jj

Enclosure: 1) Resolution

RESOLUTION NO. ____

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF PICO RIVERA, CALIFORNIA, TO APPROVE AN EXCLUSIVE NEGOTIATION AGREEMENT WITH TIERRA MIA COFFEE COMPANY TO NEGOTIATE THE SALE AND PURCHASE OF CERTAIN CITY-OWNED REAL PROPERTY IDENTIFIED AS 9003 BEVERLY BOULEVARD (APN: 8121-003-902)

WHEREAS, the City of Pico Rivera (“City”) is the owner in fee simple of certain real property situated in the City identified as 9003 Beverly Boulevard (APN: 8121-003-902) and containing approximately 25,810 square feet and depicted on Exhibit “A”, attached hereto and made a part of hereof (“Property”); and

WHEREAS, on July 28, 2017, the City acquired the Property using funds from the Los Angeles County Metropolitan Transportation Authority to undertake a Hot Spot Intersection Improvement Project at the intersection of Rosemead Boulevard and Beverly Boulevard (“Hot Spot Project”); and

WHEREAS, in October 2021, the Hot Spot Project was completed; and

WHEREAS, on November 8, 2022, the City declared the Property as Surplus Land pursuant to the California Surplus Lands Act (Cal. Gov. Code §§ 54220 et seq.) (“Act”) as modified by California Assembly Bill 1486, effective October 9, 2019, which provides the framework and state law requirements for disposal of a local agency’s surplus real property; and

WHEREAS, on February 28, 2023, the City received a letter from the California State Department of Housing and Community Development stating that the City met all requirements under the Act for the purposes of disposing of the Property and is permitted to proceed with the sale or lease of the Property; and

WHEREAS, in June 2023, the City hired Colliers, a commercial real estate brokerage firm, to assist in marketing the Property to potential buyers; and

WHEREAS, Colliers received ten (10) offers to purchase the Property, a list of which is attached hereto as Exhibit “B”; and

WHEREAS, on August 29, 2023, Colliers presented all offers to the City Council Economic Development Ad Hoc Committee (“Ad Hoc Committee”); and

WHEREAS, on November 21, 2023, the Ad Hoc Committee interviewed four of the proposed buyers for the Property; and

WHEREAS, the Ad Hoc Committee recommended that Tierra Mia Coffee Company’s proposal, attached hereto as Exhibit “C” offered the most community benefit

due to the strength of their purchase price, philanthropic presence in the community, quality of recent development, and willingness to explore a second retail use on the site; and

WHEREAS, the City desires to enter into an Exclusive Negotiation Agreement (“ENA”) with Tierra Mia Coffee Company, attached hereto as Exhibit “D” in order to negotiate terms and conditions of a purchase and sale agreement for the Property.

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Pico Rivera as follows:

SECTION 1. The above recitals are true and correct and are a substantive part of this Resolution.

SECTION 2. This Resolution has been reviewed with respect to the applicability of the California Environmental Quality Act (Public Resources Code Section 21000 et seq.) (“CEQA”). City staff has determined that entering into an ENA with Tierra Mia Coffee Company does not have the potential for creating a significant effect on the environment and is therefore exempt from further review under CEQA pursuant to State CEQA Guidelines Section 15060(c)(3) because it is not a project as defined by the CEQA Guidelines Section 15378. Adoption of the Resolution and entering into an ENA with Tierra Mia Coffee Company does not have the potential for resulting in either a direct physical change in the environment or a reasonably foreseeable indirect physical change in the environment. If and when the Property is sold to a purchaser and that purchaser proposes a use for the Property that requires a discretionary permit and CEQA review, that future use and project will be analyzed at the appropriate time in accordance with CEQA.

SECTION 3. The City Manager, or designee, is hereby directed to execute the attached Exclusive Negotiation Agreement with Tierra Mia Coffee Company.

SECTION 4. The City Manager, or designee, is further directed to do all things which they may deem necessary or proper to effectuate the purposes of this resolution including negotiating in good faith with Tierra Mia Coffee Company in accordance with the requirements of the ENA.

SECTION 5. The City Clerk shall attest to the passage of this resolution and it shall thereupon be in full force and effect.

[Signatures on following page]

RESOLUTION NO. _____

Page 3 of 3

APPROVED AND PASSED this 27th day of February, 2024.

Andrew C. Lara, Mayor

ATTEST:

APPROVED AS TO FORM:

Cynthia Ayala, CMC, City Clerk

Arnold M. Alvarez-Glasman, City Attorney

AYES:

NOES:

EXHIBIT "A"

9003 Beverly Boulevard
Aerial Image

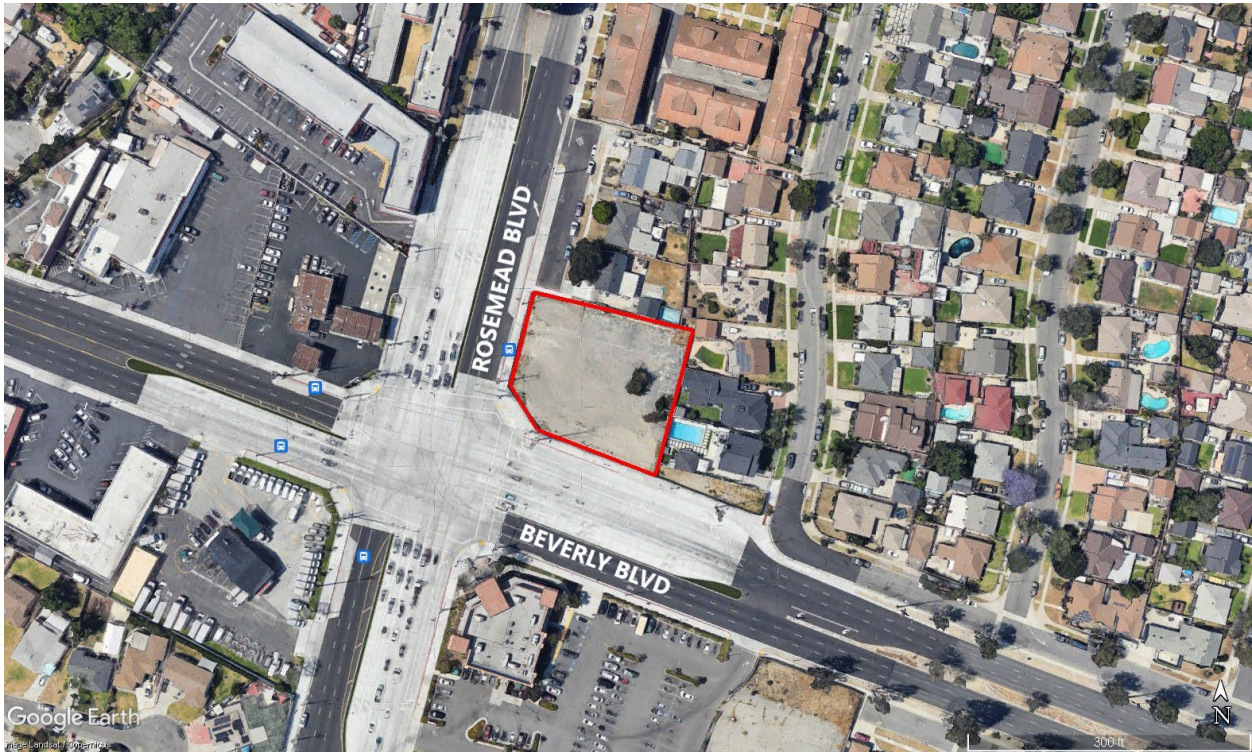


Exhibit "B"

List of Proposals

No.	Buyer Name	Price	Proposed Use
1	Tierra Mia Coffee Company	\$1,500,000	Tierra Mia
2	Retail Centers Investment Group	\$1,200,000	Poached Neighborhood Kitchen
3	Prell Restaurant Group	\$1,575,000	Dunkin' Donuts
4	SBH Real Estate Group	\$2,400,000	Pollo Campero
5	Frisco's Carhops	\$1,400,000	Frisco's Carhops
6	Orum Capital	\$800,000	Ono Hawaiian BBQ; Bafang Dumpling; Tacos El Gavilan
7	Rodman Properties	\$1,200,000	Coffee Bean & Tea Leaf
8	Dhaval Patel	\$2,000,000	Flex Fuel Station with 6 EV chargers and fast-food tenant
9	Starboard Realty Advisors	\$1,500,000	Wendy's & Coffee Bean & Tea Leaf
10	Galaxy Energy Companies	Profit Share	Fueling Station

Exhibit "C"

PROPOSED EXCLUSIVE NEGOTIATING AGREEMENT

This EXCLUSIVE NEGOTIATING AGREEMENT ("Agreement"), dated as of this ___ day of February, 2024, ("Effective Date"), is made by and between the City of Pico Rivera, a California Municipal Corporation ("City"), and Tierra Mia Coffee Company ("Developer"). For and in consideration of the mutual covenants and promises set forth herein, the Parties agree as set forth below, with reference to the following facts:

RECITALS

A. The City owns an approximately 25,412 square foot vacant lot commonly known as 9003 Beverly Blvd (APN 8121-003-902) in the City of Pico Rivera ("Site").

B. The Developer, by way of its August 2, 2023 offer to purchase the Site, proposed to develop the site with an approximately 2,970 square foot single-story retail building with one or two tenants, one of which being the Developer as Tierra Mia, as further described in Exhibit 2 and depicted in the Site Plan at Exhibit 2-1 attached thereto and incorporated herein, as such proposed development may be modified by mutual agreement of the parties ("Project").

C. The City wishes to plan for the disposition of the Site.

D. The development of the Project shall be processed in accordance with the California Environmental Quality Act, at California Public Resources Code Section 21000 *et seq.* and regulations promulgated pursuant thereto ("CEQA") and must be reviewed by the City for its potential environmental impacts ("CEQA Review") at such time.

E. The parties wish to enter into this Agreement to delineate the key deal points the parties wish to implement in their negotiations of a disposition and development agreement or such other disposition agreement (collectively "DDA") to accomplish the sale and future development of the Site by Developer consistent with the City's Zoning Code and General Plan, as may be amended.

NOW, THEREFORE, in consideration of performance by the parties of the promises, covenants, and conditions herein contained and for other good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, the parties agree as follows:

1. Obligations of City.

(a) Negotiations. During the Exclusive Negotiating Period as described in Article 4 of this Agreement, the City shall not negotiate, discuss or otherwise communicate with any person or entity, other than Developer regarding a DDA or any other agreement for the development of the Project and/or the acquisition of the Site or any portion thereof. Throughout the Exclusive Negotiating Period, City staff shall be available to meet with Developer to discuss the Project, the Site Plan and architectural

renderings, and any other issues pertinent to the preparation of a DDA pertaining to the development of the Project.

2. Obligations of Developer.

(a) Site Plan and Architectural Renderings. The DDA shall require Developer to provide a Site Plan and basic architectural renderings of the Project. The Site Plan and basic architectural renderings shall include a well-defined architectural concept for the Project showing vehicular circulation and access points, amounts and location of parking, location and size of all buildings (including height and perimeter dimensions) pedestrian circulation, landscaping and architectural character of the Project. Notwithstanding the foregoing, no such Site Plan or architectural renderings shall be deemed final until approved by the City, pursuant to the DDA.

(b) Project. The Project is anticipated to include the components and layout as described in Exhibit 2 and depicted in the Site Plan at Exhibit 2-1.

(c) Purchase and Sale of Site. The DDA shall provide for the sale of the Site for a price agreed upon by the Parties and not below fair market value as determined by an appraisal ("Purchase Price"). Notwithstanding the foregoing, in no event shall the City be required to sell the Site for less than the Purchase Price nor shall the Developer be obligated to buy the Site for an amount in excess of the Purchase Price.

3. Exclusive Negotiation Period/Effectiveness of Agreement. The "Exclusive Negotiating Period" shall commence as of the Effective Date and shall terminate on the date that is one hundred and eighty (180) days after the Effective Date, notwithstanding holidays unless the date that is one hundred and eighty (180) days after the Effective Date shall fall on a weekend or holiday, in which case the Exclusive Negotiating Period shall be extended to the next business day. The Exclusive Negotiating Period may be extended by the written mutual consent of the City, and the Developer up to ninety (90) additional days per extension. The City Manager of the City shall be authorized to grant such extension for and on behalf of the City in his/her sole and absolute discretion. Any officer of Developer shall be authorized to grant such extension for and on behalf of Developer. If the Parties have mutually consented to an extension of the term of this Agreement as provided hereinabove, then the Parties shall, within such extended term, continue to negotiate in good faith a DDA with respect to the disposition and the proposed development of the Project.

4. Disposition and Development Agreement ("DDA").

(a) Negotiations of DDA. The parties hereby acknowledge and agree that, during the term of this Agreement, (as such term may be extended pursuant to Section 3 above), the Parties shall use their respective good faith efforts to negotiate and

enter into a DDA or such other disposition agreement mutually agreed to by the parties, which shall include (but not be limited to) agreement on and implementation of the following: (i) the design of the Project by Developer; (ii) the construction of the Project by Developer in accordance with final plans and specifications to be provided by Developer and approved by the City, pursuant to a detailed schedule of performance by Developer; (iii) the operation and management of the Project by Developer in a good and professional manner, and subject to the covenants required by law; (iv) the maintenance of landscaping, buildings and improvements in good condition and satisfactory state of repair so as to be attractive to local residents and to the community; (v) the operation of the Project by Developer in compliance with all equal opportunity standards established by Federal, State and local law; (vi) the right of the City to inspect the Project from time to time to assure compliance with the foregoing provisions; (vii) certain provisions made by Developer to the City as required by the City with respect to concepts, schematics, the final plans and working drawings for the Project and participation in presentations with respect thereto; (viii) certain provisions required by individual contractors and/or subcontractors performing work on the Project with respect to performance, labor and materials payment bonds required to be obtained by such contractors or subcontractors assuring completion of the Project free of mechanics' liens; (ix) that the Project shall be of the highest quality and standard; (x) the terms and conditions upon which Developer shall acquire the Site; (xi) the terms and conditions upon which the City or the Developer may terminate the DDA (e.g., the discovery of environmental issues/hazardous substances on the Site, unexpected development or construction costs, inability to acquire the Site or any portion thereof); and (xii) the exclusion and/or non-applicability of prevailing wage and/or labor agreements to the Project.

(b) Failure of Developer to Negotiate in Good Faith. In the event Developer has not continued to negotiate diligently and in good faith, City shall give written notice thereof to Developer, who shall then have ten (10) business days to commence negotiating in good faith. Following the receipt of such notice and the failure of Developer to thereafter commence negotiating in good faith within such ten (10) business days, this Agreement may be terminated by City's City Manager.

(c) Failure of City to Negotiate in Good Faith. In the event City has not continued to negotiate diligently and in good faith Developer shall give written notice thereof to City which shall then have ten (10) business days to commence negotiating in good faith. Following the receipt of such notice and the failure of City to thereafter commence negotiating in good faith within such ten (10) business days, this Agreement may be terminated by Developer.

(d) Termination of this Agreement. Subject to Section (e) above, upon termination of this Agreement at the expiration of the Exclusive Negotiating Period (or such extension thereof) and provided a DDA has not been executed by the City and Developer, no party shall have any further duty or obligation to any other party. If a DDA

has been executed by the City and the Developer, the DDA shall supersede this Agreement and thereafter govern the rights and obligations of the parties with respect to the development of the Project.

5. Deposit. Concurrent with the execution of this Agreement by City, Developer shall submit to City a good faith deposit ("Deposit") in the amount of Ten Thousand Dollars (\$10,000) to cover the City's actual legal and other expenses to negotiate and prepare the DDA and conduct studies related to the project for the CEQA analysis ("Expenses"). The Deposit shall be in the form of cash. City shall deposit the Deposit in an interest-bearing account and such interest, when received by City, shall become part of the Deposit.

6. Schedule of Performance. It is the intention of City and Developer that the development of the Site be completed in a timely and an expeditious manner. Accordingly, the DDA shall provide in reasonable detail the tasks to be completed by the City and the Developer during the development process and the projected date of completion for each such task.

7. Environmental. Execution of a DDA by City shall be subject to compliance by the City with the California Environmental Quality Act (California Public Resources Code § 2100 *et seq.* as amended: "CEQA"), and nothing herein shall be construed as limiting the City's discretion to approve and/or disprove the Project or any iteration thereof. Developer hereby agrees to provide all reasonable assistance to City necessary to carry out their obligations under CEQA but shall be under no obligation to incur any costs or expenses outside the scope of Developer's proposed Project under this Agreement. Any and all costs outside the scope of the obligations under this Agreement will be identified as costs to each party under an executed DDA between City and Developer.

8. Governing Law. This Agreement and the legal relations between the parties hereto shall be governed by and construed and enforced in accordance with the laws of the State of California. Hence, for any action by either party shall be in Los Angeles County.

9. No Other Agreement. This Agreement constitutes the entire agreement of the parties hereto with respect to the subject matter hereof and supersedes any and all prior agreements and understandings between the parties. There are no agreements or understandings between the parties and no representations by either party to the other as an inducement to enter into this Agreement, except as expressly set forth herein. Notwithstanding anything provided herein to the contrary, whether expressed or implied, the City and the Developer shall have no obligation to enter into a DDA with the other and neither the City or the Developer (nor its officers, members, staff or agents) have made any promises to the other than to exclusively negotiate a DDA for the Site in good faith during the Exclusive Negotiating Period, and no statements of City or Developer (or its

officers, members, staff or agents) as to future obligations shall be binding upon either party unless and until a DDA has been approved and executed by the City and the Developer.

10. Assignment. This Agreement shall not be assigned by any party hereto to any person or entity without the express written consent of City; provided, however, that Developer may assign the Agreement to a California business entity that is formed for the purpose of carrying out the Project and for which Developer is a member and the manager thereof. Any assignment does not release Developer from any of its obligation hereunder.

11. Notices. Any notice which is required or which may be given hereunder may be delivered or mailed to the party to be notified, as follows:

If to Developer: Tierra Mia Coffee Company
 2108 North Broadway
 Los Angeles, CA 90031
 Attention: Ulysses Romero

If to City:

 City of Pico Rivera
 6615 Passons Blvd.
 Pico Rivera, CA 90660
 Attention: City Manager

With a copy to:

 Alvarez-Glasman & Colvin
 13181 Crossroads Pkwy. North, Suite 400 - West Tower
 City of Industry, CA 91746
 Attention: Arnold M. Alvarez-Glasman

12. Public Meeting. Any DDA that maybe negotiated is subject to consideration and discretion at a public meeting or meetings by City. Nothing in this Agreement shall commit or be construed as committing City to approve any DDA, or the City to approve the Project or any entitlements therefor.

13. Counterparts. This Agreement may be executed in counterparts, each of which when so executed shall be deemed an original, and all of which, together, shall constitute one and the same instrument.

14. Attorney's Fees. In the event that either party hereto brings action or proceeding against the other party to enforce or interpret any of the conditions or provisions of this Agreement, the prevailing party shall be entitled to recover all

reasonable attorney's fees and expenses and court costs associated with such action or proceeding.

15. Effect of Agreement. Notwithstanding any other provision of this Agreement to the contrary, the parties expressly acknowledge and agree as follows: (a) except as expressly required under Section 1(d), no matter described in this Agreement as a purported commitment or obligation of City or Developer with respect to the development of the Project shall have any effect unless and only to the extent such matters are expressly set forth in a DDA or other subsequent written agreement duly authorized and approved by City; (b) City and Developer shall promptly commence the good faith negotiation of a DDA upon execution of this Agreement; and (c) upon the execution of a DDA by the Parties, this Agreement shall be null and void and of no effect and shall be superseded by the terms and conditions of the DDA or such other disposition agreement, if applicable.

Notwithstanding any other provision of this Agreement to the contrary, Developer acknowledges and expressly agrees as follows: (a) that this Agreement does not obligate City in any way to approve, in whole or in part, any of the matters described in this Agreement, including, (without limitation) matters pertaining to land use entitlements or approvals, permits, waivers or reduction of fees, development or financing of the Site or any other matters to be acted on by City, as applicable; (b) that all such matters shall be considered and processed by City in accordance with all otherwise applicable City requirements and procedures; and (c) that City reserve all rights to approve, disapprove or approve with conditions all such matters in its sole discretion. Developer acknowledges that and all expenditures made by it are not recoverable by Developer in the event that a subsequent Agreement is not approved.

[Signatures of parties on following page]

IN WITNESS WHEREOF, the parties have executed this Agreement as of the date first written above.

“City”

ATTEST:

CITY OF PICO RIVERA

By: _____
Cynthia Ayala, CMC, City Clerk

By: _____
Steve Carmona, City Manager

APPROVED AS TO FORM:

ALVAREZ-GLASMAN & COLVIN

By: _____
Arnold Alvarez-Glasman, City Attorney

“Developer”

Tierra Mia Coffee Company

By: _____
Ulysses Romero, Founder & President

EXHIBIT 1

DESCRIPTION OF SITE

Vacant parcel located at the northeast corner of Rosemead Boulevard and Beverly Boulevard consisting of approximately 25,412 square feet of land.

APN: 8121-003-902

EXHIBIT 2

DESCRIPTION OF THE PROJECT

Developer is proposing a 2,970 square foot drive-through café, which the Developer would operate as Tierra Mia, with a 920 square foot patio. The initial site plan would provide 30 parking stalls and allow a drive-through queue of 11 cars.

The developer is also proposing a second development scenario for the site, which includes a 2,970 square foot drive-through retail building with two tenants. The Developer would occupy a 1,770 square foot café as Tierra Mia, and a complimentary co-tenant would occupy the remaining 1,200 square feet of the building. This scenario includes an 802 square foot patio and would provide 30 parking stalls and would allow a drive-through queue of 11 cars.

EXHIBIT 2-1

PROPOSED SITE PLAN

[insert]



To: Mayor and City Council
From: City Manager
Meeting Date: February 27, 2024
Subject: PUBLIC HEARING – A RESOLUTION AUTHORIZING AND ADOPTING THE PERMANENT LOCAL HOUSING ALLOCATION PLAN FOR THE PLHA PROGRAM

Recommendation:

1. Approve a resolution authorizing and adopting the Permanent Local Housing Allocation (PLHA) plan for the PLHA Program.

Fiscal Impact:

There is no fiscal impact to the General Fund from this action. Funding allocations are based on the approval of the PLHA plan for the PLHA program, however, if approved by the State of California Department of Housing and Community Development (HCD), the City would be awarded grant funds totaling \$1,397,273 for eligible housing and homelessness activities in fiscal year (FY) 2024-25. The associated revenues and expenditures will be included in the FY 2024-25 Budget.

Background:

Senate Bill 2, known as the Building Homes and Jobs Act, established the PLHA program. This program aims to provide funding to eligible local governments in California for projects and programs that help meet the housing needs of their communities. The program prioritizes investments that boost the housing supply for households with incomes at or below 60% of the Area Median Income (AMI), adjusted for household size.

On December 29, 2023, HCD released a Notice of Funding Availability (NOFA) for the PLHA Program. The NOFA outlines ten (10) eligible activities for which PLHA funds can be used. Examples include developing live-work or rental housing, supporting ownership housing, creating Supportive Housing, and providing homeless services. To access funds, applicants must submit a five-year PLHA Plan detailing how allocated funds will be used for at least one of the eligible activities.

CITY COUNCIL AGENDA REPORT – MEETING OF FEBRUARY 27, 2024
PUBLIC HEARING – A RESOLUTION AUTHORIZING AND ADOPTING THE
PERMANENT LOCAL HOUSING ALLOCATION PLAN FOR THE PLHA PROGRAM
Page 2 of 3

The NOFA provides approximately \$296 million in the remaining Calendar Year (CY) 2020 and 2021 funding allocations, along with new CY 2022 funds. Pico Rivera, as an entitlement local government, is allocated the following formula amounts for these years:

CY 2020	CY 2021	CY 2022	Total
\$526,870	\$579,804	\$290,599	\$1,397,273

The NOFA also mentions a potential maximum funding amount of \$2,033,838 for the City based on a five-year estimate of PLHA formula allocations. Although actual amounts may be lower in subsequent years, the resolution includes this estimate to expedite future funding disbursements without the need for amendments.

While this NOFA remains open until June 30, 2027, applicants seeking CY 2020 funds must submit a complete application and meet PLHA Program guidelines, including Housing Element compliance and Annual Progress Report submission, by February 29, 2024. Unawarded CY 2020 funds after June 30, 2024, will no longer be available through the PLHA program.

Discussion:

In the City’s proposed five-year allocation plan, 50% of PLHA funding will be directed to eligible activity 2, focusing on predevelopment, development, acquisition, rehabilitation, and preservation of affordable rental and ownership housing for a growing workforce earning up to 150% of the area median income. The State considers this percentage above-moderate income. This aligns with the Housing Element goals and contributes to the City’s Regional Housing Needs Assessment (RHNA) allocation of 1,024 affordable housing units of which 430 are required for above moderate income for the 2021-2029 planning period.

The remaining 50% of PLHA funding will be allocated for eligible activity 6, supporting individuals experiencing or at risk of homelessness. This may include rapid rehousing, rental assistance, and supportive/case management services. The City may engage a homeless social service provider through an open bidding process, adhering to Housing Policy 3.3 in the City’s Housing Element to address the shelter needs of those experiencing homelessness such as reserving homeless beds for Pico Rivera homeless and/or providing focused mental assistance services.

Environmental Analysis:

The application has been reviewed with respect to the applicability of the California Environmental Quality Act (Public Resources Code Section 21000 et seq.) (CEQA). City staff has determined that the approval of the PLHA plan and grant application does not have the potential for creating a significant effect on the environment and is therefore

CITY COUNCIL AGENDA REPORT – MEETING OF FEBRUARY 27, 2024
PUBLIC HEARING – A RESOLUTION AUTHORIZING AND ADOPTING THE
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exempt from further review under CEQA pursuant to State CEQA Guidelines Section 15060(c)(3) because it is not a project as defined by the CEQA Guidelines Section 15378. Adoption of the resolution does not have the potential for resulting in either a direct physical change in the environment or a reasonably foreseeable indirect physical change in the environment.

Conclusion:

Staff recommends that the City Council approve the attached resolution authorizing and adopting the PLHA plan for the Permanent Local Housing Allocation Program. The City may be eligible to apply for and obtain additional funding in the coming years, provided that additional PLHA formula funds to local governments become available.



Steve Carmona

SC:AB:JG:EL:jj

Enclosures: 1) Resolution
2) PLHA Notice of Funding Availability (NOFA) – December 29, 2023
3) Public Notice

RESOLUTION NO. ____

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF PICO RIVERA, CALIFORNIA, AUTHORIZING AND ADOPTING THE PERMANENT LOCAL HOUSING ALLOCATION PLAN FOR THE PERMANENT LOCAL HOUSING ALLOCATION PROGRAM

WHEREAS, the State of California (the “State”), Department of Housing and Community Development (“Department”) issued a Notice of Funding Availability (“NOFA”) dated 12/29/23 under the Permanent Local Housing Allocation (PLHA) Program; and

WHEREAS, the California Department is authorized to provide up to \$335 million under the SB 2 Permanent Local Housing Allocation Program Formula Component from the Building Homes and Jobs Trust Fund for assistance to cities and counties (as described in Health and Safety Code section 50470 et seq. (Chapter 364, Statutes of 2017 (SB 2)); and

WHEREAS, the City of Pico Rivera is an eligible Local government who has applied for program funds to administer one or more eligible activities, or a Local or Regional Housing Trust Fund to whom an eligible local government delegated its PLHA formula allocation; and

WHEREAS, the Department may approve funding allocations for the PLHA Program, subject to the terms and conditions of the Guidelines, NOFA, Program requirements, the Standard Agreement, and other contracts between the Department and PLHA grant recipients.

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Pico Rivera as follows:

SECTION 1. The City Council hereby finds that the above recitals are true and correct and incorporate them herein by this reference.

SECTION 2. The City Council hereby finds and determines that the adoption of this Resolution is exempt from CEQA pursuant to State CEQA Guidelines Section 15060(c)(3) because it is not a project as defined by the CEQA Guidelines Section 15378 and CEQA Guidelines Section 15061(b)(3) under the common sense exemption as it can be seen with certainty that there is no possibility that the activity in question may have a significant effect on the environment and none of the exceptions under CEQA Guidelines Section 15300.2 apply.

SECTION 3. If the Applicant receives a grant of PLHA funds from the Department pursuant to the above referenced PLHA NOFA, it represents and certifies that it will use all such funds in a manner consistent and in compliance with all applicable state and federal statutes, rules, regulations, and laws, including without limitation all rules and laws regarding the PLHA Program, as well as any and all contracts the Applicant may have with the

Department.

SECTION 4. The Applicant is hereby authorized and directed to receive a PLHA grant, in an amount not to exceed the five-year estimate of the PLHA formula allocations (\$2,033,838), as stated in Appendix B of the current NOFA, in accordance with all applicable rules and laws.

SECTION 5. The Applicant hereby agrees to use the PLHA funds for eligible activities as approved by the Department and in accordance with all Program requirements, Guidelines, other rules and laws, as well as in a manner consistent and in compliance with the Standard Agreement and other contracts between the Applicant and the Department.

SECTION 6. Pursuant to Section 302(c)(4) of the Guidelines, the Applicant's PLHA Plan for the 2020-2022 allocations is attached to this Resolution as Exhibit "A", and the Applicant hereby adopts this PLHA Plan and certifies compliance with all public notice, public comment, and public hearing requirements in accordance with the Guidelines.

SECTION 7. Pursuant to the Applicant's certification in this Resolution, the PLHA funds will be expended only for eligible Activities and consistent with all program requirements.

SECTION 8. The Applicant certifies that, if funds are used for the acquisition, construction or rehabilitation of for-sale housing projects or units within for-sale housing projects, the grantee shall record a deed restriction against the property that will ensure compliance with one of the requirements stated in Guidelines Section 302(C)(6)(A), (B) and (C).

SECTION 9. The Applicant certifies that, if funds are used for the development of an Affordable Rental Housing Development, the Local government shall make PLHA assistance in the form of a low-interest, deferred loan to the Sponsor of the Project, and such loan shall be evidenced through a Promissory Note secured by a Deed of Trust and a Regulatory Agreement shall restrict occupancy and rents in accordance with a Local government-approved underwriting of the Project for a term of at least 55 years.

SECTION 10. The Applicant shall be subject to the terms and conditions as specified in the Standard Agreement, the PLHA Program Guidelines and any other applicable SB 2 Guidelines published by the Department.

SECTION 11. The City Manager of the City of Pico Rivera is authorized to execute the PLHA Program Application, the PLHA Standard Agreement and any subsequent amendments or modifications thereto, as well as any other documents which are related to the program or the PLHA grant awarded to the Applicant, as the Department may deem appropriate.

RESOLUTION NO. ____
Page 3 of 3

SECTION 12. The City Clerk shall attest to the passage of this resolution and it shall thereupon be in full force and effect.

APPROVED AND PASSED this 27th day of February, 2024.

Andrew C. Lara, Mayor

ATTEST:

APPROVED AS TO FORM:

Cynthia Ayala, CMC, City Clerk

Arnold M. Alvarez-Glasman, City Attorney

AYES:
NOES:


**DEPARTMENT OF HOUSING AND COMMUNITY DEVELOPMENT
DIVISION OF STATE FINANCIAL ASSISTANCE**

2020 W. El Camino Avenue, Suite 670
Sacramento, CA 95833 (916) 263-2771



December 29, 2023

MEMORANDUM FOR: Potential Applicants

FROM: Jennifer Seeger, Deputy Director 
Division of State Financial Assistance

SUBJECT: **Notice of Funding Availability
2023 Permanent Local Housing Allocation Program
Formula Component**

The California Department of Housing and Community Development (Department) is pleased to announce the release of the 2023 Permanent Local Housing Allocation Program (PLHA) Local Government Formula Component Notice of Funding Availability (NOFA) for approximately \$296 million in remaining, and still unrequested, Calendar Year (CY) 2020 and 2021 funds as well as new CY 2022 funds as follows:

CY 2022 Calendar Year	\$167.9 million
CY 2021 Calendar Year	\$94.1 million
CY 2020 Calendar Year	\$34 million

Please refer to Appendix A for detailed information on funds available to each eligible locality under this NOFA for housing-related projects and programs that assist in addressing unmet housing needs of their local communities.

This NOFA will remain open to eligible applicants through June 30, 2027. The NOFA will be augmented with additional CY funds as additional revenues are collected and made available. All Applicants must ensure they meet all threshold requirements outlined in this NOFA and Program Guidelines prior to the submittal of an application.

***** PLEASE NOTE *****

All CY 2020 funds unawarded by June 30, 2024 will revert to the Housing Rehabilitation Loan Fund established to be used for the Multifamily Housing Program (Chapter 6.7 commencing with Section 50675) pursuant to Health and Safety Code Section 50470 (b)((2)(B)(ii)(VI) to be made available through a future Multifamily Housing Program Notice of Funding Availability.

To receive an award of CY 2020 funds, applicants are required to submit an application and demonstrate a fully compliant Housing Element and submittal of the applicable Annual Progress Report(s) as detailed in Part II, Section F or G by no later than February 29, 2024.

Applications must be submitted through the online application portal at [Apply Now Formula](#).

The application submittal portal will be available and open for applications beginning 01/12/2024. Personal deliveries will not be accepted. No facsimiles, incomplete applications, application revisions, or walk-in application packages will be accepted.

PLHA program guidelines, application forms, and instructions are available on the Department's website. If you have questions regarding this NOFA, please email the department at PLHA@hcd.ca.gov. To receive information on workshops and other updates, please subscribe to the [PLHA listserv](#).

Permanent Local Housing Allocation Program Local Government Formula Component

2023 Notice of Funding Availability



**Gavin Newsom, Governor
State of California**

**Tad Egawa, Acting Secretary
Business, Consumer Services and Housing Agency**

**Gustavo Velasquez, Director
California Department of Housing and Community Development**

2020 West El Camino Avenue, Suite 500, Sacramento, CA 95833

Website: <https://www.hcd.ca.gov/grants-and-funding/programs-active/permanent-local-housing-allocation>

Email: PLHA@hcd.ca.gov

December 29, 2023

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Notice of Funding Availability

Permanent Local Housing Allocation Program

Local Government Formula Component

I. Overview and Timeline

The California Department of Housing and Community Development (Department or HCD) is announcing the release of the Permanent Local Housing Allocation (PLHA) Program's Local Government Formula Component Notice of Funding Availability (NOFA).

Funding for this NOFA is provided pursuant to Senate Bill 2 (SB 2) (Chapter 364, Statutes of 2017). SB 2 established the Fund and authorizes the Department to allocate 70 percent of moneys collected and deposited in the Fund, beginning in calendar year 2019, to Local governments for eligible housing and homelessness activities. The intent of the bill is to provide a permanent, on-going source of funding to Local governments for housing-related projects and programs that assist in addressing the unmet housing needs of their local communities.

This NOFA represents the fourth CY allocation of moneys deposited in the Building Homes and Jobs Trust Fund (Fund) for the prior calendar year (CY) and includes any remaining unawarded funds not requested by eligible applicants for prior and available CYs.

Capitalized terms not otherwise defined in this NOFA shall have the meanings set forth in [PLHA Guidelines Section 101](#).

Applicants may apply at any time after the release of the NOFA, however, any applicant requesting CY 2020 funds (see appendices A and D), must meet all threshold requirements set forth in the [PLHA Program Guidelines, Article III, Section 302](#), including Housing Element compliance and Annual Progress Report submittal requirements) and submit all required application materials no later than February 29, 2024.

Awards will be made on a rolling basis as they are received, reviewed, and determined to have meet all threshold requirements. If an application is submitted and determined to be incomplete (including Housing Element compliance and Annual Progress Report submittal), the applicant will be alerted to the deficiencies that need to be addressed and the application will be rejected. No award will be made until those deficiencies are addressed to the satisfaction of the Department. Once addressed, the applicant will need to resubmit the entire application package for reconsideration.

Please note that per State statute, any CY 2020 funds unawarded by June 30, 2024 will revert to the Housing Rehabilitation Loan Fund established to be used for the Multifamily Housing Program.

II. Program Requirements

The following is provided as a summary for the allocation of the PLHA formula funds to Local Governments and is not to be considered a complete representation of the eligibility, threshold, or other requirements, terms, and conditions. All applicants should fully review the [PLHA Program Guidelines](#) for full requirements.

This 2023 NOFA represents the fourth year of funding under the PLHA program for the Entitlement and Non-Entitlement Local Government Formula Component as detailed below:

Revenue Collection Period	NOFA Issuance	Allocation Deadline
CY 2019	2020	Reverted to MHP as of 6/30/2023
CY 2020	2021	Must apply for funds by February 29, 2024
CY 2021	2022	June 30, 2025*
CY 2022	2023	June 30, 2026*

**Please note, application deadlines for reverting funds may be established in future NOFA amendments*

A. Eligible Applicants

An Applicant must be an Entitlement Local government, a Non-Entitlement Local government, or a Local or Regional Housing Trust Fund delegated by the Local government pursuant to the [PLHA Guidelines Article III, Section 300](#).

1. Delegation of Formula Allocation

Per [PLHA Guidelines Section 300 \(c\) and \(d\)](#), a Local government may delegate to another Local government or Local Housing or Regional Housing Trust Fund to submit an application and administer on its behalf its formula allocation of Program funds, provided that the parties enter into a legally binding agreement and the funds are expended for eligible Activities and consistent with Program requirements. The delegating entity shall be identified in the application. The administering entity shall be responsible for all Program requirements.

Upon delegating its entire formula allocation to another Local government or to a Local or Regional Housing Trust Fund, the Local government that delegated their allocation is no longer involved in the PLHA application or administration of the PLHA grant for the full term of the PLHA Plan, which extends through 2023. The delegated Local government or Trust Fund assumes full responsibility for compliance with statute and for meeting all the Department's requirements, including any penalties for non-compliance.

A Local government can subgrant a portion of its allocation to another entity, as permitted by [PLHA Guidelines Section 302\(c\)\(3\)](#). When a Local government subgrants a portion of its allocation to another entity, the Local government remains fully accountable and responsible for compliance with statute and for meeting all of the Department's requirements, including any penalties for noncompliance.

B. Eligible Activities

PLHA funds allocated to eligible Applicants must be used to carry out one or more of the eligible activities listed in the [PLHA Guidelines, Article III, Section 301](#). All services must be provided within the county containing the Local government recipient.

Twenty percent of the moneys in the Fund are required by statute to be expended for Affordable Owner-Occupied Workforce Housing (AOWH). If funding proposed in Local government Plans for AOWH activities is lower than 20 percent of the moneys available in the Fund, the Department may require Local governments to use a specific percentage of their annual formula allocations in some future year for AOWH activities as part of the annual funding process.

C. Allocation of funding and limits

Appendix A lists the dollar amount of the available PLHA funds by CY allocation. If a Local Government applied for and received a CY allocation, there is a blank in the applicable column(s).

In order to avoid amending the Department Standard Agreement each year and to expedite the disbursement of PLHA funds, the Department Standard Agreement and the Applicant's required resolution shall include a five-year estimate of PLHA formula allocations, as stated in Appendix B, as the maximum funding amount. The actual amounts may be lower, and the disbursements will be based on the actual allocation amounts.

D. Program Administrative, Activity Delivery Costs, and Reimbursement of Costs

Predevelopment expenses for construction projects funded by PLHA funds and costs to develop and prepare the PLHA application and Plan may be paid from the PLHA funds regardless of when the costs were incurred. Reimbursement of expenses to prepare the PLHA application and Plan are subject to the cap on administrative costs as detailed in the PLHA Program Guidelines. Other costs incurred more than one year prior to commitment by the Local government may not be paid from the PLHA funds.

E. Application review

An Applicant must submit a complete application and other documents consistent with the deadlines stated in this NOFA. Applications submitted in response to this NOFA must meet the threshold requirements set forth in this section and in [PLHA Guidelines Section 302](#).

F. Threshold requirements for First-Time Applicants

First-time Applicants who have not previously received an award under a prior Local Government Formula Allocation NOFA must meet the following threshold requirements:

1. Housing Element Compliance: The housing element of the Applicant and any delegates or subgrantees, if applicable, must have an adopted housing element that has been found by the Department to be in substantial compliance with the requirements of Article 10.6 (commencing with section 65580) of Chapter 3 of Division 1 of Title 7 of the Government Code, pursuant to Government Code section 65585 at the time of application. Additional information on verifying compliance with this requirement is outlined in Appendix C.

If an applicant is applying on behalf of multiple jurisdictions or delegating or sub granting to another jurisdiction, the funds may only be awarded for use in a locality with an adopted housing element that has been found by the Department to be in substantial compliance with the requirements of Article 10.6 (commencing with section 65580) of Chapter 3 of Division 1 of Title 7 of the Government Code, pursuant to Government Code section 65585 at the time of award. If the Applicant is not compliant by time of application that will not prevent an award from being made for use in the localities that are determined to be compliant.

2. Annual Progress Report: The Applicant must have submitted to the Department the Annual Progress Report (APR) on the housing element for the corresponding calendar year based on the allocations for which the Applicant is applying by the application submittal date as follows:

Allocation Requested:	APR Reporting Period:
2020 allocation	CY 2020 APR
2021 allocation	CY 2021 APR
2022 allocation	CY 2022 APR

Additional information on verifying compliance with this requirement is outlined in Appendix C.

If an Applicant is requesting CY 2020 funds, all threshold requirements, including Housing Element compliance and APR submittal requirements, must be met by no later than February 29, 2024. After February 29, 2024, any remaining unrequested CY 2020 funds will revert to the Housing Rehabilitation Loan Fund per statute.

Those Applicants that are notified they did not pass threshold requirements will have the opportunity to submit the necessary documentation to demonstrate threshold eligibility. Applicants applying for CY 2020 funds should apply as early as possible to provide time for threshold requirements to be met.

3. Application requests an allocation pursuant to [Section 200 of the PLHA Guidelines](#) and identifies the eligible activities to be undertaken. Activities must be carried out in the jurisdiction of the Applicant's Local government. Jointly funded projects may be carried out as described in [PLHA Guidelines Section 301\(c\)](#).
4. Submission of the application must be authorized by the governing board of the Applicant by Resolution, and this Resolution must be submitted as part of the application. The Resolution should use the five-year estimate of funding, as listed in Appendix B.
5. If the Local government proposes to allocate funds for any Activity to another entity, the Resolution must certify that the Local government's selection process shall avoid conflicts of interest and shall be accessible to the public. See [PLHA Guidelines Section 302 \(c\)\(3\)](#).
6. If the Local government proposes to use funds for the acquisition, construction, or rehabilitation of for-sale housing projects, or units within for-sale housing projects, the Resolution must certify that the grantee shall record a deed restriction against the property that will ensure compliance with one of the requirements stated in [PLHA Guidelines Section 302\(c\)\(6\)\(A\),\(B\) or \(C\)](#).
7. The Resolution shall certify that, if funds are used for the development of an Affordable Rental Housing Development, the Local government shall make the PLHA assistance in the form of a low-interest, deferred loan to the Sponsor of the Project. The loan shall be evidenced through a Promissory Note secured by a Deed of Trust, and a Regulatory Agreement shall restrict occupancy and rents in accordance with the Local government-approved underwriting of the Project for a term of at least 55 years.
8. The application must include a Plan which details:
 - a. The manner in which the allocated funds will be used for eligible Activities.
 - b. A detailed description of the way the Local government will prioritize investments that increase the supply of housing for household with incomes at or below 60 percent of the AMI.

- c. A detailed description of how the Plan is consistent with the programs set forth in the Local government's housing element.
 - d. Evidence that the Plan was authorized and adopted by Resolution by the Local government and that the public had an adequate opportunity to review and comment on the Plan's contents prior to the Plan Resolution adoption. The plan must be provided to the public for a public comment period, culminating with a public hearing at which the governing board may approve it. The draft Plan should be published for public review on the Applicant's website.
 - e. The Resolution adopting the Plan should specifically identify the activities the Local government plans to engage in. The Resolution is required to be submitted as part of the application. The Resolution must specifically state the eligible activities from the Plan application.
 - f. The following information is required for each proposed Activity:
 - i. A detailed description of each Activity, pursuant to Section 301 and the percentage of funding being allocated to it. The description must include the percentage, if any, directed to Affordable Owner-Occupied Workforce Housing (AOWH).
 - ii. The projected number of households to be served at each income level and a comparison to the unmet share of the Regional Housing Needs Allocation at each income level.
 - iii. A description of major steps/actions and a proposed schedule required for the implementation and completion of the Activity.
 - iv. The period of affordability for each Activity. Rental Projects are required to have an affordability period of at least 55 years.
9. The Plan shall be for a term of five years, illustrating how the allocations from 2019, 2020, 2021, 2022, and 2023 will be used. Refer to instructions in the Plan tab of the PLHA Application form.
10. If funds are used for acquisition, construction, or rehabilitation of for-sale housing projects or units within for-sale housing projects, then a deed restriction shall be recorded against the property as described in Section 302(c)(6)(A-C).
11. If funds are proposed to be used for development of an Affordable Rental Housing Development, a certification is required that the Local government shall make the PLHA assistance in the form of a low-interest, deferred loan to the Sponsor of the Project. The loan must be evidenced through a Promissory Note secured by a Deed of Trust, and a Regulatory Agreement is required to restrict occupancy and rents in accordance with the Local government's approved underwriting of the Project for a term of at least 55 years.

12. If any activity in the five-year PLHA Plan consists of loans being made to a homebuyer, homeowner, developer or owner of a project, a Program income reuse plan describing how repaid PLHA loans will be used for eligible activities specified in Section 301 must be included in the application. This reuse plan must also describe how interest earned from PLHA funds deposited in a Local government interest-bearing account will be used for eligible PLHA activities.

G. Threshold requirements for Previous Grantees

Applicants which have previously received an award of PLHA funds must meet all threshold requirements as outlined in the PLHA Program Guidelines Section 302.

Specifically, prior grantees requesting a new allocation of funds must demonstrate the following:

1. The housing element compliance status of the Applicant and delegates or subgrantees, if applicable, must have adopted housing element that has been found by the Department to be in substantial compliance with the requirements of Article 10.6 (commencing with section 65580) of Chapter 3 of Division 1 of Title 7 of the Government Code, pursuant to Government Code section 65585 at the time of application.
2. The Applicant must have submitted to the Department the Annual Progress Report (APR) consistent the CY allocation being requested as detailed below at the time of application:

Allocation Requested:	APR Reporting Period:
2020 allocation	CY 2020 APR
2021 allocation	CY 2021 APR
2022 allocation	CY 2022 APR

If an Applicant is requesting CY 2020 funds, all threshold requirements, including Housing Element compliance and APR submittal requirements, must be met by no later than February 29, 2024. After February 29, 2024, any remaining unrequested CY 2020 funds will revert to the Housing Rehabilitation Loan Fund per statute.

Those Applicants that are notified they did not pass threshold requirements will have the opportunity to submit the necessary documentation to demonstrate threshold eligibility and resubmit their application. Applicants applying for CY 2020 funds should apply as early as possible to provide time for threshold requirements to be met.

3. Applicant must be current on all applicable Annual PLHA required reports at time of award. Annual PLHA reports are due July 31 of each year reporting on the prior calendar year's activities, per [PLHA Guidelines Section 503](#).
4. Applicant has met commitment and disbursement requirements for previously awarded funds stated in [PLHA Guidelines Section 300\(e\)](#) and must not have incurred any penalties stated in [PLHA Guidelines Section 502](#).
5. Previous grantees will have already received Department approval for their five-year PLHA Plan which must include a list of the activities that the Local government plans to provide using the five years of funding contained in the Standard Agreement. In subsequent funding years, the PLHA Plan continues in force and effect unless the Local government amends their Plan to provide additional eligible activities under PLHA statute and Guidelines.

Please note, however, If the Local Government is proposing that more than 10 percent of the anticipated funds be allocated to a different activity, the Plan must be formally amended, including discussion and approval at a publicly noticed meeting of the Local government's governing board, and be submitted to the Department for approval.

H. Administration and Reporting Requirements

All recipients of PLHA funds must meet the administration and reporting requirements set forth in [PLHA Program Guidelines, Article III, Sections 500, 501, and 503](#).

It is the Applicant's responsibility to ensure that the application is clear, complete, and accurate. The Department may request additional clarifying information and/or inquire as to where in the application specific information is located. However, missing or forgotten application information or documentation may cause the application not to pass threshold.

III. Application Webinar

Applicants are strongly encouraged to view the PLHA webinar to gain information critical for preparing the application. The PLHA webinar recording is located on the Department's [PLHA webpage](#). Any questions on the program should be directed to the Program email at PLHA@hcd.ca.gov.

IV. Appeals

A. Basis of Appeals

1. Applicants may appeal HCD's written determination that an application is incomplete, has failed threshold review, or has otherwise been determined to provide an insufficient basis for an award (including point scoring and tie breaker).

2. At the sole discretion of the Department, the Department's written determination may include a request for clarifying and/or corrective information. For purposes of this section, "clarifying information" includes information and/or documentation that resolves ambiguities in any application materials that will inform the Department's threshold, scoring and feasibility determinations.
3. No Applicant shall have the right to appeal a decision of HCD relating to another Applicant's application (e.g., eligibility, award).
4. Any request to appeal HCD's decision regarding an application shall be reviewed for compliance with the Guidelines and this NOFA. All decisions rendered shall be made by the Program Manager or his/her designee. The decision shall be final, binding, and conclusive, and shall constitute the final action of HCD.
5. The appeal process provided herein applies solely to decisions of HCD made pursuant to this NOFA.

B. Appeal Process and Deadlines

1. **Process:** To file an appeal, Applicants must submit to HCD, by the deadline set forth below, a written appeal which states all relevant facts, arguments, and evidence upon which the appeal is based. Furthermore, the Applicant must provide a detailed reference to the area or areas of the application that provide clarification and substantiation for the basis of the appeal. No new or additional information will be considered if this information would result in a competitive advantage to an Applicant. Once the written appeal is submitted to HCD, no further information of materials will be accepted or considered thereafter. Appeals are to be submitted to HCD at PLHA@hcd.ca.gov according to the deadline set forth in HCD review letters.
2. **Filing Deadline:** Appeals must be received by HCD no later than five (5) business days from the date of HCD's threshold review, or initial score letters, as applicable, representing HCD's decision made in response to the application.

C. Decision

Any request to appeal HCD's decision regarding an application shall be reviewed for compliance with the Guidelines and this NOFA. All decisions rendered shall be final, binding, and conclusive, and shall constitute the final action of HCD.

V. Other terms and conditions

A. Right to modify or suspend

The Department reserves the right, at its sole discretion, to suspend, amend, or modify the provisions of this NOFA at any time, including, without limitation, the amount of funds available hereunder. If such an action occurs, the Department will notify all interested parties and will post the revisions to the Department's website.

B. Disclosure of application

Information provided in the application will become a public record and available for review by the public, pursuant to the California Public Records Act (GC Section 7920.000et seq.). As such, any materials provided will be disclosed to any person making a request under this Act. The Department cautions Applicants to use discretion in providing information not specifically requested, including, but not limited to, bank account numbers, personal phone numbers, and home addresses. By providing this information to the Department, the Applicant is waiving any claim of confidentiality and consents to the disclosure of submitted material upon request.

C. Conflicts

In the event of any conflict between the terms of this NOFA and either applicable state or federal law or regulation, the terms of the applicable state or federal law or regulation shall control. Applicants are deemed to have fully read and understand all applicable state and federal laws, and regulations pertaining to PLHA, and understand and agree that the Department shall not be responsible for any errors or omissions in the preparation of this NOFA.

Appendix A

Entitlement and Non-Entitlement Local Government Formula Allocations for Calendar Year 2020, 2021, and 2022.

- Please refer to Section II.A. Eligible Applicants for a discussion of the definition of Entitlement and Non-Entitlement Local Governments.
- If no funds are noted for CY 2020 or CY 2021, those funds have already been requested and awarded to the eligible Local Government.
- Funds identified in **RED** are at risk of converting to HCD's Multifamily Housing Program (MHP) and must be requested through an application submitted no later than February 29, 2024.

Entitlement Local Governments				Non-Entitlement Local Governments			
Local Government	CY 2020	CY 2021	CY 2022	Local Government	CY 2020	CY 2021	CY 2022
Alameda			\$479,024	Alpine County	\$106,216	\$116,768	\$57,959
Alameda County			\$800,595	Alturas	\$123,577	\$128,224	\$63,112
Alhambra		\$796,443	\$399,179	Amador City	\$100,869	\$112,445	\$56,885
Aliso Viejo	\$185,238	\$203,849	\$102,170	Amador County	\$203,299	\$275,316	\$135,904
Anaheim		\$3,686,550	\$1,847,709	American Canyon			\$97,199
Antioch	\$612,764	\$674,328	\$337,975	Anderson	\$163,160	\$178,480	\$90,221
Apple Valley			\$246,524	Angels Camp	\$127,049	\$128,764	\$70,091
Bakersfield		\$2,960,656	\$1,483,889	Arcata			\$107,399
Baldwin Park	\$758,781	\$835,015	\$418,511	Artesia	\$204,479	\$213,605	\$102,568
Bellflower			\$440,326	Arvin	\$220,799	\$217,928	\$111,693
Berkeley		\$2,212,637	\$1,108,980	Atwater			\$139,339
Buena Park	\$573,917	\$631,578	\$316,548	Auburn	\$185,382	\$203,337	\$101,762
Burbank		\$816,205	\$409,084	Avenal			\$80,022
Camarillo		\$231,519	\$116,038	Benicia			\$125,382
Carlsbad			\$233,683	Biggs	\$109,341	\$121,739	\$62,038
Carson		\$709,383	\$355,545	Bishop			\$67,406
Cathedral City		\$484,445	\$242,805	Blue Lake	\$105,521	\$117,957	\$59,891
Cerritos	\$169,751	\$186,806	\$93,627	Brawley	\$240,243	\$234,139	\$118,404
Chico			\$334,642	Butte County			\$296,625
Chino	\$387,590	\$426,531	\$213,778	Calaveras County		\$429,217	\$191,678
Chino Hills		\$303,241	\$151,985	Calexico	\$307,951	\$284,935	\$140,413
Chula Vista			\$908,287	Calimesa	\$138,507	\$156,324	\$78,680
Citrus Heights			\$268,126	Calipatria			\$59,623
Clovis City			\$313,434	Calistoga			\$73,848
Compton	\$1,196,383	\$1,316,582	\$659,875	Capitola			\$110,351
Concord		\$836,053	\$419,032	Carmel-by-the-Sea (Carmel)			\$69,822
Contra Costa County			\$1,860,477	Chowchilla			\$88,879
Corona		\$995,498	\$498,946	Clearlake			\$107,130

Entitlement Local Governments				Non-Entitlement Local Governments			
Local Government	CY 2020	CY 2021	CY 2022	Local Government	CY 2020	CY 2021	CY 2022
Costa Mesa		\$904,122	\$453,148	Coalinga	\$165,243	\$170,374	\$88,342
Cupertino			\$141,890	Colfax	\$113,855	\$125,522	\$63,380
Daly City			\$438,780	Colusa	\$135,035	\$161,187	\$81,900
Davis	\$470,837	\$518,142	\$259,694	Colusa County	\$136,077	\$152,541	\$80,558
Delano		\$556,115	\$278,726	Corcoran			\$94,784
Downey		\$889,923	\$446,031	Corning	\$143,368	\$150,380	\$70,896
El Cajon			\$553,280	Crescent City	\$125,660	\$142,274	\$76,264
El Centro			\$210,892	Del Norte County			\$115,988
El Monte			\$377,026	Dinuba			\$113,304
Elk Grove			\$726,377	Dixon	\$189,896	\$194,691	\$92,100
Encinitas			\$133,775	Dorris			\$59,354
Escondido	\$1,310,146	\$1,441,775	\$722,621	Dos Palos	\$120,799	\$143,355	\$72,238
Fairfield			\$335,124	Dunsmuir			\$62,307
Fontana			\$841,109	El Centro (Colonia Only)			\$140,950
Fountain Valley			\$123,971	El Dorado County			\$469,209
Fremont			\$549,661	Etna			\$56,080
Fresno			\$2,921,311	Eureka		\$346,539	\$167,253
Fresno County			\$1,408,829	Exeter			\$78,411
Fullerton		\$1,177,577	\$590,205	Farmersville			\$86,463
Garden Grove		\$1,700,794	\$282,801	Ferndale	\$108,994	\$121,739	\$60,965
Gardena			\$852,442	Firebaugh	\$144,410	\$159,566	\$74,922
Gilroy			\$209,401	Fort Bragg			\$75,995
Glendale			\$743,294	Fort Jones			\$58,281
Glendora	\$202,461	\$222,802	\$111,669	Fortuna	\$171,840	\$171,995	\$83,242
Goleta			\$80,598	Fowler			\$66,064
Hanford			\$253,302	Glenn County		\$201,716	\$98,005
Hawthorne			\$525,365	Grass Valley			\$117,330
Hayward			\$558,727	Greenfield			\$109,815
Hemet		\$688,525	\$345,090	Gridley	\$144,410	\$143,895	\$73,848
Hesperia	\$786,135	\$865,117	\$433,599	Grover Beach			\$107,936
Huntington Beach		\$938,184	\$470,220	Guadalupe	\$160,035	\$166,051	\$78,680
Huntington Park	\$1,012,910	\$1,114,676	\$558,678	Gustine			\$73,848
Indio		\$779,909	\$390,892	Hidden Hills	\$111,077	\$124,982	\$62,844
Inglewood	\$1,143,625	\$1,258,523	\$630,775	Hollister			\$147,123
Irvine		\$1,296,497	\$649,808	Holtville			\$61,770
Kern County		\$3,695,204	\$1,852,046	Humboldt County		\$595,871	\$311,924
La Habra			\$333,372	Huron			\$67,138
La Mesa	\$293,468	\$322,953	\$161,865	Imperial	\$147,535	\$169,834	\$89,147

Entitlement Local Governments				Non-Entitlement Local Governments			
Local Government	CY 2020	CY 2021	CY 2022	Local Government	CY 2020	CY 2021	CY 2022
Laguna Niguel		\$262,411	\$131,521	Imperial County	\$260,034	\$311,954	\$161,080
Lake Elsinore		\$425,098	\$213,060	Indian Wells	\$135,730	\$163,889	\$78,948
Lake Forest			\$189,521	Industry	\$101,632	\$110,824	\$55,865
Lakewood			\$232,195	Inyo County			\$109,009
Lancaster			\$595,694	lone	\$118,716	\$141,734	\$70,359
Livermore			\$178,780	Jackson	\$133,299	\$143,355	\$73,311
Lodi			\$288,277	King City	\$205,868	\$173,616	\$88,342
Lompoc	\$352,871	\$388,324	\$194,629	Kings County			\$148,733
Long Beach			\$2,509,109	Lake County			\$213,687
Los Angeles			\$22,477,835	Lakeport			\$77,874
Los Angeles County			\$9,451,755	Lassen County			\$94,784
Lynwood	\$981,371	\$1,079,969	\$541,283	Lemoore	\$217,326	\$237,381	\$130,213
Madera			\$362,050	Lincoln	\$314,201	\$344,377	\$164,032
Marin County			\$622,026	Lindsay			\$89,953
Menifee		\$430,361	\$215,698	Live Oak	\$132,952	\$156,324	\$77,606
Merced			\$444,694	Livingston			\$93,442
Milpitas			\$204,545	Loomis	\$123,577	\$147,678	\$78,411
Mission Viejo		\$353,526	\$177,188	Los Banos			\$131,824
Modesto			\$831,356	Loyalton	\$105,521	\$116,336	\$58,012
Montebello			\$271,554	Madera County			\$241,065
Monterey			\$99,805	Mammoth Lakes			\$74,922
Monterey County			\$555,851	Maricopa	\$105,869	\$116,336	\$58,549
Monterey Park			\$273,366	Marina			\$112,230
Moreno Valley		\$1,761,457	\$882,847	Mariposa County		\$235,220	\$119,477
Mountain View			\$219,939	Marysville	\$169,063	\$183,883	\$96,931
Napa			\$272,799	McFarland			\$90,758
National City			\$337,079	Mendocino County			\$293,672
Newport Beach			\$145,408	Merced County			\$335,007
Norwalk	\$921,336	\$1,013,902	\$508,170	Modoc County	\$120,105	\$146,597	\$68,480
Oakland			\$3,175,817	Mono County			\$69,017
Oceanside	\$1,008,982	\$1,110,353	\$556,512	Montague			\$60,965
Ontario			\$788,724	Mount Shasta			\$74,117
Orange		\$1,039,081	\$520,790	Napa County	\$220,451	\$261,158	\$128,335
Orange County		\$2,175,998	\$1,090,616	Nevada City			\$70,896
Oxnard			\$993,112	Nevada County			\$281,594
Palm Desert		\$293,014	\$667,885	Orange Cove			\$70,896
Palm Springs		\$328,816	\$146,859	Orland		\$143,355	\$78,680

Entitlement Local Governments				Non-Entitlement Local Governments			
Local Government	CY 2020	CY 2021	CY 2022	Local Government	CY 2020	CY 2021	CY 2022
Palmdale		\$1,332,565	\$164,803	Oroville		\$224,412	\$111,693
Palo Alto			\$198,460	Pacific Grove			\$99,615
Paradise			\$80,239	Palos Verdes Estates	\$157,257	\$170,914	\$87,805
Paramount			\$375,663	Parlier			\$87,805
Pasadena	\$1,454,952	\$1,601,129	\$802,490	Pismo Beach			\$93,442
Perris City	\$725,136	\$797,990	\$399,954	Placer County			\$385,467
Petaluma			\$158,048	Placerville			\$101,494
Pico Rivera	\$526,870	\$579,804	\$290,599	Plumas County	\$187,118	\$217,387	\$104,983
Pittsburg		\$543,387	\$272,347	Plymouth	\$104,757	\$116,876	\$58,549
Placentia	\$333,825	\$367,364	\$184,124	Point Arena			\$56,670
Pleasanton			\$129,527	Portola	\$119,757	\$120,659	\$62,038
Pomona			\$915,970	Rancho Mirage			\$164,838
Porterville			\$293,840	Red Bluff			\$100,152
Rancho Cordova			\$244,642	Rio Dell	\$118,716	\$141,193	\$72,506
Rancho Cucamonga			\$386,189	Rio Vista	\$149,271	\$157,945	\$87,537
Rancho Santa Margarita		\$173,436	\$86,926	Riverbank			\$113,572
Redding			\$288,748	San Benito County			\$112,767
Redondo Beach			\$112,160	San Joaquin	\$123,924	\$128,764	\$65,528
Redwood City			\$298,096	San Juan Bautista			\$63,917
Rialto	\$929,145	\$1,022,495	\$512,477	San Juan Capistrano			\$154,638
Riverside			\$1,390,635	Sand City			\$56,885
Riverside County		\$6,835,329	\$3,425,886	Santa Cruz County			\$480,214
Rocklin			\$115,424	Scotts Valley	\$166,979	\$171,995	\$91,026
Rosemead			\$294,255	Shasta County			\$267,637
Roseville			\$268,646	Shasta Lake		\$174,157	\$100,420
Sacramento		\$4,031,691	\$2,020,695	Sierra County		\$124,441	\$63,649
Sacramento County			\$2,332,543	Siskiyou County			\$127,046
Salinas			\$863,162	Solano County	\$201,701	\$240,083	\$118,404
San Bernardino	\$2,521,132	\$2,774,428	\$1,390,551	Soledad			\$94,247
San Bernardino County			\$2,965,495	Sonora			\$76,801
San Buenaventura (Ventura)	\$555,571	\$611,389	\$306,430	South Lake Tahoe			\$150,344
San Clemente		\$323,348	\$162,062	Saint Helena			\$81,364
San Diego			\$4,963,879	Suisun City	\$222,187	\$257,916	\$124,040
San Diego County			\$1,697,409	Susanville			\$76,801
San Francisco			\$7,473,904	Sutter County			\$111,157
San Joaquin County			\$1,123,219	Sutter Creek	\$121,841	\$128,764	\$64,991

Entitlement Local Governments				Non-Entitlement Local Governments			
Local Government	CY 2020	CY 2021	CY 2022	Local Government	CY 2020	CY 2021	CY 2022
San Jose			\$3,728,060	Taft	\$140,591	\$136,330	\$72,775
San Leandro			\$300,018	Tehama			\$56,348
San Luis Obispo County			\$747,989	Tehama County			\$212,668
San Marcos	\$496,102	\$545,945	\$273,629	Trinidad	\$101,702	\$111,256	\$55,865
San Mateo			\$293,103	Trinity County			\$111,157
San Mateo County			\$1,036,938	Truckee			\$96,126
Santa Ana			\$2,403,595	Tulare County			\$486,656
Santa Barbara			\$388,447	Tulelake			\$58,549
Santa Barbara County			\$488,474	Tuolumne County			\$228,987
Santa Clara			\$411,064	Ukiah			\$100,152
Santa Clara County			\$631,595	Vernon	\$100,591	\$111,472	\$55,865
Santa Clarita	\$914,338	\$1,006,200	\$504,310	Wasco	\$205,174	\$244,947	\$111,693
Santa Cruz			\$226,963	Weed			\$65,528
Santa Maria			\$628,799	Westmorland	\$113,507	\$117,957	\$59,086
Santa Monica			\$469,381	Wheatland	\$110,035	\$123,361	\$62,575
Santa Rosa			\$595,239	Williams	\$126,355	\$135,249	\$64,186
Santee	\$208,859	\$229,843	\$115,198	Willits			\$69,017
Seaside			\$165,564	Willows		\$138,491	\$74,653
Simi Valley	\$451,305	\$496,647	\$248,921	Winters	\$136,077	\$177,399	\$86,195
Sonoma County			\$771,043	Woodlake			\$75,995
South Gate		\$1,233,796	\$618,382	Yolo County	\$222,882	\$234,679	\$121,624
South San Francisco			\$186,873	Yountville			\$64,722
Stanislaus County		\$1,975,561	\$990,157	Yreka			\$79,216
Stockton			\$1,467,196	Yuba County		\$483,256	\$223,350
Sunnyvale			\$456,956	Totals	\$9,849,393	\$13,885,610	\$18,037,088
Temecula		\$467,631	\$234,378				
Thousand Oaks		\$506,368	\$253,793				
Torrance			\$380,959				
Tulare			\$272,990				
Turlock			\$265,636				
Tustin			\$330,525				
Union City	\$394,694	\$434,349	\$217,697				
Upland	\$431,845	\$475,232	\$238,187				
Vacaville			\$206,179				
Vallejo			\$433,249				
Ventura County			\$737,056				
Victorville			\$542,468				
Visalia		\$1,078,990	\$540,793				
Vista			\$350,532				
Walnut Creek			\$118,691				

Entitlement Local Governments				Non-Entitlement Local Governments			
Local Government	CY 2020	CY 2021	CY 2022	Local Government	CY 2020	CY 2021	CY 2022
Watsonville			\$310,781				
West Covina	\$604,258	\$664,967	\$333,283				
West Sacramento	\$367,872	\$404,832	\$202,903				
Westminster		\$873,327	\$437,714				
Whittier			\$328,505				
Woodland	\$387,006	\$425,889	\$213,456				
Yorba Linda			\$91,327				
Yuba City	\$483,607	\$532,195	\$266,737				
Totals	\$24,155,083	\$79,686,594	\$149,830,767				

Appendix B
Five-Year PLHA Allocation Estimate

Entitlement Local Governments		Non-Entitlement Local Governments	
Local Government	Estimated 5-Year Funding Amount	Local Government	Estimated 5-Year Funding Amount
Alameda	\$3,352,590	Alpine County	\$408,390
Alhambra	\$2,793,768	Alturas	\$475,835
Aliso Viejo	\$715,062	Amador City	\$395,168
Anaheim	\$12,931,710	Amador County	\$805,115
Antioch	\$2,365,410	American Canyon	\$704,612
Apple Valley	\$1,725,366	Anderson	\$622,622
Bakersfield	\$10,385,412	Angels Camp	\$487,737
Baldwin Park	\$2,929,068	Arcata	\$1,056,372
Bellflower	\$3,081,744	Artesia	\$814,372
Berkeley	\$7,761,504	Arvin	\$831,563
Buena Park	\$2,215,452	Atwater	\$949,257
Burbank	\$2,863,092	Auburn	\$719,158
Camarillo	\$812,124	Avenal	\$627,912
Carlsbad	\$1,635,492	Benicia	\$848,754
Carson	\$2,488,380	Biggs	\$424,261
Cathedral City	\$1,699,338	Bishop	\$502,283
Cerritos	\$655,278	Blue Lake	\$409,715
Chico	\$2,342,088	Brawley	\$906,940
Chino	\$1,496,190	Butte County	\$2,000,572
Chino Hills	\$1,063,710	Calaveras County	\$1,238,865
Chula Vista	\$6,356,898	Calexico	\$1,222,996
Citrus Heights	\$1,876,554	Calimesa	\$532,699
Clovis City	\$2,193,654	Calipatria	\$462,611
Compton	\$4,618,320	Calistoga	\$511,540
Concord	\$2,932,710	Capitola	\$630,557
Corona	\$3,492,018	Carmel-by-the-Sea	\$491,704
Costa Mesa	\$3,171,486	Chowchilla	\$662,295
Cupertino	\$993,060	Clearlake	\$875,203
Daly City	\$3,070,926	Coalinga	\$618,655
Davis	\$1,817,544	Colfax	\$432,196
Delano	\$1,950,744	Colusa	\$515,507
Downey	\$3,121,674	Colusa County	\$500,961
El Cajon	\$3,872,292	Corcoran	\$683,453
El Centro	\$1,475,988	Corning	\$555,180
Elk Grove	\$2,638,722	Crescent City	\$485,092
El Monte	\$5,083,752	Del Norte County	\$844,787

Entitlement Local Governments		Non-Entitlement Local Governments	
Local Government	Estimated 5-Year Funding Amount	Local Government	Estimated 5-Year Funding Amount
Encinitas	\$936,264	Dinuba	\$889,749
Escondido	\$5,057,466	Dixon	\$692,710
Fairfield	\$2,345,460	Dorris	\$399,135
Fontana	\$5,886,732	Dos Palos	\$496,994
Fountain Valley	\$867,648	Dunsmuir	\$432,196
Fremont	\$3,846,960	El Centro	\$1,297,051
Fresno	\$20,445,618	El Dorado County	\$2,879,974
Fullerton	\$4,130,712	Etna	\$403,103
Gardena	\$1,979,262	Eureka	\$1,125,138
Garden Grove	\$5,966,058	Exeter	\$586,917
Gilroy	\$1,465,554	Farmersville	\$589,562
Glendale	\$5,202,150	Ferndale	\$426,906
Glendora	\$781,548	Firebaugh	\$572,371
Goleta	\$564,090	Fort Bragg	\$641,136
Hanford	\$1,772,808	Fort Jones	\$415,004
Hawthorne	\$3,676,914	Fortuna	\$651,715
Hayward	\$3,910,410	Fowler	\$486,414
Hemet	\$2,415,216	Glenn County	\$641,136
Hesperia	\$3,034,662	Grass Valley	\$813,049
Huntington Beach	\$3,290,970	Greenfield	\$839,497
Huntington Park	\$3,910,068	Gridley	\$555,180
Indio	\$2,735,772	Grover Beach	\$727,093
Inglewood	\$4,414,656	Guadalupe	\$606,754
Irvine	\$4,547,862	Gustine	\$441,452
Laguna Niguel	\$920,484	Hidden Hills	\$428,228
La Habra	\$2,333,202	Hollister	\$1,081,498
Lake Forest	\$1,326,420	Holtville	\$495,671
Lake Elsinore	\$1,491,162	Humboldt County	\$2,066,693
Lakewood	\$1,625,082	Huron	\$597,497
La Mesa	\$1,132,854	Imperial	\$548,568
Lancaster	\$4,169,130	Imperial County	\$1,043,148
Livermore	\$1,251,240	Indian Wells	\$532,699
Lodi	\$2,017,590	Industry	\$393,581
Lompoc	\$1,362,162	Inyo County	\$622,622
Long Beach	\$17,560,704	Ione	\$452,032
Los Angeles	\$157,317,438	Jackson	\$524,764
Lynwood	\$3,788,322	King City	\$805,115
Madera	\$2,533,914	Kings County	\$980,995
Menifee	\$1,509,624	Lake County	\$1,450,450
Merced	\$3,112,314	Lakeport	\$475,835
Milpitas	\$1,431,570	Lassen County	\$612,043
Mission Viejo	\$1,240,098	Lemoore	\$871,235

Entitlement Local Governments		Non-Entitlement Local Governments	
Local government	Estimated 5-Year Funding Amount	Local government	Estimated 5-Year Funding Amount
Modesto	\$5,818,482	Lincoln	\$1,219,029
Montebello	\$1,900,548	Lindsay	\$703,289
Monterey	\$698,514	Live Oak	\$537,988
Monterey Park	\$1,913,226	Livingston	\$653,038
Moreno Valley	\$6,178,854	Loomis	\$490,382
Mountain View	\$1,539,306	Los Banos	\$1,129,105
Napa	\$1,909,260	Loyalton	\$405,747
National City	\$2,359,146	Madera County	\$1,643,522
Newport Beach	\$1,017,678	Mammoth Lakes	\$490,382
Norwalk	\$3,556,572	Maricopa	\$400,458
Oakland	\$22,226,850	Marina	\$945,290
Oceanside	\$3,894,906	Mariposa County	\$770,732
Ontario	\$5,520,108	Marysville	\$662,295
Orange	\$3,644,898	McFarland	\$676,841
Oxnard	\$6,950,574	Mendocino County	\$2,099,753
Palmdale	\$4,674,384	Merced County	\$1,865,687
Palm Desert	\$1,027,836	Modoc County	\$458,644
Palm Springs	\$1,153,422	Mono County	\$462,611
Palo Alto	\$1,388,976	Montague	\$412,359
Paradise	\$561,576	Mount Shasta	\$539,311
Paramount	\$2,629,182	Napa County	\$859,334
Pasadena	\$5,616,456	Nevada City	\$473,190
Perris City	\$2,799,192	Nevada County	\$1,837,916
Petaluma	\$1,106,142	Orange Cove	\$608,076
Pico Rivera	\$2,033,838	Orland	\$555,180
Pittsburg	\$1,906,098	Oroville	\$822,306
Placentia	\$1,288,644	Pacific Grove	\$712,546
Pleasanton	\$906,534	Palos Verdes Estates	\$580,305
Pomona	\$6,410,670	Parlier	\$801,148
Porterville	\$2,056,524	Pismo Beach	\$597,497
Rancho Cordova	\$1,712,196	Placer County	\$2,730,542
Rancho Cucamonga	\$2,702,856	Placerville	\$664,940
Rancho Santa Margarita	\$608,376	Plumas County	\$727,093
Redding	\$2,020,884	Plymouth	\$404,425
Redondo Beach	\$784,980	Point Arena	\$404,425
Redwood City	\$2,086,314	Portola	\$452,032
Rialto	\$3,586,716	Rancho Mirage	\$1,032,569
Riverside	\$9,732,750	Red Bluff	\$744,284
Rocklin	\$807,828	Rio Dell	\$474,513

Entitlement Local Governments		Non-Entitlement Local Governments	
Local government	Estimated 5-Year Funding Amount	Local government	Estimated 5-Year Funding Amount
Salinas	\$6,041,082	San Joaquin	\$471,868
Roseville	\$1,880,196	Riverbank	\$732,382
Sacramento	\$14,142,402	San Benito County	\$727,093
Salinas	\$6,041,082	San Joaquin	\$471,868
San Bernardino	\$9,732,162	San Juan Bautista	\$455,999
San Clemente	\$1,134,240	San Juan Capistrano	\$1,418,712
San Diego	\$34,741,098	Sand City	\$402,838
San Francisco	\$52,308,210	Santa Cruz County	\$3,395,713
San Jose	\$26,091,876	Scotts Valley	\$622,622
San Leandro	\$2,099,760	Shasta County	\$1,721,544
San Marcos	\$1,915,068	Shasta Lake	\$613,366
San Mateo	\$2,051,364	Sierra County	\$405,747
Santa Ana	\$16,822,236	Siskiyou County	\$852,722
Santa Barbara	\$2,718,654	Solano County	\$769,410
Santa Clara	\$2,876,946	Soledad	\$725,770
Santa Clarita	\$3,529,554	Sonora	\$548,568
Santa Cruz	\$1,588,464	South Lake Tahoe	\$994,219
Santa Maria	\$4,400,826	Saint Helena	\$534,021
Santa Monica	\$3,285,096	Suisun City	\$928,099
Santa Rosa	\$4,165,950	Susanville	\$559,147
Santee	\$806,244	Sutter County	\$698,000
Seaside	\$1,158,744	Sutter Creek	\$471,868
Simi Valley	\$1,742,142	Taft	\$543,278
South Gate	\$4,327,920	Tehama	\$393,581
South San Francisco	\$1,307,880	Tehama County	\$1,120,113
Stockton	\$10,268,580	Trinidad	\$396,491
Sunnyvale	\$3,198,138	Trinity County	\$729,738
Temecula	\$1,640,358	Truckee	\$627,912
Thousand Oaks	\$1,776,240	Tulare County	\$3,501,506
Torrance	\$2,666,244	Tulelake	\$411,037
Tulare	\$1,910,598	Tuolumne County	\$1,453,095
Turlock	\$1,859,124	Ukiah	\$778,667
Tustin	\$2,313,270	Vernon	\$392,259
Union City	\$1,523,610	Wasco	\$813,049
Upland	\$1,667,022	Weed	\$459,966
Vacaville	\$1,443,000	Westmorland	\$436,163
Vallejo	\$3,032,214	Wheatland	\$432,196
San Buenaventura (Ventura)	\$2,144,634	Williams	\$485,092
Victorville	\$3,796,620	Willits	\$553,857
Visalia	\$3,784,890	Willows	\$561,792
Vista	\$2,453,292	Winters	\$532,699

Walnut Creek	\$830,694	Woodlake	\$539,311
Entitlement Local Governments		Non-Entitlement Local Governments	
Local Government	Estimate 5-Year Funding Amount	Local Government	Estimate 5-Year Funding Amount
Watsonville	\$2,175,090	Yolo County	\$819,661
West Covina	\$2,332,578	Yountville	\$486,414
Westminster	\$3,063,462	Yreka	\$612,043
West Sacramento	\$1,420,074	Yuba County	\$1,634,265
Whittier	\$2,299,140		
Woodland	\$1,493,934		
Yorba Linda	\$639,174		
Yuba City	\$1,866,840		
Alameda County	\$5,603,190		
Contra Costa County	\$13,021,068		
Fresno County	\$9,860,088		
Kern County	\$12,962,064		
Los Angeles County	\$66,150,756		
Marin County	\$4,353,426		
Monterey County	\$3,890,280		
Orange County	\$7,632,984		
Riverside County	\$23,977,026		
Sacramento County	\$16,324,956		
San Bernardino County	\$20,754,846		
San Diego County	\$11,879,796		
San Joaquin County	\$7,861,158		
San Luis Obispo County	\$5,235,012		
San Mateo County	\$7,257,300		
Santa Barbara County	\$3,418,722		
Santa Clara County	\$4,420,398		
Sonoma County	\$5,396,358		
Stanislaus County	\$6,929,892		
Ventura County	\$5,158,494		

Appendix C

Housing Element and Annual Progress Report (APR) Compliance Status

Housing element and Annual Progress Report (APR) compliance is a threshold requirement for PLHA.

The housing element and APR compliance status of the Applicant and delegates or subgrantees, if applicable, must be established prior to submittal of the application.

If an applicant is applying on behalf of multiple jurisdictions or delegating or subgranting to another entity, the funds may only be awarded for use in a locality that is compliant with its APR requirements and which has an adopted housing element that has been found by the Department to be in substantial compliance with the requirements of Article 10.6 (commencing with section 65580) of Chapter 3 of Division 1 of Title 7 of the Government Code, pursuant to Government Code section 65585 at the time of award. If the Applicant is not compliant by time of application that will not prevent an award from being made for use in the localities that have been compliant.

Please note, if PLHA awards are made within 120 days of the housing element due date, the Department may refer to the jurisdiction's compliance from the prior cycle.

To verify current housing element and APR compliance status, please consult the following resources:

Housing Element Compliance: [Housing Element Review and Compliance Report | California Department of Housing and Community Development](#)

Annual Progress Report Submittal: [Annual Progress Reports - Data Dashboard and Downloads | California Department of Housing and Community Development](#)

Please note that PLHA is an over-the-counter (OTC) program, allowing Applicants to apply at any point during the OTC application window. If a jurisdiction is currently out of compliance, that jurisdiction, may still apply and once it reaches compliance with the housing element and APR requirements, it will be eligible to apply for PLHA funds.

However, if a Local Government is requesting CY 2020 funds, they must apply no later than February 29, 2024, and demonstrate they have met all threshold requirements, including Housing Element compliance and APR submittal requirements by no later than at the time of application submittal to avoid reversion.

For questions about Housing Element Compliance, please email housingelements@hcd.ca.gov. For inquiries on status of APR submittal, please email APR@hcd.ca.gov.

Appendix D
Jurisdictions at Risk of Losing CY 2020 Allocations

Entitlement Local Governments		Non-Entitlement Local Governments	
Local Government	Remaining CY 2020 Allocation Funds	Local Government	Remaining CY 2020 Allocation Funds
Aliso Viejo	\$185,238	Alpine County	\$106,216
Antioch	\$612,764	Alturas	\$123,577
Baldwin Park	\$758,781	Amador City	\$100,869
Buena Park	\$573,917	Amador County	\$203,299
Cerritos	\$169,751	Anderson	\$163,160
Chino	\$387,590	Angels	\$127,049
Compton	\$1,196,383	Artesia	\$204,479
Davis	\$470,837	Arvin	\$220,799
Escondido	\$1,310,146	Auburn	\$185,382
Glendora City	\$202,461	Biggs	\$109,341
Hesperia	\$786,135	Blue Lake	\$105,521
Huntington Park	\$1,012,910	Brawley	\$240,243
Inglewood	\$1,143,625	Calexico	\$307,951
La Mesa	\$293,468	Calimesa	\$138,507
Lompoc	\$352,871	Coalinga	\$165,243
Lynwood	\$981,371	Colfax	\$113,855
Norwalk	\$921,336	Colusa	\$135,035
Oceanside	\$1,008,982	Colusa County	\$136,077
Pasadena	\$1,454,952	Corning	\$143,368
Perris City	\$725,136	Crescent City	\$125,660
Pico Rivera	\$526,870	Dixon	\$189,896
Placentia	\$333,825	Dos Palos	\$120,799
Rialto	\$929,145	Ferndale	\$108,994
San Bernardino	\$2,521,132	Firebaugh	\$144,410
San Buenaventura (Ventura)	\$555,571	Fortuna	\$171,840
San Marcos City	\$496,102	Gridley	\$144,410
Santa Clarita	\$914,338	Guadalupe	\$160,035
Santee	\$208,859	Hidden Hills	\$111,077
Simi Valley	\$451,305	Imperial	\$147,535
Union City	\$394,694	Imperial County	\$260,034
Upland	\$431,845	Indian Wells	\$135,730
West Covina	\$604,258	Industry	\$101,632
West Sacramento	\$367,872	Ione	\$118,716
Woodland	\$387,006	Jackson	\$133,299
Yuba City	\$483,607	King City	\$205,868
		Lemoore	\$217,326
		Lincoln	\$314,201
		Live Oak	\$132,952
		Loomis	\$123,577

Entitlement Local Governments		Non-Entitlement Local Governments	
Local Government	Remaining CY 2020 Allocation Funds	Local Government	Remaining CY 2020 Allocation Funds
		Loyalton	\$105,521
		Maricopa	\$105,869
		Marysville	\$169,063
		Modoc County	\$120,105
		Napa County	\$220,451
		Palos Verdes Estates	\$157,257
		Plumas County	\$187,118
		Plymouth	\$104,757
		Portola	\$119,757
		Rio Dell	\$118,716
		Rio Vista	\$149,271
		San Joaquin	\$123,924
		Scotts Valley	\$166,979
		Solano County	\$201,701
		Suisun City	\$222,187
		Sutter Creek	\$121,841
		Taft	\$140,591
		Trinidad	\$101,702
		Vernon	\$100,591
		Wasco	\$205,174
		Westmorland	\$113,507
		Wheatland	\$110,035
		Williams	\$126,355
		Winters	\$136,077
		Yolo County	\$222,882

Appendix E Urban County Jurisdictions

The jurisdictions listed below are not eligible to receive a direct allocation of PLHA funds though they can still benefit from the Permanent Local Housing Allocation Program funds based upon an application through their designated Urban County.

An Urban County may apply on the behalf of the Local Governments listed below and the Urban County's allocation can provide funding for eligible activities within the boundaries of these Local Governments, as well as the unincorporated area of the designated Urban County.

If an Urban County is applying on behalf of multiple jurisdictions, the funds may only be awarded for use in localities that are compliant with their APR and housing element requirements as detailed in Appendix C. A locality is compliant with its housing element requirements when it has an adopted housing element that has been found by the Department to be in substantial compliance with the requirements of Article 10.6 (commencing with section 65580) of Chapter 3 of Division 1 of Title 7 of the Government Code, pursuant to Government Code section 65585 at the time of award. If the Urban County is not compliant by time of award that will not prevent an award from being made for use in the localities that are compliant.

Local Government	Urban County that can apply on the jurisdiction's behalf
Adelanto	San Bernardino County
Agoura Hills	Los Angeles County
Albany	Alameda County
Arcadia	Los Angeles County
Arroyo Grande	San Luis Obispo County
Atascadero	San Luis Obispo County
Atherton	San Mateo County
Avalon	Los Angeles County
Azusa	Los Angeles County
Banning	Riverside County
Barstow	San Bernardino County
Beaumont	Riverside County
Bell	Los Angeles County
Bell Gardens	Los Angeles County
Belmont	San Mateo County
Belvedere	Marin County
Beverly Hills	Los Angeles County
Big Bear Lake	San Bernardino County
Blythe	Riverside County
Bradbury	Los Angeles County

Brea	Orange County
Brentwood	Contra Costa County
Brisbane	San Mateo County
Buellton	Santa Barbara County
Burlingame	San Mateo County
Calabasas	Los Angeles County
California City	Kern County
Campbell	Santa Clara County
Canyon Lake	Riverside County
Carpinteria	Santa Barbara County
Ceres	Stanislaus County
Claremont	Los Angeles County
Clayton	Contra Costa County
Cloverdale	Sonoma County
Coachella	Riverside County
Colma	San Mateo County
Colton	San Bernardino County
Commerce	Los Angeles County
Coronado	San Diego County
Corte Madera	Marin County
Cotati	Sonoma County
Covina	Los Angeles County
Cudahy	Los Angeles County
Culver City	Los Angeles County
Cypress	Orange County
Dana Point	Orange County
Danville	Contra Costa County
Del Mar	San Diego County
Del Rey Oaks	Monterey County
Desert Hot Springs	Riverside County
Diamond Bar	Los Angeles County
Duarte	Los Angeles County
Dublin	Alameda County
East Palo Alto	San Mateo County
Eastvale	Riverside County
El Cerrito	Contra Costa County
El Segundo	Los Angeles County
Emeryville	Alameda County
Escalon	San Joaquin County
Fairfax	Marin County
Fillmore	Ventura County
Folsom	Sacramento County
Foster City	San Mateo County
Galt	Sacramento County

Gonzales	Monterey County
Grand Terrace	San Bernardino County
Half Moon Bay	San Mateo County
Hawaiian Gardens	Los Angeles County
Healdsburg	Sonoma County
Hercules	Contra Costa County
Hermosa Beach	Los Angeles County
Highland	San Bernardino County
Hillsborough	San Mateo County
Hughson	Stanislaus County
Imperial Beach	San Diego County
Irwindale	Los Angeles County
Isleton	Sacramento County
Jurupa Valley	Riverside County
Kerman	Fresno County
Kingsburg	Fresno County
La Canada Flintridge	Los Angeles County
La Habra Heights	Los Angeles County
La Mirada	Los Angeles County
La Palma	Orange County
La Puente	Los Angeles County
La Quinta	Riverside County
La Verne	Los Angeles County
Lafayette	Contra Costa County
Laguna Beach	Orange County
Laguna Hills	Orange County
Laguna Woods	Orange County
Larkspur	Marin County
Lathrop	San Joaquin County
Lawndale	Los Angeles County
Lemon Grove	San Diego County
Loma Linda	San Bernardino County
Lomita	Los Angeles County
Los Alamitos	Orange County
Los Altos	Santa Clara County
Los Altos Hills	Santa Clara County
Los Gatos	Santa Clara County
Malibu	Los Angeles County
Manhattan Beach	Los Angeles County
Manteca	San Joaquin County
Martinez	Contra Costa County
Maywood	Los Angeles County
Mendota	Fresno County
Menlo Park	San Mateo County

Mill Valley	Marin County
Millbrae	San Mateo County
Monrovia	Los Angeles County
Montclair	San Bernardino County
Monte Sereno	Santa Clara County
Moorpark	Ventura County
Moraga	Contra Costa County
Morgan Hill	Santa Clara County
Morro Bay	San Luis Obispo County
Murrieta	Riverside County
Needles	San Bernardino County
Newark	Alameda County
Newman	Stanislaus County
Norco	Riverside County
Novato	Marin County
Oakdale	Stanislaus County
Oakley	Contra Costa County
Ojai	Ventura County
Orinda	Contra Costa County
Pacifica	San Mateo County
Paso Robles	San Luis Obispo County
Patterson	Stanislaus County
Piedmont	Alameda County
Pinole	Contra Costa County
Pleasant Hill	Contra Costa County
Port Hueneme	Ventura County
Portola Valley	San Mateo County
Poway	San Diego County
Rancho Palos Verdes	Los Angeles County
Redlands	San Bernardino County
Reedley	Fresno County
Richmond	Contra Costa County
Ridgecrest	Kern County
Ripon	San Joaquin County
Rohnert Park	Sonoma County
Rolling Hills	Los Angeles County
Rolling Hills Estates	Los Angeles County
Ross	Marin County
San Anselmo	Marin County
San Bruno	San Mateo County
San Carlos	San Mateo County
San Dimas	Los Angeles County
San Fernando	Los Angeles County
San Gabriel	Los Angeles County

San Jacinto	Riverside County
San Luis Obispo	San Luis Obispo County
San Marino	Los Angeles County
San Pablo	Contra Costa County
San Rafael	Marin County
San Ramon	Contra Costa County
Sanger	Fresno County
Santa Fe Springs	Los Angeles County
Santa Paula	Ventura County
Saratoga	Santa Clara County
Sausalito	Marin County
Seal Beach	Orange County
Sebastopol	Sonoma County
Selma	Fresno County
Shafter	Kern County
Sierra Madre	Los Angeles County
Signal Hill	Los Angeles County
Solana Beach	San Diego County
Solvang	Santa Barbara County
Sonoma	Sonoma County
South El Monte	Los Angeles County
South Pasadena	Los Angeles County
Stanton	Orange County
Tehachapi	Kern County
Temple City	Los Angeles County
Tiburon	Marin County
Tracy	San Joaquin County
Twentynine Palms	San Bernardino County
Villa Park	Orange County
Walnut	Los Angeles County
Waterford	Stanislaus County
West Hollywood	Los Angeles County
Westlake Village	Los Angeles County
Wildomar	Riverside County
Windsor	Sonoma County
Woodside	San Mateo County
Yucaipa	San Bernardino County
Yucca Valley	San Bernardino County

**CITY OF PICO RIVERA CITY COUNCIL
NOTICE OF 10-DAY PUBLIC COMMENT REGARDING PERMANENT LOCAL
HOUSING ALLOCATION (PLHA) GRANT APPLICATION AND PLAN FOR FUNDING**

NOTICE IS HEREBY GIVEN that, pursuant to a Notice of Funding Availability (NOFA) dated December 29, 2023, a public hearing will be held before the City of Pico Rivera City Council as follows:

WHEN: February 27, 2024

TIME: 6:00 P.M.

WHERE: City Hall Council Chambers
6615 Passons Boulevard
Pico Rivera, CA 90660

At the above-described public meeting, the City of Pico Rivera (“City”) will consider taking action to approve the Permanent Local Housing Allocation (“PLHA”) grant application and 5-year plan pursuant to a Notice of Funding Availability (“NOFA”) issued by the State of California Department of Housing and Community Development (“HCD”) on December 29, 2023. Senate Bill 2 (SB 2), known as the Building Homes and Jobs Act, established the PLHA program with the principal goal to make funding available to eligible local governments for housing related projects and programs to assist in addressing the unmet needs of the local community, with prioritization of serving households at or below 60% of the area median income. As an entitlement jurisdiction, the City is eligible to receive up to \$2,033,838 over 5 years. The 5-year funding amount is an estimate and may fluctuate based upon revenue generated by real estate transactions. To receive the funds, the City must submit a 5-year PLHA Plan describing how the funds will be used.

The City is proposing to allocate 50% of the PLHA funding under the eligible category of, “The predevelopment, development, acquisition, rehabilitation, and preservation of Affordable rental and ownership housing, including Accessory dwelling units (ADUs), that meets the needs of a growing workforce earning up to 120 percent of AMI, or 150 percent of AMI in high-cost areas. ADUs shall be available for occupancy for a term of no less than 30 days.” The remaining PLHA funding (50%) will be allocated for the eligible category of, “Assisting persons who are experiencing or at-risk of homelessness, including, but not limited to, providing rapid rehousing, rental assistance, supportive/case management services that allow people to obtain and retain housing, operating and capital costs for navigation centers and emergency shelters, and the new construction, rehabilitation, and preservation of permanent and transitional housing.”

PERSONS INTERESTED IN THIS MATTER wishing to observe the meeting may do so in the following ways:

- (1) Turn your TV to Channel 3
- (2) City’s website at <https://bit.ly/picorivera-ctv3live>

- (3) Email public comments to publiccomments@pico-rivera.org prior to 4:00 p.m. on the day of the meeting
- (4) Attend the Public Hearing in person

Copies of all relevant material including project specifications are available to the public for review in the Community & Economic Development Department at City Hall, 6615 Passons Boulevard, Pico Rivera, California. Please contact Eduardo Lizarraga, Community & Economic Development Analyst, at (562) 801-4420 or elizarraga@pico-rivera.org for additional questions.

If you challenge the consideration or adoption of the proposed applications in court, you may be limited to raising only those issues you or someone else raised at the public hearing described in this notice, or written correspondence delivered to the City of Pico Rivera City Clerk at, or prior to, the public hearing.

.....
In compliance with the Americans with Disabilities Act of 1990, the City of Pico Rivera is committed to providing reasonable accommodations for a person with a disability. Please contact the City Clerk's office at (562) 801-4389 if special program accommodations are necessary and/or if program information is needed in an alternative format. Special requests must be made in a reasonable amount of time in order that accommodations can be arranged.

Dated: February 16, 2024



To: Mayor and City Council

From: City Manager

Meeting Date: February 27, 2024

Subject: PUBLIC HEARING – GENERAL PLAN AMENDMENT NO. 62
– ADOPTION OF STATE REQUIRED UPDATES TO THE
2021-2029 HOUSING ELEMENT

Recommendation:

1. Approve a resolution ratifying General Plan Amendment No. 62.

Fiscal Impact:

There is no fiscal impact to the General Fund associated with the General Plan Amendment.

Background:

Per the California Government Code Section 65580-65589.11, cities and counties are required to update the Housing Element every eight (8) years. The Housing Element is one of the state-mandated elements (including Circulation, Open Space, Land Use, Conservation, Safety, Environmental Justice, and Noise) of the General Plan, and is regarded as the City’s constitution regarding future physical development. Unlike other elements of the General Plan, the Housing Element is subject to mandatory review by the California Department of Housing and Community Development (HCD).

Each Housing Element is required to include the following components:

- An analysis of existing and projected housing needs
- An analysis of potential constraints on housing
- An analysis of assisted housing developments that are “at-risk”; and eligible to change from low-income housing uses
- An inventory of sites suitable for housing development
- An analysis of the plan’s conformance with Affirmatively Further Fair Housing (AFFH) requirements
- An analysis of any special needs

- An analysis of opportunities for residential energy conservation
- An evaluation of the previous Housing Element
- Goals, objectives, policies, and implementation programs

Housing Element Adoption

On September 27, 2022, the City of Pico Rivera (City) adopted General Plan Amendment No. 61 through Resolution No. 7227. General Plan Amendment No. 61 adopted the City’s Sixth Cycle 2021-2029 Housing Element. HCD is requiring the City to make amendments to the existing 2021-2029 Housing Element in order to find the City in compliance with state law.

Discussion:

Regional Housing Needs Assessment (RHNA)

The Housing Element is required to demonstrate the City’s capacity to plan for its share of housing growth. The City’s share of housing is determined by the Southern California Association of Governments (SCAG) via the Regional Housing Needs Assessments (RHNA). The RHNA is the number of units that a city is required to plan for (not develop) by identifying sites throughout the City. It is important to note the Housing Element is a policy document and no development is proposed as part of the adoption of the Housing Element. For the 2021-2029 Housing Element planning period, SCAG assigned the City 1,024 units.

The table below demonstrates the City’s RHNA allocation divided into various income levels based on a percentage of the Area Median Income (AMI).

Housing Needs for 2021-2029		
Income Category (% of County AMI)	Number of Units	Percent
Very Low (31 to 50%)	299	29.1%
Low (51 to 80%)	146	14.3%
Moderate (81% to 120%)	149	14.6%
Above Moderate (Over 120%)	430	42.0%
Total	1,024	100.0%

Cities are not required to build the RHNA units but rather identify sites within the City that have the potential to accommodate the units. The City identified 69 parcels with varying zones with the potential to accommodate the RHNA. To meet the RHNA, staff created an R-40 Overlay Zone which allows up to 40 units an acre. The R-40 Overlay Zone does not change the existing underlying zone. Property owners still have the capacity to exercise the development standards in their existing zone. The R-40 Overlay Zone provides property owners and developers an additional option should they wish to develop affordable housing units. To incentivize development, the state requires that a

streamlined process occur for affordable housing units that were identified in the previous Housing Element Cycle. As such, a Conditional Use Permit will not be required for developers wishing to develop affordable housing units within the 69 sites. Staff has prepared objective design standards which developers would have to meet to utilize the streamlined process.

Housing Policy Programs

The Housing Element identifies 30 programs that the City will undertake during the eight (8) year cycle aimed at providing additional housing opportunities, removing governmental constraints to affordable housing, improving the condition of existing housing and provide equal housing opportunities to all residents. Some of these programs are existing programs that will be continued. Below is a summary of the programs identified.

Existing Programs:

- 1) Owner-Occupied Housing Rehabilitation Program: The City will continue to provide housing rehabilitation services through the Community Development Block Grant Program. The City is also looking into bringing back the loan program through HOME Program Income funds.
- 2) Monitor and Preserve Affordable Housing: The City must monitor affordable housing units and assist in preserving their affordability.
- 3) Replacement Housing: The City must monitor affordable housing units and ensure that they are not lost and replaced.
- 4) Developer Consultation: City staff will continue to meet with developers prior to entitlement submittal to assist in streamlining the process.
- 5) Partnerships for Affordable Housing Programs: The City will cooperate with other agencies and organizations to offer low-income housing homeownership assistance.
- 6) Section 8 Rental Assistance: The City will continue to provide low-income vouchers through the U.S. Department of Housing Urban Development.
- 7) Federal and State Funding Programs: The City will work with developers to find affordable housing grants to fund affordable housing.
- 8) Create an ADU Monitoring Program: The City will create an ADU monitoring program to track the creation and affordability levels.
- 9) Density Bonus: The City shall offer developers a density bonus to meet state law. The Density Bonus law allows developers an additional density above the existing density permitted. Developers must meet the affordability requirement ratio to obtain a specific level of density above that which is existing.

New Programs:

- 10) Development of Housing for Extremely Low, Very Low and Low-Income Households: For 100% affordable housing units, the City shall not charge application fees.
- 11) Emergency, Transitional and Supportive Housing and Lower Barrier Navigation Centers: The City will be required to allow Lower Barrier Navigation Centers without any application requirements. Lower Barrier Navigation Centers are “service-enriched centers focused on moving people into permanent housing that provides temporary living facilities while case managers connect individuals experiencing homelessness to income, public benefits, health services, shelter and housing.”
- 12) Rezoning of sites to accommodate the City’s 2021-2029 RHNA need: The City must adopt the 40 units per acre density and zoning amendment and apply to the RHNA sites identified.
- 13) Promotion of Accessory Dwelling Unit (ADUs) and Junior Accessory Dwelling (JADUs) Unit Development: The City must implement programs with the intent of promoting the development of ADUs and JADUs.
- 14) Senate Bill 35 Streamlining: The City must process development projects with at least 50 percent affordable housing units through a streamlined permit process. The City cannot require a conditional use permit or other entitlement.
- 15) Parking Standards for Residential Developments: The City will review the existing parking standards for multi-family and affordable housing units to facilitate development.

Community Engagement

The City must make a diligent effort to achieve public participation of all economic segments of the community in the development of the Housing Element. As such, the City conducted several community outreach activities as follows:

- November 16, 2020 - Planning Commission Study Session: This meeting introduced the Commission and public to the Housing Element process and the state requirements.
- December 3, 2020 - Virtual Community Workshop #1: Workshop was hosted in Spanish and English. This meeting educated the public on the Housing Element as part of the General Plan, the RHNA process and the need for affordable housing.
- February 9, 2021 - City Council Study Session: This meeting provided the City Council and the public an understanding of the draft Housing Element, the potential sites selected for the RHNA process and timelines.
- June 17, 2021 - Virtual Community Meeting #2: Workshop was hosted in Spanish and English. This meeting provided the public with information on the draft document, potential RHNA sites selected and timelines. The public was informed that the Housing Element was made available on the City’s website for review and comment.

CITY COUNCIL AGENDA REPORT – MEETING OF FEBRUARY 27, 2024
PUBLIC HEARING – GENERAL PLAN AMENDMENT NO. 62 – ADOPTION OF STATE
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- Property Owner Outreach: The City sent letters to property owners whose properties were identified in the RHNA cycle.
- Online Community Survey: The City launched an online survey in both Spanish and English. There were 90 residents that participated in the survey.

HCD Submittal Timeline

- August 19, 2021: City staff submitted the first draft of the Housing Element to HCD.
- October 18, 2021: City staff received first round comments from HCD with direction to revise several sections of the document including Review and Revision, Housing Needs, Resources, and Constraints, Housing Programs, Quantified Objectives, and Public Participation.
- March 24, 2022: City staff addressed HCD's requests and submitted the second draft of the Housing Element to HCD.
- May 23, 2022: City staff received second round comments from HCD with direction to revise several sections of the document including Review and Revision, Housing Needs, Resources, and Constraints, Housing Programs, and Public Participation.
- February 14, 2023: City staff addressed HCD's requests and submitted the third draft of the Housing Element to HCD.
- April 10, 2023: City staff received third round comments from HCD with direction to revise several sections of the document including Review and Revision, Housing Needs, Resources, and Constraints, Housing Programs, and Public Participation.
- November 7, 2023: City staff forwarded a revised draft of the Housing Element in response to HCD third round comments.
- November 8, 2023: HCD conditionally approved the revised draft Housing Element.
- The City must now adopt the draft Housing Element in order for the draft to be certified by HCD.

HCD is requiring the City to re-adopt the Housing Element in order to add the following language to Section 5 of the resolution:

- A statement indicating that existing uses on nonvacant Housing Element sites are not an impediment to additional residential development.
- A statement indicating that the Housing Element contains an analysis showing that nonresidential uses would not present an impediment to the development of future residential uses.
- A statement indication that the Housing Element sites are physically able to accommodate housing in place of or in addition to existing uses.

HCD also required the City to make certain changes to the Housing Element pursuant to findings received on April 10, 2023. The following changes were made:

- Revise Program 3B to adjust development standards for emergency shelters to require parking only for necessary employees of the emergency shelter.
- Revise Program 5I to change maximum height in R-M zone from 28 feet to 36 feet.
- Revise Program 6E that states the City will no longer require a Conditional Use Permit (CUP) for multifamily projects that are larger than 20,000 square feet if they comply with the City's objective design standards. Projects would still be required to undergo a design review process to ensure they comply with objective design standards.
- Revise Program 2C to add specific actions for the Section 8 Rental Assistance program including:
 - Provide up to date information on the City's webpage and review bi-annually for consistency with available funding/programs/assistance.
 - Continued coordination with the County to administer Section 8 vouchers.
 - Host a minimum of one workshop or office hours scheduled to discuss section 8 opportunities and application processes.
- Add detailed analyses in the AFFH and Appendix B to provide comparative analysis of fair housing issues in different areas of the City and demonstrate the suitability of non-vacant sites for redevelopment into housing.

Environmental Analysis:

In conjunction with the adoption of the Sixth Cycle Housing Element, on September 27, 2022, the City Council adopted an Initial Study and Mitigated Negative Declaration (SCH #2021120397) (MND) pursuant to the requirements of the California Environmental Quality Act (CEQA). On August 1, 2023, in conjunction with the adoption of Zone Reclassification Amendment No. 328 and Zone Code Amendment No. 190, the City Council adopted an addendum to the MND.

Pursuant to CEQA Guidelines Section 15162(b), unless any of the changes to a project or its circumstances, or new information becomes available that triggers a subsequent Environmental Impact Report or Mitigated Negative Declaration under subsection 15162(a), the City shall determine whether to prepare a subsequent negative declaration, an addendum, or no further documentation. The proposed Zoning Code amendment will not result in any potentially significant impacts that were not already analyzed under the previous MND or addendum thereto. The actions taken under this resolution are also exempt under CEQA Guidelines Section 15061(b)(3) in that there is no possibility that the actions will have a significant effect on the environment. The proposed amendments fall within the general rule that CEQA only applies to projects that have the potential for causing a significant effect on the environment. In that the proposed amendments provided reflect recent changes in state law and HCD findings. The amendments will not have a significant effect on the environment; and therefore, the activity is not subject to

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CEQA.

Conclusion:

Staff recommends that the City Council approve the resolution ratifying General Amendment No. 62.



Steve Carmona

SC:AB:JG:JP:jj

Enclosures: 1) Resolution
2) Public Notice

RESOLUTION NO. ____

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF PICO RIVERA, CALIFORNIA ADOPTING GENERAL PLAN AMENDMENT NO. 62 AMENDING THE SIXTH CYCLE 2021-2029 HOUSING ELEMENT AS REQUESTED BY THE STATE OF CALIFORNIA DEPARTMENT OF HOUSING AND COMMUNITY DEVELOPMENT

WHEREAS, pursuant to California Government Code Section 65358, the legislative body of a city may amend all or part of an adopted general plan if it deems it to be in the public interest; and

WHEREAS, the City Council desires to comply with State requirements and update the General Plan to meet community needs and objectives; and

WHEREAS, the Southern California Association of Governments' Regional Housing Needs Assessment requires the City to plan for the development of 1,024 units; and

WHEREAS, staff has prepared the Sixth Cycle Housing Element for adoption which includes recommendations of program updates and the reclassification of zones for specific parcels; and

WHEREAS, per Section 18.62.050 of the Pico Rivera Municipal Code the Community and Economic Development Director initiated a General Plan amendment; and

WHEREAS, on November 16, 2020, the City held a Planning Commission study session that was open to the public and where the agenda was posted at City Hall, Post Office, Rivera Park, Pico Park and Smith Park; and

WHEREAS, on December 3, 2020, due to the COVID-19 pandemic a virtual community meeting was held in which provided both English and Spanish translations and was advertised in the City's website and local newspaper; and

WHEREAS, staff collected 90 surveys via an online community survey which was made available in both English and Spanish; and

WHEREAS, on June 17, 2021, the City held a second virtual community workshop to introduce the public to the draft sixth cycle 2021-2029 Housing Element; and

WHEREAS, on September 19, 2022, the Planning Commission adopted a resolution recommending approval to the City Council of the adoption of General Plan Amendment No. 61; and

WHEREAS, on September 27, 2022, the City Council adopted a resolution approving the adoption of General Plan Amendment No. 61, approving the 6th cycle 2021-2029 Housing Element; and

WHEREAS, in conjunction with the adoption of the 6th Cycle Housing Element, on September 27, 2022, the City Council adopted an Initial Study and Mitigated Negative Declaration (SCH #2021120397) (“MND”) pursuant to the requirements of the California Environmental Quality Act (“CEQA”). On August 1, 2023, in conjunction with the adoption of Zone Reclassification Amendment No. 328 and Zone Code Amendment No. 190, the City Council adopted an addendum to the MND; and

WHEREAS, on April 10, 2023, the California State Department of Housing and Community Development (“HCD”) provided the City with a letter instructing the City to make additional revisions in order to comply with State Housing Element Law; and

WHEREAS, on November 7, 2023, the City sent a final revised draft Housing Element Update to HCD attached hereto as “Exhibit A”; and

WHEREAS, on November 8, 2023, HCD provided the City with a letter stating that the November 7, 2023 draft Housing Element Update substantially complied with State Housing Element Law; and

WHEREAS, the City must adopt the November 7, 2023, draft Housing Element Update in order for HCD to certify the document; and

WHEREAS, the City wishes to adopt the November 7, 2023, draft of the Sixth Cycle Housing Element and associated General Plan land use amendments; and

WHEREAS, on February 5, 2024, the Planning Commission conducted a duly noticed public hearing and adopted Resolution No. 1312 making certain findings and recommending approval of General Plan Amendment No. 62 for the Sixth Cycle 2021-29 Housing Element Update by the City Council; and

WHEREAS, on February 16, 2024, staff advertised the City Council public hearing of February 27, 2024, in the Los Cerritos Newspaper to recommend approval of General Plan Amendment No. 62; and

WHEREAS, the City Council has carefully considered all pertinent testimony and the staff report offered in the case as presented at the public hearings held on February 27, 2024.

NOW, THEREFORE, be it resolved by the City Council of the City of Pico Rivera that:

SECTION 1. The City Council finds that the above recitals are true and correct.

SECTION 2. Pursuant to CEQA Guidelines Section 15162(b), unless any of the changes to a project or its circumstances, or new information becomes available that triggers a subsequent Environmental Impact Report or Mitigated Negative Declaration under subsection 15162(a), the City shall determine whether to prepare a subsequent negative declaration, an addendum, or no further documentation. The proposed Zoning Code amendment will not result in any potentially significant impacts that were not already analyzed under the previous MND or addendum thereto. The actions taken under this Resolution are also exempt under CEQA Guidelines Section 15061(b)(3) in that there is no possibility that the actions will have a significant effect on the environment. The proposed amendments fall within the general rule that CEQA only applies to projects that have the potential for causing a significant effect on the environment. In that the proposed amendments provide reflect recent changes in state law and HCD findings. The amendments will not have a significant effect on the environment; and, therefore the activity is not subject to CEQA.

SECTION 3. Based upon all testimony and comments from the general public, Planning Commission Resolution No. 1312 and associated report, and the staff report contained herein, and all other pertinent and relevant fact pertaining hereto, the City Council finds that approval of the General Plan amendment is necessary to carry out the general purpose and provision of the General Plan for the following reasons, findings of fact, and determinations:

- a) The sixth cycle 2021-2029 Housing Element has been prepared in the interest of the existing and future residents for and orderly and functional City.
- b) The Housing Element incorporated comments received by the public and stakeholders.
- c) The Housing Element and proposed land use updates are consistent with City goals and policies to reflect recent trends and needs of the community.
- d) The Housing Element and associated land use amendments are in compliance with the California Environmental Quality Act (“CEQA”) as set forth in the Mitigated Negative Declaration Mitigation Monitoring Program, and will not result in any new significant environmental effects, nor has there been any substantial change in circumstances or new information of substantial importance to trigger a subsequent Environmental Impact Report (“EIR”) or Mitigated Negative Declaration (“MND”) pursuant to CEQA Guidelines Section 15162.
- e) The General Plan update will not be detrimental to the health, safety and welfare of the Pico Rivera community.
- f) Based on a variety of factors analyzed within the Housing Element on a site specific basis including existing uses, recent development trends on

nonvacant parcels, property owner interest, structure age, property valuation, and development capacity, the existing uses on the sites identified in the site inventory to accommodate the lower-income RHNA are likely to be discontinued during the planning period, and therefore do not constitute an impediment to additional residential development during the period covered by the Housing Element.

- g) In addition to a site-specific evaluation of existing uses, analysis of five recent residential projects within Pico Rivera on sites which previously contained non-residential uses displayed site characteristics which were used to evaluate each candidate site within the proposed site inventory. This analysis demonstrated the likelihood that existing nonresidential uses would not present an impediment to the development of future residential uses.
- h) Lastly, the candidate sites identified within the Housing Element were all determined to be physically able to accommodate housing in place of or in addition to existing uses. Therefore, all sites identified have been evaluated for their ability to feasibly accommodate housing units based on site features, existing development, and other site constraints.

SECTION 4. Pursuant to Article II of Chapter 18.62, *General Plan Amendments* of the Pico Rivera Municipal Code, the City Council of the City of Pico Rivera approves General Plan Amendment No. 62 updating contents of the General Plan, in substantially the form attached hereto, to be incorporated as part of the General Plan.

SECTION 5. The City Council authorizes the City Manager and/or the Community and Economic Development Director to make any amendments to the Sixth Cycle Housing Element consistent with those prescribed by the State Department of Housing and Community Development and consistent with this Resolution. The City Council further authorizes the City Manager and/or the Community and Economic Development Director to execute such ancillary documents that are reasonably necessary to effectuate the intent of this Resolution.

SECTION 7. The City Clerk shall certify the adoption of this resolution and hereafter the same shall be in full effect.

[Signatures on following page]

APPROVED AND PASSED this 27th day of February, 2024.

Andrew C. Lara, Mayor

ATTEST:

APPROVED AS TO FORM:

Cynthia Ayala, CMC, City Clerk

Arnold M. Alvarez-Glasman City Attorney

AYES:
NOES:

Exhibit A

Sixth Cycle Housing Element Update
November 2023 Draft

A complete copy can be found on the City's website and City Hall, 6615 Passons Blvd.,
Pico Rivera, CA 90660

www.pico-rivera.org/housing-element

**CITY OF PICO RIVERA CITY COUNCIL
NOTICE OF PUBLIC HEARING TO CONSIDER THE APPROVAL OF GENERAL PLAN UPDATE
NO. 62 AND ZONE CODE AMENDMENT NO. 194**

NOTICE IS HEREBY GIVEN that a public hearing will be held before the City of Pico Rivera City Council to consider General Plan Amendment No. 62 and Zone Code Amendment No. 194. General Plan Amendment No. 62 is initiated by the Director of Community & Economic Development pursuant to findings received from the California State Department of Housing and Community Development (HCD) regarding the Sixth Cycle Housing Element Update and includes adoption of a revised draft Sixth Cycle Housing Element Update pursuant to HCD’s findings. Zone Code Amendment No. 194 is initiated by the Director of Community & Economic Development, pursuant to findings received from HCD regarding Zone Code Amendment No. 190 and includes various text amendments to Title 18, *Zoning*, of the Pico Rivera Municipal Code pursuant to HCD’s findings.

WHEN: Tuesday February 27, 2024

TIME: 6:00 P.M.

WHERE: Council Chambers
6615 Passons Blvd
Pico Rivera, CA 90660

PERSONS INTERESTED IN THIS MATTER wishing to observe the meeting may do so in the following ways:

- (1) Turn your TV to Channel 3;
- (2) City’s website at <https://bit.ly/picorivera-ctv3live>
- (3) Email public comments to publiccomments@pico-rivera.org prior to 4:00 p.m. on the day of the meeting;
- (4) Attend the Public Hearing in person

Copies of all relevant material including project specifications are available to the public for review in the City Clerks Office at City Hall, 6615 Passons Boulevard, Pico Rivera, California. Additional information may be found at the City’s website at <https://www.pico-rivera.org/index.php/housing-element/>. Please contact Jordan Perez, Economic Development Analyst at 562-801-2163 for additional questions.

If you challenge the consideration or adoption of the proposed applications in court, you may be limited to raising only those issues you or someone else raised at the public hearing described in this notice, or written correspondence delivered to the City of Pico Rivera City Clerk at, or prior to, the public hearing.

In compliance with the Americans with Disabilities Act of 1990, the City of Pico Rivera is committed to providing reasonable accommodations for a person with a disability. Please contact City Clerk’s Office at (562) 801-4389 if special program accommodations are necessary and/or if program information is needed in an alternative format. Special requests must be made in a reasonable amount of time in order that accommodations can be arranged.

AYUNTAMIENTO DE LA CIUDAD DE PICO RIVERA
AVISO DE AUDIENCIA PÚBLICA PARA CONSIDERAR LA APROBACIÓN DE LA ENMIENDA
AL PLAN GENERAL NO. 62 y LA ENMIENDA DEL CÓDIGO DE ZONA NÚM. 194

POR LA PRESENTE SE NOTIFICA que se llevará a cabo una audiencia pública ante el Concejo Municipal de la Ciudad de Pico Rivera para considerar la Enmienda al Plan General No. 62 y la Enmienda del Código de Zona Núm. 194. La Enmienda No. 62 del Plan General de conformidad Iniciado por el director de Desarrollo Comunitario y Económico con las conclusiones recibidas del Departamento de Vivienda y Desarrollo Comunitario del Estado de California (HCD) con respecto al Elemento de Vivienda del Sexto Ciclo. La Enmienda No. 62 del Plan General incluye la adopción del Elemento de Vivienda del Sexto Ciclo revisado de acuerdo con las conclusiones del HCD. La Enmienda No. 194 del Código de Zona de conformidad, iniciada por Director de Desarrollo Comunitario y Económico, con las conclusiones recibidas del Departamento de Vivienda y Desarrollo HCD. La Enmienda No. 194 del Código de Zona incluye varias enmiendas de texto al Título 18, Zonificación, del Código Municipal de Pico Rivera de conformidad con las conclusiones del HCD.

CUÁNDO: martes, 27 de febrero de 2024

HORA: 6:00 P.M.

DÓNDE: Cámara del Consejo
6615 Passon Boulevard
Pico Rivera, CA 90660

LAS PERSONAS INTERESADAS EN ESTE ASUNTO que deseen observar la reunión pueden hacerlo de las siguientes maneras:

- (1) Sintonice su televisión al Canal 3;
- (2) Sitio web de la ciudad en <https://bit.ly/picorivera-ctv3live>;
- (3) Enviar comentarios públicos por correo electrónico a publiccomments@pico-rivera.org antes de las 4:00 p. m. el día de la reunión;
- (4) Asistir personalmente a la Audiencia Pública

Las copias de todo el material relevante, incluyendo las especificaciones del proyecto, están disponibles para el público para su revisión en el Departamento de la City Clerk, 6615 Passons Boulevard, Pico Rivera, California. Se puede encontrar información adicional en el sitio web de la Ciudad en <https://www.pico-rivera.org/index.php/housing-element/>. Comuníquese con Jordan Perez, analista de desarrollo económico al 562-801-2163 si tiene preguntas adicionales.

Si tiene una objeción a la consideración o adopción de las solicitudes propuestas en el tribunal, es posible que se limite a plantear solo aquellas cuestiones que usted u otra persona hayan planteado en la audiencia pública descrita en este aviso, o la correspondencia escrita entregada a la secretaria municipal de Pico Rivera durante o antes de la audiencia pública.

De acuerdo con la Ley de Estadounidenses con Discapacidades de 1990, la Ciudad de Pico Rivera se compromete a proporcionar adaptaciones razonables para una persona con discapacidad. Comuníquese con el Departamento del Secretario de la Ciudad llamando al (562) 801-4389 si se necesitan adaptaciones especiales del programa y/o si se necesita información del programa en un formato alternativo. Las solicitudes especiales deben hacerse en un período de tiempo razonable para que se puedan organizar las adaptaciones.



Tuesday, February 13, 2024

A Regular Meeting of the City Council and Water Authority was held in the Council Chamber, Pico Rivera City Hall, 6615 Passons Boulevard, Pico Rivera, California.

Mayor/President Lara called the regular meeting to order at 6:01 p.m. on behalf of the City Council and the Water Authority.

PRESENT: Camacho, Garcia, Lutz, Sanchez, Lara

ABSENT: None

COMMISSIONERS PRESENT:

- Tommy Elisaldez, Planning Commission
- Paul Camacho, Veterans Commission

INVOCATION: Delivered by Councilmember Dr. Sanchez

PLEDGE OF ALLEGIANCE: Led by Councilmember Camacho

SPECIAL PRESENTATION(S):

- Certificate of Recognitions were presented to the Pico Rivera Dons Jr. Peewee Football Team for their recent Championship win
- Certificate of Recognitions were presented to the Boys and Girls Club of Whittier - "Youth of the Year" winner Maya Elias and finalists, Kimberly Copado and Irma Topete
- Presentation – Whittier Dam Safety Project Update

George Sunny from the Army Corp. of Engineers provided an update on the Whittier Dam Safety project covering its purpose, progress, and future timeline which included details on the anticipated completion date of 2030, street modifications to Rosemead Boulevard and Lincoln Avenue.

City Council expressed concerns about locating an alternative road to the Pico Rivera Sports Arena and the potential challenges of leaving the Golf Course vacant for an extended, such as the risk of homeless encampments and graffiti.

PUBLIC HEARING:

City Council:

1. Public Hearing – Urgency Ordinance No. 1172 – One Year Extension per Government Code Section 65858 Placing a Moratorium on Specified Uses in the Commercial General (C-G) and Commercial Planned Development (CPD) Zone. (1300)

Mayor Lara opened the public hearing and noted that there were no written or oral communications to provide public testimony.

Mayor Lara closed the public hearing.

Motion by Councilmember Dr. Sanchez, seconded by Councilmember Lutz to: 1) Adopt by four-fifths (4/5) vote, Urgency Ordinance No. 1181 for a one (1) year, extending Ordinance No. 1172 prohibiting specified uses in the Commercial General (C-G) and Commercial Planned Development (CPD); and 2) Determine that Urgency Ordinance No. 1181 is exempt from the California Environmental Quality Act. Motion carries by the following roll call vote:

Urgency Ordinance No. 1181 AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF PICO RIVERA, CALIFORNIA, EXTENDING URGENCY ORDINANCE NO. 1172 FOR A PERIOD OF ONE (1) YEAR PROHIBITING ANY NEW AUTOMOBILE PARTS AND OFFICE, DISCOUNT CLOTHING AND SHOE STORE (WAREHOUSE), DOLLAR STORE, DRUG STORE, PICTURE FRAMES AND FRAMING, BARBERSHOPS AND BEAUTY SALONS, NAIL SALON, CELL PHONE REPAIR, TATTOO SHOPS, AND PARTY RENTAL STORES IN THE COMMERCIAL GENERAL (C-G) AND COMMERCIAL PLANNED DEVELOPMENT (CPD) ZONE

AYES: Camacho, Garcia, Lutz, Sanchez, Lara

NOES: None

PUBLIC COMMENTS:

Lauren Talbott, Pico Rivera Library Manager:

- Addressed the City Council regarding library updates and upcoming events for the month of February.

Sofia Vargas:

- Addressed the City Council to express her safety concerns regarding the homeless population in the City.

Diana Morales:

- Addressed the City Council regarding the upcoming grand opening of a new Starbucks Drive-Thru location on Slauson Avenue.

Lauren Victoria Ruiz:

- Addressed the City Council regarding a cease-and-desist letter she received from the City regarding the use of the City seal she received from the City.

Chris Celaya:

- Addressed the City Council to express his gratitude to the City, its officials and staff.

CONSENT CALENDAR ITEMS:

City Council:

2. Minutes:

- Approved City Council regular meeting of January 23, 2024

3. Approved 10th Warrant Register of the 2023-2024 Fiscal Year. (700)

Check Numbers: 293712-293864

Special Check Numbers: None

4. Approve a Resolution Establishing Job Classifications for the Full-Time Street Maintenance Supervisor, Senior Engineer, Budget and Financial Analyst, Senior Human Resources Technician and Human Resources Coordinator. (200)

1. Approved Resolution No. 7313 establishing job classifications for the Street Maintenance Supervisor, Senior Engineer, Budget and Financial Analyst, Senior Human Resources Technician and Human Resources Coordinator.

Resolution No. 7313 A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF PICO RIVERA, CALIFORNIA, ESTABLISHING JOB CLASSIFICATIONS FOR THE FULL-TIME STREET MAINTENANCE SUPERVISOR, SENIOR ENGINEER, BUDGET AND FINANCIAL ANALYST, SENIOR HUMAN RESOURCES TECHNICIAN AND HUMAN RESOURCES COORDINATOR

5. Approve a Resolution Accepting Grant Funds from the State of California Natural Resources Agency – CIP No. 50068. (700)

1. Approved Resolution No. 7314 accepting grant funding for the Alebrije Dog Park Project through the State of California Natural Resources Agency;
2. Amended the fiscal year (FY) 2023-24 Adopted Budget by increasing \$1,000,000 in Revenue Account No. 699.00.00-45000-CIP50068 (Miscellaneous State Grants) and appropriated \$1,000,000 in Expenditure Account No. 699.70.7300-54500-CIP.50068 for the Alebrije Dog Park Project through the State of California Natural Resources Agency; and
3. Authorized the City Manager or his designee to execute all related grant documents.

Resolution No. 7314 A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF PICO RIVERA, CALIFORNIA, APPROVING THE

ACCEPTANCE OF GENERAL FUND GRANT FUNDS FOR THE
ALEBRIJE DOG PARK

6. Accept Grant Funds from the U.S. Department of Energy – Energy Efficiency and Conservation Block Grant Approve Amendment No. 1 to Agreement No. 23-2206 with Cascadia Consulting Group, Inc. for the Climate Action Plan (Non-CIP No. 6770). (500)

1. Approved Resolution No. 7315 accepting grant funds from the United States Department of Energy, Energy Efficiency and Conservation Block Grant for the Climate Action Plan (Non-CIP No. 6770);
2. Amended the fiscal year (FY) 2023-24 Miscellaneous Federal Grants Fund (Fund 698) by increasing revenues and expenditures by \$120,010 to GL Account No. 698.11.1111-44800 (Miscellaneous Federal Grant) and to GL Account No. 698.11.1111-54500-6770 (Contracted Services), respectively;
3. Approved Amendment No. 1, in a form approved by the City Attorney to Agreement No. 23-2206 with Cascadia Consulting Group, Inc. in the amount not-to-exceed \$160,075 to develop Phase II of the Climate Action Plan;
4. Amended the FY 2023-24 Strategic Goals – CED Fund (Fund 180) transferring \$40,000 from GL Account No. 180.98.9800-56900 (Transfer Out) to 100.11.1111-54500-6770 (Contracted Services); and
5. Authorized the City Manager to execute the amendment and all necessary grant fund-related documents.

Resolution No. 7315 A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF PICO RIVERA, CALIFORNIA, ACCEPTING GRANT FUNDS FROM THE UNITED STATES DEPARTMENT OF ENERGY, ENERGY EFFICIENCY AND CONSERVATION BLOCK GRANT, CLIMATE ACTION PLAN

Agreement No. 23-2206-1

7. Mines Avenue Storm Drain Improvements Project (CIP No. 50114) – Award of Construction Contract. (500)

This item was pulled from the Agenda and continued to a future meeting.

8. Award of Professional Services Agreement to Brightview Landscape Services, Inc. for Landscape Maintenance Services. (500)

This item was pulled from the Agenda and continued to a future meeting.

9. Golf Course Fire Damage Repair Project (CIP No. F21345) – Award of Emergency Contract. (500)

1. Approved the plans and specifications for the Golf Course Fire Damage Repair Project (CIP No. F21345);
2. Awarded a Construction Contract for a not-to-exceed amount of \$669,712 to Restoration Management Company for the Golf Course Fire Damage Repair Project (CIP No. F21345) and executed the contract in a form approved by the City Attorney;
3. Approved an additional appropriation of \$33,452 from Fund 100 (General Fund) Undesignated Fund Balance GL Account No. 100.98.9800-56900 (Transfer Out) transferring to Fund 570 (Golf Course) GL Account No. 570.00.0000.47900 (Transfer In) and appropriate to GL Account No. 570.16.1620-54500-F21345 (Contracted Services);
4. Authorized the City Manager or his designee to process change orders, as needed, in an amount not-to-exceed \$67,000 (approximately 10% of the total contract amount) for construction contingency; and
5. Approved the Notice of Exemption (NOE) for the subject project and authorized the City Clerk to file the NOE with the County Recorder, in accordance with the California Environmental Quality Act.

Agreement No. 24-2277

10. Purchase of a Pre-Engineered Multipurpose Aquatics Building for the Smith Park Aquatic Center Project (CIP No. 50043). (500)

1. Approved a Professional Services Agreement, in a form approved by the City Attorney with Romtec, Inc. (Romtec) for the purchase of one (1) Romtec Multipurpose Restroom/Shower/Storage/Pool Mechanical/Maintenance Control Building in the amount of \$539,222;
2. Awarded a contract to Romtec through Sourcewell, Contract No. 081721-RMT; and
3. Authorized the City Manager to execute all agreements and documents related to the purchase of the recommended prefabricated restroom structure.

Agreement No. 24-2278

11. Approve the CivicBuys Cooperative Purchasing Program Partnership Agreement with The Foundation for California Community Colleges. (500)

1. Authorized the City Manager to enter into a Partnership Agreement with The Foundation for California Community Colleges of California in a form approved by the City Attorney.

Agreement No. 24-2279

12. On-Call Plan Check Engineering Services – Award Professional Services Agreements. (500)

1. Awarded a Professional Services Agreement, in a form approved by the City Attorney, for a term of five (5) years in the total amount not-to-exceed \$250,000 to NV5, Inc. to provide on-call plan check engineering services;
2. Awarded a Professional Services Agreement, in a form approved by the City Attorney, for a term of five (5) years in the total amount not-to-exceed \$250,000 to John L. Hunter and Associates to provide on-call plan check engineering services;
3. Awarded a Professional Services Agreement, in a form approved by the City Attorney, for a term of five (5) years in the total amount not-to-exceed \$125,000 to TKM Engineering to provide on-call plan check engineering services;
4. Awarded a Professional Services Agreement, in a form approved by the City Attorney, for a term of five (5) years in the total amount not-to-exceed \$125,000 to TKE Engineering, Inc. to provide on-call plan check engineering services.

Agreement No. 24-2280 Agreement No. 24-2281 Agreement No. 24-2282

Agreement No. 24-2283

13. Budget Calendar – Year Two of Fiscal Year 2023-25 Biennial Budget for Fiscal Year 2024-25. (700)

1. Received and filed the fiscal year 2024-25 Budget Development Calendar.

Water Authority:

14. Minutes:

- Approved Water Authority regular meeting of January 23, 2024

15. Award a Professional Services Agreement to United Water Works Inc. for General Water Inventory Supplies. (500)

1. Awarded a Professional Services Agreement, in a form approved by the General Counsel, to United Water Works Inc., to provide the purchase and acquisition of general water inventory supplies for an annual amount of \$250,000 and a not-to-exceed \$500,000 for a two (2) year term; and
2. Authorized the Public Works Director to process change orders in an amount not-to-exceed 10% of the total agreement amount, up to \$50,000 for emergency unforeseen contingencies.

Agreement No. 24-77

Motion by Councilmember/Commissioner Camacho, seconded by Mayor Pro Tem/Vice President Garcia to approve Consent Calendar Item Nos. 2, 3, 4, 5, 6, 9, 10, 11, 12, 13, 14 and 15. Motion carries by the following roll call vote:

AYES: Camacho, Garcia, Lutz, Sanchez, Lara
NOES: None

CONSENT CALENDAR ITEMS PULLED FOR FURTHER CLARIFICATION: None

REGULAR AGENDA:

- 16. Annual Comprehensive Financial Report, Fiscal Year Ending June 30, 2023, and Fiscal Year 2022-23 General Fund Year-End Results. (700)**

This item was pulled from the Agenda and continued to a future meeting.

- 17. Fiscal Year 2023-24 City of Pico Rivera Mid-Year Budget Report as of December 31, 2023. (700)**

Administrative Services Senior Analyst Sotelo provided a Mid-Year Financial Review presentation which included a detailed analysis of mid-year revenues, amended budget percentages, departmental expenditures comparison, Enterprise funds review, mid-year adjustments for FY 2023-24, and a Budget timeline for FY 2024-25.

Motion by Mayor Pro Tem Garcia, seconded by Councilmember Lutz to: 1) Receive and file the Mid-Year Budget Report ending December 31, 2023, which represents the balances and activity for the first and second quarters (July through December) of the 2023-24 fiscal year; and 2) Approve Budget Adjustments amending the fiscal year 2023-24 Adopted Budget for the General Fund and other funds. Motion carries by the following roll call vote:

AYES: Camacho, Garcia, Lutz, Sanchez, Lara
NOES: None

CITY MANAGER/STAFF REPORTS:

Public Works Director Negrete provided an update on the Pico Rivera Regional Bikeway Project including a construction update and the delay due to the recent rain activity and unforeseen existing site conditions. He emphasized that the Public Works street maintenance team has been diligently addressing the rise in potholes and the project's completion is now anticipated to be in September 2024.

Parks and Recreation Director Yugar highlighted the upcoming Vietnam Memorial Traveling Wall which will be part of the City's Memorial Day Weekend event at Smith Park. She continued to state that the event is set to take place from May 24th through May 27th and will feature an opening ceremony, candlelight ceremony, Pico Rivera Library programming, and will pay tribute to the 27 young men from Pico Rivera who lost their lives in the Vietnam War.

GOOD OF THE ORDER (INTERGOVERNMENTAL AGENCY MEETINGS, AB 1234 REPORTS, NEW BUSINESS, OLD BUSINESS):

Councilmember Lutz commented on the Forever Young Senior Club Board installation meeting and the successful Homeless Count event.

Councilmember Dr. Sanchez mentioned the Homeless Count event and the Montebello District Board of Real Estate installations. She and Mayor Pro Tem Garcia mentioned the upcoming Job Fair scheduled for February 22nd.

Mayor Pro Tem Garcia commented on the Forever Young Senior Club Board installation meeting, the successful Recycling event, and a professional speaking opportunity at St. Marianne's Catholic School.

Mayor Lara reported on a Southeast Water Coalition meeting he attended, which included discussions about PFA's class action lawsuit. He also asked to agendaize a resolution to designate the City of Pico Rivera as Purple Heart City; seconded by Mayor Pro Tem Garcia.

Recessed to Closed Session at 7:55 p.m.

ALL CITY COUNCIL MEMBERS WERE PRESENT

Reconvened from Closed Session at 8:29 p.m.

ALL CITY COUNCIL MEMBERS WERE PRESENT

CLOSED SESSION(S):

a. CONFERENCE WITH LEGAL COUNSEL – EXISTING LITIGATION

Pursuant to Government Code Section 54956.9(d)(1)
Pico Water District vs City of Pico Rivera
Los Angeles County Superior Court Case No. 22NWCV00967

City Attorney Alvarez-Glasman stated that City Council was briefed, and that direction was provided to the City Attorney's office. No final action was taken and there was nothing further to report.

b. CONFERENCE WITH LEGAL COUNSEL – ANTICIPATED LITIGATION

Pursuant to Government Code Section 54956.9(d)(4)
Initiation of litigation – One matter

City Attorney Alvarez-Glasman stated that City Council received a briefing regarding this one item of potential litigation. The City Council unanimously authorized the City Attorney's office to initiate litigation against the Pico Water District in the event the district approves the water rate increase upon the City and other rate payers based upon Proposition 218 violations and other related causes of action.

ADJOURNMENT:

Mayor/President Lara adjourned the City Council and Water Authority meeting at 8:30p.m. in memory of former City employee, Zita Rodriguez. There being no objection it was so ordered.

AYES: Camacho, Garcia, Lutz, Sanchez, Lara

NOES: None

Andrew C. Lara, Mayor/President

ATTEST:

Cynthia Ayala, CMC, City Clerk/Authority Secretary

I hereby certify that the foregoing is a true and correct report of the proceedings of the City Council regular meeting dated February 13, 2024 and approved by the City Council on February 27, 2024.

Cynthia Ayala, CMC, City Clerk/Authority Secretary



11th WARRANT REGISTER OF THE 2023 - 2024 FISCAL YEAR

MEETING DATE: 02/27/2024

	CHECK DATE	STARTING	ENDING	AMOUNT
CHECK NUMBERS:	02/02/24-02/15/24	293865	293954	\$617,783.26
ACH NUMBERS:	02/02/24-02/15/24	13237	13309	\$1,897,547.66
SPECIAL CHECKS/EFT 13279, 13309				
VOIDED CHECKS				
PRE-NOTE				
TOTAL REGISTER AMOUNT:				\$ 2,515,330.92

City of Pico Rivera
AP Warrant Register
 From Payment Date: 2/2/2024 - To Payment Date: 2/15/2024

Number	Date	Description	Source	Payee Name	Transaction Amount
CBC GenOpe - CBC General Operating					
<u>Check</u>					
293865	02/07/2024		Accounts Payable	AGUIRRE, GLORIA, E.	\$75.00
	Invoice	Description			Amount
	COMSTP011124-GA	COMMISSIONER STIPEND FOR MEETING 01/11/24			\$75.00
293866	02/07/2024		Accounts Payable	Alan's Lawnmower & Garden Center	\$2,089.23
	Invoice	Description			Amount
	1211886	REEL MOWER 7 BLADE			\$2,089.23
293867	02/07/2024	02/09/2024	Accounts Payable	ALMA FAMILY SERVICES	\$600.00
	Invoice	Description			Amount
	ALMAFS02/08/24	BRONZE SPONSORSHIP FOR ALMA FAMILY SVCS FUNDRAISER 02/08/24			\$600.00
293868	02/07/2024		Accounts Payable	ALTA LANGUAGE SERVICES, INC.	\$55.00
	Invoice	Description			Amount
	IS697311	LISTENING & SPEAKING TEST (IVR)			\$55.00
293869	02/07/2024		Accounts Payable	Alvarez-Glasman & Colvin	\$10,235.00
	Invoice	Description			Amount
	2024FEBATTYFEES	CITY ATTY RETAINER FEE FOR FEBRUARY 2024			\$10,235.00

City of Pico Rivera
AP Warrant Register
 From Payment Date: 2/2/2024 - To Payment Date: 2/15/2024

Number	Date	Description	Source	Payee Name	Transaction Amount
293870	02/07/2024		Accounts Payable	C.S. Legacy Construction, Inc.	\$88,374.54
	Invoice	Description			Amount
	RETENTION INV-11	RETENTION PAYMENT			\$88,374.54
293871	02/07/2024		Accounts Payable	Coastal Occupational Medical Group	\$680.27
	Invoice	Description			Amount
	1456-79680	PRE-EMPLOYMENT PHYSICALS			\$60.00
	1456-79395	PRE-EMPLOYMENT PHYSICALS			\$395.00
	384211-614550	CONTRACTED SERVICES			\$225.27
293872	02/07/2024	02/12/2024	Accounts Payable	Daniels Tire Service	\$542.02
	Invoice	Description			Amount
	200495258	TIRES FOR TRAILER, UNIT 454			\$542.02
293873	02/07/2024		Accounts Payable	David Hidalgo Architects, Inc.	\$15,956.45
	Invoice	Description			Amount
	117201	PROF SVCS 12/01/23-12/31/23, COMMERCIAL FACADE ENHANCEMENT			\$15,956.45
293874	02/07/2024		Accounts Payable	Dudek	\$28,101.85
	Invoice	Description			Amount
	202312101	PROF SVCS 11/25/23-12/29/23, COMMUNITY CITYWIDE OBJECTIVE DESIGN			\$28,101.85

City of Pico Rivera
AP Warrant Register
 From Payment Date: 2/2/2024 - To Payment Date: 2/15/2024

Number	Date	Description	Source	Payee Name	Transaction Amount
293875	02/07/2024	02/12/2024	Accounts Payable	Elisaldez , Louie	\$90.00
	Invoice	Description			Amount
	Leli-WINWk4-24	OFFICIATING SVCS 02/02/24			\$90.00
293876	02/07/2024		Accounts Payable	ELISALDEZ, LOUIS	\$90.00
	Invoice	Description			Amount
	LKEli-WINWk4-24	OFFICIATING SVCS 02/03/24			\$90.00
293877	02/07/2024		Accounts Payable	EQUIPMENT DIRECT INC	\$202.89
	Invoice	Description			Amount
	482740	SAFETY VESTS			\$202.89
293878	02/07/2024	02/12/2024	Accounts Payable	ESTRADA SANTOS, ROCIO	\$75.00
	Invoice	Description			Amount
	COMSTP011124-RS	COMMISSIONER STIPEND FOR MEETING 01/11/24			\$75.00
293879	02/07/2024	02/12/2024	Accounts Payable	Ferguson Enterprises, Inc	\$40,000.00
	Invoice	Description			Amount
	0020769	METER INSTALLS			\$40,000.00
293880	02/07/2024		Accounts Payable	Fun Express	\$2,079.11
	Invoice	Description			Amount

City of Pico Rivera
AP Warrant Register
 From Payment Date: 2/2/2024 - To Payment Date: 2/15/2024

Number	Date	Description	Source	Payee Name	Transaction Amount
	72959808401	EASTER CRAFTS FOR EASTER EVENTS 03/23/24			\$370.23
	72943394301	EASTER EGGS FOR EASTER EVENT 03/23/24			\$1,708.88
293881	02/07/2024		Accounts Payable	Heart of Compassion	\$35,754.19
	Invoice	Description			Amount
	101123	PROF SVCS 07/23-09/23, 1QTR FIGHTING HUNGER FEEDING HOPE			\$12,995.89
	010324	PROF SVCS 10/23-11/23, 2QTR FIGHTING HUNGER FEEDING HOPE			\$22,758.30
293882	02/07/2024	02/12/2024	Accounts Payable	LIZARRAGA, MARICELA	\$75.00
	Invoice	Description			Amount
	COMSTP011124-ML	COMMISSIONER STIPEND FOR MEETING 01/11/24			\$75.00
293883	02/07/2024		Accounts Payable	MARIACHI TIERRA MIA	\$1,150.00
	Invoice	Description			Amount
	#1	SENIOR CENTER ENTERTAINMENT 05/02/24, MARIACHI TIERRA MIA			\$1,150.00
293884	02/07/2024		Accounts Payable	Minuteman Press	\$124.24
	Invoice	Description			Amount
	70776	PRIME WEEKLY ENROLLMENT NOTICES 00N1 & 00N2			\$124.24
293885	02/07/2024		Accounts Payable	NV5, Inc.	\$4,650.00
	Invoice	Description			Amount

City of Pico Rivera
AP Warrant Register
 From Payment Date: 2/2/2024 - To Payment Date: 2/15/2024

Number	Date	Description	Source	Payee Name	Transaction Amount
	366925	PROF SVCS 11/01/23-12/06/23, 3900 BAYBAR FPM REVIEW			\$1,737.50
	366927	PROF SVCS 11/01/23-12/07/23, 7655 SERAPIS AVE GRADING REVIEW			\$832.50
	366921	PROF SVCS 11/01/23-12/01/23, 9127 HIGHTREE CT LOT SPLIT PLAN			\$530.00
	366920	PROF SVCS 11/01/23-12/01/23, 10016 BEVERLY FPM REVIEW			\$617.50
	366919	PROF SVCS 11/01/23-11/30/23, 10016 BEVERLY ST EMP REVIEW			\$82.50
	366928	PROF SVCS 11/01/23-12/15/23, 10016 BEVERLY LLA REVIEW			\$850.00
293886	02/07/2024	02/12/2024	Accounts Payable	Olague, Norberto	\$90.00
	Invoice	Description			Amount
	NOla-WINWk4-24	OFFICIATING SVCS 02/02/2024			\$90.00
293887	02/07/2024		Accounts Payable	Ortiz, Nayleen	\$820.00
	Invoice	Description			Amount
	1256	BALLOON DECOR FOR GRAND RE-OPENING DANCE 02/22/24			\$180.00
	1258	BALLOON DECOR FOR MOTHER'S DAY CELEBRATION 05/08/24			\$180.00
	1259	BALLOON DECOR FOR HEALTH FITNESS DAY 05/30/24			\$280.00
	1257	BALLOON DECOR FOR CINCO DE MAYO CELEBRATION			\$180.00
293888	02/07/2024	02/12/2024	Accounts Payable	OSTS, INC.	\$3,500.00
	Invoice	Description			Amount
	61385	TRAFFIC CONTROL AND FLAGGER OPERATIONS TRAINING			\$3,500.00

City of Pico Rivera
AP Warrant Register
 From Payment Date: 2/2/2024 - To Payment Date: 2/15/2024

Number	Date	Description	Source	Payee Name	Transaction Amount
293889	02/07/2024	02/07/2024	Accounts Payable	PETTY CASH	\$97.70
	Invoice	Description			Amount
	2024PETCASRE0124	REPLENISH PETTY CASH FOR JANUARY 2024			\$97.70
293890	02/07/2024		Accounts Payable	PICO RIVERA CHAMBER OF COMMERCE	\$750.00
	Invoice	Description			Amount
	PRCCGT3-08-24	BRONZE SPONSOR FOURSOME GOLF TOURNAMENT 03/08/24			\$750.00
293891	02/07/2024		Accounts Payable	PNC EQUIPMENT FINANCE, LLC	\$1,704.20
	Invoice	Description			Amount
	1898042	GOLF COURSE EQUIPMENT LEASE, 01/30/24-02/28/24			\$1,704.20
293892	02/07/2024	02/12/2024	Accounts Payable	Power Trip Rentals, Inc	\$5,130.65
	Invoice	Description			Amount
	141561	HOLIDAY FESTIVAL GENERATERS AND LIGHT TOWER, 11/30/23-12/05/23			\$5,130.62
	141561-A	HOLIDAY FESTIVAL GENERATERS AND LIGHT TOWER, 11/30/23-12/05/23			\$0.03
293893	02/07/2024		Accounts Payable	Premier Powder Coating & Custom Fab, LLC	\$2,380.10
	Invoice	Description			Amount
	33546	MEMORIAL BENCH FOR "GO GETTERS"			\$2,380.10
293894	02/07/2024		Accounts Payable	PT Events Inc (Pacific Tent Inc)	\$841.00

City of Pico Rivera
AP Warrant Register
 From Payment Date: 2/2/2024 - To Payment Date: 2/15/2024

Number	Date	Description	Source	Payee Name	Transaction Amount
	Invoice	Description			Amount
	1705	CANOPY RENTAL FOR AQUARIUM ON WHEELS EVENT			\$841.00
293895	02/07/2024		Accounts Payable	RODRIGUEZ, CHRISTIAN, ARTURO	\$270.00
	Invoice	Description			Amount
	CRod-WINWk4-24	OFFICIATING SVCS 02/02/24			\$90.00
	CROD-WINWK1-24	OFFICIATING SVCS 1/12/24			\$90.00
	CROD-WINWK2-24	OFFICIATING SVCS 1/19/24			\$90.00
293896	02/07/2024	02/12/2024	Accounts Payable	Sonsray Machinery , LLC	\$3,529.84
	Invoice	Description			Amount
	SWO042277-1	EQUIPMENT MAINTENANCE AND REPAIR			\$3,529.84
293897	02/07/2024		Accounts Payable	State Water Resources Control Board (SWRCB)	\$140.00
	Invoice	Description			Amount
	52414-ER	WATER DISTRIBUTION OPERATOR-D2 FOR ERIN RUIZ			\$80.00
	44629-AG	WATER TREATMENT OPERATOR-T2 FOR ALEXANDER GONZALEZ			\$60.00
293898	02/07/2024	02/12/2024	Accounts Payable	TKM ENGINEERING	\$585.00
	Invoice	Description			Amount
	1249	PROF SVCS 11/21/23-11/27/23, SMITH PARK PARKING LOT CIRCULATION			\$585.00

City of Pico Rivera
AP Warrant Register
 From Payment Date: 2/2/2024 - To Payment Date: 2/15/2024

Number	Date	Description	Source	Payee Name	Transaction Amount
293899	02/07/2024	02/12/2024	Accounts Payable	TRUSAIC	\$1,818.00
	Invoice	Description			Amount
	CINV-033791	2024 ACA FEBRUARY PAYMENT			\$1,818.00
293900	02/07/2024		Accounts Payable	Ware Malcomb	\$43,140.00
	Invoice	Description			Amount
	763418	PROF SVCS 11/01/23-11/30/23, PR COUNCIL CHAMBER			\$43,140.00
293901	02/07/2024		Accounts Payable	Whittier Fertilizer Company	\$2,249.10
	Invoice	Description			Amount
	407257	LANDSCAPING SUPPLIES			\$1,349.46
	407089	LANDSCAPING SUPPLIES			\$899.64
293902	02/14/2024		Accounts Payable	ADVANCE AUTO PARTS	\$1,565.01
	Invoice	Description			Amount
	8810403712918	AUTO SUPPLIES			\$81.46
	8810403612889	MECHANIC SHOP SUPPLIES			\$496.99
	8810403612888	AUTO SUPPLIES			\$72.88
	8810403612887	MECHANIC SHOP SUPPLIES			\$297.01
	8810403034207	AUTO SUPPLIES			\$310.61
	8810402934180	BATTERY FOR UNIT 254			\$285.28
	8810401733859	IGNITION SWITCH FOR BOBCAT			\$20.78

City of Pico Rivera
AP Warrant Register
 From Payment Date: 2/2/2024 - To Payment Date: 2/15/2024

Number	Date	Description	Source	Payee Name	Transaction Amount
293903	02/14/2024		Accounts Payable	Alvarez-Glasman & Colvin	\$41,479.41
	Invoice	Description			Amount
	2023-11-20950	LEGAL SVCS NOVEMBER 2023			\$41,479.41
293904	02/14/2024		Accounts Payable	AM-TEC TOTAL SECURITY INC	\$295.00
	Invoice	Description			Amount
	633112	SERVICE CALL FOR ALARM SYSTEM AT CITY YARD			\$225.00
	633026	MONITORING OF ALARM AT PARKS & REC			\$35.00
	633025	MONITOR ALARM SYSTEM CITY YARD			\$35.00
293905	02/14/2024		Accounts Payable	Coastal Occupational Medical Group	\$90.00
	Invoice	Description			Amount
	1456-79950	PRE-EMPLOYMENT PHYSICALS			\$90.00
293906	02/14/2024		Accounts Payable	Crafco, Inc.	\$1,886.59
	Invoice	Description			Amount
	9403113138	COLD PATCH ASPHALT			\$1,886.59
293907	02/14/2024		Accounts Payable	DS Services of America, Inc.	\$87.93
	Invoice	Description			Amount
	20044206 011924	WATER DELIVERY 1/3/24			\$87.93

City of Pico Rivera
AP Warrant Register
 From Payment Date: 2/2/2024 - To Payment Date: 2/15/2024

Number	Date	Description	Source	Payee Name	Transaction Amount
293908	02/14/2024		Accounts Payable	Elisaldez , Louie	\$90.00
	Invoice	Description			Amount
		LEIi-WINWk5-24	OFFICIATING SVCS 02/09/24		\$90.00
293909	02/14/2024		Accounts Payable	ELISALDEZ, LOUIS	\$180.00
	Invoice	Description			Amount
		LKEIi-WINWk5-24	OFFICIATING SVCS 02/09/24-02/10/24		\$180.00
293910	02/14/2024		Accounts Payable	EMPIRE DESIGN & BUILD LLC	\$37,938.93
	Invoice	Description			Amount
		RETENTION	RELEASE RETENTION ADA CITY HALL WEST IMPROVEMENTS		\$37,938.93
293911	02/14/2024		Accounts Payable	Envirocheck, Inc	\$895.00
	Invoice	Description			Amount
		231259	ON-SITE PCM AIR CLEARANCE		\$895.00
293912	02/14/2024		Accounts Payable	Esther Celiz	\$100.00
	Invoice	Description			Amount
		COMSTP020524-EC	COMMISSIONER STIPEND FOR MEETING 02/05/24		\$100.00
293913	02/14/2024		Accounts Payable	GARCIA, DANIEL, AUGUSTINE	\$75.00

City of Pico Rivera
AP Warrant Register
 From Payment Date: 2/2/2024 - To Payment Date: 2/15/2024

Number	Date	Description	Source	Payee Name	Transaction Amount
	Invoice	Description			Amount
	COMSTP012224-DG	COMMISSIONER STIPEND FOR MEETING 01/22/24			\$75.00
293914	02/14/2024		Accounts Payable	GARCIA, MARIA, E.	\$75.00
	Invoice	Description			Amount
	COMSTP012224-MG	COMMISSIONER STIPEND FOR MEETING 01/22/24			\$75.00
293915	02/14/2024		Accounts Payable	Graphics World	\$1,986.91
	Invoice	Description			Amount
	23419	CERTIFICATE HOLDER			\$1,275.76
	23525	FLYERS FOR SUMMER MEAL PROGRAM			\$603.40
	24122	BUSINESS CARDS, JAMES LARA & RICARDO VELOZ			\$107.75
293916	02/14/2024		Accounts Payable	Hinderliter, De Llamas & Associates	\$812.35
	Invoice	Description			Amount
	SIN035538-A	AUDIT SVCS-TRANSACTIONS TAX Q3/2023			\$188.35
	SIN035538-B	CONTRACT SVCS - TRANSACTION TAX JAN.-MAR. 2024, Q3/2023			\$624.00
293917	02/14/2024		Accounts Payable	JMD (JM Diaz)	\$803.50
	Invoice	Description			Amount
	005(23-301)	PROF SVCS 11/01/23-12/31/23, DURFEE AVE. GRADE SEPARATION			\$803.50

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Number	Date	Description	Source	Payee Name	Transaction Amount
293918	02/14/2024		Accounts Payable	Kaseya US LLC	\$2,027.88
	Invoice	Description			Amount
	INV2464548560582	IT GLUE ENTERPRISE-ANNUAL			\$2,027.88
293919	02/14/2024		Accounts Payable	LEAF CAPITAL FUNDING LLC	\$586.96
	Invoice	Description			Amount
	16010849	Lease of Triumph Friction Feeder FY 23-24			\$586.96
293920	02/14/2024		Accounts Payable	LEIGHTRONIX, INC.	\$4,776.00
	Invoice	Description			Amount
	HSINV-1233	ANNUAL RECURRING COST, 04/03/24-04/03/25 FOR VIEBIT L-750/V-500			\$4,776.00
293921	02/14/2024		Accounts Payable	Martinez, Aric, L	\$100.00
	Invoice	Description			Amount
	COMSTP020524-AM	COMMISSIONER STIPEND FOR MEETING 02/05/24			\$100.00
293922	02/14/2024		Accounts Payable	McMaster-Carr Supply Company	\$269.40
	Invoice	Description			Amount
	21279255	PLANT MAINTENANCE AND REPAIR			\$269.40
293923	02/14/2024		Accounts Payable	MeterSYS	\$5,649.51
	Invoice	Description			Amount

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Number	Date	Description	Source	Payee Name	Transaction Amount
	INV-000904	AMI PROJECT			\$5,649.51
293924	02/14/2024		Accounts Payable	Milagro Media Strategies	\$1,575.00
	Invoice	Description			Amount
	2016	PUBLIC RELATIONS AND MEDIA SVCS JANUARY 2024			\$1,575.00
293925	02/14/2024		Accounts Payable	Moore Iacofano & Goltsman Inc	\$109,456.33
	Invoice	Description			Amount
	0084784	PROF SVCS 12/01/23-12/31/23, HISTORIC WHITTIER BLVD MULTI-MODAL			\$23,758.65
	0084352	PROF SVCS 10/01/23-10/31/23, HISTORIC WHITTIER BLVD MULTI-MODAL			\$25,245.67
	0084403	PROF SVCS 11/01/23-11/30/23, HISTORIC WHITTIER BLVD MULTI-MODAL			\$60,452.01
293926	02/14/2024		Accounts Payable	On The Go DJ Pro, Inc	\$2,480.00
	Invoice	Description			Amount
	1273441	SENIOR CENTER DJ ENTERTAINMENT 06/20/24			\$400.00
	1273440	SENIOR CENTER DJ ENTERTAINMENT 05/16/24			\$400.00
	1273439	SENIOR CENTER DJ ENTERTAINMENT 04/17/2024			\$400.00
	1273437	SENIOR CENTER DJ ENTERTAINMENT 03/20/24			\$400.00
	1273423	SENIOR CENTER DJ ENTERTAINMENT PHOTO BOOTH, 05/02/24			\$440.00
	1273421	SENIOR CENTER DJ ENTERTAINMENT PHOTO BOOTH, 02/22/24			\$440.00
293927	02/14/2024		Accounts Payable	Oromill Lumber, Inc.	\$22.04

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Number	Date	Description	Source	Payee Name	Transaction Amount
	Invoice	Description			Amount
	239277	MAINTENANCE SUPPLIES			\$22.04
293928	02/14/2024		Accounts Payable	PEREZ, GILBERT, J.	\$75.00
	Invoice	Description			Amount
	COMSTP012224-GP	COMMISSIONER STIPEND FOR MEETING 01/22/24			\$75.00
293929	02/14/2024		Accounts Payable	Pico Water District	\$16,244.70
	Invoice	Description			Amount
	2023DEC-PICOWD-A	UTILITIES FOR DECEMBER 2023			\$5,392.85
	2023DEC-PICOWD-B	UTILITIES FOR DECEMBER 2023			\$10,818.79
	2023DEC-PICOWD-C	UTILITIES FOR DECEMBER 2023			\$33.06
293930	02/14/2024		Accounts Payable	Robert Anthony Martinez	\$100.00
	Invoice	Description			Amount
	COMSTP020524-RM	COMMISSIONER STIPEND FOR MEETING 02/05/24			\$100.00
293931	02/14/2024		Accounts Payable	RODRIGUEZ, CHRISTIAN, ARTURO	\$90.00
	Invoice	Description			Amount
	CRod-WINWk5-24	OFFICIATING SVCS 02/09/24			\$90.00
293932	02/14/2024		Accounts Payable	Salgado Tire Service	\$40.00

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Number	Date	Description	Source	Payee Name	Transaction Amount
	Invoice	Description			Amount
	2098	TIRE REPAIR UNIT 103			\$20.00
	2016	TIRE REPAIR UNIT 113			\$20.00
293933	02/14/2024		Accounts Payable	San Gabriel Valley Water Co	\$683.35
	Invoice	Description			Amount
	2024FEBSANGABVAL	UTILITIES 12/26/23-1/26/24			\$683.35
293934	02/14/2024		Accounts Payable	Software One, Inc	\$62,314.80
	Invoice	Description			Amount
	US-PSI-1425551	CORRECTED/REVISED YEAR 2 INVOICE, REPLACING INV 1298680 INV			\$62,877.00
	US-PSC-159196	CREDIT MEMO FOR YR 2 INV. # 1298680			(\$63,439.20)
	US-PSI-1417827	SOFTWARE SUBSCRIPTION, YEAR 3			\$62,314.00
	US-PSI-1417827-A	SOFTWARE SUBSCRIPTION, YEAR 3			\$563.00
293935	02/14/2024		Accounts Payable	South Coast Air Quality Mgmt Dist	\$665.26
	Invoice	Description			Amount
	4279629	EMMISSIONS FEES FOR GENERATOR			\$160.35
	4275990	EMMISSIONS FEES FOR GENERATOR			\$504.91
293936	02/14/2024		Accounts Payable	Specialized Elevator Corporation	\$404.78
	Invoice	Description			Amount

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Number	Date	Description	Source	Payee Name	Transaction Amount
	66490	ELEVATOR MAINTENANCE, JANUARY 2024			\$404.78
293937	02/14/2024		Accounts Payable	State of California Dept of Justice	\$64.00
	Invoice	Description			Amount
	712797	PRE-EMPLOYMENT LIVE SCANS FOR JANUARY 2024			\$64.00
293938	02/14/2024		Accounts Payable	Sunbelt Rentals, Inc.	\$2,198.08
	Invoice	Description			Amount
	149848274-0001	CONCRETE FOR RAIN DIVERTER, SPORTS ARENA			\$836.53
	149736041-0001	CONCRETE FOR RAIN DIVERTER, SPORTS ARENA			\$453.85
	149394063-0001	CONCRETE FOR RAIN DIVERTER, SPORTS ARENA			\$453.85
	149394126-0001	CONCRETE FOR RAIN DIVERTER, SPORTS ARENA			\$453.85
293939	02/14/2024		Accounts Payable	TANNER, BOBBIE, L.	\$75.00
	Invoice	Description			Amount
	COMSTP012224-BT	COMMISSIONER STIPEND FOR MEETING 01/22/24			\$75.00
293940	02/14/2024		Accounts Payable	TechnoFit	\$323.55
	Invoice	Description			Amount
	42209	SENIOR CENTER EQUIPMENT REPAIR			\$323.55
293941	02/14/2024		Accounts Payable	The Flag Shop	\$404.60

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Number	Date	Description	Source	Payee Name	Transaction Amount
	Invoice	Description			Amount
	21089	FLAGS FOR FACILITIES			\$404.60
293942	02/14/2024		Accounts Payable	The Nelrod Company	\$1,198.00
	Invoice	Description			Amount
	02-ZRAR-21792024	ANNUAL SVCS FOR REASONABLE RENT DETERMINATION HOUSING SVCS			\$1,198.00
293943	02/14/2024		Accounts Payable	TKE Engineering Inc.	\$7,840.00
	Invoice	Description			Amount
	2023-864	BARTOLO DRAINAGE DITCH PROJECT 11/01/23-11/30/23			\$4,970.00
	2023-845	BARTOLO DRAINAGE DITCH PROJECT, 10/01/23-10/31/23			\$2,870.00
293944	02/14/2024		Accounts Payable	TKM ENGINEERING	\$3,900.00
	Invoice	Description			Amount
	1259	IT'S MASTER PLAN CIP 50052, 12/01/23-12/22/23			\$2,145.00
	1262	ITS MASTER PLAN JANUARY 2024			\$1,755.00
293945	02/14/2024		Accounts Payable	Transtech Engineers, Inc	\$288.00
	Invoice	Description			Amount
	20236478	PROFESSIONAL SERVICES 11/30/23, LIDELE LOT MERGER			\$288.00
293946	02/14/2024		Accounts Payable	US Bank Corporate Trust Services	\$2,750.00

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Number	Date	Description	Source	Payee Name	Transaction Amount
	Invoice	Description			Amount
	7166839	SA-RDA 2021 TAX ALLOCATION ADMIN FEE			\$2,750.00
293947	02/14/2024		Accounts Payable	West Coast Sand & Gravel, Inc.	\$743.71
	Invoice	Description			Amount
	669577	SAND FOR WATER DIV.			\$743.71
293948	02/14/2024		Accounts Payable	Whittier Fertilizer Company	\$164.21
	Invoice	Description			Amount
	407405	PARKS SUPPLIES			\$164.21
293949	02/14/2024		Accounts Payable	Yarisma Rocha	\$100.00
	Invoice	Description			Amount
	COMSTP020524-YR	COMMISSIONER STIPEND FOR MEETING 02/05/24			\$100.00
293950	02/15/2024		Accounts Payable	BMG Money, Inc	\$372.65
	Invoice	Description			Amount
	021524	EMPLOYEE DEDUCTION FOR P/E 02/09/24			\$372.65
293951	02/15/2024		Accounts Payable	Franchise Tax Board	\$50.00
	Invoice	Description			Amount
	021524	EMPLOYEE DEDUCTION FOR P/E 02/09/24			\$50.00

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Number	Date	Description	Source	Payee Name	Transaction Amount
293952	02/15/2024		Accounts Payable	Levying Officer	\$500.00
	Invoice	Description			Amount
	021524	EMPLOYEE DEDUCTION FOR P/E 02/09/24			\$500.00
293953	02/15/2024		Accounts Payable	SEIU Local 721-COPE	\$82.00
	Invoice	Description			Amount
	021524	COPE FEES FOR P/E 02/09/24			\$82.00
293954	02/15/2024		Accounts Payable	Standard Insurance Company	\$2,762.44
	Invoice	Description			Amount
	020124	VISION SERVICES FOR FEBRUARY 2024			\$2,762.44
Type Check Totals:					\$617,783.26

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13237	02/02/2024		Accounts Payable	Frontier California	\$122.18
	Invoice	Description			Amount
	Import - 12095	Radio & Telecommunication			\$122.18
13238	02/05/2024		Accounts Payable	Frontier California	\$1,500.00
	Invoice	Description			Amount

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Number	Date	Description	Source	Payee Name	Transaction Amount
	Import - 12096	Radio & Telecommunication			\$1,500.00
13239	02/05/2024		Accounts Payable	Verizon Wireless	\$809.90
	Invoice	Description			Amount
	Import - 12097	RADIO & TELECOMMUNICATION			\$809.90
13240	02/06/2024		Accounts Payable	Frontier California	\$122.04
	Invoice	Description			Amount
	Import - 12098	Radio & Telecommunication			\$122.04
13241	02/06/2024		Accounts Payable	So Calif Gas Company	\$889.62
	Invoice	Description			Amount
	Import - 12099	GAS SVC-8751 COFFMAN			\$889.62
13242	02/06/2024		Accounts Payable	So Calif Edison Company	\$12,531.17
	Invoice	Description			Amount
	Import - 12100	ELECTRIC SVC-4632 ORANGE			\$12,531.17
13243	02/06/2024		Accounts Payable	Time Warner Cable	\$860.15
	Invoice	Description			Amount
	Import - 12101	RADIO & TELECOMMUNICATION			\$860.15

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Number	Date	Description	Source	Payee Name	Transaction Amount
13244	02/07/2024		Accounts Payable	A. M. Plumbing Supply	\$714.97
	Invoice	Description			Amount
	9534	KEY TAGS, PLANT MAINTENANCE			\$714.97
13245	02/07/2024		Accounts Payable	Advanced Avant-Garde Corp.	\$12,471.25
	Invoice	Description			Amount
	9105	PROF SVCS NOVEMBER 2023, CDBG PROGRAM MANAGEMENT			\$12,471.25
13246	02/07/2024		Accounts Payable	Airgas USA, LLC	\$181.00
	Invoice	Description			Amount
	9146227754	MECHANIC SHOP SUPPLIES			\$181.00
13247	02/07/2024		Accounts Payable	Eastern County Newspaper Group, Inc.	\$4,305.95
	Invoice	Description			Amount
	36403	LEGAL AD FOR GENERAL PLAN AMENDMENT #62 IN SPANISH & ENGLISH			\$4,305.95
13248	02/07/2024		Accounts Payable	GRM Information Management Services, Inc	\$3,386.94
	Invoice	Description			Amount
	0498000	MONTHLY FILE STORAGE JANUARY 2024, HOUSING			\$28.21
	0496887	INITIAL MOVEIN FEE JANUARY 2024			\$10.27
	0496880	MONTHLY ACCOUNT MAINTENANCE FEE, JANUARY 2024			\$20.00
	0496881	MONTHLY FILE STORAGE JANUARY 2024, CITY CLERK			\$115.51

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Number	Date	Description	Source	Payee Name	Transaction Amount
	0496886	MONTHLY FILE STORAGE JANUARY 2024, BUILDING DIVISION			\$46.28
	0496882	MONTHLY FILE STORAGE AND DESTRUCTION JANUARY 2024, CED			\$774.65
	0496884	MONTHLY FILE STORAGE JANUARY 2024, PARK & REC			\$22.64
	0496883	MONTHLY FILE STORAGE JANUARY 2024, FINANCE			\$291.58
	0496885	MONTHLY FILE STORAGE JANUARY 2024, PUBLIC WORKS			\$78.26
	0498001	SCANNING PROJECT JANUARY 2024, CED			\$1,999.54
13249	02/07/2024		Accounts Payable	Home Depot	\$632.02
	Invoice	Description			Amount
	784797557	JANITORIAL SUPPLIES FOR PARKS			\$632.02
13250	02/07/2024		Accounts Payable	Interwest Consulting Group	\$32,981.00
	Invoice	Description			Amount
	90364	PROF SVCS 07/01/23-07/31/23, ON CALL STAFF AUGMENTATION PROJECT			\$17,059.00
	90953	PROF SVCS 08/01/23-08/31/23, ON CALL STAFF AUGMENTATION PROJECT			\$15,922.00
13251	02/07/2024		Accounts Payable	JCL Traffic Services	\$646.61
	Invoice	Description			Amount
	122741	TRAFFIC CONTROL MATERIALS & STREET SIGNS			\$517.29
	122737	TRAFFIC CONTROL MATERIALS & STREET SIGNS			\$129.32
13252	02/07/2024		Accounts Payable	Lu's Lighthouse Inc.	\$304.94

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Number	Date	Description	Source	Payee Name	Transaction Amount
	Invoice	Description			Amount
	01256816	SAFETY LIGHTS FOR UNIT 222			\$304.94
13253	02/07/2024		Accounts Payable	Mariposa Landscapes, Inc	\$21,027.83
	Invoice	Description			Amount
	106212	LANDSCAPE SVCS JANUARY 2024			\$21,027.83
13254	02/07/2024		Accounts Payable	Multi W. Systems, Inc.	\$4,716.76
	Invoice	Description			Amount
	32430231	EMERGENCY SVCS FOR SEWER LIFT STATIONS			\$4,716.76
13255	02/07/2024		Accounts Payable	NASA Services Inc	\$304,375.67
	Invoice	Description			Amount
	2024FEBRUBFEES	RUBBISH ASSESSMENT FOR FEBRUARY 2024			\$304,375.67
13256	02/07/2024		Accounts Payable	Patricia Saucedo	\$75.00
	Invoice	Description			Amount
	COMSTP011124-PS	COMMISSIONER STIPEND FOR MEETING 01/11/24			\$75.00
13257	02/07/2024		Accounts Payable	Red Wing Shoe Store	\$200.00
	Invoice	Description			Amount
	852-1-22104	SAFETY SHOES FOR HENRY CARINO			\$200.00

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Number	Date	Description	Source	Payee Name	Transaction Amount
13258	02/07/2024		Accounts Payable	S & J Supply Co., Inc.	\$693.20
	Invoice	Description			Amount
	S100206195.007	MAINTENANCE SUPPLIES			\$299.33
	S100216588.005	MAINTENANCE SUPPLIES			\$152.42
	S100216588.006	MAINTENANCE SUPPLIES			\$241.45
13259	02/07/2024		Accounts Payable	Shoeteria, Inc.	\$400.00
	Invoice	Description			Amount
	0058412-IN	SAFETY SHOE FOR HUMBERTO CONTRERAS			\$200.00
	0060816-IN	SAFETY SHOES FOR GREGORIO CRUZ			\$200.00
13260	02/07/2024		Accounts Payable	Southeast Area Social Services Funding Authority	\$22,802.72
	Invoice	Description			Amount
	1	PROF SVCS 07/23-09/23, 1QTR SASSFA SENIOR SERVICES			\$22,802.72
13261	02/07/2024		Accounts Payable	Tanko Streetlighting, Inc	\$29,022.65
	Invoice	Description			Amount
	69366	MAINTENANCE AND REPAIR OF STREET LIGHT, 4886 PARAMOUND			\$14,224.73
	69367	MAINTENANCE AND REPAIR OF STREET LIGHT, 8127 PASSONS			\$8,509.90
	69381	STREET LIGHT MAINTENANCE AND REPAIR JANUARY 2024			\$1,892.16
	69361	MAINTENANCE AND OPERATION OF STREET LIGHTS JANUARY 2024			\$4,395.86

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Number	Date	Description	Source	Payee Name	Transaction Amount
13262	02/07/2024		Accounts Payable	The Sherwin-Williams Co.	\$101.60
	Invoice	Description			Amount
	44735191510124	PAINT FOR GRAFFITI ABATEMENT			\$101.60
13263	02/07/2024		Accounts Payable	Tristar Risk Management	\$3,966.66
	Invoice	Description			Amount
	115996	CLAIMS ADMIN FEES, FEBRUARY 2024			\$3,966.66
13264	02/07/2024		Accounts Payable	Uline	\$1,103.30
	Invoice	Description			Amount
	173523627	FITNESS ROOM MAINTENANCE SUPPLIES			\$1,103.30
13265	02/07/2024		Accounts Payable	Underground Service Alert of Southern California	\$268.89
	Invoice	Description			Amount
	23-2424376	MONTHLY DATABASE TICKETS			\$73.39
	120240524	MONTHLY DATABASE TICKETS			\$195.50
13266	02/07/2024		Accounts Payable	Varos, Michael	\$180.00
	Invoice	Description			Amount
	MVar-WINWk4-24	OFFICIATING SVCS 02/02/24-02/03/24			\$180.00

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Number	Date	Description	Source	Payee Name	Transaction Amount
13267	02/07/2024		Accounts Payable	Vulcan Materials Co.	\$695.16
	Invoice	Description			Amount
	73900787	HOT ASPHALT			\$116.11
	73895376	HOT ASPHALT			\$226.64
	73895375	HOT ASPHALT			\$178.35
	73904560	HOT ASPHALT			\$174.06
13268	02/07/2024		Accounts Payable	Waxie Sanitary Supply	\$3,148.07
	Invoice	Description			Amount
	82232699	JANITORIAL SUPPLIES FOR PARKS			\$1,406.30
	82169857	JANITORIAL SUPPLIES			\$1,741.77
13269	02/07/2024		Accounts Payable	Weck Laboratories Inc.	\$861.00
	Invoice	Description			Amount
	W4A2712	WATER QUALITY SAMPLING			\$250.00
	W4A2882	WATER QUALITY SAMPLING			\$250.00
	W4A2881	WATER QUALITY SAMPLING			\$51.00
	W4A2880	WATER QUALITY SAMPLING			\$60.00
	W4A2879	WATER QUALITY SAMPLING			\$250.00
13270	02/07/2024		Accounts Payable	City of Pico Rivera	\$2,649.23
	Invoice	Description			Amount

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Number	Date	Description	Source	Payee Name	Transaction Amount
	Import - 12226	WTR SVC 9536 BRADGATE			\$2,649.23
13271	02/07/2024		Accounts Payable	Frontier California	\$185.75
	Invoice	Description			Amount
	Import - 12227	Radio & Telecommunication			\$185.75
13272	02/07/2024		Accounts Payable	So Calif Gas Company	\$1,824.95
	Invoice	Description			Amount
	Import - 12228	GAS SVC-4865 DURFEE			\$1,824.95
13273	02/08/2024		Accounts Payable	Frontier California	\$129.19
	Invoice	Description			Amount
	Import - 12229	Radio & Telecommunication			\$129.19
13274	02/08/2024		Accounts Payable	So Calif Gas Company	\$2,446.66
	Invoice	Description			Amount
	Import - 12230	GAS SVC-4632 ORANGE			\$2,446.66
13275	02/08/2024		Accounts Payable	So Calif Edison Company	\$73.98
	Invoice	Description			Amount
	Import - 12231	ELECTRIC SVC-9357 KRUSE			\$73.98

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Number	Date	Description	Source	Payee Name	Transaction Amount
13276	02/09/2024		Accounts Payable	So Calif Edison Company	\$65.64
	Invoice	Description			Amount
	Import - 12232	ELECTRIC SVC-4865 DURFEE			\$65.64
13277	02/09/2024		Accounts Payable	Frontier California	\$126.03
	Invoice	Description			Amount
	Import - 12233	Radio & Telecommunication			\$126.03
13278	02/12/2024		Accounts Payable	So Calif Edison Company	\$455.35
	Invoice	Description			Amount
	Import - 12234	ELECTRIC SVC-VARIOUS LOCATIONS			\$455.35
13279	02/15/2024		Accounts Payable	The Bank of New York Mellon	\$435,600.00
	Invoice	Description			Amount
	02/15/2024	2016 LEASE REVENUE RFDG BONDS			\$435,600.00
13280	02/02/2024		Accounts Payable	US Bank Corporate Trust Services (CalCard)	\$49,179.02
	Invoice	Description			Amount
	20240126	CalCard-December 2023			\$49,179.02
13281	02/14/2024		Accounts Payable	A. M. Plumbing Supply	\$380.36
	Invoice	Description			Amount

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 From Payment Date: 2/2/2024 - To Payment Date: 2/15/2024

Number	Date	Description	Source	Payee Name	Transaction Amount
	9536	MECHANIC SHOP SUPPLIES			\$380.36
13282	02/14/2024		Accounts Payable	AAA Electrical Supply, Inc.	\$609.18
	Invoice	Description			Amount
	318130-00	ELECTRICAL SUPPLIES			\$609.18
13283	02/14/2024		Accounts Payable	Advanced Avant-Garde Corp.	\$9,476.25
	Invoice	Description			Amount
	9159	PROF SVCS DECEMBER 2023, CDBG PROGRAM MANAGEMENT			\$9,476.25
13284	02/14/2024		Accounts Payable	All Rags	\$258.75
	Invoice	Description			Amount
	86363	TOWELS			\$258.75
13285	02/14/2024		Accounts Payable	Basic Benefits LLC	\$851.84
	Invoice	Description			Amount
	IN3016743	FMLA EASE PLUS SVC 02/01/24-03/31/24			\$851.84
13286	02/14/2024		Accounts Payable	COSTAR REALTY INFORMATION, INC.	\$1,628.95
	Invoice	Description			Amount
	120592913	REAL ESTATE ONLINE FOR FEBRUARY 2024			\$1,628.95

City of Pico Rivera
AP Warrant Register
 From Payment Date: 2/2/2024 - To Payment Date: 2/15/2024

Number	Date	Description	Source	Payee Name	Transaction Amount
13287	02/14/2024		Accounts Payable	DIEGO'S AUTO REPAIR	\$6,206.98
	Invoice	Description			Amount
	29860	MAINTENANCE AND REPAIR OF UNIT 250			\$1,797.52
	29961	SMOG CHECK UNIT 254			\$41.75
	29962	MAINTENANCE AND REPAIR UNIT 269			\$750.60
	29963	SMOG CHECK UNIT 109			\$41.75
	29964	MAINTENANCE AND REPAIR OF UNIT 292			\$1,635.64
	29975	SMOG CHECK UNIT 103			\$41.75
	29976	SMOG CHECK UNIT 292			\$41.75
	29977	SMOG CHECK UNIT 285			\$41.75
	29978	SMOG CHECK UNIT 201			\$41.75
	29980	SMOG CHECK UNIT 222			\$41.75
	29981	SMOG CHECK UNIT 269			\$90.00
	30005	MAINTENANCE AND REPAIR OF UNIT 262			\$1,042.89
	30010	SMOG CHECK UNIT 262			\$75.00
	30205	MAINTENANCE AND REPAIR OF UNIT 273			\$523.08
13288	02/14/2024		Accounts Payable	GRM Information Management Services, Inc	\$635.03
	Invoice	Description			Amount
	0498097	ONE TIME SHRED FOR BIENNIAL DESTRUCTION CITYWIDE			\$271.03
	0498095	MONTHLY SHRED SERVICES JANUARY 2024			\$214.00
	0498096	TRANSPORTATION & SHRED FEES FOR 64 GALLON BIN			\$150.00

City of Pico Rivera
AP Warrant Register
 From Payment Date: 2/2/2024 - To Payment Date: 2/15/2024

Number	Date	Description	Source	Payee Name	Transaction Amount
13289	02/14/2024		Accounts Payable	Home Depot	\$280.08
	Invoice	Description			Amount
	784797540	JANITORIAL SUPPLIES			\$280.08
13290	02/14/2024		Accounts Payable	Interwest Consulting Group	\$27,832.00
	Invoice	Description			Amount
	187010	PROF SVCS 12/01/23-12/31/23, ELECTRIC VEHICLE CHARGING STATION			\$544.00
	176163	PROF SVCS 12/01/23-12/31/23, ON CALL STAFF AUGMENTATION PROJECT			\$12,379.00
	92459	PROF SVCS 11/01/23-11/05/23, ON CALL STAFF AUGMENTATION PROJECT			\$2,173.00
	156936	PROF SVCS 11/06/23-11/30/23, ON CALL STAFF AUGMENTATION PROJECT			\$12,736.00
13291	02/14/2024		Accounts Payable	Jason Sperling DBA People Speak, LLC	\$800.00
	Invoice	Description			Amount
	PIC-0031	WEBSITE APPLICATION AND MODULES SVCS FEBRUARY 2024			\$800.00
13292	02/14/2024		Accounts Payable	John L Hunter & Associates Inc.	\$26,507.92
	Invoice	Description			Amount
	PR1MS412311	PROFESSIONAL SVCS, NOVEMBER 2023, NPDES PROGRAM SVCS			\$18,939.67
	PR1MS412312	PROFESSIONAL SVCS DECEMBER 2023, NPDES PROGRAM SVCS			\$7,568.25
13293	02/14/2024		Accounts Payable	Mariposa Landscapes, Inc	\$390,405.01

City of Pico Rivera
AP Warrant Register
 From Payment Date: 2/2/2024 - To Payment Date: 2/15/2024

Number	Date	Description	Source	Payee Name	Transaction Amount
	Invoice	Description			Amount
	106353	LANDSCAPE RENOVATION THRU 02/29/24, FOR BEVERLY BL. & SGRPARKWAY			\$390,405.01
13294	02/14/2024		Accounts Payable	Metro Builders & Engineers Group, Ltd	\$181,858.49
	Invoice	Description			Amount
	597-15	PROF SVCS 12/01/23-12/31/23, PFAS TREATMENT SYSTEMS			\$190,874.21
	597-15A	PROF SVCS 12/01/23-12/31/23, PFAS TREATMENT SYSTEMS			(\$9,015.72)
13295	02/14/2024		Accounts Payable	Rousselle Company Inc.	\$2,070.00
	Invoice	Description			Amount
	2024-000189	PEST CONTROL SVC DECEMBER 2023 & JANUARY 2024, PICO PARK			\$230.00
	2024-000188	PEST CONTROL SVC DECEMBER 2023& JANUARY 2024, STREAMLAND PARK			\$90.00
	2024-000187	PEST CONTROL SVC DECEMBER 2023 & JANUARY 2024, RIO HONDO PARK			\$130.00
	2024-000186	PEST CONTROL SVC DECEMBER 2023 & JANUA, PICO RIVERA YOUTH CENTER			\$130.00
	2024-000185	PEST CONTROL SVC DECEMBER 2023 & JANUARY 2024, NATIVIDAD CENTER			\$110.00
	2024-000184	PEST CONTROL SVC DECEMBER 2023 & JANUARY 2024, SMITH PARK			\$170.00
	2024-000183	PEST CONTROL SVC DECEMBER 2023 & JANUARY 2024, RIO VISTA PARK			\$130.00
	2024-000182	PEST CONTROL SVC DECEMBER 2023 & JANUARY 2024, SENIOR CENTER			\$130.00
	2024-000181	PEST CONTROL SVC DECEMBER 2023 & JANUARY 2024, CITY HALL			\$480.00
	2024-000180	PEST CONTROL SVC DECEMBER 2023 & JANUARY 2024, HISTORICAL MUSEUM			\$110.00
	2024-000179	PEST CONTROL SVC DECEMBER 2023 & JANUARY 2024, PARKS & REC			\$130.00
	2024-000178	PEST CONTROL SVC DECEMBER 2023 & JANUARY 2024, RIVERA PARK			\$230.00

City of Pico Rivera
AP Warrant Register
 From Payment Date: 2/2/2024 - To Payment Date: 2/15/2024

Number	Date	Description	Source	Payee Name	Transaction Amount
13296	02/14/2024		Accounts Payable	The Sherwin-Williams Co.	\$1,277.42
	Invoice	Description			Amount
	46169191510224	PAINT FOR GRAFFITI ABATEMENT			\$484.97
	9469-2	PAINT FOR RIO VISTA PARK			\$153.45
	3576-0	PAINT SUPPLIES			\$31.23
	3533-1	PAINT SUPPLIES			\$175.29
	3508-3	PAINT FOR STREAMLAND PARK			\$24.62
	4003-4	PAINT FOR GRAFFITI REMOVAL			\$407.86
13297	02/14/2024		Accounts Payable	Varos, Michael	\$180.00
	Invoice	Description			Amount
	MVar-WINWk5-24	OFFICIATING SVCS 02/09/24-02/10/24			\$180.00
13298	02/14/2024		Accounts Payable	Willdan Engineering	\$113,752.19
	Invoice	Description			Amount
	00338589	PROF SVCS THROUGH 12/29/23, HSIP11 CITYWIDE TS			\$298.50
	00338587	PROF SVCS THROUGH 12/29/23, HSIP CYCLE 8 E-76 PE & FR			\$315.00
	00338586	PROF SVCS THROUGH 12/29/23, WHITTIER BLVD STPL 21346			\$108.00
	00338585	PROF SVCS THROUGH 12/29/23, WASHINGTON BLVD BRIDGE			\$577.50
	00338584	PROF SVCS THROUGH 12/29/23, HSIP CYCLE 7 19 INTERSECTIONS			\$864.00
	00338588	PROF SVCS THROUGH 12/29/23, MINES AVE. REGIONAL BIKEWAY CIP 2128			\$472.50

City of Pico Rivera
AP Warrant Register
 From Payment Date: 2/2/2024 - To Payment Date: 2/15/2024

Number	Date	Description	Source	Payee Name	Transaction Amount
	00627022	PROF SVCS THROUGH 12/29/23, PR PRESSURE RELIEF VALVE IMP PRJ			\$3,599.00
	00626963	PROF SVCS THROUGH 12/29/23, MINES AVE. STRIPING CONCEPT			\$5,230.00
	00626991	PROF SVCS THROUGH 12/29/23, PR WHITTIER UNDERPASS CIP 50079			\$14,578.69
	00626930	PROF SVCS THROUGH 12/29/23, PR TRH BRIDGE REPAIR CIP 50096			\$2,086.50
	00626948	PROF SVCS THROUGH 12/29/23, PR ON-CALL TRAFFIC ENGINEERING SVCS			\$15,122.00
	00626905	PROF SVCS THROUGH 12/29/23, PR CITY HALL EV CIP 50010			\$155.00
	00626697	PROF SVCS THROUGH 10/27/23, PR PRESSURE RELIEF VALVE IMP PRJ			\$655.50
	00419572	PROF SVCS THROUGH 12/29/23, PR REGIONAL BIKEWAY CIP 21280			\$31,897.50
	00419570	PROF SVCS THROUGH 12/29/23, PR BEVERLY BLVD AND SAN GABRIEL			\$609.00
	00419556	PROF SVCS THROUGH 12/29/23, PR- PFAS TREATMENT SYSTEM CM/INSP			\$37,183.50
13299	02/15/2024		Accounts Payable	Delta Dental (Delta Care)	\$2,204.90
	Invoice	Description			Amount
	BE005907636	DENTAL SERVICES (DHMO) FOR FEBRUARY 2024			\$2,204.90
13300	02/15/2024		Accounts Payable	Lincoln Financial Group	\$1,595.70
	Invoice	Description			Amount
	020124	SUPPLEMENTAL LIFE INSURANCE FOR FEBRUARY 2024			\$1,595.70
13301	02/15/2024		Accounts Payable	MSA-Dental Pool	\$10,446.66
	Invoice	Description			Amount
	020124	DENTAL SERVICES (DPPO) FOR FEBRUARY 2024			\$10,446.66

City of Pico Rivera
AP Warrant Register
 From Payment Date: 2/2/2024 - To Payment Date: 2/15/2024

Number	Date	Description	Source	Payee Name	Transaction Amount
13302	02/15/2024		Accounts Payable	Nationwide Retirement Solutions	\$6,412.38
	Invoice	Description			Amount
	021524	EMPLOYEE/EMPLOYER CONTRIBUTIONS FOR P/E 02/09/24 (401A)			\$6,412.38
13303	02/15/2024		Accounts Payable	Nationwide RS	\$1,177.28
	Invoice	Description			Amount
	021524	PEHP BENEFIT/DEDUCTION FOR P/E 02/09/24			\$1,177.28
13304	02/15/2024		Accounts Payable	PRMPCEA	\$650.00
	Invoice	Description			Amount
	021524	UNION DUES FOR P/E 02/09/24			\$650.00
13305	02/15/2024		Accounts Payable	SEIU Local 721	\$1,750.74
	Invoice	Description			Amount
	021524	UNION DUES FOR P/E 02/09/24			\$1,750.74
13306	02/15/2024		Accounts Payable	The Lincoln National Life Insurance Company	\$12,654.40
	Invoice	Description			Amount
	020124	GROUP LIFE, STD & LTD PREMIUMS FOR FEBRUARY 2024			\$12,654.40
13307	02/14/2024		Accounts Payable	Time Warner Cable	\$40.44

City of Pico Rivera
AP Warrant Register
 From Payment Date: 2/2/2024 - To Payment Date: 2/15/2024

Number	Date	Description	Source	Payee Name	Transaction Amount
	Invoice	Description			Amount
	Import - 13127	RADIO & TELECOMMUNICATION			\$40.44
13308	02/14/2024		Accounts Payable	So Calif Gas Company	\$112.32
	Invoice	Description			Amount
	Import - 13128	GAS SVC-9530 SHADE			\$112.32
13309	02/15/2024		Accounts Payable	US Bank Corporate Trust Services	\$136,658.34
	Invoice	Description			Amount
	02/15/2024	PR WATER AUTHORITY REVENUE BONDS, 1999 SERIES A FEBRUARY 2024			\$136,658.34

Type EFT Totals: \$1,897,547.66

CBC GenOpe - CBC General Operating Totals

Grand Totals:

Checks	Transaction Amount
	<u>\$617,783.26</u>
EFTs	Transaction Amount
	<u>\$1,897,547.66</u>
All	Transaction Amount
	<u>\$2,515,330.92</u>



To: Mayor and City Council
From: City Manager
Meeting Date: February 27, 2024
Subject: APPROVE A RESOLUTION DESIGNATING THE CITY OF PICO RIVERA AS A PURPLE HEART CITY

Recommendation:

1. Approve a resolution designating the City of Pico Rivera as a Purple Heart City; and
2. Authorize the City Manager or designee to explore possible landmarks recognizing the City as a Purple Heart City.

Fiscal Impact:

There is no fiscal impact to the General Fund at this time.

Discussion:

The Purple Heart is a historical military emblem that holds the distinction of being the oldest in present use and was originally established by General George Washington in 1782 as the Badge of Military Merit. The award was made of cloth, colored purple, shaped like a heart, and had the word "MERIT" printed on it. This service award was the first of its kind to be made available to all members of the United States Armed Forces. It is a heartfelt tribute to those who have been wounded/injured or lost their lives while in the line of duty with a declared enemy of the United States of America.

In 1932, the award was reestablished by General Douglas MacArthur, who transformed it into a medal while maintaining the original criteria established by General Washington. During this time, the Military Order of the Purple Heart — a veterans organization chartered by Congress for combat wounded veterans who have been awarded the Purple Heart medal, was also formed. The purpose of this group is to foster an environment of goodwill among combat-wounded veteran members and their families, promote patriotism and support legislative initiatives. Their most important objective today is to make sure that we never forget the sacrifices of all who served.

CITY COUNCIL AGENDA REPORT – MEETING OF FEBRUARY 27, 2024
APPROVE A RESOLUTION DESIGNATING THE CITY OF PICO RIVERA AS A PURPLE
HEART CITY
Page 2 of 2

On April 12, 2012, the state of California became the first state to designate itself as a “Purple Heart State.” Today, there are currently 106 cities, in 12 counties across California that have designated themselves to be Purple Heart cities. The state officials aimed to honor the brave Californian veterans who made great sacrifices, particularly those who were wounded or lost their lives while serving their country.

While there are already a number of established Purple Heart cities in California, the City of Pico Rivera will be the first among the Gateway Cities, with the nearest city being approximately 20 miles away. The City of Pico Rivera takes immense pride in the number of military veterans that call it home. Recognizing and honoring the residents who have served their country, designating the City as a Purple Heart City would be a meaningful gesture.

Conclusion:

Staff recommends that the City Council approve a resolution (Enclosure 1) designating the City of Pico Rivera as a Purple Heart City and authorize the City Manager or designee to explore possible landmarks recognizing the City as a Purple Heart City.



Steve Carmona

SC:PY:JL

Enclosure: 1) Resolution

RESOLUTION NO. ____

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF PICO RIVERA, CALIFORNIA, DESIGNATING THE CITY OF PICO RIVERA AS A PURPLE HEART CITY

WHEREAS, the City of Pico Rivera has great admiration and the utmost gratitude for all the men and women who have selflessly served their country and this community in the U.S. Armed Forces; and

WHEREAS, the Purple Heart is awarded to members of the U.S. Armed Forces who are wounded by an instrument of war in the hands of the enemy, or posthumously awarded to the next of kin in the name of those who are killed or die of wounds received in action; and

WHEREAS, in 1782, the Purple Heart was first established by then General and Commander-in-Chief of the Continental Army, George Washington as the Badge of Military Merit to be awarded to any soldier, regardless of rank, who performed a singularly meritorious action; and

WHEREAS, in 1932, the Military Order of the Purple Heart was formed for the protection and mutual interest of all who have received the distinguished award; their mission being to foster an environment of goodwill and camaraderie among combat wounded veterans, promote patriotism, support necessary legislative initiatives, and provide services to all veterans and their families; and

WHEREAS, on April 12, 2012, the State of California became the first state to designate itself a "Purple Heart State," in recognition of the sacrifices of Californian veterans, especially those who were wounded or killed in the line of duty with a declared enemy of the United States of America; and

WHEREAS, the City of Pico Rivera and its citizens wish to honor and thank the City's veterans who have been wounded or killed in the line of duty for their selfless sacrifice to the United States of America, the State of California, and the City of Pico Rivera.

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Pico Rivera as follows:

SECTION 1. The above recitals are true and correct and made part of this Resolution.

SECTION 2. Hereby venerably proclaims the City of Pico Rivera’s designation as a Purple Heart City by the Military Order of the Purple Heart and is honored to carry this title in tribute to all our service personnel serving at home and abroad.

SECTION 3. The City Clerk shall attest and certify to the passage and adoption of this resolution, and it shall become effective immediately upon this approval.

APPROVED AND PASSED this 27th day of February, 2024.

Andrew C. Lara, Mayor

ATTEST:

APPROVED AS TO FORM:

Cynthia Ayala, City Clerk

Arnold M. Alvarez-Glasman, City Attorney

AYES:
NOES:



To: Mayor and City Council

From: City Manager

Meeting Date: February 27, 2024

Subject: ACCEPT AN INVITATION FROM THE CITY OF CHAPALA, JALISCO, MEXICO, TO BECOME A SISTER CITY WITH THE CITY OF PICO RIVERA

Recommendation:

1. Approve a resolution accepting the invitation from the City of Chapala, Jalisco, Mexico, to become a Sister City with the City of Pico Rivera.

Fiscal Impact:

There is no fiscal impact to the General Fund associated with the approval of this item at this time. Staff will seek City Council approval for any future costs resulting from future exchanges or programs related to the Sister City relationship.

Background:

President Dwight D. Eisenhower established the Sister City concept in 1956 as a way for United States cities to create formal partnerships with foreign cities to exchange information and ideas in order to develop friendships and deepen cultural understanding. Sister City relationships enable communities to realize and strengthen cultural and historical bonds, increase youth education opportunities, develop diverse economies, and collaboratively tackle emerging issues through various programs and exchanges.

Discussion:

The City of Chapala has invited the City of Pico Rivera (City) to become a Sister City. Chapala has a population of approximately 55,000 and is located south of the Guadalajara metropolitan area in the Mexican State of Jalisco. Establishing a Sister City relationship between the City and Chapala can establish friendship and exchange of ideas for the purpose of promoting peace through mutual understanding and sharing of products, technologies and knowledge between the two municipalities. Chapala is a vibrant town located on the shores of the largest lake in Mexico, Lake Chapala. It is a popular tourist destination due to its rich culture and scenic beauty. Chapala's charming lakeside community has become a haven for expatriates, retirees, and travelers seeking

CITY COUNCIL AGENDA REPORT – MEETING OF FEBRUARY 27, 2024
ACCEPT AN INVITATION FROM THE CITY OF CHAPALA, JALISCO, MEXICO, TO
BECOME A SISTER CITY WITH THE CITY OF PICO RIVERA
Page 2 of 2

an idyllic escape from the hustle and bustle of city life. Chapala is known for its natural beauty, colonial architecture and exciting festivals that celebrate local culture. The Chapala Carnival, Chapala's Fiesta Patronal, Feria Maestros del Arte and Al Son de las Olas are some of the most popular festivals.

Conclusion:

Staff recommends that the City Council approve the attached resolution (Enclosure 1) accepting the invitation from the City of Chapala to become a Sister City.



Steve Carmona

SC:AB:JG:jj

Enclosure: 1) Resolution
2) Agreement with Chapala

RESOLUTION NO. ____

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF PICO RIVERA, CALIFORNIA, ACCEPTING THE INVITATION FROM THE CITY OF CHAPALA, JALISCO, MEXICO, TO BECOME A SISTER CITY

WHEREAS, the Sister City concept was established by the President of the United States in 1956, to promote greater friendship and understanding between the people of the United States and other nations through the medium of direct personal contact; and

WHEREAS, all succeeding U.S. Presidents have endorsed said program, to be conducted for the broad purposes of the exchange of ideas between the citizens of the United States and the people of other nations; and

WHEREAS, numerous cities throughout Los Angeles County and the United States have established Sister City relationships with communities in foreign countries of similar characteristics and mutual interest; and

WHEREAS, the City of Chapala has requested to become a Sister City with the City; and

WHEREAS, Chapala covers approximately 240 square miles south of the Guadalajara metropolitan area with a population of approximately 55,000; and

WHEREAS, the City of Pico Rivera ("City") finds it desirable and appropriate to engage in a program of bilateral international friendship and exchange for the purpose of promoting peace through mutual understanding and sharing of products, technologies and knowledge with Chapala.

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Pico Rivera as follows:

SECTION 1. That official approval is given to establishing a Sister City relationship between the City of Pico Rivera, California, United States and the City of Chapala, Jalisco, Mexico.

SECTION 2. That the Mayor of the City of Pico Rivera shall act as the official representative of the City to carry out this program.

SECTION 3. That copies of this Resolution are to be sent to the Mayor and City Council Members of the City of Chapala, Jalisco, Mexico, Sister Cities International, and the Embassy of Mexico in the United States of America.

SECTION 4. That the City agrees to assist with minimal staff time and out-of-pocket expenses for such things as coordinating meetings with dignitaries and City officials, preparing proclamations, and the like. If at any time, the City Council determines that the

RESOLUTION NO. _____
Page 2 of 2

Sister City activities are becoming a burden on City staff, the City reserves the right to terminate the Sister City relationship immediately.

SECTION 5. The City Clerk shall attest to the passage of this resolution, and it shall thereupon be in full force and effect.

APPROVED AND PASSED this 27th day of February, 2024.

Andrew C. Lara, Mayor

ATTEST:

APPROVED AS TO FORM:

Cynthia Ayala, CMC, City Clerk

Arnold M. Alvarez-Glasman, City Attorney

AYES:
NOES:

Sister City Agreement
Between
City of Chapala, Jalisco, Mexico
And

City of Pico Rivera, California, United States of America

In accordance with the authorization and approval expressed by the City of Chapala, Jalisco, Mexico and the City of Pico Rivera, California, United States of America, it is declared that a Sister City Agreement between the two cities is hereby established for the following purposes:

1. To promote and expand the effective and mutually beneficial cooperation between the people of Pico Rivera and the people of Chapala; and
2. To promote international goodwill, understanding, and expanded business relations between the two cities and their respective nations by the exchange of ideas, and information in a wide variety of economic, social, cultural, municipal, environmental, professional, technical, youth, and other endeavors; and
3. To foster and encourage charitable, scientific, trade and commerce, literary and educational activities between the two cities.

This Sister City Agreement shall be officially established and shall become effective when the document has been duly executed by the Mayor of Pico Rivera, California, USA, and the Mayor of Chapala, Jalisco, Mexico.

Alejandro Aguirre Curiel
Mayor, City of Chapala
Jalisco, Mexico

Andrew C. Lara
Mayor, City of Pico Rivera
California, United States of America



To: Mayor and City Council

From: City Manager

Meeting Date: February 27, 2024

Subject: APPROVE AMENDMENT NO. 1 TO AGREEMENT NO. 23-2214 WITH HINDERLITER, DE LLAMAS AND ASSOCIATES FOR SALES, USE AND TRANSACTION TAX AUDIT RECOVERY SERVICES

Recommendation:

1. Approve Amendment No. 1 to Agreement No. 23-2214 with Hinderliter, De Llamas and Associates (HdL), to provide sales, use, and transaction tax audit recovery services for an additional amount of \$171,000 for a new contracted total not-to-exceed amount of \$221,000; and
2. Authorize the City Manager to execute the proposed Amendment No. 1 in a form approved by the City Attorney.

Fiscal Impact:

The cost of this professional services agreement is approximately \$221,000. In addition, the agreement states that the City of Pico Rivera (City) will share a percentage of the revenue recovered through their auditing services with HdL. Their auditing services are designed to identify new revenue that should be recorded to the City by identifying and correcting unreported transactions, tax payments and distribution errors thereby generating previously unrealized revenue for the City.

The fiscal year (FY) 2023-24 adopted budget includes sufficient funds for these services in Fund 100 G/L Account No. 100.20.2015-5440 (Professional Services). The additional \$171,000 cost will be fully offset by the new revenue identified and received by the City, no additional budget appropriations are needed at this time.

Background:

The City has had a professional relationship with HdL since 1988 to provide a host of services, from sales and use tax auditing and examination to property tax examination services. During that time, HdL has provided regular updates of the City's revenue projections used in developing the annual budget for both these categories.

Discussion:

In June 2023, the City entered a three (3) year agreement with HdL in the amount of \$50,000 to provide the City with sales tax and economic analysis and allocation audit recovery services. The services include ongoing sales and use tax audits of businesses to help identify and correct distribution and allocation errors including transposition errors resulting in misallocations; erroneous consolidation of multiple outlets; formula errors; misreporting of “point of sales” to the wrong location; delays in reporting new outlets; misallocating use tax payments to the allocation pools or wrong jurisdictions; and erroneous fund transfers and adjustments. In the third quarter of 2023, HdL discovered a significant adjustment, resulting in a notable increase in invoice amounts for audit revenue recovery services. Specifically, one business previously unreported earnings ranging between \$100,000 and \$140,000 per quarter was discovered, with the City receiving invoices equivalent to 15% of these earnings, amounting to \$15,000 to \$20,000 per quarter.

Considering this particular account, alongside other cases with ongoing billing cycles, it is projected that the City can anticipate approximately \$131,439 in invoices for the remaining quarters covered by the agreement (fourth quarter 2023 through fourth quarter 2025). Additionally, the total invoiced amount for the initial period of the agreement, spanning from the first quarter of 2023 to the third quarter of 2023, sums up to \$89,481. Thus, the cumulative invoiced amount for the entire term of the agreement is estimated to be \$221,000.

In light of the existing not-to-exceed (NTE) limit of \$50,000 set for audit services, staff proposes a request for an additional \$171,000 to cover the remaining invoices for a new NTE project amount of \$221,000. It is important to note that this total includes a conservative estimation for potential future cases that may be filed and subsequently recovered by the City.

Conclusion:

Staff recommends that the City Council approve Amendment No. 1 to extend the contract amount with Hinderliter, De Llamas and Associates by \$171,000 for a new NTE project amount of \$221,000, authorize the City Manager to execute the related documents.



Steve Carmona

SC:AG:MP:DS:ep

Enclosures: 1) Amendment No. 1
2) Agreement No. 23-2214

**AMENDMENT NO. 1
TO THE PROFESSIONAL SERVICES AGREEMENT NO. 23-2214
WITH HINDERLITER DE LLAMAS AND ASSOCIATES**

THIS AMENDMENT NO. 1 TO AGREEMENT NO. 23-2214 FOR PROFESSIONAL SERVICES WITH HINDERLITER DE LLAMAS AND ASSOCIATES ("Amendment No. 1"), effective as of the date specified in paragraph 5 hereof, is made and entered into by and between the CITY OF PICO RIVERA ("CITY"), and HINDERLITER DE LLAMAS AND ASSOCIATES, ("CONSULTANT").

RECITALS

- A. CITY and CONSULTANT (collectively referred to as the "PARTIES") have previously executed that certain *Agreement for Professional Services, Agreement No. 23-2214* ("Agreement") relating to professional services in the City of Pico Rivera.
- B. The PARTIES desire to amend said Agreement as set forth herein, pursuant to Section 5.1 of the Agreement authorizing revisions mutually agreed upon by the PARTIES in writing.

NOW, THEREFORE, THE PARTIES AGREE AS FOLLOWS:

1. MODIFICATION OF SCOPE OF SERVICES TO BE PERFORMED BY CONSULTANT.

The Scope of Services to be performed by CONSULTANT, as set forth in the Agreement shall be modified as follows:

Section 5.1 of the Agreement shall be stricken and modified as follows:

5.1 Consultant shall perform the services identified in the Revised Scope of Services (Exhibit "A-1"). The city shall have the right to request, in writing, changes in the Scope of Services. Any such changes mutually agreed upon by the Parties, and any corresponding increase or decrease in compensation shall be incorporated by written amendment to this Agreement. In no event shall the total compensation and costs payable to Consultant under for the Revised Scope of Services contemplated by Amendment No. 1 exceed the sum of **Two Hundred Twenty-One Thousand Dollars (\$221,000)** for the entire Term of the Agreement unless specifically approved in advance, in writing, by City.

2. TIME FOR COMPLETION OF MODIFIED WORK AND SERVICES.

Consultant shall undertake and complete the modified work (Revised Scope of Work) and services set forth in Exhibit "A-1. Notwithstanding any other provision of this Amendment No. 1, this modification in no way affects, nor should it be construed to affect, the timing of any aspect of the work included in the Agreement, particularly the deadlines contained therein. However, the "Expiration Date" defined in Section 3.4 of the Agreement is hereby amended as follows:

3.4 "Expiration Date": At the completion of construction, however, no sooner than the City Council's approval of the "Notice of Completion".

3. MODIFICATION OF CONSULTANT'S COMPENSATION.

The compensation to be paid by CITY to CONSULTANT for the Revised Scope of Work (Exhibit "A-1") and services identified in this Amendment No. 1 shall be as follows:

Total compensation in accordance with the Consultant's Fee Proposal dated 06/19/2023 for an amount not to exceed **Two Hundred Twenty-One Thousand Dollars** (\$221,000).

4. EFFECT OF AMENDMENTS.

Except as modified herein, either expressly or by necessary implication, the terms and provisions of the Agreement between the CITY and CONSULTANT shall remain in full force and effect.

5. EFFECTIVE DATE.

Unless otherwise specified herein, this Amendment No. 1 shall become effective as of the date set forth below on which the last of the parties, whether CITY or CONSULTANT, executes this Amendment No. 1.

[End of Amendment No. 1]

[Signatures on the Following Page]

IN WITNESS WHEREOF, the parties hereto have caused this Amendment No. 1 to be executed and attested by their respective officers hereunto duly authorized.

“CITY”
CITY OF PICO RIVERA, a California
municipal corporation

“CONSULTANT”
HINDERLITER DE LLAMAS AND ASSOCIATES

Steve Carmona, City Manager

Andrew Nickerson, President/CEO

Dated: _____

Dated: _____

ATTEST:

APPROVED AS TO FORM

Cynthia Ayala, City Clerk

Arnold M. Alvarez-Glasman, City Attorney

AGREEMENT NO. 23-2214
PROFESSIONAL SERVICES AGREEMENT
BETWEEN THE CITY OF PICO RIVERA AND
HINDERLITER, DE LLAMAS AND
ASSOCIATES

1. IDENTIFICATION

THIS PROFESSIONAL SERVICES AGREEMENT ("Agreement") is entered into by and between the City of Pico Rivera, a California municipal corporation ("City"), and Hinderliter, De Llamas & Associates ("Consultant"). City and Consultant are sometimes hereinafter individually referred to as a "Party" and collectively referred to as "Parties."

2. RECITALS

2.1 City has determined that it requires professional services from a consultant related to the Sales and Use Tax System ("Audit Services") as described in Exhibit "A" for fiscal years (FY) 2023-24, through FY 2025-26.

2.2 Consultant represents that it is fully qualified to perform such professional services by virtue of its experience and the training, education, and expertise of its principals and employees. Consultant further represents that it is willing to accept responsibility for performing such services in accordance with the terms and conditions set forth in this Agreement.

NOW, THEREFORE, for and in consideration of the performance by the Parties of the mutual covenants and conditions herein contained, the Parties hereto agree as follows:

3. DEFINITIONS

3.1 "Scope of Services": Such professional services as are set forth in the Scope of Services pertaining to the Sales and Use Tax System and attached hereto as "Exhibit A" and incorporated herein by this reference.

3.2 "Approved Fee Schedule": Such compensation rates as are set forth in the Scope of Services, section "Compensation", and attached hereto as Exhibit "A."

3.3 "Commencement Date": July 1, 2023

3.4 "Expiration Date": June 30, 2026

4. TERM

4.1 The term of this Agreement shall commence at 12:00 a.m. on the Commencement Date and shall expire at 11:59 p.m. on the Expiration Date unless extended by written agreement of the Parties or terminated in accordance with Section 22 below.

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Hinderliter, De Llamas & Associates (Sales Tax and Use Tax System)
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5. CONSULTANT'S SERVICES

5.1 Consultant shall perform the services identified in the Scope of Services (Exhibit "A"). The city shall have the right to request, in writing, changes in the Scope of Services. Any such changes mutually agreed upon by the Parties, and any corresponding increase or decrease in compensation shall be incorporated by written amendment to this Agreement. **In no event shall the total compensation and costs payable to Consultant under this Agreement exceed the sum of Fifty Thousand Dollars (\$50,000.00) for the entire Term of the Agreement unless specifically approved in advance, in writing, by City.**

5.2 Consultant shall perform all work to the highest professional standards of Consultant's profession and in a manner reasonably satisfactory to City.

6. COMPENSATION

6.1 City agrees to compensate Consultant for the services provided under this Agreement, and Consultant agrees to accept in full satisfaction for such services, payment in accordance with the Approved Fee Schedule (Exhibit "A").

6.2 Consultant shall submit to City an invoice, on a monthly basis or less frequently, for the services performed pursuant to this Agreement. Each invoice shall itemize the services rendered during the billing period and the amount due. Within ten (10) business days of receipt of each invoice, City shall notify Consultant in writing of any disputed amounts included on the invoice. Within thirty (30) calendar days of receipt of each invoice, City shall pay all undisputed amounts included on the invoice. City shall not withhold applicable taxes or other authorized deductions from payments made to Consultant.

6.3 Payments for any services requested in writing by City and not included in the Scope of Services shall be made to Consultant by City on a time-and-materials basis using Consultant's standard fee schedule. Fees for such additional services shall be paid within sixty (60) days of the date Consultant issues an invoice to City for such services.

7. BUSINESS LICENSE

7.1 Consultant shall obtain a City business license prior to commencing performance under this Agreement.

8. COMPLIANCE WITH LAWS

8.1 Consultant shall keep informed of State, Federal and Local laws, ordinances, codes and regulations that in any manner affect those employed by it or in any way affect the performance of its services pursuant to this Agreement. The Consultant shall at all times comply with such laws, ordinances, codes, and regulations. Without limiting the

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generality of the foregoing, if Consultant is an out-of-state corporation or LLC, it must be qualified and registered to do business in the State of California pursuant to sections 2105 and 17708.02 of the California Corporations Code. The City, its officers and employees shall not be liable at law or in equity occasioned by failure of Consultant to comply with this Section.

9. CONFLICT OF INTEREST

9.1 Consultant covenants that it presently has no interest and shall not acquire any interest, direct or indirect, which may be affected by the services to be performed by Consultant under this Agreement, or which would conflict in any manner with the performance of its services hereunder. During the term of this Agreement, Consultant shall not perform any work for another person or entity for whom Consultant was not working at the Commencement Date if both: (i) such work would require Consultant to abstain from a decision under this Agreement pursuant to a conflict of interest statute; and (ii) City has not consented in writing prior to Consultant's performance of such work.

10. PERSONNEL

10.1 Consultant represents that it has, or will secure at its own expense, all personnel required to perform the services identified in the Scope of Services. All such services shall be performed by Consultant or under its supervision, and all personnel engaged in the work shall be qualified to perform such services. Consultant reserves the right to determine the assignment of its own employees to the performance of Consultant's services under this Agreement, but City reserves the right, for good cause, to require Consultant to exclude any employee from performing services on City's premises. **Andrew Nickerson, President/CEO** shall be Consultant's project administrator and shall have direct responsibility for management of Consultant's performance under this Agreement. No change shall be made in Consultant's project administrator without City's prior written consent.

11. OWNERSHIP OF WRITTEN PRODUCTS

11.1 All reports, documents or other written material ("written products") developed by Consultant in the performance of this Agreement shall be and remain the property of City without restriction or limitation upon its use or dissemination by City. Consultant may take and retain copies of such written products as desired, but no such written products shall be the subject of a copyright application by Consultant. If any state, federal, or local law requires mandatory copyright protection for Consultant's work product, City shall comply with such laws to the extent feasible.

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12. INDEPENDENT CONSULTANT

12.1 Consultant is, and shall at all times remain as to City, a wholly independent consultant. Consultant shall have no power to incur any debt, obligation, or liability on behalf of City or otherwise to act on behalf of City as an agent. Neither City nor any of its officers, employees, or agents shall have control over the conduct of Consultant or any of Consultant's employees, except as set forth in this Agreement. Consultant shall not at any time represent that it is, or that any of its agents or employees are, in any manner employees of City.

12.2 The Parties further acknowledge and agree that nothing in this Agreement shall create or be construed to create a partnership, joint venture, employment relationship, joint-employer relationship, or any other relationship between Consultant or Consultant's employees except as set forth in this Agreement.

12.3 City shall have no direct or indirect control over Consultant's employees or sub-consultants with respect to wages, hours, and working conditions. In addition, City shall not deduct from the Compensation paid to Consultant any sums required for Social Security, withholding taxes, FICA, state disability insurance or any other federal, state or local tax or charge which may or may not be in effect or hereinafter enacted or required as a charge or withholding on the compensation paid to Consultant, Consultant's employees or subconsultants. City shall have no responsibility to provide Consultant, its employees or subconsultants with workers' compensation insurance or any other insurance.

12.4 The Parties further acknowledges the following: (i) that Consultant shall provide the services outlined in the Scope of Services directly to City; (ii) Consultant maintains a business location at the address listed under Section 20 that is separate and distinct from the City; (iii) Consultant contracts with other businesses to provide the same or similar services and maintains a clientele without restriction from the City; (iv) Consultant advertises and holds itself out to the public as available to provide the same or similar services; (v) unless otherwise specified in this Agreement, Consultant provides its own tools, vehicles, and equipment necessary for performing the Scope of Services; (vi) Consultant has proposed and negotiated its own rates; and (vii) consistent with the nature and demands of the project and the City's business hours, Consultant may set its own hours and location of work.

13. CONFIDENTIALITY

13.1 All data, documents, discussion, or other information developed or received by Consultant or provided for performance of this Agreement are deemed confidential and shall not be disclosed by Consultant without prior written consent by City. City shall grant such consent if disclosure is legally required. Upon request, all City data and any copies thereof shall be returned to City upon the termination or expiration of this Agreement.

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14. NON-LIABILITY OF CITY OFFICIALS AND EMPLOYEES

14.1 No official or employee of the City shall be personally liable to Consultant in the event of any default or breach by City, or for any amount which may become due to Consultant.

15. INDEMNIFICATION

15.1 The Parties agree that City, its officers, agents, elected and appointed officials, employees, affiliated public agencies and volunteers should, to the extent permitted by law, be fully protected from any loss, injury, damage, claim, lawsuit, cost, expense, attorneys' fees, litigation costs, or any other cost arising out of or in any way related to the performance of this Agreement. Accordingly, the provisions of this indemnity provision are intended by the Parties to be interpreted and construed to provide the fullest protection possible under the law to City. Consultant acknowledges that City would not enter into this Agreement in the absence of Consultant's commitment to indemnify and protect City as set forth herein. Notwithstanding the foregoing, to the extent Consultant's services are subject to Civil Code Section 2782.8, the above indemnity shall be limited, to the extent required by Civil Code Section 2782.8, to claims that arise out of, pertain to, or relate to the negligence, recklessness, or willful misconduct of the Consultant.

15.2 To the full extent permitted by law, Consultant shall indemnify, hold harmless and defend City, its officers, agents, elected and appointed officials, employees, affiliated public agencies and volunteers from and against any and all claims, demands, lawsuits, causes of action, losses, costs or expenses for any damage due to death or injury to any person and injury to any property resulting from or arising out of any alleged intentional, reckless, negligent, or otherwise wrongful acts, errors or omissions of Consultant or any of its officers, employees, servants, agents, or subconsultants in the performance of this Agreement. Such costs and expenses shall include reasonable attorneys' fees incurred by counsel of City's choice and expert witness fees and consultant fees. Notwithstanding the foregoing, to the extent Consultant's Services are subject to Civil Code Section 2782.8, the above indemnity shall be limited, to the extent required by Civil Code Section 2782.8, to claims that arise out of, pertain to, or relate to the negligence, recklessness, or willful misconduct of the Consultant.

15.3 City shall have the right to offset against the amount of any compensation due Consultant under this Agreement any amount due City from Consultant as a result of Consultant's failure to pay City promptly any indemnification arising under this Section 15 or related to Consultant's failure to either: (i) pay taxes on amounts received pursuant to this Agreement or (ii) comply with applicable workers' compensation laws.

15.4 The obligations of Consultant under this Section 15 will not be limited by the provisions of any workers' compensation act or similar act. Consultant expressly waives

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its statutory immunity under such statutes or laws as to City, its officers, agents, employees and volunteers.

15.5 Consultant agrees to obtain executed indemnity agreements with provisions identical to those set forth here in this Section 15 from each and every subconsultant or any other person or entity involved by, for, with or on behalf of Consultant in the performance of this Agreement. In the event Consultant fails to obtain such indemnity obligations from others as required herein, Consultant agrees to be fully responsible and indemnify, hold harmless and defend City, its officers, agents, elected and appointed officials, employees, affiliated public agencies and volunteers from and against any and all claims, demands, lawsuits, causes of action, losses, costs or expenses for any damage due to death or injury to any person and injury to any property resulting from or arising out of any alleged intentional, reckless, negligent, or otherwise wrongful acts, errors or omissions of Consultant's subconsultants or any other person or entity involved by, for, with or on behalf of Consultant in the performance of this Agreement. Such costs and expenses shall include reasonable attorneys' fees incurred by counsel of City's choice and expert witness fees and consultant fees.

15.6 City does not, and shall not, waive any rights that it may possess against Consultant because of the acceptance by City, or the deposit with City, of any insurance policy or certificate required pursuant to this Agreement. This hold harmless and indemnification provision shall apply regardless of whether or not any insurance policies are determined to be applicable to the claim, demand, damage, liability, loss, cost or expense.

15.7 PERS ELIGIBILITY INDEMNITY. In the event that Consultant or any employee, agent, or subconsultant of Consultant providing services under this Agreement claims or is determined by a court of competent jurisdiction or the California Public Employees Retirement System (PERS) to be eligible for enrollment in PERS as an employee of the City, Consultant shall indemnify, defend, and hold harmless City for the payment of any employee and/or employer contributions for PERS benefits on behalf of Consultant or its employees, agents, or subconsultants, as well as for the payment of any penalties and interest on such contributions, which would otherwise be the responsibility of City.

15.8 Notwithstanding any other agency, state or federal policy, rule, regulation, law or ordinance to the contrary, Consultant and any of its employees, agents, and subconsultants providing service under this Agreement shall not qualify for or become entitled to, and hereby agree to waive any claims to, any compensation, benefit, or any incident of employment by City, including but not limited to eligibility to enroll in PERS as an employee of City and entitlement to any contribution to be paid by City for employer contribution and/or employee contributions for PERS benefits.

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16. INSURANCE

16.1 During the term of this Agreement, Consultant shall carry, maintain, and keep in full force and effect insurance against claims for death or injuries to persons or damages to property that may arise from or in connection with Consultant's performance of this Agreement. Such insurance shall be of the types and in the amounts as set forth below:

16.1.1 Comprehensive general liability, and Umbrella or Excess Liability Insurance covering all operations by or on behalf of Consultant providing insurance for bodily injury liability and property damage liability for the following and including coverage for:

16.1.1.1 Premises, operations, and mobile equipment

16.1.1.2 Products and completed operations

16.1.1.3 Broad form property damage (including completed operations)

16.1.1.4 Explosion, collapse, and underground hazards

16.1.1.5 Personal Injury

16.1.1.6 Contractual liability

in the amount of One Million Dollars (\$1,000,000) per occurrence combined single limit; Two Million Dollars (\$2,000,000) aggregate for products/completed operation; Two Million Dollars (\$2,000,000) general aggregate (General aggregate must apply separately to Consultant's work under this Agreement.); and Five Million Dollars (\$5,000,000) umbrella or excess liability.

16.1.2 Automobile Liability Insurance for owned, hired and non-owned vehicles utilized by Consultant, its employees or subconsultants, in the amount of One Million Dollars (\$1,000,000) per accident for bodily injury and property damage.

16.1.3 Worker's Compensation Insurance as required by the laws of the State of California, with Statutory Limits, and Employer's Liability Insurance with limit of no less than One Million Dollars (\$1,000,000) per accident for bodily injury or disease.

16.1.4 Professional Liability Insurance against errors and omissions in the performance of the work under this Agreement with coverage limits of not less than One Million Dollars (\$1,000,000) per occurrence of claim/ Two Million Dollars (\$2,000,000) in the aggregate.

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16.2 Consultant shall require each of its subconsultants, if any, to maintain insurance coverage that meets all of the requirements of this Agreement.

16.3 The policy or policies required by this Agreement shall be issued by an insurer admitted in the State of California and with a rating of at least A:VII in the latest edition of Best's Insurance Guide.

16.4 Consultant agrees that if it does not keep the aforesaid insurance in full force and effect City may either: (i) immediately terminate this Agreement; or (ii) take out the necessary insurance and pay, at Consultant's expense, the premium thereon.

16.5 At all times during the term of this Agreement, Consultant shall maintain on file with City's Risk Manager a certificate or certificates of insurance showing that the aforesaid policies are in effect in the required amounts and, for the general liability and automobile liability policies, naming the City as an additional insured. Consultant shall, prior to commencement of work under this Agreement, file with City's Risk Manager such certificate(s).

16.6 Consultant shall provide proof that policies of insurance required herein expiring during the term of this Agreement have been renewed or replaced with other policies providing at least the same coverage. Consultant shall provide such proof to City at least two weeks prior to the expiration of the coverages.

16.7 The general liability and automobile policies of insurance required by this Agreement shall contain an endorsement naming City, its officers, employees, agents and volunteers as additional insureds. All of the policies required under this Agreement shall contain an endorsement providing that the policies cannot be canceled or reduced except on thirty days' prior written notice to City. Consultant agrees to require its insurer to modify the certificates of insurance to delete any exculpatory wording stating that failure of the insurer to mail written notice of cancellation imposes no obligation, and to delete the word "endeavor" with regard to any notice provisions.

16.8 The general liability and automobile policies of insurance provided by Consultant shall be primary to any coverage available to City. Any insurance or self-insurance maintained by City, its officers, employees, agents or volunteers, shall be in excess of Consultant's insurance and shall not contribute with it.

16.9 All insurance coverage provided pursuant to this Agreement shall not prohibit Consultant, and Consultant's employees, agents or subconsultants, from waiving the right of subrogation prior to a loss. Consultant hereby waives all rights of subrogation against the City.

16.10 Any deductibles or self-insured retentions must be declared to and approved by the City. At the option of City, Consultant shall either reduce or eliminate the deductibles or self-insured retentions with respect to City, or Consultant shall procure a bond guaranteeing payment of losses and expenses.

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16.11 Procurement of insurance by Consultant shall not be construed as a limitation of Consultant's liability or as full performance of Consultant's duties to indemnify, hold harmless and defend under Section 15 of this Agreement.

16.12 If Consultant maintains broader coverage and/or higher limits than the minimums shown above, the City requires and shall be entitled to the broader coverage and/or the higher limits maintained by the Consultant. Any available insurance proceeds in excess of the specified minimum limits of insurance and coverage shall be available to the City.

17. MUTUAL COOPERATION

17.1 City shall provide Consultant with all pertinent data, documents and other requested information as is reasonably available to City for the proper performance of Consultant's services under this Agreement.

17.2 In the event any claim or action is brought against City relating to Consultant's performance in connection with this Agreement, Consultant shall render any reasonable assistance that City may require.

18. RECORDS AND INSPECTIONS

18.1 Consultant shall maintain full and accurate records with respect to all matters covered under this Agreement for a period of three years after the expiration or termination of this Agreement. City shall have the right to access and examine such records, without charge, during normal business hours. City shall further have the right to audit such records, to make transcripts therefrom and to inspect all program data, documents, proceedings, and activities.

19. PERMITS AND APPROVALS

19.1 Consultant shall obtain, at its sole cost and expense, all permits and regulatory approvals necessary in the performance of this Agreement. This includes, but shall not be limited to, encroachment permits and building and safety permits and inspections.

20. NOTICES

20.1 Any notices, bills, invoices, or reports required by this Agreement shall be deemed received on: (i) the day of delivery if delivered by hand, facsimile, email, or overnight courier service during Consultant's and City's regular business hours; or (ii) on the third business day following deposit in the United States mail if delivered by mail, postage prepaid, to the addresses listed below (or to such other addresses as the Parties may, from time to time, designate in writing).

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If to City:

Steve Carmona, City Manager
City of Pico Rivera
PO Box 1016
6615 Passons Blvd.
Pico Rivera, California 90660-1016
Facsimile: (562) 801-4765
With a courtesy copy to:

If to Consultant:

Hinderliter, De Llamas & Associates
120 S. State College Blvd.,
Suite 200
Brea, CA 92821
Phone: (714) 879-5000

Arnold M. Alvarez-Glasman, City
Attorney
13181 Crossroads Parkway North
Suite 400 - West Tower
City of Industry, CA 91746
Facsimile: (562) 692-2244

21. SURVIVING COVENANTS

21.1 The Parties agree that the covenants contained in Sections 13, 15 and Paragraph 17.2 of Section 17, of this Agreement shall survive the expiration or termination of this Agreement.

22. TERMINATION

22.1. City shall have the right to terminate this Agreement for any reason on five (5) calendar days' written notice to Consultant. Consultant shall have the right to terminate this Agreement for any reason on sixty (60) calendar days' written notice to City. The effective date of termination shall be upon the date specified in the notice of termination. Consultant agrees that in the event of such termination, City's obligation to pay Consultant shall be limited to payment only for those services satisfactorily rendered, as solely determined by the City, prior to the effective date of termination. Consultant agrees to cease all work under this Agreement on or before the effective date of any notice of termination. All City data, documents, objects, materials or other tangible things shall be returned to City upon the termination or expiration of this Agreement.

22.2 If City terminates this Agreement due to no fault or failure of performance by Consultant, then Consultant shall be paid based on the work satisfactorily performed, as solely determined by the City, at the time of termination. In no event shall Consultant be entitled to receive more than the amount that would be paid to Consultant for the full performance of the services required by this Agreement.

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23. ASSIGNMENT

23.1 Consultant shall not delegate, transfer, subcontract or assign its duties or rights hereunder, either in whole or in part, without City's prior written consent, and any attempt to do so shall be void and of no effect. City shall not be obligated or liable under this Agreement to any Party other than Consultant.

24. NON-DISCRIMINATION AND EQUAL EMPLOYMENT OPPORTUNITY

24.1 In the performance of this Agreement, Consultant shall not discriminate against any employee, subconsultant, or employment applicant because of race, color, creed, religion, sex, marital status, national origin, ancestry, age, physical or mental handicap, medical condition or sexual orientation. Consultant will take affirmative action to ensure that subconsultants, employees, and employment applicants are treated without regard to their race, color, creed, religion, sex, marital status, national origin, ancestry, age, physical or mental handicap, medical condition or sexual orientation.

24.2 Consultant will, in all solicitations or advertisements for employees placed by or on behalf of Consultant state either that it is an equal opportunity employer or that all qualified applicants will receive consideration for employment without regard to race, color, creed, religion, sex, marital status, national origin, ancestry, age, physical or mental handicap, medical condition or sexual orientation.

24.3 Consultant will cause the foregoing provisions to be inserted in all subcontracts for any work covered by this Agreement except contracts or subcontracts for standard commercial supplies or raw materials.

25. WARRANTIES

25.1 Each Party has received independent legal advice from its attorneys with respect to the advisability of entering into and executing this Agreement, or been provided with an opportunity to receive independent legal advice and has freely and voluntarily waived and relinquished the right to do so. Each Party who has not obtained independent counsel acknowledges that the failure to have independent legal counsel will not excuse such Party's failure to perform under this Agreement.

25.2 In executing this Agreement, each Party has carefully read this Agreement, knows the contents thereof, and has relied solely on the statements expressly set forth herein and has placed no reliance whatsoever on any statement, representation, or promise of any other party, or any other person or entity, not expressly set forth herein, nor upon the failure of any other party or any other person or entity to make any statement, representation or disclosure of any matter whatsoever.

25.3 It is agreed that each Party has the full right and authority to enter into this Agreement, and that the person executing this Agreement on behalf of either Party has

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the full right and authority to fully commit and bind such Party to the provisions of this Agreement.

26. CAPTIONS

26.1 The captions appearing at the commencement of the sections hereof, and in any paragraph thereof, are descriptive only and for convenience in reference to this Agreement. Should there be any conflict between such heading, and the section or paragraph thereof at the head of which it appears, the section or paragraph thereof, as the case may be, and not such heading, shall control and govern in the construction of this Agreement.

26.2 Masculine or feminine pronouns shall be substituted for the neuter form and vice versa, and the plural shall be substituted for the singular form and vice versa, in any place or places herein in which the context requires such substitution(s).

27. NON-WAIVER

27.1 The waiver by City or Consultant of any breach of any term, covenant or condition herein contained shall not be deemed to be a waiver of such term, covenant or condition or of any subsequent breach of the same or any other term, covenant or condition herein contained. In no event shall the making by City of any payment to Consultant constitute or be construed as a waiver by City of any breach of covenant, or any default which may then exist on the part of Consultant, and the making of any such payment by City shall in no way impair or prejudice any right or remedy available to City with regard to such breach or default. No term, covenant or condition of this Agreement shall be deemed to have been waived by City or Consultant unless in writing.

27.2 Each right, power and remedy provided for herein or now or hereafter existing at law, in equity, by statute, or otherwise shall be cumulative and shall be in addition to every other right, power, or remedy provided for herein or now or hereafter existing at law, in equity, by statute, or otherwise. The exercise, the commencement of the exercise, or the forbearance of the exercise by any Party of any one or more of such rights, powers or remedies shall not preclude the simultaneous or later exercise by such Party of any of all of such other rights, powers or remedies.

27.3 Consultant shall not be liable for any failure to perform if Consultant presents acceptable evidence, in City's sole judgment, that such failure was due to causes beyond the control and without the fault or negligence of Consultant.

28. COURT COSTS AND ATTORNEY FEES

In the event legal action shall be necessary to enforce any term, covenant or condition herein contained, the Party prevailing in such action, whether reduced to

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judgment or not, shall be entitled to its reasonable court costs, including accountants' fees and expert witness fees, if any, and attorneys' fees expended in such action. The venue for any litigation shall be Los Angeles County, California.

29. SEVERABILITY

29.1 If any term or provision of this Agreement or the application thereof to any person or circumstance shall, to any extent, be invalid or unenforceable, then such term or provision shall be amended to, and solely to, the extent necessary to cure such invalidity or unenforceability, and in its amended form shall be enforceable. In such event, the remainder of this Agreement, or the application of such term or provision to persons or circumstances other than those as to which it is held invalid or unenforceable, shall not be affected thereby, and each term and provision of this Agreement shall be valid and be enforced to the fullest extent permitted by law.

30. GOVERNING LAW

30.1 This Agreement shall be governed and construed in accordance with the laws of the State of California.

31. COUNTERPARTS

31.1 This Agreement may be signed in any one or more counterparts all of which taken together shall be but one and the same Agreement. Any signed copy of this Agreement or of any other document or agreement referred to herein, or copy or counterpart thereof, delivered by facsimile or email transmission, shall for all purposes be treated as if it were delivered containing an original manual signature of the Party whose signature appears in the facsimile or email and shall be binding upon such Party in the same manner as though an originally signed copy had been delivered.

32. ENTIRE AGREEMENT

32.1 All documents referenced as exhibits in this Agreement are hereby incorporated in this Agreement. In the event of any material discrepancy between the express provisions of this Agreement and the provisions of any document incorporated herein by reference, the provisions of this Agreement shall prevail. This instrument contains the entire Agreement between City and Consultant with respect to the transactions contemplated herein. No other prior oral or written agreements are binding upon the Parties. Amendments hereto or deviations herefrom shall be effective and binding only if made in writing and executed by City and Consultant.

[SIGNATURE PAGE TO FOLLOW]

Professional Services Agreement
Hinderliter, De Llamas & Associates (Sales Tax and Use Tax System)
Page 14

TO EFFECTUATE THIS AGREEMENT, the Parties have caused their duly authorized representatives to execute this Agreement on the dates set forth below.

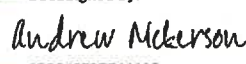
“CITY”
CITY OF PICO RIVERA



Steve Carmona, City Manager

Dated: 6-27-23

“CONSULTANT”
HINDERLITER, DE LLAMAS & ASSOCIATES

DocuSigned by:


085C4373E7444A8...
Andrew Nickerson, President/CEO

Dated: 6/19/2023

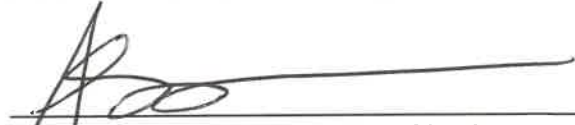
ATTEST:



Cynthia Ayala, Jr. Deputy City Clerk

Dated: 6/28/2023

APPROVED AS TO FORM:



Arnold M. Alvarez-Glasman, City Attorney

Dated: _____

SCOPE OF SERVICES
Sales, Use and Transactions Tax
Audit Recovery Services

Exhibit A



SERVICES – Sales and Use Tax

1. Allocation and Audit Recovery Services

- 1.1. Conduct (when mutually agreed with City) initial and on-going sales and use tax audits of businesses to help identify and correct distribution and allocation errors, and to proactively affect favorable registration, reporting or formula changes thereby generating previously unrealized sales and use tax income for the City and/or recovering misallocated tax from registered taxpayers. Common errors that will be monitored and corrected include but are not limited to: transposition errors resulting in misallocations; erroneous consolidation of multiple outlets; formula errors; misreporting of “point of sale” to the wrong location; delays in reporting new outlets; misallocating use tax payments to the allocation pools or wrong jurisdiction; and erroneous fund transfers and adjustments.
- 1.2. Initiate contacts with the CDTFA and sales management and accounting officials in companies that have businesses where a probability of error exists to endeavor to help verify whether current tax receipts accurately reflect the local sales activity. Such contacts will be conducted in a professional and courteous manner.
- 1.3. Prepare and submit to the CDTFA information for the purpose of correcting any identified allocation errors, and follow-up with individual businesses and the CDTFA to promote recovery by the City of back or prospective quarterly payments that may be owing.
- 1.4. If, during the course of its audit, Consultant finds businesses located in the City’s jurisdiction that are properly reporting sales and use tax but have the potential for modifying their operation to provide an even greater share to City, Consultant may so advise City and collaborate with those businesses and City to encourage such changes.

SERVICES – Transactions Tax Services

2. Deficiency/Allocation Reviews and Recovery

- 2.1. Consultant shall conduct on-going reviews to identify and correct unreported transactions and tax payments and distribution errors thereby generating previously unrealized revenue for the City. Reviews shall include:
 - 2.1.1. Comparison of county-wide local tax allocations to transactions tax for brick and mortar stores and other cash register-based businesses, where clearly all transactions are conducted on-site within the Measure “P” City boundaries, and therefore subject to transactions tax.
 - 2.1.2. Review of any significant one-time use tax allocations to ensure that there is corresponding transaction tax payments for taxpayers with nexus within the City boundaries.
 - 2.1.3. Review of state-wide transactions tax allocations and patterns to identify any obvious errors and omissions.
 - 2.1.4. Identification and follow-up with any potentially large purchasers of supplies and equipment (e.g. hospitals, universities, manufacturing plants, agricultural operations, refineries) to ensure that their major vendors are properly reporting corresponding transactions tax payments to the Measure “P” Transactions Tax District.
- 2.2. Consultant will initiate, where the probability of an error exists, contacts with the appropriate taxpayer management and accounting officials to verify whether current tax receipts accurately

SCOPE OF SERVICES
Sales, Use and Transactions Tax
Audit Recovery Services

reflect the local sales activity. Such contacts will be conducted in a professional and courteous manner so as to enhance CITY's relations with the business community.

- 2.3. Consultant shall prepare and submit to the Department of Tax and Fee Administration all information necessary to correct any allocation errors and deficiencies that are identified and shall follow-up with the individual businesses and the California Department of Tax and Fee Administration to ensure that all back quarter payments due the CITY are recovered.

3. Consulting and Other Optional Services

Consultant may from time to time in its sole discretion, consult with City's staff, including without limitation, regarding (i) technical questions and other issues related to sales, use and transactions tax, (ii) utilization of reports to enhance business license collection efforts, (iii) sales tax projections for proposed annexations, economic development projects and budget planning, (iv) negotiating/review of tax sharing agreements, (v) establishing purchasing corporations, (vi) meeting with taxpayers to encourage self-assessment of tax obligations, and (vii) other sales, use or transactions tax revenue-related matters.

FEES – Sales and Use Tax Services

4. Allocation and Audit Recovery Services

- 4.1. Fees for performing the allocation and audit recovery Services described above shall be **15%** of all new, increased and recovered sales and use tax revenue received by the City as a result, in whole or in part, of the allocation audit and recovery services (hereafter referred to as "audit fee"). The fee shall be paid notwithstanding any related City assistance, work in parallel, and/or incurrence of attorneys' fees or other costs or expenses in connection, with the relevant Services.
- 4.2. The Fee described above include, without limitation, State fund transfers received for back quarter reallocations and monies received in the first eight (8) consecutive reporting quarters following completion of Consultant's allocation audit and confirmation of the corrections by the CDTFA.
- 4.3. These Fees shall be paid by City upon Consultant's submittal of evidence of Consultant's relevant Services in support thereof, including, without limitation, copies of relevant communications between Consultant and the CDTFA and/or taxpayers.
- 4.4. Consultant recognizes City's authority to waive or reduce the tax/fee-related debt of a business. Should City decide to do so for a business whose deficiency was identified by Consultant, Consultant shall be entitled to compensation in the amount of one half (1/2) of the Fees Consultant would have otherwise earned. Deficiencies which are uncollectable due to insolvency or dissolution of the business, or for deficiencies which are otherwise incapable of collection (i.e., statute of limitation or other legal defense) shall not be considered a City voluntary election to waive, and thus, Consultant would not be entitled to compensation related thereto under this provision.

FEES – Transactions Tax Services

5. Allocation and Audit Recovery Services

- 5.1. Fees shall be paid **25%** of the initial amount of new transactions or use tax revenue received by the City because of audit and recovery work performed by Consultant, (hereafter referred to as "audit fees"). New revenue shall not include any amounts determined and verified by City or Consultant to be increment attributable to causes other than Consultant's work pursuant to this agreement. In the event, Consultant is responsible for an increase in the tax reported by businesses

SCOPE OF SERVICES
Sales, Use and Transactions Tax
Audit Recovery Services

already properly making tax payments to the City, it shall be Consultant's responsibility to separate and support the incremental amount attributable to its efforts prior to the application of the audit fee. Said audit fees will apply to state fund transfers received for those specific quarters identified as being missing and/or deficient following completion of the audit by Consultant and confirmation of corrections by the California Department of Tax and Fee Administration but shall not apply prospectively to any future quarter. Consultant shall provide City with an itemized quarterly invoice showing all formula calculations and amounts due for audit fees.

6. Consulting and Other Optional Services

- 6.1. Fees for performing the consulting and other optional Services described above shall be based on the following initial hourly rates: (i) Principal - \$325; (ii) Programmer - \$295; (iii) Senior Analyst - \$245; and (iv) Analyst - \$195.
- 6.2. Consultant may change the rates for its hourly Fees from time to time. A 30 days' prior written notice to City will be given.

7. General Provisions Relating to Fees

- 7.1. Fees for travel and lodging expenses will be invoiced at cost and applied to all meetings (including implementation, training, operations and support). Travel expenses only apply to out of scope travel and must therefore be pre-approved by City.
- 7.2. Fees will be invoiced monthly to City for Services performed during the prior month. To the extent that Consultant has commercially reasonable means to do so, Fees will be netted out of City's monthly revenue disbursement.

8. Confidentiality Information

Section 7056 of the State of California Revenue and Taxation Code ("R&T Code") specifically limits the disclosure of confidential taxpayer information contained in the records of the CDTFA. Section 7056 specifies the conditions under which a city, county or district may authorize persons other than such city, county or district's officers and employees to examine state sales and use tax records.

The following conditions specified in Section 7056-(b)(1) of the State of California R&T Code are hereby made part of this Agreement:

- 8.1. Consultant is authorized by this Agreement to examine sales, use or transactions and use tax records of the CDTFA provided to City pursuant to contract under the Bradley-Burns Uniform Local Sales and Use Tax Law R&T Code Section 7200 et.seq.
- 8.2. Consultant is required to disclose information contained in, or derived from, those sales or transactions and use tax records only to an officer or employee of City who is authorized by City resolution provided to the CDTFA to examine the information.
- 8.3. Consultant is prohibited from performing consulting services for a retailer (as defined in R&T Code Section 6015), during the term of this agreement.
- 8.4. Consultant is prohibited from retaining the information contained in or derived from those sales, use or transactions and use tax records after this agreement has expired. Information obtained by examination of the CDTFA records shall be used only for purposes related to collection of local sales and use tax or for other governmental functions of the City as set forth by resolution adopted pursuant to Section 7056 (b) of the Revenue and Taxation Code. The resolution shall designate the Consultant as a person authorized to examine sales and use tax records and certify that this

SCOPE OF SERVICES
Sales, Use and Transactions Tax
Audit Recovery Services

agreement meets the requirements set forth above and in Section 7056 (b), (1) of the Revenue and Taxation Code.

9. Software Use and Proprietary Information

Software Use. Consultant hereby provides authorization to City to access Consultant's Sales Tax website if City chooses to subscribe to the software and reports option. The website shall only be used by authorized City staff. No access will be granted to any third party without explicit written authorization by Consultant. City shall not sublet, duplicate, modify, decompile, reverse engineer, disassemble, or attempt to derive the source code of said software. The software use granted hereunder shall not imply ownership by City of said software, or any right of City to sell said software or the use of same, or any right to use said software for the benefit of others. This software use authorization is not transferable. Upon termination or expiration of this Agreement, the software use authorization shall expire, and all City staff website logins shall be de-activated.

Proprietary Information. As used herein, the term "proprietary information" means all information or material that has or could have commercial value or other utility in Consultant's business, including without limitation: Consultant's (i) computer or data processing programs; (ii) data processing applications, routines, subroutines, techniques or systems; desktop or web-based software; (iii) business processes; (iv) marketing plans, analysis and strategies; and (v) materials and techniques used; as well as the terms and conditions of this Agreement. Except as otherwise required by law, City shall hold in confidence and shall not use (except as expressly authorized by this Agreement) or disclose to any other party any proprietary information provided, learned of or obtained by City in connection with this Agreement. The obligations imposed by this Section shall survive any expiration or termination of this Agreement or otherwise. The terms of this Section shall not apply to any information that is public information.



To: Mayor and City Council

From: City Manager

Meeting Date: February 27, 2024

Subject: AWARD A PROFESSIONAL SERVICES AGREEMENT WITH CIVICWELL FOR PROJECT MANAGEMENT SUPPORT SERVICES FOR THE ROSEMEAD/LAKEWOOD BOULEVARD COMPLETE CORRIDOR PROJECT

Recommendation:

1. Award a Professional Services Agreement, in a form approved by the City Attorney to CivicWell to provide professional project management support, project coordination, community outreach, engagement, and communication services for the Rosemead/Lakewood Boulevard Complete Corridor Project, NonCIP No. 30059, for an amount not-to-exceed \$110,000, and authorize the City Manager to execute the agreement.

Fiscal Impact:

The fiscal year (FY) 2023-24 Adopted Budget includes a Caltrans grant award in the amount of \$585,334 in the Miscellaneous State Grant Fund (Account No. 699.70.7300-54500 -NonCIP.30059). The Caltrans grant will fully cover the expenses related to CivicWell’s agreement. No additional appropriations are required.

Background:

In 2020, the City of Pico Rivera (City) developed a community and economic recovery framework to proactively address major challenges introduced by the COVID-19 Pandemic such as the economic downturn, climate change, impacts from the Whittier Narrows Dam Safety Project, and multiple unfunded State and federal mandates.

After an in-depth analysis, community engagement, and guidance from the City Council, five (5) major corridors – the San Gabriel River, Rio Hondo, Historic Whittier Boulevard, Washington Boulevard, and Rosemead Boulevard – were prioritized based on the ability to strategically leverage local infrastructure investments with state and federal funding

CITY COUNCIL AGENDA REPORT – MEETING OF FEBRUARY 27, 2024
 AWARD A PROFESSIONAL SERVICES AGREEMENT WITH CIVICWELL FOR
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 BOULEVARD COMPLETE CORRIDOR PROJECT
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opportunities while advancing holistic community development and economic growth. To date, this strategic approach has proven to be effective.

The following table illustrates a subset of recent grants received along the identified corridors:

Project	Funder	Grant Amount
Rosemead Blvd. Median Beautification Project	Caltrans	\$3,916,167
Rosemead Blvd. BRT Technical Assessment	Metro	\$250,000
Washington Blvd. Bridge over the Rio Hondo Project	Metro/Gateway CCOG	\$3,769,267
Historic Whittier Boulevard Multimodal Plan	Caltrans	\$332,000
Whittier Blvd. Bike/Ped Connection to Pio Pico State Historic Park	Rivers & Mountains Conservancy	\$244,100

Given the emphasis on revitalizing major corridors, staff developed a comprehensive vision for Rosemead Boulevard that aligns with other cities in the corridor as well as regional policies and transformative projects, such as the Metro E-Line Extension along Washington Boulevard. The concept for a unified, regional north-south bus rapid transit corridor arose from various *Complete Streets* plans and projects along Rosemead/Lakewood Boulevard that are generally related but largely planned independently city by city. Nevertheless, the common goal is to convert the originally designated highway into a multimodal boulevard.

For example, in 2019, the Gateway Cities Council of Governments (GCCOG) developed a Complete Streets Master Plan from Pico Rivera to Long Beach that introduces active transportation facilities. Also, the San Gabriel Valley Council of Governments (SGVCOG) is finalizing the San Gabriel Valley Transit Feasibility Study, which identifies and proposes a new bus rapid transit line on Rosemead Boulevard from East Pasadena to Pico Rivera’s planned Metro light rail station on Washington Boulevard.

The Rosemead/Lakewood Boulevard Complete Corridor Plan aims to build synergy and streamline ongoing efforts in the San Gabriel Valley and the Gateway Cities to plan and build a 28-mile multimodal corridor that incorporates, where feasible, high-quality active transportation facilities and dedicated bus guideways to improve regional mobility, improve safety for vulnerable road users, and stimulate transit-oriented community and economic development. As the linchpin city between the San Gabriel Valley and Gateway Cities sub-regions, the City is spearheading efforts to facilitate the early planning stages until a better-equipped regional planning entity such as Metro, a dedicated JPA, the COG’s can undertake the project in full.

In 2023, the City worked closely with CivicWell, a 501(c)3 non-profit organization, to submit and successfully secure a grant from the Caltrans Sustainable Communities Grant Program. The Rosemead/Lakewood Boulevard Complete Corridor Plan will update the

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Page 3 of 4

GCCOG's Complete Streets Master Plan to incorporate enhanced transit infrastructure where feasible while identifying opportunities for new urban and economic development along the corridor. This grant only funds planning efforts from Pico Rivera to Long Beach.

Discussion:

On August 31, 2023, Caltrans announced the Sustainable Transportation Planning Grant Program awards for FY 2023-24. A statewide total of 161 grant applications were received with requests totaling approximately \$66.8 million for Sustainable Communities Competitive and Strategic Partnerships Grants. Of these applications, 90 were selected for grant awards, totaling approximately \$41.6 million.

To advance State-level goals regarding strong community participation and to develop a community-oriented final product, the grant scoring criteria offered favorable points to city applicants that incorporate non-profit organizations as formal sub-applicants and official project partners. As a result, the City partnered with CivicWell as the official sub-applicant to provide project management services. On October 10, 2023, the City Council approved Resolution No. 7299, which memorialized the project itself, the management approach, and authorized the City Manager to execute a Restricted Grant Agreement with Caltrans. The final Grant Agreement was signed and executed on December 28, 2023.

Given the regional nature of the project and staff's limited capacity, CivicWell will support with the following activities:

- Project coordination meetings
- Quarterly progress reports and invoicing
- Professional consultant procurement
- Data collection and corridor conditions assessment
- Stakeholder meetings and engagement (with support from the GCCOG)
- Community outreach and engagement (with support from the GCCOG)
- Project branding, materials, and collateral
- Plan development support and review

The plan will be developed in partnership and subject to approval from the cities of Pico Rivera, Downey, Bellflower, Paramount, Lakewood, and Long Beach. The Plan will also be presented with hopes of approval from the GCCOG Transportation Committee and the GCCOG Governing Board. The full performance period for this grant is until April 2025.

Conclusion:

Staff recommends the award of a Professional Services Agreement to CivicWell, to

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provide project management support, project coordination services, and outreach and engagement assistance for the Rosemead/Lakewood Boulevard Complete Corridor Project for an amount not-to-exceed \$110,000.



Steve Carmona

SC:AG:JH:smc:sam

Enclosures: 1) Professional Services Agreement
2) Project Factsheet

AGREEMENT NO. _____
PROFESSIONAL SERVICES AGREEMENT
BETWEEN THE CITY OF PICO RIVERA AND
CIVICWELL

1. IDENTIFICATION

THIS PROFESSIONAL SERVICES AGREEMENT (“Agreement”) is entered into by and between the City of Pico Rivera, a California municipal corporation (“City”) and CivicWell, a California-based 501(c)3 non-profit organization, (“Consultant”). City and Consultant are sometimes hereinafter individually referred to as a “Party” and collectively referred to as “Parties.”

2. RECITALS

2.1 City has determined that it requires professional services from a consultant to provide professional project management and coordination support, and community outreach, engagement, and communication services for the Rosemead/Lakewood Boulevard Complete Corridor Project.

2.2 Consultant represents that it is fully qualified to perform such professional services by virtue of its experience and the training, education and expertise of its principals and employees. Consultant further represents that it is willing to accept responsibility for performing such services in accordance with the terms and conditions set forth in this Agreement.

NOW, THEREFORE, for and in consideration of the performance by the Parties of the mutual covenants and conditions herein contained, the Parties hereto agree as follows:

3. DEFINITIONS

3.1 “Scope of Services”: Such professional services as are set forth in the Consultant’s February 15, 2024, proposal to City attached hereto as Exhibit “A” and incorporated herein by this reference.

3.2 “Approved Fee Schedule”: Such compensation rates as are set forth in the Consultant’s February 15, 2024 proposed budget to City attached hereto as Exhibit “B.”

3.3 “Commencement Date”: February 27, 2024

3.4 “Expiration Date”: May 30, 2026

4. TERM

The term of this Agreement shall commence at 12:00 a.m. on the Commencement Date and shall expire at 11:59 p.m. on the Expiration Date unless extended by written agreement of the Parties or terminated in accordance with Section 22 below.

PROFESSIONAL SERVICES AGREEMENT
CIVICWELL – ROSEMEAD/LAKEWOOD BLVD PROJECT

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5. CONSULTANT'S SERVICES

5.1 Consultant shall perform the services identified in the Scope of Services. City shall have the right to request, in writing, changes in the Scope of Services. Any such changes mutually agreed upon by the Parties, and any corresponding increase or decrease in compensation, shall be incorporated by written amendment to this Agreement. In no event shall the total compensation and costs payable to Consultant under this Agreement exceed the sum of **One Hundred and Ten Thousand Dollars (\$110,000.00)** unless specifically approved in advance, in writing, by City.

5.2 Consultant shall perform all work to the highest professional standards of Consultant's profession and in a manner reasonably satisfactory to City.

6. COMPENSATION

6.1 City agrees to compensate Consultant for the services provided under this Agreement, and Consultant agrees to accept in full satisfaction for such services, payment in accordance with the Approved Fee Schedule.

6.2 Consultant shall submit to City an invoice, on a monthly basis or less frequently, for the services performed pursuant to this Agreement. Each invoice shall itemize the services rendered during the billing period and the amount due. Within ten (10) business days of receipt of each invoice, City shall notify Consultant in writing of any disputed amounts included on the invoice. Within thirty (30) calendar days of receipt of each invoice, City shall pay all undisputed amounts included on the invoice. City shall not withhold applicable taxes or other authorized deductions from payments made to Consultant.

6.3 Payments for any services requested in writing by City and not included in the Scope of Services shall be made to Consultant by City on a time-and-materials basis using Consultant's standard fee schedule. Fees for such additional services shall be paid within sixty (60) days of the date Consultant issues an invoice to City for such services.

7. BUSINESS LICENSE

Consultant shall obtain a City business license prior to commencing performance under this Agreement.

8. COMPLIANCE WITH LAWS

Consultant shall keep informed of State, Federal and Local laws, ordinances, codes and regulations that in any manner affect those employed by it or in any way affect the performance of its services pursuant to this Agreement. The Consultant shall at all times comply with such laws, ordinances, codes and regulations. Without limiting the generality of the foregoing, if Consultant is an out-of-state corporation or LLC, it must be

PROFESSIONAL SERVICES AGREEMENT
CIVICWELL – ROSEMEAD/LAKEWOOD BLVD PROJECT

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qualified and registered to do business in the State of California pursuant to sections 2105 and 17708.02 of the California Corporations Code. The City, its officers and employees shall not be liable at law or in equity occasioned by failure of Consultant to comply with this Section.

9. CONFLICT OF INTEREST

Consultant covenants that it presently has no interest and shall not acquire any interest, direct or indirect, which may be affected by the services to be performed by Consultant under this Agreement, or which would conflict in any manner with the performance of its services hereunder. During the term of this Agreement, Consultant shall not perform any work for another person or entity for whom Consultant was not working at the Commencement Date if both: (i) such work would require Consultant to abstain from a decision under this Agreement pursuant to a conflict of interest statute; and (ii) City has not consented in writing prior to Consultant's performance of such work.

10. PERSONNEL

Consultant represents that it has, or will secure at its own expense, all personnel required to perform the services identified in the Scope of Services. All such services shall be performed by Consultant or under its supervision, and all personnel engaged in the work shall be qualified to perform such services. Consultant reserves the right to determine the assignment of its own employees to the performance of Consultant's services under this Agreement, but City reserves the right, for good cause, to require Consultant to exclude any employee from performing services on City's premises. Diana Voss-Gonzalez shall be Consultant's project administrator and shall have direct responsibility for management of Consultant's performance under this Agreement. No change shall be made in Consultant's project administrator without City's prior written consent.

11. OWNERSHIP OF WRITTEN PRODUCTS

All reports, documents or other written material ("written products") developed by Consultant in the performance of this Agreement shall be and remain the property of City without restriction or limitation upon its use or dissemination by City. Consultant may take and retain copies of such written products as desired, but no such written products shall be the subject of a copyright application by Consultant. If any state, federal, or local law requires mandatory copyright protection for Consultant's work product, City shall comply with such laws to the extent feasible.

12. INDEPENDENT CONTRACTOR

12.1 Consultant is, and shall at all times remain as to City, a wholly independent contractor. Consultant shall have no power to incur any debt, obligation, or liability on behalf of City or otherwise to act on behalf of City as an agent. Neither City nor any of its

PROFESSIONAL SERVICES AGREEMENT
CIVICWELL – ROSEMEAD/LAKEWOOD BLVD PROJECT

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officers, employees or agents shall have control over the conduct of Consultant or any of Consultant's employees, except as set forth in this Agreement. Consultant shall not at any time represent that it is, or that any of its agents or employees are, in any manner employees of City.

12.2 The Parties further acknowledge and agree that nothing in this Agreement shall create or be construed to create a partnership, joint venture, employment relationship, joint-employer relationship, or any other relationship between Consultant or Consultant's employees except as set forth in this Agreement.

12.3 City shall have no direct or indirect control over Consultant's employees or sub-consultants with respect to wages, hours, and working conditions. In addition, City shall not deduct from the Compensation paid to Consultant any sums required for Social Security, withholding taxes, FICA, state disability insurance or any other federal, state or local tax or charge which may or may not be in effect or hereinafter enacted or required as a charge or withholding on the compensation paid to Consultant, Consultant's employees or subconsultants. City shall have no responsibility to provide Consultant, its employees or subconsultants with workers' compensation insurance or any other insurance.

12.4 The Parties further acknowledges the following: (i) that Consultant shall provide the services outlined in the Scope of Services directly to City; (ii) Consultant maintains a business location at the address listed under Section 20 that is separate and distinct from the City; (iii) Consultant contracts with other businesses to provide the same or similar services and maintains a clientele without restriction from the City; (iv) Consultant advertises and holds itself out to the public as available to provide the same or similar services; (v) unless otherwise specified in this Agreement, Consultant provides its own tools, vehicles, and equipment necessary for performing the Scope of Services; (vi) Consultant has proposed and negotiated its own rates; and (vii) consistent with the nature and demands of the project and the City's business hours, Consultant may set its own hours and location of work.

13. CONFIDENTIALITY

All data, documents, discussion, or other information developed or received by Consultant or provided for performance of this Agreement are deemed confidential and shall not be disclosed by Consultant without prior written consent by City. City shall grant such consent if disclosure is legally required. Upon request, all City data and any copies thereof shall be returned to City upon the termination or expiration of this Agreement.

14. NON-LIABILITY OF CITY OFFICIALS AND EMPLOYEES

No official or employee of the City shall be personally liable to Consultant in the event of any default or breach by City, or for any amount which may become due to Consultant.

15. INDEMNIFICATION

15.1 The Parties agree that City, its officers, agents, elected and appointed officials, employees, affiliated public agencies and volunteers should, to the extent permitted by law, be fully protected from any loss, injury, damage, claim, lawsuit, cost, expense, attorneys' fees, litigation costs, or any other cost arising out of or in any way related to the performance of this Agreement. Accordingly, the provisions of this indemnity provision are intended by the Parties to be interpreted and construed to provide the fullest protection possible under the law to City. Consultant acknowledges that City would not enter into this Agreement in the absence of Consultant's commitment to indemnify and protect City as set forth herein. Notwithstanding the foregoing, to the extent Consultant's services are subject to Civil Code Section 2782.8, the above indemnity shall be limited, to the extent required by Civil Code Section 2782.8, to claims that arise out of, pertain to, or relate to the negligence, recklessness, or willful misconduct of the Consultant.

15.2 To the full extent permitted by law, Consultant shall indemnify, hold harmless and defend City, its officers, agents, elected and appointed officials, employees, affiliated public agencies and volunteers from and against any and all claims, demands, lawsuits, causes of action, losses, costs or expenses for any damage due to death or injury to any person and injury to any property resulting from or arising out of any alleged intentional, reckless, negligent, or otherwise wrongful acts, errors or omissions of Consultant or any of its officers, employees, servants, agents, or subconsultants in the performance of this Agreement. Such costs and expenses shall include reasonable attorneys' fees incurred by counsel of City's choice and expert witness fees and consultant fees. Notwithstanding the foregoing, to the extent Consultant's Services are subject to Civil Code Section 2782.8, the above indemnity shall be limited, to the extent required by Civil Code Section 2782.8, to claims that arise out of, pertain to, or relate to the negligence, recklessness, or willful misconduct of the Consultant.

15.3 City shall have the right to offset against the amount of any compensation due Consultant under this Agreement any amount due City from Consultant as a result of Consultant's failure to pay City promptly any indemnification arising under this Section 15 or related to Consultant's failure to either: (i) pay taxes on amounts received pursuant to this Agreement or (ii) comply with applicable workers' compensation laws.

15.4 The obligations of Consultant under this Section 15 will not be limited by the provisions of any workers' compensation act or similar act. Consultant expressly waives its statutory immunity under such statutes or laws as to City, its officers, agents, employees and volunteers.

PROFESSIONAL SERVICES AGREEMENT
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15.5 Consultant agrees to obtain executed indemnity agreements with provisions identical to those set forth here in this Section 15 from each and every subconsultant or any other person or entity involved by, for, with or on behalf of Consultant in the performance of this Agreement. In the event Consultant fails to obtain such indemnity obligations from others as required herein, Consultant agrees to be fully responsible and indemnify, hold harmless and defend City, its officers, agents, elected and appointed officials, employees, affiliated public agencies and volunteers from and against any and all claims, demands, lawsuits, causes of action, losses, costs or expenses for any damage due to death or injury to any person and injury to any property resulting from or arising out of any alleged intentional, reckless, negligent, or otherwise wrongful acts, errors or omissions of Consultant's subconsultants or any other person or entity involved by, for, with or on behalf of Consultant in the performance of this Agreement. Such costs and expenses shall include reasonable attorneys' fees incurred by counsel of City's choice and expert witness fees and consultant fees.

15.6 City does not, and shall not, waive any rights that it may possess against Consultant because of the acceptance by City, or the deposit with City, of any insurance policy or certificate required pursuant to this Agreement. This hold harmless and indemnification provision shall apply regardless of whether or not any insurance policies are determined to be applicable to the claim, demand, damage, liability, loss, cost or expense.

15.7 **PERS ELIGIBILITY INDEMNITY.** In the event that Consultant or any employee, agent, or subconsultant of Consultant providing services under this Agreement claims or is determined by a court of competent jurisdiction or the California Public Employees Retirement System (PERS) to be eligible for enrollment in PERS as an employee of the City, Consultant shall indemnify, defend, and hold harmless City for the payment of any employee and/or employer contributions for PERS benefits on behalf of Consultant or its employees, agents, or subconsultants, as well as for the payment of any penalties and interest on such contributions, which would otherwise be the responsibility of City.

Notwithstanding any other agency, state or federal policy, rule, regulation, law or ordinance to the contrary, Consultant and any of its employees, agents, and subconsultants providing service under this Agreement shall not qualify for or become entitled to, and hereby agree to waive any claims to, any compensation, benefit, or any incident of employment by City, including but not limited to eligibility to enroll in PERS as an employee of City and entitlement to any contribution to be paid by City for employer contribution and/or employee contributions for PERS benefits.

16. INSURANCE

16.1 During the term of this Agreement, Consultant shall carry, maintain, and keep in full force and effect insurance against claims for death or injuries to persons or

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damages to property that may arise from or in connection with Consultant's performance of this Agreement. Such insurance shall be of the types and in the amounts as set forth below:

16.1.1 Comprehensive general liability, and Umbrella or Excess Liability Insurance covering all operations by or on behalf of Consultant providing insurance for bodily injury liability and property damage liability for the following and including coverage for:

16.1.1.1 Premises, operations, and mobile equipment

16.1.1.2 Products and completed operations

16.1.1.3 Broad form property damage (including completed operations)

16.1.1.4 Explosion, collapse, and underground hazards

16.1.1.5 Personal Injury

16.1.1.6 Contractual liability

in the amount of One Million Dollars (\$1,000,000) per occurrence combined single limit; Two Million Dollars (\$2,000,000) aggregate for products/completed operation; Two Million Dollars (\$2,000,000) general aggregate (General aggregate must apply separately to Consultant's work under this Agreement.); and Two Million Dollars (\$2,000,000) umbrella or excess liability.

16.1.2 Automobile Liability Insurance for owned, hired and non-owned vehicles utilized by Consultant, its employees or subconsultants, in the amount of One Million Dollars (\$1,000,000) per accident for bodily injury and property damage.

16.1.3 Worker's Compensation Insurance as required by the laws of the State of California, with Statutory Limits, and Employer's Liability Insurance with limit of no less than One Million Dollars (\$1,000,000) per accident for bodily injury or disease.

16.1.4 Professional Liability Insurance against errors and omissions in the performance of the work under this Agreement with coverage limits of not less than One Million Dollars (\$1,000,000) per occurrence of claim/ Two Million Dollars (\$2,000,000) in the aggregate.

16.2 Consultant shall require each of its subconsultants, if any, to maintain insurance coverage that meets all of the requirements of this Agreement.

16.3 The policy or policies required by this Agreement shall be issued by an

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insurer admitted in the State of California and with a rating of at least A:VII in the latest edition of Best's Insurance Guide.

16.4 Consultant agrees that if it does not keep the aforesaid insurance in full force and effect City may either: (i) immediately terminate this Agreement; or (ii) take out the necessary insurance and pay, at Consultant's expense, the premium thereon.

16.5 At all times during the term of this Agreement, Consultant shall maintain on file with City's Risk Manager a certificate or certificates of insurance showing that the aforesaid policies are in effect in the required amounts and, for the general liability and automobile liability policies, naming the City as an additional insured. Consultant shall, prior to commencement of work under this Agreement, file with City's Risk Manager such certificate(s).

16.6 Consultant shall provide proof that policies of insurance required herein expiring during the term of this Agreement have been renewed or replaced with other policies providing at least the same coverage. Consultant shall provide such proof to City at least two weeks prior to the expiration of the coverages.

16.7 The general liability and automobile policies of insurance required by this Agreement shall contain an endorsement naming City, its officers, employees, agents and volunteers as additional insureds. All of the policies required under this Agreement shall contain an endorsement providing that the policies cannot be canceled or reduced except on thirty days' prior written notice to City. Consultant agrees to require its insurer to modify the certificates of insurance to delete any exculpatory wording stating that failure of the insurer to mail written notice of cancellation imposes no obligation, and to delete the word "endeavor" with regard to any notice provisions.

16.8 The general liability and automobile policies of insurance provided by Consultant shall be primary to any coverage available to City. Any insurance or self-insurance maintained by City, its officers, employees, agents or volunteers, shall be in excess of Consultant's insurance and shall not contribute with it.

16.9 All insurance coverage provided pursuant to this Agreement shall not prohibit Consultant, and Consultant's employees, agents or subconsultants, from waiving the right of subrogation prior to a loss. Consultant hereby waives all rights of subrogation against the City.

16.10 Any deductibles or self-insured retentions must be declared to and approved by the City. At the option of City, Consultant shall either reduce or eliminate the deductibles or self-insured retentions with respect to City, or Consultant shall procure a bond guaranteeing payment of losses and expenses.

16.11 Procurement of insurance by Consultant shall not be construed as a limitation of Consultant's liability or as full performance of Consultant's duties to indemnify, hold harmless and defend under Section 15 of this Agreement.

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16.12 If Consultant maintains broader coverage and/or higher limits than the minimums shown above, the City requires and shall be entitled to the broader coverage and/or the higher limits maintained by the Consultant. Any available insurance proceeds in excess of the specified minimum limits of insurance and coverage shall be available to the City.

17. MUTUAL COOPERATION

17.1 City shall provide Consultant with all pertinent data, documents and other requested information as is reasonably available to City for the proper performance of Consultant's services under this Agreement.

17.2 In the event any claim or action is brought against City relating to Consultant's performance in connection with this Agreement, Consultant shall render any reasonable assistance that City may require.

18. RECORDS AND INSPECTIONS

Consultant shall maintain full and accurate records with respect to all matters covered under this Agreement for a period of three years after the expiration or termination of this Agreement. City shall have the right to access and examine such records, without charge, during normal business hours. City shall further have the right to audit such records, to make transcripts therefrom and to inspect all program data, documents, proceedings, and activities.

19. PERMITS AND APPROVALS

Consultant shall obtain, at its sole cost and expense, all permits and regulatory approvals necessary in the performance of this Agreement. This includes, but shall not be limited to, encroachment permits and building and safety permits and inspections.

20. NOTICES

Any notices, bills, invoices, or reports required by this Agreement shall be deemed received on: (i) the day of delivery if delivered by hand, facsimile, email, or overnight courier service during Consultant's and City's regular business hours; or (ii) on the third business day following deposit in the United States mail if delivered by mail, postage prepaid, to the addresses listed below (or to such other addresses as the Parties may, from time to time, designate in writing).

If to City:
Steve Carmona, City Manager
City of Pico Rivera
PO Box 1016
6615 Passons Blvd.

If to Consultant:
Michele Warren, COO
CivicWell
PO Box 188800
Sacramento, CA 95814

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Pico Rivera, California 90660-1016

Email: scarmona@pico-rivera.org

With a copy to:

Email: financedepartment@pico-rivera.org

With a courtesy copy to:

Arnold M. Alvarez-Glasman, City Attorney

13181 Crossroads Parkway North

Suite 400 - West Tower

City of Industry, CA 91746

Facsimile: (562) 692-2244

21. SURVIVING COVENANTS

The Parties agree that the covenants contained in Sections 13, 15 and Paragraph 17.2 of Section 17, of this Agreement shall survive the expiration or termination of this Agreement.

22. TERMINATION

22.1. City shall have the right to terminate this Agreement for any reason on five (5) calendar days' written notice to Consultant. Consultant shall have the right to terminate this Agreement for any reason on sixty (60) calendar days' written notice to City. The effective date of termination shall be upon the date specified in the notice of termination. Consultant agrees that in the event of such termination, City's obligation to pay Consultant shall be limited to payment only for those services satisfactorily rendered, as solely determined by the City, prior to the effective date of termination. Consultant agrees to cease all work under this Agreement on or before the effective date of any notice of termination. All City data, documents, objects, materials or other tangible things shall be returned to City upon the termination or expiration of this Agreement.

22.2 If City terminates this Agreement due to no fault or failure of performance by Consultant, then Consultant shall be paid based on the work satisfactorily performed, as solely determined by the City, at the time of termination. In no event shall Consultant be entitled to receive more than the amount that would be paid to Consultant for the full performance of the services required by this Agreement.

23. ASSIGNMENT

Consultant shall not delegate, transfer, subcontract or assign its duties or rights hereunder, either in whole or in part, without City's prior written consent, and any attempt

to do so shall be void and of no effect. City shall not be obligated or liable under this Agreement to any Party other than Consultant.

24. NON-DISCRIMINATION AND EQUAL EMPLOYMENT OPPORTUNITY

24.1 In the performance of this Agreement, Consultant shall not discriminate against any employee, subconsultant, or employment applicant because of race, color, creed, religion, sex, marital status, national origin, ancestry, age, physical or mental handicap, medical condition or sexual orientation. Consultant will take affirmative action to ensure that subconsultants, employees, and employment applicants are treated without regard to their race, color, creed, religion, sex, marital status, national origin, ancestry, age, physical or mental handicap, medical condition or sexual orientation.

24.2 Consultant will, in all solicitations or advertisements for employees placed by or on behalf of Consultant state either that it is an equal opportunity employer or that all qualified applicants will receive consideration for employment without regard to race, color, creed, religion, sex, marital status, national origin, ancestry, age, physical or mental handicap, medical condition or sexual orientation.

24.3 Consultant will cause the foregoing provisions to be inserted in all subcontracts for any work covered by this Agreement except contracts or subcontracts for standard commercial supplies or raw materials.

25. WARRANTIES

25.1 Each Party has received independent legal advice from its attorneys with respect to the advisability of entering into and executing this Agreement, or been provided with an opportunity to receive independent legal advice and has freely and voluntarily waived and relinquished the right to do so. Each Party who has not obtained independent counsel acknowledges that the failure to have independent legal counsel will not excuse such Party's failure to perform under this Agreement.

25.2 In executing this Agreement, each Party has carefully read this Agreement, knows the contents thereof, and has relied solely on the statements expressly set forth herein and has placed no reliance whatsoever on any statement, representation, or promise of any other party, or any other person or entity, not expressly set forth herein, nor upon the failure of any other party or any other person or entity to make any statement, representation or disclosure of any matter whatsoever.

25.3 It is agreed that each Party has the full right and authority to enter into this Agreement, and that the person executing this Agreement on behalf of either Party has

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the full right and authority to fully commit and bind such Party to the provisions of this Agreement.

26. CAPTIONS

26.1 The captions appearing at the commencement of the sections hereof, and in any paragraph thereof, are descriptive only and for convenience in reference to this Agreement. Should there be any conflict between such heading, and the section or paragraph thereof at the head of which it appears, the section or paragraph thereof, as the case may be, and not such heading, shall control and govern in the construction of this Agreement.

26.2 Masculine or feminine pronouns shall be substituted for the neuter form and vice versa, and the plural shall be substituted for the singular form and vice versa, in any place or places herein in which the context requires such substitution(s).

27. NON-WAIVER

27.1 The waiver by City or Consultant of any breach of any term, covenant or condition herein contained shall not be deemed to be a waiver of such term, covenant or condition or of any subsequent breach of the same or any other term, covenant or condition herein contained. In no event shall the making by City of any payment to Consultant constitute or be construed as a waiver by City of any breach of covenant, or any default which may then exist on the part of Consultant, and the making of any such payment by City shall in no way impair or prejudice any right or remedy available to City with regard to such breach or default. No term, covenant or condition of this Agreement shall be deemed to have been waived by City or Consultant unless in writing.

27.2 Each right, power and remedy provided for herein or now or hereafter existing at law, in equity, by statute, or otherwise shall be cumulative and shall be in addition to every other right, power, or remedy provided for herein or now or hereafter existing at law, in equity, by statute, or otherwise. The exercise, the commencement of the exercise, or the forbearance of the exercise by any Party of any one or more of such rights, powers or remedies shall not preclude the simultaneous or later exercise by such Party of any of all of such other rights, powers or remedies.

27.3 Consultant shall not be liable for any failure to perform if Consultant presents acceptable evidence, in City's sole judgment, that such failure was due to causes beyond the control and without the fault or negligence of Consultant.

28. COURT COSTS AND ATTORNEY FEES

In the event legal action shall be necessary to enforce any term, covenant or condition herein contained, the Party prevailing in such action, whether reduced to

judgment or not, shall be entitled to its reasonable court costs, including accountants' fees and expert witness fees, if any, and attorneys' fees expended in such action. The venue for any litigation shall be Los Angeles County, California.

29. SEVERABILITY

If any term or provision of this Agreement or the application thereof to any person or circumstance shall, to any extent, be invalid or unenforceable, then such term or provision shall be amended to, and solely to, the extent necessary to cure such invalidity or unenforceability, and in its amended form shall be enforceable. In such event, the remainder of this Agreement, or the application of such term or provision to persons or circumstances other than those as to which it is held invalid or unenforceable, shall not be affected thereby, and each term and provision of this Agreement shall be valid and be enforced to the fullest extent permitted by law.

30. GOVERNING LAW

This Agreement shall be governed and construed in accordance with the laws of the State of California.

31. COUNTERPARTS

This Agreement may be signed in any one or more counterparts all of which taken together shall be but one and the same Agreement. Any signed copy of this Agreement or of any other document or agreement referred to herein, or copy or counterpart thereof, delivered by facsimile or email transmission, shall for all purposes be treated as if it were delivered containing an original manual signature of the Party whose signature appears in the facsimile or email and shall be binding upon such Party in the same manner as though an originally signed copy had been delivered.

32. ENTIRE AGREEMENT

All documents referenced as exhibits in this Agreement are hereby incorporated in this Agreement. In the event of any material discrepancy between the express provisions of this Agreement and the provisions of any document incorporated herein by reference, the provisions of this Agreement shall prevail. This instrument contains the entire Agreement between City and Consultant with respect to the transactions contemplated herein. No other prior oral or written agreements are binding upon the Parties. Amendments hereto or deviations herefrom shall be effective and binding only if made in writing and executed by City and Consultant.

33. MANDATORY CALTRANS CONTRACT PROVISIONS

Consultant acknowledges that the funding associated with the Scope of Services under this Agreement requires compliance with the California Department of Transportation (“Caltrans”) Sustainable Communities Grant Restrict Grant Agreement (“RGA”). Consultant agrees that it will be responsible for ensuring that all required contractual requirements under the RGA, including but not limited to those listed under Exhibit C, which are attached hereto and incorporated here by reference. Should any conflict arise between the requirements of Exhibit C and this Agreement, the provisions of Exhibit C shall control to the minimum extent required to resolve such conflict.

TO EFFECTUATE THIS AGREEMENT, the Parties have caused their duly authorized representatives to execute this Agreement on the dates set forth below.

“CITY”
CITY OF PICO RIVERA

“CONSULTANT”
CIVICWELL

Steve Carmona, City Manager

Michele Warren, COO

Dated: _____

Dated: _____

ATTEST:

APPROVED AS TO FORM:

Cynthia Ayala, City Clerk

Arnold M. Alvarez-Glasman, City Attorney

EXHIBIT A
SCOPE OF SERVICES

City of Pico Rivera

**Rosemead/Lakewood Boulevard
Complete Corridor Plan
(BRT + ATP + TOD)**

CivicWell - Scope of Work

Revised: 2/15/2024

The following scope of work outlines tasks culminating in the development of the *Rosemead/Lakewood Boulevard Complete Corridor Plan* (herein after referred to as the “*RoseWood Corridor Plan*”). Development of the RoseWood Corridor Plan is funded by a Caltrans Sustainable Communities Grant received by the City of Pico Rivera.

In partnership with the City of Pico Rivera (City), Project Management will be led by CivicWell and include direct implementation support with project partners, stakeholders and technical consultants selected to develop and evaluate alternatives and produce the plan. This project will result in a comprehensive study and conceptual plan for high-quality rapid transit with active transportation spanning the 16.7-mile stretch of Rosemead and Lakewood Boulevard from the City of Pico Rivera to the City of Long Beach.

In addition, this scope of work supports integration with concurrent region-wide projects, including planning for a 9.6-mile bus rapid transit line on Rosemead Blvd through the San Gabriel Valley from Pico Rivera to East Pasadena, and planning for east-west passenger rail lines such as Metro Foothill Gold Line, Eastside Gold Line, the West Santa Ana Branch, the Green Line, and a new commuter rail station along the LA-to-Anaheim commuter rail corridor.

All work and activities included in this scope of work are expected to be completed by February 2026, with the delivery of the Multimodal Streetscape Plan due no later than April 2026 per the Caltrans Restricted Grant Agreement.

Task 01: Project Administration

Project Management

CivicWell will assist the City with overall project management and procurement process for consultant selection. CivicWell will help the City assemble a few stakeholder and advisory groups and support the Gateway City Council of Governments with meeting agendas, content, facilitation, and documentation involved with multi-jurisdictional project input, guidance and review of plan documents, will organize community engagement events, develop publicity materials, and document public input. CivicWell staff will facilitate community engagement activities including in-person and virtual workshops, pop up events, stakeholder listening sessions and focus group meetings.

Project Meetings

CivicWell will coordinate monthly team project calls (City staff, consultant, GCCOG staff and others as needed) to plan and facilitate execution of all project activities.

Quarterly Progress Reports

CivicWell will support the City with the preparation of quarterly grant project reports to Caltrans District staff.

Quarterly Invoicing

CivicWell will support the City with the preparation of requests for reimbursement to Caltrans District staff. CivicWell will submit monthly invoices to the city.

Task 01 – Deliverables
<ul style="list-style-type: none">• Final Contract/Agreement between the City and CivicWell• Meeting agendas, notes & action items• Quarterly progress reports• Quarterly invoice packages

Task 02: Consultant Procurement

The City, with assistance from CivicWell, will procure a consultant with transit, active transportation and urban planning, design and engineering expertise. The RFP will follow the proper procurement procedures established by both Caltrans and the City for these projects. The RFP will be sent to the City's list of pre-qualified firms for planning and

engineering services that will be established through a competitive process. The City, with support from CivicWell, will assemble a review panel to evaluate each proposal. In-person or videoconference interviews will be held with proposers if deemed necessary.

Once chosen, a contract will be executed for services with the selected consultant to collect data, conduct analysis, develop design concepts and recommendations, and produce the plan. Once a contract is in place, the City and CivicWell will conduct a kickoff meeting and site visit with the project consultant.

Task 02 – Deliverables
<ul style="list-style-type: none">• Copy of the Request for Proposals for Consultant• Copy of the contract between the consultant and the City• Meeting notes from the project kick-off with City, consultant and CivicWell

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- | |
|---|
| <ul style="list-style-type: none">• Copy of the Request for Proposals for Consultant• Copy of the contract between the consultant and the City• Meeting notes from the project kick-off with City, consultant and CivicWell |
|---|

Task 1: Data Collection and Corridor Conditions Assessment

This task will be led by the selected consultant with support and oversight by the City of Pico Rivera and CivicWell, and available studies and planning data provided by stakeholders (Metro, SCAG, Caltrans, etc.) and jurisdictions (GCCOG, corridor municipalities, etc.).

Site Visits

CivicWell will coordinate logistics with the City of Pico Rivera, consultant and project stakeholders to conduct a city-by-city field review of the corridor to observe and assess existing right of way, roadway, traffic control, pedestrian, bicycle and transit conditions and infrastructure, and adjacent land uses. The site visits will take place in conjunction with meetings with city staff in each jurisdiction, enabling the project team and local agencies to tour assess portions of the boulevard together. Meetings with individual cities are described under Task 3 below.

Task 1 – Deliverables
<ul style="list-style-type: none">• Inventory of collected data, materials and photos from site visit and review of existing plans and studies (consultant responsible for this deliverable with support from CivicWell)• Base maps in digital and large print formats ((consultant responsible for this deliverable)• Technical report with maps and graphics summarizing existing and future conditions (consultant responsible for this deliverable)

Task 2: Engagement with Jurisdictions and Agencies

The project will include a series of independent meetings with each jurisdiction as well as a series of meetings with the technical advisory committee established for the project and the GCCOG Policy Committee, and ad hoc meetings with individual councils and commissions.

Corridor Cities - Technical Advisory Committee

CivicWell will provide agenda development, coordination and facilitation support for technical advisory committee meetings comprised of public works directors and city engineers from each city within the corridor. The TAC will also include representatives from local and regional agencies such as Metro, SCAG, Caltrans, transit operators (i.e. Long Beach Transit, Montebello Bus Lines, etc.) The TAC will meet at least 6 times during the course of the project for coordinated interagency briefings, input, and feedback. Additional meetings may be held as needed. The first meeting will focus on project goals, relevant existing and proposed policies, plans, programs and initiatives, and potential funding sources for further vetting, design and implementation. The second will focus on the assessment of corridor conditions, trends, future directions, needs and opportunities. Subsequent meetings will focus on stakeholder and community input received (described under the next task), conceptual designs and recommendations, and preferred alternatives.

Meetings with Corridor Cities

Independent meetings will be held with key staff and officials from each of the six jurisdictions along the corridor. CivicWell will schedule and attend all meetings. Participants will include representatives from planning and community development, transportation, engineering and public works, and local transit agencies (Long Beach Transit, Montebello Bus Lines, Bellflower Bus, etc.). Two rounds of meetings are anticipated. The first round will take place in person in conjunction with the corridor assessment described under Task 1 to tour corridor segments, collect information about policy, planning and available technical data, and identify strengths, needs and opportunities as seen from the view of the respective municipalities. The second round will likely take place virtually to discuss proposed scenarios and concepts for transit enhancements and collect feedback.

Policymaker Engagement

At least 2 meetings of the GCCOG City Managers Policy Steering Committee, 2 meetings of the Transportation Committee, 2 meetings of full COG Board will be conducted during the duration of the project. GCCOG will host the meetings with agenda development, coordination and facilitation support from CivicWell and technical presentations from

members of the consultant team. An additional 2 meetings will be held with representatives from county, state, and federal legislative offices representing the corridor.

The first meeting with each group will focus on project goals and objectives, strategies for successful community outreach, and best methods for information sharing, review and feedback from elected bodies. Other meetings will focus on existing conditions, input from stakeholders, residents and City staff, and draft concepts and recommendations. Informational materials and slide decks will be made available for attendees to share with their respective city councils, county supervisors, committees and commissions, and/or other decision-making and advisory bodies. Members of the consultant team will be available to attend council briefings as needed to respond to questions and receive input.

Task 2 – Deliverables
<ul style="list-style-type: none">• TAC agendas, list of attendees, meeting materials and notes• Corridor city meeting agendas, list of attendees, meeting materials and notes• PC meeting agendas, list of attendees, meeting materials and notes

Task 3: Stakeholder and Community Engagement

CivicWell, with support from the City of Pico Rivera and GCCOG, will identify key stakeholders, assemble a Stakeholder Advisory Group (SAG), develop an outreach and engagement strategy, and produce and distribute outreach materials. Activities to be completed are described below.

Communications and Engagement Plan

CivicWell, with input from the City, GCCOG and consultant, will prepare a Community Engagement Plan to inform residents, businesses and other stakeholders about the project and upcoming community events throughout the project area. The plan will provide a coordination strategy between key players, project milestones and timeline for plan development. It will also outline coordination with other key planning activities and local community events. The plan will describe:

- Development and execution of a strong digital presence, including a project website to host all final project documents, calendar of events, social media feeds, surveys and sentiment analysis tools, videos, etc. Each city and other relevant agencies, stakeholders and community-based organizations will be asked to link

their respective organization websites and social media feeds to the dedicated project website.

- A comprehensive list of stakeholders comprised of agency contacts, chamber, trade and business associations, and nonprofit and community-based organizations, such as Norwalk Unides, Happy City Coalition, Bike LA, Move LA, and Streets for All, that represent diverse interests key to the development of concepts and recommendations.
- The schedule and set of task descriptions for carrying out the community and stakeholder involvement activities with timing and milestones.
- Means for direct engagement with low-income communities, communities of color and non-English speaking populations identified under Task 1 review of demographics, other qualitative and quantitative indicators and deployment of CivicWell's Diversity, Equity and Inclusion Litmus Test assessment methodology. Translation needs will be provided when needed and documented throughout the process.
- Establishment and role of the Stakeholder Advisory Group described below.
- Development of a comprehensive outreach list and contact management strategy.
- Specific ways that community input will be sought and integrated at various phases of the planning process, including at events in each city, such as farmers markets and street festivals.
- Pico Rivera Youth Ambassador Program involvement in outreach and planning activities.

Stakeholder Advisory Group

CivicWell, in coordination with the City of Pico Rivera, GCCOG and consultant, will convene a Stakeholder Advisory Group (SAG) of approximately 20 - 30 participants from a cross-section of organizations, stakeholder and advocacy groups that work with or represent seniors and older adults, school districts, community colleges and universities, people with disabilities, service workers, affordable housing sector, bicyclists, environmental interests and others that rely on and benefit from transit and active transportation to meet their mobility needs and support environmental sustainability and economic resilience.

The SAG will meet quarterly throughout the duration of the project and development of the plan. The group will review and provide input on the communications and engagement plan, help determine strategies for engaging all segments of the corridor communities and maximizing participation at public events, as well as opportunities for coordination and synergy with other community initiatives and planning activities impacting the community. Meetings will also provide a venue for discussion of plan concepts and strategies for implementation.

Focus Groups

CivicWell, with input from the advisory group and close coordination with the selected consultant, will organize approximately 5 to 10 listening sessions to learn about mobility and transit needs across sectors and population segments. Participants may include, but not be limited to representatives from:

- Affordable housing agencies, managers and developers
- Spanish-speaking and other non-English speaking populations
- Large employers, chambers of commerce and business associations
- Retail, recreation, sports and entertainment destinations
- K-12 school district representatives
- Community college, vocational learning and university representatives
- Public health departments and social services agencies and non-profits
- Organizations that work with and represent seniors, veterans and people with disabilities
- Environmental justice and social equity advocacy groups
- Bicycling and active transportation organizations and advocacy groups

Project Branding, Content and Dissemination

CivicWell, working with the consultant, will lead production of materials in English, Spanish and others languages as necessary to inform all segments of the corridor communities about the planning process and how they can participate. Targeted efforts will be made to reach lower-income, underserved community members that have been historically overlooked, excluded or been reticent to participate in public planning processes. Specific tasks will include:

- Drawing from examples from other successful planning, outreach and engagement efforts, project branding will be identified using a consistent logo, story line and messaging to increase visibility, awareness, interest and participation.
- Flyers and posters in English, Spanish and other languages as needed will be produced publicizing events for distribution. A “BRT and Complete Streets 101” informational factsheet, with examples and case studies will be prepared to include on the project website and in presentations, posters and boards.
- Materials will be shared digitally, and through email, newsletters and social media sources. Advisory group members and select stakeholders will be asked to distribute flyers and information about the project and ways to participate through their networks and at standing meetings, festivals and other community events. Opportunities will be identified to engage with stakeholders through print materials and word of mouth at places where residents go for other purposes such as coffee shops, recreational centers, civic, faith-based and cultural centers, and other

gathering places. Community-based organizations will be solicited for promotion and direction on how to best reach and communicate with their constituents.

- Announcements and press releases will be prepared and distributed to local and regional media and other outlets. Advisory group members will be consulted to identify social media platforms that residents use. Announcements, project information, presentations and plan documents will be posted on the City's Virtual City Hall project website and GCCOG's website, and events will be publicized on social media platforms and through newsletters.

Project Website

The project website initiated by Streets for All will be utilized to house all project information including, but not limited to a storyboard map, videos, messages and notifications, surveys, analysis, and reports. CivicWell will maintain the website with content provided by cities and the consultant. The project website will be used to keep stakeholders and residents updated on the planning effort, to distribute notices about events, and to provide downloadable copies of draft and final documents. Links and content will be provided to corridor cities and other GCCOG member jurisdictions to post on their websites. All community presentations will be offered virtually, be recorded, and hosted on the project website.

Resident and Employee Surveys

CivicWell will work with the consultant to develop electronic surveys that will be posted on the project website and/or circulated through other channels to residents, employees and small and large employers for data on person travel patterns, modes and needs. Special emphasis will be placed on collecting input from historically marginalized populations to inform solutions that increase access to affordable and healthy transit and transportation opportunities. Paper surveys will be available for completion or pick up at in-person events, city halls and other locations for those who do not have access to the internet or prefer to complete by hand.

Mobility Needs and Opportunities Forums and Pop-Up Engagement

CivicWell will lead planning and coordination with the consultant to conduct forums to engage and educate community members about bus rapid transit, complete streets, transit oriented development, and activities and conversations to learn about their mobility and transit needs and service models that best suit their communities. CivicWell, with help from the advisory group and local co-hosts, will arrange facilities and food (in accord with grant guidelines for eligible snack and refreshment expenses), and other supporting promotional and celebratory activities for in person events..

Two rounds of forums are planned to be held in three locations selected for convenience and accessibility to community members throughout the corridor for a total of six events. CivicWell, in coordination with the City of Pico Rivera, advisory group and consultant, will develop detailed agendas for the events and activities. The conceptual scope of events includes:

- First Round – *Possibilities and Needs*. CivicWell and the consultant will present tools and strategies for complete streets, first and last miles to transit, zero emission enhanced transit and BRT service types and infrastructure, and transit oriented development. Small group map activities or stations will be included where participants will identify issues and mark up opportunity sites. Facilitated small group walking assessments of corridor sections may also be included where feasible.
- Second Round – *Concepts and Recommendations*. CivicWell will review the stakeholder and community input to date, and the consultant will present the results of the corridor conditions assessment, concepts for BRT and initial recommendations for implementation. Breakouts and weighing activities will be used to gauge preferences and concerns.

These forums will be supplemented with pop up tables, booths, and/or surveys and information materials at one well-attended event in each city, such as farmers markets and street festivals, that are identified in the communications and engagement plan with input from the advisory group. CivicWell will organize and staff the events with participation from members of the consultant team as needed and other project stakeholder representatives.

On-line Survey of Proposed Concepts and Recommendations

Recognizing that not all community members will be able to attend the workshops and to ensure broader public feedback and input, the proposed concepts will be posted on-line around the time of the public review period with a survey in English and Spanish allowing people to weigh in over the course of a few weeks with their preferences, concerns, comments and suggestions. The survey will be available in paper format for those who do not have internet access or prefer to complete by hand. CivicWell will support the consultant with development of the survey and will publicize it to encourage participation.

Task 3 – Deliverables

- Communication and Engagement Plan
- Advisory group participant lists and meeting notes
- Stakeholder focus group participant lists and notes
- Outreach, education, information and publicity materials
- Content for project webpage
- Resident and employee surveys and results summary
- Forum agendas, PowerPoint Presentations, attendee lists and notes

Task 4: Plan Development

Building upon the corridor assessment and jurisdiction, stakeholder and community input described in the previous tasks, the consultant will develop components that will make up the final plan document. CivicWell will produce and provide an engagement report to the consultant that summarizes the meetings, events and activities with stakeholders and community members and the input and feedback received for guidance on the preferred strategy.

CivicWell will support management of the consultant throughout the development of the Rosewood Complete Corridor Plan on behalf of the City. This will include coordination and facilitation of consultant tasks and deliverables with:

- TAC, SAG, and GCCOG input;
- Publicity, communications, community outreach and engagement
- Documentation of the public process and outcomes for inclusion in plans, future implementation and grant proposals
- Initial review of key draft deliverables, circulation for comment, collection of feedback for edits and revisions
- Review and feedback through the engagement activities with local governments, regional agencies, stakeholders and community members.

CivicWell will support the consultant with input, coordination and review in the performance of their services:

- Data collection, analysis, and existing conditions reports
- BRT and Complete Streets conceptual designs and feasibility analysis
- Implementation strategy with phasing, cost estimates, steps for funding for full design and construction, and management framework to carry the project forward
- Draft plan documents for administrative and technical review
- Final plan documents, public, Council and GCCOG Reviews

Task 4 – Deliverables
<ul style="list-style-type: none">• BRT options, analysis and preferred concept with maps, graphics and illustrations• Implementation strategy with costs estimates, phasing, funding sources and proposed management plan• Administrative and public review draft plan documents and comments received

Task 5: Final Plan Review and Approval

CivicWell will assist the City and GCCOG with communication and updates regarding GCCOG Policy Committee and Board meetings to approve and adopt the final Rosewood Complete Corridor Plan.

Task Deliverables
<ul style="list-style-type: none">• Agendas, staff reports and presentations• Meeting minutes with Board approval• Final Plan that includes a summary of next steps towards implementation, credits FHWA, FTA, and/or Caltrans on the cover or title page, submitted to Caltrans in an ADA accessible electronic copy.

EXHIBIT B
APPROVED FEE SCHEDULE

CivicWell Budget

Grant Total: \$585,334

Task		CivicWell	Expenses	CivicWell Total	Consultant	New Breakdown	Grant Breakdown	City Match	Project Total
01	Project Administration	\$13,128		\$13,128	\$0	\$13,128	\$13,128	\$75,836	
02	Consultant Procurement	\$10,000		\$10,000	\$0	\$10,000	\$16,360		
1	Data Collection and Corridor Conditions Assessment	\$11,000		\$11,000	\$70,000	\$81,000	\$116,320		
2	Engagement with Jurisdictions and Agencies	\$18,000	\$2,050	\$20,050	\$40,000	\$60,050	\$64,052		
3	Stakeholder and Community Engagement	\$36,024	\$7,850	\$43,874	\$60,500	\$104,374	\$115,104		
4	Plan Development	\$7,000		\$7,000	\$285,294	\$292,294	\$239,532		
5	Final Plan Review and Approval	\$3,968	\$520	\$4,488	\$20,000	\$24,488	\$20,838		
Totals		\$99,120	\$10,420	\$109,540	\$475,794	\$585,334	\$585,334		

EXHIBIT C
MANDATORY CALTRANS CONTRACT PROVISIONS

ARTICLE I CONSULTANT'S REPORTS OR MEETINGS

- A. CONSULTANT shall submit progress reports at least once a month. The report should be sufficiently detailed for the CITY's Contract Administrator to determine, if CONSULTANT is performing to expectations, or is on schedule; to provide communication of interim findings, and to sufficiently address any difficulties or special problems encountered, so remedies can be developed.
- B. CONSULTANT's Project Manager shall meet with CITY's Contract Administrator, as needed, to discuss progress on the AGREEMENT.

ARTICLE II STATEMENT OF WORK

- A. See Exhibit A

ARTICLE III PERFORMANCE PERIOD

- A. See Section 3 of the Agreement

ARTICLE IV ALLOWABLE COSTS AND PAYMENTS

Option 4 below

(Option 1 - Use paragraphs A through K below for Cost-Plus-Fixed Fee AGREEMENTs. Use [Exhibit 10-H1: Cost Proposal Format](#))

- A. The method of payment for this AGREEMENT will be based on actual cost plus a fixed fee. CITY will reimburse CONSULTANT for actual costs (including labor costs, employee benefits, travel, equipment rental costs, overhead and other direct costs) incurred by CONSULTANT in performance of the work. CONSULTANT will not be reimbursed for actual costs that exceed the estimated wage rates, employee benefits, travel, equipment rental, overhead, and other estimated costs set forth in the approved CONSULTANT'S Cost Proposal, unless additional reimbursement is provided for by AGREEMENT amendment. In no event, will CONSULTANT be reimbursed for overhead costs at a rate that exceeds CITY's approved overhead rate set forth in the Cost Proposal. In the event, that CITY determines that a change to the work from that specified in the Cost Proposal and AGREEMENT is required, the AGREEMENT time or actual costs reimbursable by CITY shall be adjusted by AGREEMENT amendment to accommodate the changed work. The maximum total cost as specified in Paragraph "I" of this Article shall not be exceeded, unless authorized by AGREEMENT amendment.
- B. The indirect cost rate established for this AGREEMENT is extended through the duration of this specific AGREEMENT. CONSULTANT's agreement to the extension of the 1-year applicable period shall not be a condition or qualification to be considered for the work or AGREEMENT award.
- C. In addition to the allowable incurred costs, CITY will pay CONSULTANT a fixed fee of \$(AMOUNT). The fixed fee is nonadjustable for the term of the AGREEMENT, except in the event of a significant change in the scope of work and such adjustment is made by AGREEMENT amendment.

- D. Reimbursement for transportation and subsistence costs shall not exceed the rates specified in the approved Cost Proposal.
- E. When milestone cost estimates are included in the approved Cost Proposal, CONSULTANT shall obtain prior written approval for a revised milestone cost estimate from the Contract Administrator before exceeding such cost estimate.
- F. Progress payments will be made monthly in arrears based on services provided and allowable incurred costs. A pro rata portion of CONSULTANT's fixed fee will be included in the monthly progress payments. If CONSULTANT fails to submit the required deliverable items according to the schedule set forth in Article III Statement of Work, CITY shall have the right to delay payment or terminate this AGREEMENT.
- G. No payment will be made prior to approval of any work, nor for any work performed prior to approval of this AGREEMENT.
- H. CONSULTANT will be reimbursed promptly according to California Regulations upon receipt by CITY's Contract Administrator of itemized invoices in duplicate. Invoices shall be submitted no later than thirty (30) calendar days after the performance of work for which CONSULTANT is billing. Invoices shall detail the work performed on each milestone and each project as applicable. Invoices shall follow the format stipulated for the approved Cost Proposal and shall reference this AGREEMENT number and project title. Final invoice must contain the final cost and all credits due CITY including any equipment purchased under the provisions of Article XI Equipment Purchase. The final invoice should be submitted within sixty (60) calendar days after completion of CONSULTANT's work. Invoices shall be mailed to CITY's Contract Administrator at the following address:

*(CITY/NAME OF CONTRACT ADMINISTRATOR)
(ADDRESS)*

- I. The total amount payable by CITY including the fixed fee shall not exceed \$(Amount).
- J. For personnel subject to prevailing wage rates as described in the California Labor Code, all salary increases, which are the direct result of changes in the prevailing wage rates are reimbursable.

(Option 2 - For Cost per Unit of Work AGREEMENTs, replace paragraphs A & B of Option 1 with the following paragraphs A, B, and C and re-letter the remaining paragraphs. Adjust as necessary for work specific to your project. Use [Exhibit 10-H3: Cost Proposal Format](#)).

- A. The method of payment for the following items shall be at the rate specified for each item, as described in this Article. The specified rate shall include full compensation to CONSULTANT for the item as described, including but not limited to, any repairs, maintenance, or insurance, and no further compensation will be allowed therefore.
- B. The specified rate to be paid for vehicle expense for CONSULTANT's field personnel shall be \$(Amount) per approved Cost Proposal. This rate shall be for fully equipped vehicle(s) specified

in Article III Statement of Work, as applicable. The specified rate to be paid for equipment shall be, as listed in the approved Cost Proposal.

- C. The method of payment for this AGREEMENT, except those items to be paid for on a specified rate basis, will be based on cost per unit of work. CITY will reimburse CONSULTANT for actual costs (including labor costs, employee benefits, travel, equipment-rental costs, overhead and other direct costs) incurred by CONSULTANT in performance of the work. CONSULTANT will not be reimbursed for actual costs that exceed the estimated wage rates, employee benefits, travel, equipment rental, overhead and other estimated costs set forth in the approved Cost Proposal, unless additional reimbursement is provided for, by AGREEMENT amendment. In no event, will CONSULTANT be reimbursed for overhead costs at a rate that exceeds CITY approved overhead rate set forth in the approved Cost Proposal. In the event, CITY determines that changed work from that specified in the approved Cost Proposal and AGREEMENT is required; the actual costs reimbursable by CITY may be adjusted by AGREEMENT amendment to accommodate the changed work. The maximum total cost as specified in Paragraph "I," of this article shall not be exceeded unless authorized by AGREEMENT amendment.

(Option 3 - Use paragraphs A through P for Specific Rates of Compensation Agreements [such as on-call Agreements]. This payment method shall only be used when it is not possible at the time of procurement to estimate the extent or duration of the work or to estimate costs with any reasonable degree of accuracy. The specific rates of compensation payment method should be limited to AGREEMENTs or components of AGREEMENTs for specialized or support type services where the CONSULTANT is not in direct control of the number of hours worked, such as construction engineering and inspection. Use [Exhibit 10-H2: Cost Proposal Format](#)).

- A. CONSULTANT will be reimbursed for hours worked at the hourly rates specified in the CONSULTANT's approved Cost Proposal. The specified hourly rates shall include direct salary costs, employee benefits, prevailing wages, employer payments, overhead, and fee. These rates are not adjustable for the performance period set forth in this AGREEMENT. CONSULTANT will be reimbursed within thirty (30) days upon receipt by CITY'S Contract Administrator of itemized invoices in duplicate.
- B. In addition, CONSULTANT will be reimbursed for incurred (actual) direct costs other than salary costs that are in the approved Cost Proposal and identified in the approved Cost Proposal and in the executed Task Order.
- C. Specific projects will be assigned to CONSULTANT through issuance of Task Orders.
- D. After a project to be performed under this AGREEMENT is identified by CITY, CITY will prepare a draft Task Order; less the cost estimate. A draft Task Order will identify the scope of services, expected results, project deliverables, period of performance, project schedule and will designate a CITY Project Coordinator. The draft Task Order will be delivered to CONSULTANT for review. CONSULTANT shall return the draft Task Order within ten (10) calendar days along with a Cost Estimate, including a written estimate of the number of hours and hourly rates per staff person, any anticipated reimbursable expenses, overhead, fee if any, and total dollar amount. After agreement has been reached on the negotiable items and total cost; the finalized Task Order shall be signed by both CITY and CONSULTANT.

- E. Task Orders may be negotiated for a lump sum (Firm Fixed Price) or for specific rates of compensation, both of which must be based on the labor and other rates set forth in CONSULTANT's approved Cost Proposal.

CONSULTANT shall be responsible for any future adjustments to prevailing wage rates including, but not limited to, base hourly rates and employer payments as determined by the Department of Industrial Relations. CONSULTANT is responsible for paying the appropriate rate, including escalations that take place during the term of the AGREEMENT.

- F. *(City to include either (a) or (b) below; delete the other one)*
 - (a) Reimbursement for transportation and subsistence costs shall not exceed State rates.
 - (b) Reimbursement for transportation and subsistence costs shall not exceed the rates as specified in the approved Cost Proposal. CONSULTANT will be responsible for transportation and subsistence costs in excess of State rates.
- G. When milestone cost estimates are included in the approved Cost Proposal, CONSULTANT shall obtain prior written approval in the form of an AGREEMENT amendment for a revised milestone cost estimate from the Contract Administrator before exceeding such estimate.
- H. Progress payments for each Task Order will be made monthly in arrears based on services provided and actual costs incurred.
- I. CONSULTANT shall not commence performance of work or services until this AGREEMENT has been approved by CITY and notification to proceed has been issued by CITY'S Contract Administrator. No payment will be made prior to approval or for any work performed prior to approval of this AGREEMENT.
- J. A Task Order is of no force or effect until returned to CITY and signed by an authorized representative of CITY. No expenditures are authorized on a project and work shall not commence until a Task Order for that project has been executed by CITY.
- K. CONSULTANT will be reimbursed within thirty (30) days upon receipt by CITY'S Contract Administrator of itemized invoices in duplicate. Separate invoices itemizing all costs are required for all work performed under each Task Order. Invoices shall be submitted no later than thirty (30) calendar days after the performance of work for which CONSULTANT is billing, or upon completion of the Task Order. Invoices shall detail the work performed on each milestone, on each project as applicable. Invoices shall follow the format stipulated for the approved Cost Proposal and shall reference this AGREEMENT number, project title and Task Order number. Credits due CITY that include any equipment purchased under the provisions of Article XI Equipment Purchase, must be reimbursed by CONSULTANT prior to the expiration or termination of this AGREEMENT. Invoices shall be mailed to CITY's Contract Administrator at the following address:

(NAME OF CITY/ NAME OF CONTRACT ADMINISTRATOR)
(ADDRESS)

- L. The period of performance for Task Orders shall be in accordance with dates specified in the Task Order. No Task Order will be written which extends beyond the expiration date of this AGREEMENT.

- M. The total amount payable by CITY for an individual Task Order shall not exceed the amount agreed to in the Task Order, unless authorized by amendment.
- N. If CONSULTANT fails to satisfactorily complete a deliverable according to the schedule set forth in a Task Order, no payment will be made until the deliverable has been satisfactorily completed.
- O. Task Orders may not be used to amend the language (or the terms) of this AGREEMENT nor to exceed the scope of work under this AGREEMENT.
- P. The total amount payable by CITY for all Task Orders resulting from this AGREEMENT shall not exceed \$ (Amount). It is understood and agreed that there is no guarantee, either expressed or implied that this dollar amount will be authorized under this AGREEMENT through Task Orders.

(Option 4 - Use paragraphs A through E below for lump sum agreements. Use [Exhibit 10-H1: Cost Proposal Format](#))

- A. The method of payment for this AGREEMENT will be based on lump sum. The total lump sum price paid to CONSULTANT will include compensation for all work and deliverables, including travel and equipment described in Article III Statement of Work. No additional compensation will be paid to CONSULTANT, unless there is a change in the scope of the work or the scope of the project. In the instance of a change in the scope of work or scope of the project, adjustment to the total lump sum compensation will be negotiated between CONSULTANT and CITY. Adjustment in the total lump sum compensation will not be effective until authorized by AGREEMENT amendment and approved by CITY.
- B. Progress payments may be made monthly in arrears based on the percentage of work completed by CONSULTANT. If CONSULTANT fails to submit the required deliverable items according to the schedule set forth in Article III Statement of Work, CITY shall have the right to delay payment or terminate this AGREEMENT in accordance with the provisions of Article VI Termination.
- C. CONSULTANT shall not commence performance of work or services until this AGREEMENT has been approved by CITY and notification to proceed has been issued by CITY'S Contract Administrator. No payment will be made prior to approval of any work, or for any work performed prior to approval of this AGREEMENT.
- D. CONSULTANT will be reimbursed within thirty (30) days upon receipt by CITY'S Contract Administrator of itemized invoices in duplicate. Invoices shall be submitted no later than thirty (30) calendar days after the performance of work for which CONSULTANT is billing. Invoices shall detail the work performed on each milestone, on each project as applicable. Invoices shall follow the format stipulated for the approved Cost Proposal and shall reference this AGREEMENT number and project title. Final invoice must contain the final cost and all credits due CITY that include any equipment purchased under the provisions of Article XI Equipment Purchase. The final invoice must be submitted within sixty (60) calendar days after completion of CONSULTANT's work unless a later date is approved by the CITY. Invoices shall be mailed to CITY's Contract Administrator at the following address:

(CITY/NAME OF CONTRACT ADMINISTRATOR)
(ADDRESS)

E. The total amount payable by CITY shall not exceed \$(Amount).

ARTICLE V TERMINATION

- A. See Section 22 of the Agreement.
- B. CITY may temporarily suspend this AGREEMENT, at no additional cost to CITY, provided that CONSULTANT is given written notice (delivered by certified mail, return receipt requested) of temporary suspension. If CITY gives such notice of temporary suspension, CONSULTANT shall immediately suspend its activities under this AGREEMENT. A temporary suspension may be issued concurrent with the notice of termination.
- C. In addition to right to terminate or suspend the AGREEMENT contained herein, if CONSULTANT fails to perform any of the obligations under this AGREEMENT, CITY may, in its sole discretion, require CONSULTANT to cure any deficiencies in its performance by providing a Notice of Cure in compliance with Section 20 of the AGREEMENT, specifying the applicable cure period to perform the requested cure items. If CONSULTANT does not provide such a cure prior to the expiration of the cure period, CONSULTANT shall be liable for the cost and expense incurred by CITY as a result of such default, including but not limited to the costs and expense associated with obtain a replacement CONSULTANT to complete the Statement of Work. This provision shall not be interpreted to limit any administrative or civil penalties, sanctions, or remedies CITY may have under the CITY's municipal code or under any applicable laws.

ARTICLE VI COST PRINCIPLES AND ADMINISTRATIVE REQUIREMENTS

- A. The CONSULTANT agrees that 48 CFR Part 31, Contract Cost Principles and Procedures, shall be used to determine the allowability of individual terms of cost.
- B. The CONSULTANT also agrees to comply with Federal procedures in accordance with 2 CFR Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards.
- C. Any costs for which payment has been made to the CONSULTANT that are determined by subsequent audit to be unallowable under 48 CFR Part 31 or 2 CFR Part 200 are subject to repayment by the CONSULTANT to CITY.
- D. When a CONSULTANT or Subconsultant is a Non-Profit Organization or an Institution of Higher Education, the Cost Principles for Title 2 CFR Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards shall apply.

ARTICLE VII RETENTION OF RECORD/AUDITS

For the purpose of determining compliance with Gov. Code § 8546.7, the CONSULTANT, Subconsultants, and CITY shall maintain all books, documents, papers, accounting records, Independent CPA Audited Indirect Cost Rate workpapers, and other evidence pertaining to the performance of the AGREEMENT including, but not limited to, the costs of administering the AGREEMENT. All parties, including the CONSULTANT's Independent CPA, shall make such workpapers and materials available at their respective offices at all reasonable times during the AGREEMENT period and for three (3) years from the date of final payment under the

AGREEMENT and records for real property and equipment acquired with federal funds must be retained for three (3) years after final disposition. CITY, Caltrans Auditor, FHWA, or any duly authorized representative of the Federal government having jurisdiction under Federal laws or regulations (including the basis of Federal funding in whole or in part) shall have access to any books, records, and documents of the CONSULTANT, Subconsultants, and the CONSULTANT's Independent CPA, that are pertinent to the AGREEMENT for audits, examinations, workpaper review, excerpts, and transactions, and copies thereof shall be furnished if requested without limitation.

ARTICLE VIII AUDIT REVIEW PROCEDURES

- A. Any dispute concerning a question of fact arising under an interim or post audit of this AGREEMENT that is not disposed of by AGREEMENT, shall be reviewed by CITY'S Director of Finance.
 - B. Not later than thirty (30) calendar days after issuance of the final audit report, CONSULTANT may request a review by CITY'S Director of Finance of unresolved audit issues. The request for review will be submitted in writing.
 - C. Neither the pendency of a dispute nor its consideration by CITY will excuse CONSULTANT from full and timely performance, in accordance with the terms of this AGREEMENT.
 - D. CONSULTANT and subconsultant AGREEMENTs, including cost proposals and Indirect Cost Rates (ICR), may be subject to audits or reviews such as, but not limited to, an AGREEMENT audit, an incurred cost audit, an ICR Audit, or a CPA ICR audit work paper review. If selected for audit or review, the AGREEMENT, cost proposal and ICR and related work papers, if applicable, will be reviewed to verify compliance with 48 CFR Part 31 and other related laws and regulations. In the instances of a CPA ICR audit work paper review it is CONSULTANT's responsibility to ensure federal, CITY, or local government officials are allowed full access to the CPA's work papers including making copies as necessary. The AGREEMENT, cost proposal, and ICR shall be adjusted by CONSULTANT and approved by CITY Contract Administrator to conform to the audit or review recommendations. CONSULTANT agrees that individual terms of costs identified in the audit report shall be incorporated into the AGREEMENT by this reference if directed by CITY at its sole discretion. Refusal by CONSULTANT to incorporate audit or review recommendations, or to ensure that the federal, CITY or local governments have access to CPA work papers, will be considered a breach of AGREEMENT terms and cause for termination of the AGREEMENT and disallowance of prior reimbursed costs.
 - E. CONSULTANT's Cost Proposal may be subject to a CPA ICR Audit Work Paper Review and/or audit by the Independent Office of Audits and Investigations (IOAI). IOAI, at its sole discretion, may review and/or audit and approve the CPA ICR documentation. The Cost Proposal shall be adjusted by the CONSULTANT and approved by the CITY Contract Administrator to conform to the Work Paper Review recommendations included in the management letter or audit recommendations included in the audit report. Refusal by the CONSULTANT to incorporate the Work Paper Review recommendations included in the management letter or audit recommendations included in the audit report will be considered a breach of the AGREEMENT terms and cause for termination of the AGREEMENT and disallowance of prior reimbursed costs.
1. During IOAI's review of the ICR audit work papers created by the CONSULTANT's independent CPA, IOAI will work with the CPA and/or CONSULTANT toward a resolution of

issues that arise during the review. Each party agrees to use its best efforts to resolve any audit disputes in a timely manner. If IOAI identifies significant issues during the review and is unable to issue a cognizant approval letter, CITY will reimburse the CONSULTANT at an accepted ICR until a FAR (Federal Acquisition Regulation) compliant ICR {e.g. 48 CFR Part 31; GAGAS (Generally Accepted Auditing Standards); CAS (Cost Accounting Standards), if applicable; in accordance with procedures and guidelines of the American Association of State Highways and Transportation Officials (AASHTO) Audit Guide; and other applicable procedures and guidelines} is received and approved by IOAI.

Accepted rates will be as follows:

- a. If the proposed rate is less than one hundred fifty percent (150%) - the accepted rate reimbursed will be ninety percent (90%) of the proposed rate.
 - b. If the proposed rate is between one hundred fifty percent (150%) and two hundred percent (200%) - the accepted rate will be eighty-five percent (85%) of the proposed rate.
 - c. If the proposed rate is greater than two hundred percent (200%) - the accepted rate will be seventy-five percent (75%) of the proposed rate.
2. If IOAI is unable to issue a cognizant letter per paragraph E.1. above, IOAI may require CONSULTANT to submit a revised independent CPA-audited ICR and audit report within three (3) months of the effective date of the management letter. IOAI will then have up to six (6) months to review the CONSULTANT's and/or the independent CPA's revisions.
 3. If the CONSULTANT fails to comply with the provisions of this paragraph E, or if IOAI is still unable to issue a cognizant approval letter after the revised independent CPA audited ICR is submitted, overhead cost reimbursement will be limited to the accepted ICR that was established upon initial rejection of the ICR and set forth in paragraph E.1. above for all rendered services. In this event, this accepted ICR will become the actual and final ICR for reimbursement purposes under this AGREEMENT.
 4. CONSULTANT may submit to CITY final invoice only when all of the following items have occurred: (1) IOAI accepts or adjusts the original or revised independent CPA audited ICR; (2) all work under this AGREEMENT has been completed to the satisfaction of CITY; and, (3) IOAI has issued its final ICR review letter. The CONSULTANT MUST SUBMIT ITS FINAL INVOICE TO CITY no later than sixty (60) calendar days after occurrence of the last of these items. The accepted ICR will apply to this AGREEMENT and all other agreements executed between CITY and the CONSULTANT, either as a prime or subconsultant, with the same fiscal period ICR.

ARTICLE XI EQUIPMENT PURCHASE AND OTHER CAPITAL EXPENDITURES

- A. Prior authorization in writing by CITY's Contract Administrator shall be required before CONSULTANT enters into any unbudgeted purchase order, or subcontract exceeding five thousand dollars (\$5,000) for supplies, equipment, or CONSULTANT services. CONSULTANT shall provide an evaluation of the necessity or desirability of incurring such costs.
- B. For purchase of any item, service, or consulting work not covered in CONSULTANT's approved Cost Proposal and exceeding five thousand dollars (\$5,000), with prior

authorization by CITY's Contract Administrator, three competitive quotations must be submitted with the request, or the absence of proposal must be adequately justified.

- C. Any equipment purchased with funds provided under the terms of this AGREEMENT is subject to the following:
1. CONSULTANT shall maintain an inventory of all nonexpendable property. Nonexpendable property is defined as having a useful life of at least two years and an acquisition cost of five thousand dollars (\$5,000) or more. If the purchased equipment needs replacement and is sold or traded in, CITY shall receive a proper refund or credit at the conclusion of the AGREEMENT, or if the AGREEMENT is terminated, CONSULTANT may either keep the equipment and credit CITY in an amount equal to its fair market value, or sell such equipment at the best price obtainable at a public or private sale, in accordance with established CITY procedures; and credit CITY in an amount equal to the sales price. If CONSULTANT elects to keep the equipment, fair market value shall be determined at CONSULTANT's expense, on the basis of a competent independent appraisal of such equipment. Appraisals shall be obtained from an appraiser mutually agreeable to by CITY and CONSULTANT, if it is determined to sell the equipment, the terms and conditions of such sale must be approved in advance by CITY.
 2. Regulation 2 CFR Part 200 requires a credit to Federal funds when participating equipment with a fair market value greater than five thousand dollars (\$5,000) is credited to the project.

ARTICLE X CONFLICT OF INTEREST

- A. During the term of this AGREEMENT, the CONSULTANT shall disclose any financial, business, or other relationship with CITY that may have an impact upon the outcome of this AGREEMENT or any ensuing CITY construction project. The CONSULTANT shall also list current clients who may have a financial interest in the outcome of this AGREEMENT or any ensuing CITY construction project which will follow.
- B. CONSULTANT certifies that it has disclosed to CITY any actual, apparent, or potential conflicts of interest that may exist relative to the services to be provided pursuant to this AGREEMENT. CONSULTANT agrees to advise CITY of any actual, apparent or potential conflicts of interest that may develop subsequent to the date of execution of this AGREEMENT. CONSULTANT further agrees to complete any statements of economic interest if required by either CITY ordinance or State law.
- C. The CONSULTANT hereby certifies that it does not now have nor shall it acquire any financial or business interest that would conflict with the performance of services under this AGREEMENT.
- D. The CONSULTANT hereby certifies that the CONSULTANT or subconsultant and any firm affiliated with the CONSULTANT or subconsultant that bids on any construction contract or on any Agreement to provide construction inspection for any construction project resulting from this AGREEMENT, has established necessary controls to ensure a conflict of interest does not exist. An affiliated firm is one, which is subject to the control of the same persons, through joint ownership or otherwise.

ARTICLE XI NON-DISCRIMINATION CLAUSE AND STATEMENT OF COMPLIANCE

- A. The CONSULTANT's signature affixed herein and dated shall constitute a certification under penalty of perjury under the laws of the State of California that the CONSULTANT has, unless exempt, complied with the nondiscrimination program requirements of Gov. Code §12990 and 2 CCR § 8103.
- B. During the performance of this AGREEMENT, CONSULTANT and its subconsultants shall not deny the AGREEMENT's benefits to any person on the basis of race, religious creed, color, national origin, ancestry, physical disability, mental disability, medical condition, genetic information, marital status, sex, gender, gender identity, gender expression, age, sexual orientation, or military and veteran status, nor shall they unlawfully discriminate, harass, or allow harassment against any employee or applicant for employment because of race, religious creed, color, national origin, ancestry, physical disability, mental disability, medical condition, genetic information, marital status, sex, gender, gender identity, gender expression, age, sexual orientation, or military and veteran status. CONSULTANT and subconsultants shall insure that the evaluation and treatment of their employees and applicants for employment are free from such discrimination and harassment.
- C. CONSULTANT and subconsultants shall comply with the provisions of the Fair Employment and Housing Act (Gov. Code §12990 et seq.), the applicable regulations promulgated there under (2 CCR §11000 et seq.), the provisions of Gov. Code §§11135-11139.5, and the regulations or standards adopted by CITY to implement such article. The applicable regulations of the Fair Employment and Housing Commission implementing Gov. Code §12990 (a-f), set forth 2 CCR §§8100-8504, are incorporated into this AGREEMENT by reference and made a part hereof as if set forth in full.
- D. CONSULTANT shall permit access by representatives of the Department of Fair Employment and Housing and the CITY upon reasonable notice at any time during the normal business hours, but in no case less than twenty-four (24) hours' notice, to such of its books, records, accounts, and all other sources of information and its facilities as said Department or CITY shall require to ascertain compliance with this clause.
- E. CONSULTANT and its subconsultants shall give written notice of their obligations under this clause to labor organizations with which they have a collective bargaining or other Agreement.
- F. CONSULTANT shall include the nondiscrimination and compliance provisions of this clause in all subcontracts to perform work under this AGREEMENT.
- G. The CONSULTANT, with regard to the work performed under this AGREEMENT, shall act in accordance with Title VI of the Civil Rights Act of 1964 (42 U.S.C. §2000d et seq.). Title VI provides that the recipients of federal assistance will implement and maintain a policy of nondiscrimination in which no person in the United States shall, on the basis of race, color, national origin, religion, sex, age, disability, be excluded from participation in, denied the benefits of or subject to discrimination under any program or activity by the recipients of federal assistance or their assignees and successors in interest.

- H. The CONSULTANT shall comply with regulations relative to non-discrimination in federally-assisted programs of the U.S. Department of Transportation (49 CFR Part 21 - Effectuation of Title VI of the Civil Rights Act of 1964). Specifically, the CONSULTANT shall not participate either directly or indirectly in the discrimination prohibited by 49 CFR §21.5, including employment practices and the selection and retention of Subconsultants.
- I. CONSULTANT, subrecipient or subconsultant will never exclude any person from participation in, deny any person the benefits of, or otherwise discriminate against anyone in connection with the award and performance of any contract covered by 49 CFR 26 on the basis of race, color, sex, or national origin. In administering the CITY components of the DBE Program Plan, CONSULTANT, subrecipient or subconsultant will not, directly, or through contractual or other arrangements, use criteria or methods of administration that have the effect of defeating or substantially impairing accomplishment of the objectives of the DBE Program Plan with respect to individuals of a particular race, color, sex, or national origin.

ARTICLE XII DISADVANTAGED BUSINESS ENTERPRISES (DBE) PARTICIPATION

- A. CONSULTANT, subrecipient (CITY), or subconsultant shall take necessary and reasonable steps to ensure that DBEs have opportunities to participate in the contract (49 CFR 26). To ensure equal participation of DBEs provided in 49 CFR 26.5, The CITY shows a contract goal for DBEs. CONSULTANT shall make work available to DBEs and select work parts consistent with available DBE subconsultants and suppliers.

CONSULTANT shall meet the DBE goal shown elsewhere in these special provisions or demonstrate that they made adequate good faith efforts to meet this goal. It is CONSULTANT's responsibility to verify at date of proposal opening that the DBE firm is certified as a DBE by using the California Unified Certification Program (CUCP) database and possesses the most specific available North American Industry Classification System (NAICS) codes or work code applicable to the type of work the firm will perform on the contract. Additionally, the CONSULTANT is responsible to document the verification record by printing out the CUCP data for each DBE firm. A list of DBEs certified by the CUCP can be found at <https://dot.ca.gov/programs/civil-rights/dbe-search>.

All DBE participation will count toward the California Department of Transportation's federally mandated statewide overall DBE goal. Credit for materials or supplies CONSULTANT purchases from DBEs counts towards the goal in the following manner:

- 100 percent counts if the materials or supplies are obtained from a DBE manufacturer.
- 60 percent counts if the materials or supplies are purchased from a DBE regular dealer.
- Only fees, commissions, and charges for assistance in the procurement and delivery of materials or supplies count if obtained from a DBE that is neither a manufacturer nor regular dealer. [49CFR26.55](#) defines "manufacturer" and "regular dealer."

This AGREEMENT is subject to 49 CFR Part 26 entitled "Participation by Disadvantaged Business Enterprises in Department of Transportation Financial Assistance Programs". CONSULTANTS who enter into a federally-funded agreement will assist the CITY in a good faith effort to achieve California's statewide overall DBE goal.

- B. The goal for DBE participation for this AGREEMENT is _____ %. Participation by DBE CONSULTANT or subconsultants shall be in accordance with information contained in [Exhibit 1002: Consultant Contract DBE Commitment](#) attached hereto and incorporated as part of the AGREEMENT. If a DBE subconsultant is unable to perform, CONSULTANT must make a good faith effort to replace him/her with another DBE subconsultant, if the goal is not otherwise met.
- C. CONSULTANT can meet the DBE participation goal by either documenting commitments to DBEs to meet the AGREEMENT goal, or by documenting adequate good faith efforts to meet the AGREEMENT goal. An adequate good faith effort means that the CONSULTANT must show that it took all necessary and reasonable steps to achieve a DBE goal that, by their scope, intensity, and appropriateness to the objective, could reasonably be expected to meet the DBE goal. If CONSULTANT has not met the DBE goal, complete and submit Exhibit 15-H: DBE Information – Good Faith Efforts to document efforts to meet the goal. Refer to 49 CFR Part 26 for guidance regarding evaluation of good faith efforts to meet the DBE goal.

D. Contract Assurance

Under 49 CFR 26.13(b):

CONSULTANT, subrecipient or subconsultant shall not discriminate on the basis of race, color, national origin, or sex in the performance of this contract. CONSULTANT shall carry out applicable requirements of 49 CFR 26 in the award and administration of federal-aid contracts.

Failure by the CONSULTANT to carry out these requirements is a material breach of this contract, which may result in the termination of this contract or such other remedy as the recipient deems appropriate, which may include, but is not limited to:

- (1)Withholding monthly progress payments;
- (2)Assessing sanctions;
- (3)Liquidated damages; and/or
- (4)Disqualifying CONSULTANT from future proposing as non-responsible

E. Termination and Substitution of DBE Subconsultants

CONSULTANT shall utilize the specific DBEs listed to perform the work and supply the materials for which each is listed unless CONSULTANT or DBE subconsultant obtains the CITY's written consent. CONSULTANT shall not terminate or substitute a listed DBE for convenience and perform the work with their own forces or obtain materials from other sources without authorization from the CITY. Unless the CITY's consent is provided, the CONSULTANT shall not be entitled to any payment for work or material unless it is performed or supplied by the listed DBE on the Exhibit 10-02 Consultant Contract DBE Commitment form, included in the Bid.

The CITY authorizes a request to use other forces or sources of materials if CONSULTANT shows any of the following justifications:

1. Listed DBE fails or refuses to execute a written contract based on plans and specifications for the project.
2. The CITY stipulated that a bond is a condition of executing the subcontract and the listed DBE fails to meet the CITY's bond requirements.

3. Work requires a consultant's license and listed DBE does not have a valid license under Contractors License Law.
4. Listed DBE fails or refuses to perform the work or furnish the listed materials (failing or refusing to perform is not an allowable reason to remove a DBE if the failure or refusal is a result of bad faith or discrimination).
5. Listed DBE's work is unsatisfactory and not in compliance with the contract.
6. Listed DBE is ineligible to work on the project because of suspension or debarment.
7. Listed DBE becomes bankrupt or insolvent.
8. Listed DBE voluntarily withdraws with written notice from the Contract
9. Listed DBE is ineligible to receive credit for the type of work required.
10. Listed DBE owner dies or becomes disabled resulting in the inability to perform the work on the Contract.
11. The CITY determines other documented good cause.

CONSULTANT shall notify the original DBE of the intent to use other forces or material sources and provide the reasons and provide the DBE with 5 days to respond to the notice and advise CONSULTANT and the CITY of the reasons why the use of other forces or sources of materials should not occur.

CONSULTANT's request to use other forces or material sources must include:

1. One or more of the reasons listed in the preceding paragraph.
2. Notices from CONSULTANT to the DBE regarding the request.
3. Notices from the DBEs to CONSULTANT regarding the request.

If a listed DBE is terminated or substituted, CONSULTANT must make good faith efforts to find another DBE to substitute for the original DBE. The substitute DBE must perform at least the same amount of work as the original DBE under the contract to the extent needed to meet or exceed the DBE goal.

F. Commitment and Utilization

The CITY's DBE program must include a monitoring and enforcement mechanism to ensure that DBE commitments reconcile to DBE utilization.

The CITY shall request CONSULTANT to:

1. Notify the CITY's contract administrator or designated representative of any changes to its anticipated DBE participation
2. Provide this notification before starting the affected work
3. Maintain records including:
 - Name and business address of each 1st-tier subconsultant
 - Name and business address of each DBE subconsultant, DBE vendor, and DBE trucking company, regardless of tier

- Date of payment and total amount paid to each business (see Exhibit 9-F *Monthly Disadvantaged Business Enterprise Payment*)

If CONSULTANT is a DBE CONSULTANT, they shall include the date of work performed by their own forces and the corresponding value of the work.

If a DBE is decertified before completing its work, the DBE must notify CONSULTANT in writing of the decertification date. If a business becomes a certified DBE before completing its work, the business must notify CONSULTANT in writing of the certification date. CONSULTANT shall submit the notifications to the CITY. On work completion, CONSULTANT shall complete a Disadvantaged Business Enterprises (DBE) Certification Status Change, Exhibit 17-O, form and submit the form to the CITY within 30 days of contract acceptance.

Upon work completion, CONSULTANT shall complete Exhibit 17-F Final Report – Utilization of Disadvantaged Business Enterprises (DBE), First-Tier Subcontractors and submit it to the CITY within 90 days of contract acceptance. The CITY will withhold \$10,000 until the form is submitted. The CITY will release the withhold upon submission of the completed form.

In the CITY's reports of DBE participation to Caltrans, the CITY must display both commitments and attainments.

- G. A DBE is only eligible to be counted toward the AGREEMENT goal if it performs a commercially useful function (CUF) on the AGREEMENT. CUF must be evaluated on an agreement by agreement basis. A DBE performs a Commercially Useful Function (CUF) when it is responsible for execution of the work of the AGREEMENT and is carrying out its responsibilities by actually performing, managing, and supervising the work involved. To perform a CUF, the DBE must also be responsible, with respect to materials and supplies used on the AGREEMENT, for negotiating price, determining quality and quantity, ordering the material and installing (where applicable), and paying for the material itself. To determine whether a DBE is performing a CUF, evaluate the amount of work subcontracted, industry practices, whether the amount the firm is to be paid under the AGREEMENT is commensurate with the work it is actually performing, and other relevant factors.
- H. A DBE does not perform a CUF if its role is limited to that of an extra participant in a transaction, AGREEMENT, or project through which funds are passed in order to obtain the appearance of DBE participation. In determining whether a DBE is such an extra participant, examine similar transactions, particularly those in which DBEs do not participate.
- I. If a DBE does not perform or exercise responsibility for at least thirty percent (30%) of the total cost of its AGREEMENT with its own work force, or the DBE subcontracts a greater portion of the work of the AGREEMENT than would be expected on the basis of normal industry practice for the type of work involved, it will be presumed that it is not performing a CUF.
- J. CONSULTANT shall maintain records of materials purchased or supplied from all subcontracts entered into with certified DBEs. The records shall show the name and business address of each DBE or vendor and the total dollar amount actually paid each DBE or vendor, regardless of tier. The records shall show the date of payment and the total dollar figure paid to all firms. DBE CONSULTANT's shall also show the date of work performed by their own forces along with the corresponding dollar value of the work.

- K. If a DBE subconsultant is decertified during the life of the AGREEMENT, the decertified subconsultant shall notify CONSULTANT in writing with the date of decertification. If a subconsultant becomes a certified DBE during the life of the AGREEMENT, the subconsultant shall notify CONSULTANT in writing with the date of certification. Any changes should be reported to CITY's Contract Administrator within thirty (30) calendar days.
- L. After submitting an invoice for reimbursement that includes a payment to a DBE, but no later than the 10th of the following month, the prime contractor/consultant shall complete and email the Exhibit 9- F: Disadvantaged Business Enterprise Running Tally of Payments to business.support.unit@dot.ca.gov with a copy to the Agency.
- M. Any subcontract entered into as a result of this AGREEMENT shall contain all of the provisions of this section.

ARTICLE XIII FUNDING REQUIREMENTS

- A. It is mutually understood between the parties that this AGREEMENT may have been written before ascertaining the availability of funds or appropriation of funds, for the mutual benefit of both parties, in order to avoid program and fiscal delays that would occur if the AGREEMENT were executed after that determination was made.
- B. This AGREEMENT is valid and enforceable only if sufficient funds are made available to CITY for the purpose of this AGREEMENT. In addition, this AGREEMENT is subject to any additional restrictions, limitations, conditions, or any statute enacted by the Congress, State Legislature, or CITY governing board that may affect the provisions, terms, or funding of this AGREEMENT in any manner.
- C. It is mutually agreed that if sufficient funds are not appropriated, this AGREEMENT may be amended to reflect any reduction in funds.
- D. CITY has the option to terminate the AGREEMENT pursuant to Article VI Termination, or by mutual agreement to amend the AGREEMENT to reflect any reduction of funds.

ARTICLE XIV OWNERSHIP OF DATA

- A. It is mutually agreed that all materials prepared by CONSULTANT under this AGREEMENT shall become the property of City, and CONSULTANT shall have no property right therein whatsoever. Immediately upon termination, City shall be entitled to, and CONSULTANT shall deliver to City, reports, investigations, appraisals, inventories, studies, analyses, drawings and data estimates performed to that date, whether completed or not, and other such materials as may have been prepared or accumulated to date by CONSULTANT in performing this AGREEMENT which is not CONSULTANT's privileged information, as defined by law, or CONSULTANT's personnel information, along with all other property belonging exclusively to City which is in CONSULTANT's possession. Publication of the information derived from work performed or data obtained in connection with services rendered under this AGREEMENT must be approved in writing by City.
- B. Additionally, it is agreed that the Parties intend this to be an AGREEMENT for services and each considers the products and results of the services to be rendered by CONSULTANT hereunder to be work made for hire. CONSULTANT acknowledges and agrees that the work (and all rights therein, including, without limitation, copyright) belongs to and shall be the sole and exclusive property of City without restriction or limitation upon its use or dissemination by City.

- C. Nothing herein shall constitute or be construed to be any representation by CONSULTANT that the work product is suitable in any way for any other project except the one detailed in this Contract. Any reuse by City for another project or project location shall be at City's sole risk.
- D. Applicable patent rights provisions regarding rights to inventions shall be included in the contracts as appropriate (48 CFR 27 Subpart 27.3 - Patent Rights under Government Contracts for federal-aid contracts).
- E. CITY may permit copyrighting reports or other agreement products. If copyrights are permitted; the AGREEMENT shall provide that the FHWA shall have the royalty-free nonexclusive and irrevocable right to reproduce, publish, or otherwise use; and to authorize others to use, the work for government purposes.

ARTICLE XV CONFIDENTIALITY OF DATA

- A. All financial, statistical, personal, technical, or other data and information relative to CITY's operations, which are designated confidential by CITY and made available to CONSULTANT in order to carry out this AGREEMENT, shall be protected by CONSULTANT from unauthorized use and disclosure.
- B. Permission to disclose information on one occasion, or public hearing held by CITY relating to the AGREEMENT, shall not authorize CONSULTANT to further disclose such information, or disseminate the same on any other occasion.
- C. CONSULTANT shall not comment publicly to the press or any other media regarding the AGREEMENT or CITY's actions on the same, except to CITY's staff, CONSULTANT's own personnel involved in the performance of this AGREEMENT, at public hearings, or in response to questions from a Legislative committee.
- D. CONSULTANT shall not issue any news release or public relations item of any nature, whatsoever, regarding work performed or to be performed under this AGREEMENT without prior review of the contents thereof by CITY, and receipt of CITY'S written permission.

ARTICLE XVI TITLE VI ASSURANCES

APPENDICES A - E of the TITLE VI ASSURANCES

The U.S. Department of Transportation Order No.1050.2A requires all federal-aid Department of Transportation contracts between an agency and a consultant to contain Appendices A and E of the Title VI Assurances. Include Appendices B, C, and D if applicable as shown below. In addition, the consultant must include the Title VI Assurances Appendices A and E, and if applicable Appendices B, C, and D in all subcontracts to perform work under the contract.

The clauses of Appendix B of this Assurance shall be included as a covenant running with the land, in any deed from the United States effecting or recording a transfer of real property, structures, use, or improvements thereon or interest therein to a CITY.

The clauses set forth in Appendix C and Appendix D of this Assurance shall be included as a covenant running with the land, in any future deeds, leases, licenses, permits, or similar instruments entered into by the CITY with other parties:

- a. for the subsequent transfer of real property acquired or improved under the applicable activity, project, or program; and
- b. for the construction or use of, or access to, space on, over, or under real property acquired or improved under the applicable activity, project, or program.

APPENDIX A

During the performance of this Agreement, the contractor, for itself, its assignees and successors in interest (hereinafter collectively referred to as CONSULTANT) agrees as follows:

- a. Compliance with Regulations: CONSULTANT shall comply with the regulations relative to nondiscrimination in federally assisted programs of the Department of Transportation, Title 49, Code of Federal Regulations, Part 21, as they may be amended from time to time, (hereinafter referred to as the REGULATIONS), which are herein incorporated by reference and made a part of this agreement.
- b. Nondiscrimination: CONSULTANT, with regard to the work performed by it during the AGREEMENT, shall not discriminate on the grounds of race, color, sex, national origin, religion, age, or disability in the selection and retention of sub-applicants, including procurements of materials and leases of equipment. CONSULTANT shall not participate either directly or indirectly in the discrimination prohibited by Section 21.5 of the Regulations, including employment practices when the agreement covers a program set forth in Appendix B of the Regulations.
- c. Solicitations for Sub-agreements, Including Procurements of Materials and Equipment: In all solicitations either by competitive bidding or negotiation made by CONSULTANT for work to be performed under a Sub- agreement, including procurements of materials or leases of equipment, each potential sub-applicant or supplier shall be notified by CONSULTANT of the CONSULTANT'S obligations under this Agreement and the Regulations relative to nondiscrimination on the grounds of race, color, or national origin.
- d. Information and Reports: CONSULTANT shall provide all information and reports required by the Regulations, or directives issued pursuant thereto, and shall permit access to its books, records, accounts, other sources of information, and its facilities as may be determined by the recipient or FHWA to be pertinent to ascertain compliance with such Regulations or directives. Where any information required of CONSULTANT is in the exclusive possession of another who fails or refuses to furnish this information, CONSULTANT shall so certify to the recipient or FHWA as appropriate, and shall set forth what efforts CONSULTANT has made to obtain the information.
- e. Sanctions for Noncompliance: In the event of CONSULTANT's noncompliance with the nondiscrimination provisions of this agreement, the recipient shall impose such agreement sanctions as it or the FHWA may determine to be appropriate, including, but not limited to:
 - i. withholding of payments to CONSULTANT under the Agreement within a reasonable period of time, not to exceed 90 days; and/or
 - ii. cancellation, termination or suspension of the Agreement, in whole or in part.

- f. Incorporation of Provisions: CONSULTANT shall include the provisions of paragraphs (1) through (6) in every sub-agreement, including procurements of materials and leases of equipment, unless exempt by the Regulations, or directives issued pursuant thereto.

CONSULTANT shall take such action with respect to any sub-agreement or procurement as the recipient or FHWA may direct as a means of enforcing such provisions including sanctions for noncompliance, provided, however, that, in the event CONSULTANT becomes involved in, or is threatened with, litigation with a sub-applicant or supplier as a result of such direction, CONSULTANT may request the recipient enter into such litigation to protect the interests of the State, and, in addition, CONSULTANT may request the United States to enter into such litigation to protect the interests of the United States.

APPENDIX B-D
(Not Applicable)

APPENDIX E

During the performance of this contract, the CONSULTANT, for itself, its assignees, and successors in interest (hereinafter referred to as the "CONSULTANT") agrees to comply with the following non-discrimination statutes and authorities, including, but not limited to:

Pertinent Non-Discrimination Authorities:

- Title VI of the Civil Rights Act of 1964 (42 U.S.C. § 2000d et seq., 78 stat. 252), prohibits discrimination on the basis of race, color, national origin); and 49 CFR Part 21.
- The Uniform Relocation Assistance and Real Property Acquisition Policies Act of 1970, (42 U.S.C. § 4601), (prohibits unfair treatment of persons displaced or whose property has been acquired because of Federal or Federal-aid programs and projects);
- Federal-Aid Highway Act of 1973, (23 U.S.C. § 324 et seq.), prohibits discrimination on the basis of sex;
- Section 504 of the Rehabilitation Act of 1973, (29 U.S.C. § 794 et seq.), as amended, (prohibits discrimination on the basis of disability); and 49 CR Part 27;
- The Age Discrimination Act of 1975, as amended, (42 U.S.C. § 6101 et seq.), prohibits discrimination on the basis of age);
- Airport and Airway Improvement Act of 1982, (49 U.S.C. § 471, Section 47123), as amended, (prohibits discrimination based on race, creed, color, national origin, or sex);
- The Civil Rights Restoration Act of 1987, (PL 100-209), (Broadened the scope, coverage and applicability of Title VI of the Civil Rights Act of 1964, The Age Discrimination Act of 1975 and Section 504 of the Rehabilitation Act of 1973, by expanding the definition of the terms "programs or activities" to include all of the programs or activities of the Federal-aid recipients, sub-recipients and contractors, whether such programs or activities are Federally funded or not);

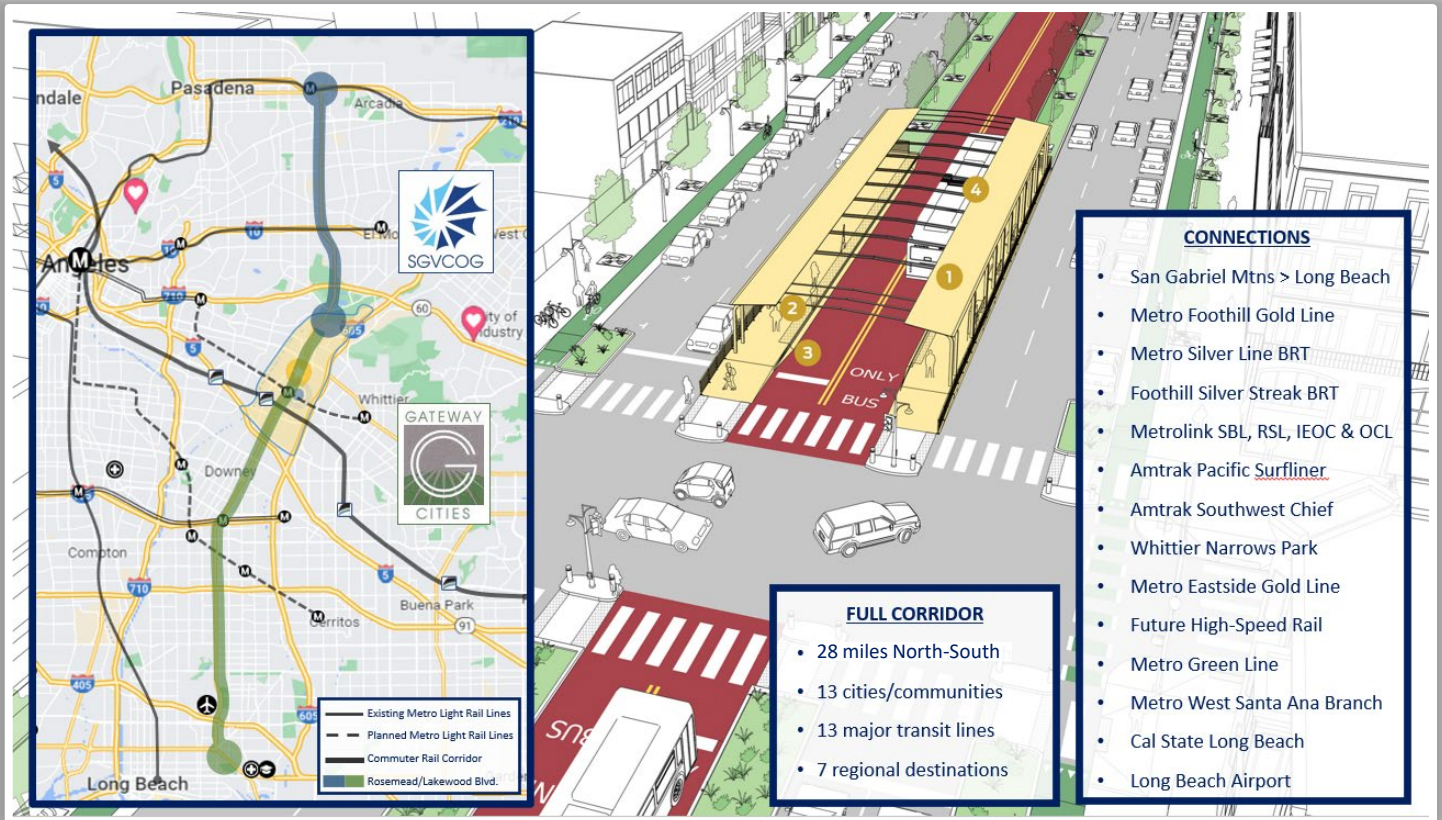
- Titles II and III of the Americans with Disabilities Act, which prohibit discrimination on the basis of disability in the operation of public entities, public and private transportation systems, places of public accommodation, and certain testing entities (42 U.S.C. §§ 12131 – 12189) as implemented by Department of Transportation regulations 49 C.F.R. parts 37 and 38;
- The Federal Aviation Administration’s Non-discrimination statute (49 U.S.C. § 47123) (prohibits discrimination on the basis of race, color, national origin, and sex);
- Executive Order 12898, Federal Actions to Address Environmental Justice in Minority Populations and Low-Income Populations, which ensures discrimination against minority populations by discouraging programs, policies, and activities with disproportionately high and adverse human health or environmental effects on minority and low-income populations;
- Executive Order 13166, Improving Access to Services for Persons with Limited English Proficiency, and resulting agency guidance, national origin discrimination includes discrimination because of limited English proficiency (LEP). To ensure compliance with Title VI, you must take reasonable steps to ensure that LEP persons have meaningful access to your programs (70 Fed. Reg. at 74087 to 74100);
- Title IX of the Education Amendments of 1972, as amended, which prohibits you from discriminating because of sex in education programs or activities (20 U.S.C. 1681 et seq).

ARTICLE XVII COMPLIANCE WITH LAWS

CONSULTANT agrees that it shall perform all duties and obligations under this AGREEMENT in compliance with all applicable laws including, but not limited to, all applicable standards, orders or regulations issued pursuant to the Clean Air Act (42 U.S.C. 7401-7671q) and the Federal Water Pollution Control Act as amended (33 U.S.C. 1251-1387) as applicable. Violations must be reported to the Federal awarding agency and the Regional Office of the Environmental Protection Agency (EPA).



Rosemead/Lakewood Blvd. Complete Corridor Project (ATP+BRT+TOD)



The image is strictly for illustrative purposes and subject to change based on input from corridor cities & communities.

Project Summary	
Overview	A 28-mile, north-south multimodal corridor that accommodates high-quality active transportation (ATP) facilities, bus rapid transit (BRT), and transit-oriented development (TOD).
Partners	Southern Segment: Cities of Pico Rivera, Lakewood, Long Beach, Gateway Cities COG, & LA Metro
Benefits	<ul style="list-style-type: none"> Regional mobility Active lifestyles & public health Safer streets & placemaking Environmental sustainability Economic growth Connectivity & access to destinations
Timeline	2024 – Planning + Early Design 2026 – Full Design + Environmental 2030 – Completion + Revenue Service

Project Funding			
Planning & Design	\$8M – Northern segment – San Gabriel Valley		
	\$12M – Southern segment – Gateway Cities		
		\$20M – TOTAL	
*Plan includes a flexible implementation strategy for cities.			
Construction Estimate	\$200M - \$300M – Full corridor		
Secured Local Funding	Pico Rivera	\$50,000	Feasibility Study
	Metro	\$250,000	Technical Modeling
	Caltrans	\$660,000	Vision Master Plan
Target Funding	Congressional Earmarks, USDOT – RAISE Grant, SCAG, Caltrans, Metro & others		

Immediate Goal	
Secure \$20M to master plan, fully design, and environmentally clear the entire 28-mile corridor by the end of 2027.	
Federal Strategy	State Strategy
Coordinated Earmark Request: Work with corridor cities and stakeholders to submit a coordinated, regional funding request to Senator Padilla & Senator Butler. TOTAL REQUEST = up to \$20M	1) Secure letters of support from corridor cities & representatives 2) Present project to Senate Transportation Committee 3) Create a Select Committee in the Assembly GOAL: Leverage federal requests & address any funding gaps.

We, the undersigned cities, agencies, and organizations support the **Rosemead/Lakewood Boulevard Complete Corridor Project** and the pursuit of funding for the planning stages of the project. **Letters furnished upon request.*



Linda T. Sanchez
Linda T. Sanchez
US Representative
38th District, California



Susan Rubio
Susan Rubio
CA Senator
22th District



Bob Archuleta
Bob Archuleta
CA Senator
30th District



Lena Gonzalez
Lena Gonzalez
CA Senator
33rd District



Lisa Calderon
Lisa Calderon
CA Assembly Member
56th District



Anthony Rendon
Anthony Rendon
CA Assembly Member
62nd District



Janice Hahn
Janice Hahn
Supervisor, District 4
Los Angeles County



Kome Ajise
Kome Ajise
Executive Director
So Cal Association of Gov't's



Nancy Pfeiffer
Nancy Pfeiffer
Executive Director
Gateway Cities COG



Steve Carmona
Steve Carmona
City Manager
City of Pico Rivera



Thaddeus McCormack
Thaddeus McCormack
City Manager
City of Lakewood



Tom Modica
Tom Modica
City Manager
City of Long Beach



Jesus M. Gomez
Jesus M. Gomez
City Manager
City of Norwalk



Lee Torres
Lee Torres
Acting Public Work Director
City of El Monte



Gloria Olmos
Gloria Olmos
Mayor
City of South El Monte



Chris Hanna
Chris Hanna
Executive Secretary
LA/OC Building &
Construction Trades Council
AFL-CIO



Jane Close Conoley
Jane Close Conoley
President
Cal State Long Beach



Kenneth A. McDonald
Kenneth A. McDonald
President & CEO
Long Beach Transit



Daniel Andrade
Daniel Andrade
Executive Director
Pico Rivera Chamber of
Commerce



Michael Schneider
Michael Schneider
CEO
Streets for All



Marisa Garcia
Marisa Garcia
Director of Activism
Move LA



Jesse Flores
Jesse Flores
Coordinator
Norwalk Unides



David Diaz
David Diaz, MPH
Executive Director
ActiveSGV



Eli Akira Kaufman
Eli Akira Kaufman
Ex. Director
Bike LA



Alex Contreras
Alex Contreras
Executive Director
Happy City Coalition

We, the undersigned cities, agencies, and organizations support the **Rosemead/Lakewood Boulevard Complete Corridor Project** and the pursuit of funding for the planning stages of the project. **Letters furnished upon request.*



A handwritten signature in black ink, appearing to read "Christy Zamani".

Christy Zamani
Executive Director
Day One



To: Mayor and City Council
From: City Manager
Meeting Date: February 27, 2024
Subject: TREASURER'S MONTHLY INVESTMENT TRANSACTION REPORT AS OF JANUARY 31, 2024

Recommendation:

1. Receive and file the Treasurer's Monthly Investment Transaction Report as of January 31, 2024.

Fiscal Impact:

There is no fiscal impact to the General Fund from this item.

Background:

Per the City of Pico Rivera (City) Investment Policy approved by the City Council on August 1, 2023, the City Treasurer submits a monthly investment transaction report to the City Council within 45 days of the end of the reporting period in accordance with California Government Code Section 53607.

Discussion:

This report updates the City Council on the City's monthly transactions of the City's investment portfolio for the month ending January 31, 2024. Staff is committed to ensuring the City's investment portfolio aligns with safety, liquidity, and yield objectives. As part of this commitment, staff continuously research alternative investment opportunities to enhance the City's portfolio.

Cryptocurrency

In January 2024, the U.S. Securities and Exchange Commission (SEC) approved Cryptocurrency as a form of exchange-traded funds (ETFs). Upon learning of this, staff engaged with our investment brokers at Chandler Asset Management (Chandler) and Commercial Bank of California (CBC) to obtain an understanding of how this may impact the City's Investment Policy and investment options. It was confirmed by Chandler and CBC that Cryptocurrency is not an approved asset class under the California Government Code. Specifically, per section 53601 (I): "Shares of beneficial interest issued by

diversified management companies are eligible for purchases, provided they invest in security and obligations authorized by subdivisions (a) to (k) and (m) to (q) and comply with the investment restrictions of article 2 section 53630.” This section states that a local agency can purchase shares of beneficial interest issued by diversified management companies only if the investments are included in the specified types of securities and obligations outlined in the California Government Code. Therefore, an underlying asset class must be approved by the California Government Code to be eligible through a mutual fund. This regulation aims to ensure prudent investment practices within the state. Given that Cryptocurrency isn't among the approved underlying asset classes by the State of California, the City's investment portfolios do not include Cryptocurrency. Staff remains committed to investing in assets that align with the City's safety, liquidity, and yield goals.##

Conclusion:

As of January 31, 2024, the City's portfolio remains highly rated, liquid, and stable. All investments are maintained in accordance with California Government Code Section 53601 and the City's investment policy approved by the City Council on August 1, 2023.



Steve Carmona

SC:AG:MP:JM:ep

- Enclosures:
- 1) LAIF Statement for the Month Ending January 31, 2024.
 - 2) Chandler Asset Management Transaction Ledger for the Month Ending January 31, 2024.
 - 3) Commercial Bank of California Insured Cash Sweep Statement for the Month Ending January 31, 2024.

California State Treasurer *Fiona Ma, CPA*



Local Agency Investment Fund
P.O. Box 942809
Sacramento, CA 94209-0001
(916) 653-3001

February 06, 2024

[LAIF Home](#)
[PMIA Average Monthly Yields](#)

CITY OF PICO RIVERA

DIRECTOR OF FINANCE/ADMINISTRATIVE SVCS
6615 PASSONS BLVD
PICO RIVERA, CA 90660

[Tran Type Definitions](#)

Account Number: 98-19-653

January 2024 Statement

Effective Date	Transaction Date	Tran Type	Confirm Number	Web Confirm Number	Authorized Caller	Amount
1/12/2024	1/11/2024	QRD	1746712	N/A	SYSTEM	464,508.08

Account Summary

Total Deposit:	464,508.08	Beginning Balance:	46,246,980.84
Total Withdrawal:	0.00	Ending Balance:	46,711,488.92

California State Treasurer
Fiona Ma, CPA



Local Agency Investment Fund
P.O. Box 942809
Sacramento, CA 94209-0001
(916) 653-3001

February 07, 2024

[LAIF Home](#)
[PMIA Average Monthly Yields](#)

CITY OF PICO RIVERA
COVID RELIEF EMERGENCY ACCOUNT
DIR OF FINANCE/ADMIN SERVICES
6615 PASSONS BLVD
PICO RIVERA, CA 90660

[Tran Type Definitions](#)

Account Number: 19-19-007

January 2024 Statement

Effective Date	Transaction Date	Tran Type	Confirm Number	Web Confirm Number	Authorized Caller	Amount
1/12/2024	1/11/2024	QRD	1745264	N/A	SYSTEM	102,994.24

Account Summary

Total Deposit:	102,994.24	Beginning Balance:	10,252,106.19
Total Withdrawal:	0.00	Ending Balance:	10,355,100.43

City of Pico Rivera Portfolio
Chandler Investment Transactions
January 2024

Enclosure 2

Transaction Date	Tran Category	Tran Type	Security Description	Quantity	Price	Principal	Interest	Total Amount
1/2/2024	Acquisitions	Purchase	First American Govt Obligation Fund Class Y	2,059.62	1.00000	2,059.62	-	2,059.62
1/5/2024	Acquisitions	Purchase	First American Govt Obligation Fund Class Y	401,925.78	1.00000	401,925.78	-	401,925.78
1/6/2024	Acquisitions	Purchase	First American Govt Obligation Fund Class Y	1,125.00	1.00000	1,125.00	-	1,125.00
1/10/2024	Acquisitions	Purchase	First American Govt Obligation Fund Class Y	9,600.00	1.00000	9,600.00	-	9,600.00
1/15/2024	Acquisitions	Purchase	First American Govt Obligation Fund Class Y	1,309.48	1.00000	1,309.48	-	1,309.48
1/16/2024	Acquisitions	Purchase	First American Govt Obligation Fund Class Y	358.42	1.00000	358.42	-	358.42
1/16/2024	Acquisitions	Purchase	First American Govt Obligation Fund Class Y	3,539.86	1.00000	3,539.86	-	3,539.86
1/16/2024	Acquisitions	Purchase	First American Govt Obligation Fund Class Y	11,722.71	1.00000	11,722.71	-	11,722.71
1/16/2024	Acquisitions	Purchase	First American Govt Obligation Fund Class Y	1,438.50	1.00000	1,438.50	-	1,438.50
1/16/2024	Acquisitions	Purchase	First American Govt Obligation Fund Class Y	394.62	1.00000	394.62	-	394.62
1/16/2024	Acquisitions	Purchase	First American Govt Obligation Fund Class Y	678.00	1.00000	678.00	-	678.00
1/16/2024	Acquisitions	Purchase	First American Govt Obligation Fund Class Y	1,483.50	1.00000	1,483.50	-	1,483.50
1/16/2024	Acquisitions	Purchase	First American Govt Obligation Fund Class Y	6,140.29	1.00000	6,140.29	-	6,140.29
1/16/2024	Acquisitions	Purchase	First American Govt Obligation Fund Class Y	8,788.79	1.00000	8,788.79	-	8,788.79
1/16/2024	Acquisitions	Purchase	First American Govt Obligation Fund Class Y	527.58	1.00000	527.58	-	527.58
1/16/2024	Acquisitions	Purchase	First American Govt Obligation Fund Class Y	591.58	1.00000	591.58	-	591.58
1/16/2024	Acquisitions	Purchase	First American Govt Obligation Fund Class Y	428.38	1.00000	428.38	-	428.38
1/16/2024	Acquisitions	Purchase	First American Govt Obligation Fund Class Y	1,503.62	1.00000	1,503.62	-	1,503.62
1/16/2024	Acquisitions	Purchase	First American Govt Obligation Fund Class Y	933.17	1.00000	933.17	-	933.17
1/16/2024	Acquisitions	Purchase	First American Govt Obligation Fund Class Y	5,705.76	1.00000	5,705.76	-	5,705.76
1/16/2024	Acquisitions	Purchase	First American Govt Obligation Fund Class Y	15,429.95	1.00000	15,429.95	-	15,429.95
1/16/2024	Acquisitions	Purchase	First American Govt Obligation Fund Class Y	3,902.26	1.00000	3,902.26	-	3,902.26
1/17/2024	Acquisitions	Purchase	First American Govt Obligation Fund Class Y	205,000.00	1.00000	205,000.00	-	205,000.00
1/17/2024	Acquisitions	Purchase	John Deere Capital Corp Note	400,000.00	1.00518	402,072.00	450.00	402,522.00
1/17/2024	Acquisitions	Purchase	First American Govt Obligation Fund Class Y	7,311.03	1.00000	7,311.03	-	7,311.03
1/18/2024	Acquisitions	Purchase	First American Govt Obligation Fund Class Y	279.75	1.00000	279.75	-	279.75
1/18/2024	Acquisitions	Purchase	First American Govt Obligation Fund Class Y	2,327.87	1.00000	2,327.87	-	2,327.87
1/19/2024	Acquisitions	Purchase	ROYAL BANK OF CANADA Note	305,000.00	0.99975	304,923.75	-	304,923.75
1/22/2024	Acquisitions	Purchase	First American Govt Obligation Fund Class Y	3,605.17	1.00000	3,605.17	-	3,605.17
1/22/2024	Acquisitions	Purchase	First American Govt Obligation Fund Class Y	294.00	1.00000	294.00	-	294.00
1/22/2024	Acquisitions	Purchase	First American Govt Obligation Fund Class Y	336.25	1.00000	336.25	-	336.25
1/22/2024	Acquisitions	Purchase	First American Govt Obligation Fund Class Y	4,722.66	1.00000	4,722.66	-	4,722.66
1/25/2024	Acquisitions	Purchase	First American Govt Obligation Fund Class Y	1,312.08	1.00000	1,312.08	-	1,312.08
1/25/2024	Acquisitions	Purchase	First American Govt Obligation Fund Class Y	930.42	1.00000	930.42	-	930.42
1/25/2024	Acquisitions	Purchase	First American Govt Obligation Fund Class Y	503.75	1.00000	503.75	-	503.75
1/25/2024	Acquisitions	Purchase	First American Govt Obligation Fund Class Y	172.00	1.00000	172.00	-	172.00
1/25/2024	Acquisitions	Purchase	First American Govt Obligation Fund Class Y	1,143.75	1.00000	1,143.75	-	1,143.75
1/25/2024	Acquisitions	Purchase	First American Govt Obligation Fund Class Y	1,327.92	1.00000	1,327.92	-	1,327.92
1/25/2024	Acquisitions	Purchase	First American Govt Obligation Fund Class Y	8,757.90	1.00000	8,757.90	-	8,757.90
1/30/2024	Acquisitions	Purchase	First American Govt Obligation Fund Class Y	1,500.00	1.00000	1,500.00	-	1,500.00
1/30/2024	Acquisitions	Purchase	Toyota Auto Receivables OT 2024-A A3	170,000.00	0.99980	169,965.98	-	169,965.98
1/31/2024	Acquisitions	Purchase	First American Govt Obligation Fund Class Y	1,000,000.00	1.00000	1,000,000.00	-	1,000,000.00
1/31/2024	Acquisitions	Purchase	US Treasury Bill	425,000.00	0.99100	421,173.76	-	421,173.76
1/31/2024	Acquisitions	Purchase	First American Govt Obligation Fund Class Y	17,375.00	1.00000	17,375.00	-	17,375.00
1/31/2024	Acquisitions	Purchase	US Treasury Bill	425,000.00	0.98197	417,339.00	-	417,339.00
1/17/2024	Acquisitions	Short Sale	First American Govt Obligation Fund Class Y	(402,522.00)	1.00000	(402,522.00)	-	(402,522.00)
1/31/2024	Acquisitions	Short Sale	First American Govt Obligation Fund Class Y	(838,512.76)	1.00000	(838,512.76)	-	(838,512.76)
1/17/2024	Dispositions	Closing Purchase	First American Govt Obligation Fund Class Y	(402,522.00)	1.00000	(402,522.00)	-	402,522.00
1/31/2024	Dispositions	Closing Purchase	First American Govt Obligation Fund Class Y	(838,512.76)	1.00000	(838,512.76)	-	838,512.76
1/17/2024	Dispositions	Maturity	John Deere Capital Corp Note	205,000.00	1.00000	205,000.00	-	(205,000.00)
1/31/2024	Dispositions	Maturity	US Treasury Note	1,000,000.00	1.00000	1,000,000.00	-	(1,000,000.00)

City of Pico Rivera Portfolio
Chandler Investment Transactions
January 2024

1/16/2024	Dispositions	Paydown	American Express Credit Trust 2023-1 A	-	-	-	527.58	(527.58)
1/16/2024	Dispositions	Paydown	John Deere Owner Trust 2022-A A3	5,960.58	1.00000	5,960.58	179.71	(6,140.29)
1/16/2024	Dispositions	Paydown	John Deere Owner Trust 2022-C A3	-	-	-	933.17	(933.17)
1/16/2024	Dispositions	Paydown	Mercedes-Benz Auto Receivables 2022-1 A2	15,006.27	1.00000	15,006.27	423.68	(15,429.95)
1/16/2024	Dispositions	Paydown	Mercedes-Benz Auto Lease Trust 2021-B A3	11,718.80	1.00000	11,718.80	3.91	(11,722.71)
1/16/2024	Dispositions	Paydown	Hyundai Auto Receivables Trust 2023-A A3	-	-	-	591.58	(591.58)
1/16/2024	Dispositions	Paydown	Mercedes-Benz Auto Receivable 2023-1 A3	-	-	-	394.62	(394.62)
1/16/2024	Dispositions	Paydown	Toyota Auto Receivables Trust 2021-D A3	3,868.78	1.00000	3,868.78	33.48	(3,902.26)
1/16/2024	Dispositions	Paydown	GM Auto Receivable Trust 2023-2 A3	-	-	-	428.38	(428.38)
1/16/2024	Dispositions	Paydown	John Deere Owner Trust 2023-C A3	-	-	-	1,438.50	(1,438.50)
1/16/2024	Dispositions	Paydown	John Deere Owner Trust 2021-A A3	3,532.60	1.00000	3,532.60	7.26	(3,539.86)
1/16/2024	Dispositions	Paydown	John Deere Owner Trust 2021-B A3	5,676.72	1.00000	5,676.72	29.04	(5,705.76)
1/16/2024	Dispositions	Paydown	American Express Credit Trust 2022-2 A	-	-	-	678.00	(678.00)
1/16/2024	Dispositions	Paydown	American Express Credit Trust 2023-3 A	-	-	-	1,503.62	(1,503.62)
1/16/2024	Dispositions	Paydown	Chase Issuance Trust 23-A1 A	-	-	-	1,483.50	(1,483.50)
1/16/2024	Dispositions	Paydown	Honda Auto Receivables Trust 2022-1 A3	8,574.74	1.00000	8,574.74	214.05	(8,788.79)
1/16/2024	Dispositions	Paydown	John Deere Owner Trust 2022-B A3	-	-	-	358.42	(358.42)
1/18/2024	Dispositions	Paydown	Honda Auto Receivables Trust 2020-3 A3	2,327.15	1.00000	2,327.15	0.72	(2,327.87)
1/18/2024	Dispositions	Paydown	Honda Auto Receivables 2022-2 A3	-	-	-	279.75	(279.75)
1/22/2024	Dispositions	Paydown	GM Financial Auto Leasing 2023-3 A3	-	-	-	336.25	(336.25)
1/22/2024	Dispositions	Paydown	Honda Auto Receivables Owner 2023-1 A3	-	-	-	294.00	(294.00)
1/22/2024	Dispositions	Paydown	Honda Auto Receivables Trust 2021-1 A3	3,601.24	1.00000	3,601.24	3.93	(3,605.17)
1/22/2024	Dispositions	Paydown	Honda Auto Receivables Trust 2021-4 A3	4,676.69	1.00000	4,676.69	45.97	(4,722.66)
1/25/2024	Dispositions	Paydown	BMW Vehicle Lease Trust 2022-1 A3	8,737.64	1.00000	8,737.64	20.26	(8,757.90)
1/25/2024	Dispositions	Paydown	FHLMC K069 A2	-	-	-	1,327.92	(1,327.92)
1/25/2024	Dispositions	Paydown	BMW Vehicle Lease Trust 2023-1 A3	-	-	-	172.00	(172.00)
1/25/2024	Dispositions	Paydown	FHLMC K054 A2	-	-	-	1,143.75	(1,143.75)
1/25/2024	Dispositions	Paydown	FHLMC K081 A2	-	-	-	503.75	(503.75)
1/25/2024	Dispositions	Paydown	FHLMC K073 A2	-	-	-	1,312.08	(1,312.08)
1/25/2024	Dispositions	Paydown	FHLMC K085 A2	-	-	-	930.42	(930.42)
1/5/2024	Dispositions	Sale	Amazon.com Inc Note	400,000.00	1.00047	400,188.00	1,737.78	(401,925.78)
1/17/2024	Dispositions	Sale	First American Govt Obligation Fund Class Y	402,522.00	1.00000	402,522.00	-	(402,522.00)
1/19/2024	Dispositions	Sale	First American Govt Obligation Fund Class Y	304,923.75	1.00000	304,923.75	-	(304,923.75)
1/30/2024	Dispositions	Sale	First American Govt Obligation Fund Class Y	169,965.98	1.00000	169,965.98	-	(169,965.98)
1/31/2024	Dispositions	Sale	First American Govt Obligation Fund Class Y	838,512.76	1.00000	838,512.76	-	(838,512.76)
1/8/2024	Dispositions	Security Withdrawal	First American Govt Obligation Fund Class Y	2,558.83	1.00000	2,558.83	-	(2,558.83)
1/26/2024	Dispositions	Security Withdrawal	First American Govt Obligation Fund Class Y	252.90	1.00000	252.90	-	(252.90)
1/2/2024	Other Transactions	Dividend	First American Govt Obligation Fund Class Y	292,749.87	-	2,059.62	-	2,059.62
1/6/2024	Other Transactions	Interest	FFCB Note	200,000.00	-	1,125.00	-	1,125.00
1/10/2024	Other Transactions	Interest	Toyota Motor Credit Corp Note	400,000.00	-	9,600.00	-	9,600.00
1/15/2024	Other Transactions	Interest	International Finance Corp Note	240,000.00	-	1,137.60	-	1,137.60
1/15/2024	Other Transactions	Interest	Salesforce.com Inc Callable Note Cont 7/15/2022	55,000.00	-	171.88	-	171.88
1/17/2024	Other Transactions	Interest	John Deere Capital Corp Note	205,000.00	-	461.25	-	461.25
1/17/2024	Other Transactions	Interest	Morgan Stanley Callable Note Cont 7/17/2025	145,000.00	-	3,392.28	-	3,392.28
1/17/2024	Other Transactions	Interest	Toronto-Dominion Bank Note	125,000.00	-	3,457.50	-	3,457.50
1/30/2024	Other Transactions	Interest	US Bancorp Callable Note Cont 6/28/2024	125,000.00	-	1,500.00	-	1,500.00
1/31/2024	Other Transactions	Interest	US Treasury Note	1,000,000.00	-	11,250.00	-	11,250.00
1/31/2024	Other Transactions	Interest	US Treasury Note	700,000.00	-	6,125.00	-	6,125.00
	Changes of Market Values and Accrued Interests							42,266.73
	Net Investment Transactions							\$ 120,015.26
	Beginning Balance as of 12/31/2023							32,322,182.02
	Ending Balance as of 1/31/2024							\$ 32,442,197.28

Commercial Bank of California
 19752 MacArthur Blvd.
 Suite 100
 Irvine, CA 92612



RETURN SERVICE REQUESTED



123517-01A
 CITY OF PICO RIVERA
 6615 PASSIONS BLVD
 PICO RIVERA, CA 90660

Contact Us
 (714) 431-7000



Account
 CITY OF PICO RIVERA

Date
 01/31/2024

Page
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IntraFi Cash ServiceSM, or ICS[®], Monthly Statement

The following information is a summary of activity in your account(s) for the month of January 2024 and the list of FDIC-insured institution(s) that hold your deposits as of the date indicated. These deposits have been placed by us, as your agent and custodian, in deposit accounts through IntraFi Cash Service. Funds in your deposit accounts at the FDIC-insured institutions at which your funds have been placed will be "deposits," as defined by federal law.

Summary of Accounts

Account ID	Deposit Option	Interest Rate	Opening Balance	Ending Balance
*****354	Savings	4.25%	\$20,715,863.64	\$28,605,490.96
TOTAL			\$20,715,863.64	\$28,605,490.96

12c

DETAILED ACCOUNT OVERVIEW

Account ID: *****354
Account Title: CITY OF PICO RIVERA

Account Summary - Savings

Statement Period	1/1-1/31/2024	Average Daily Balance	\$24,789,730.75
Previous Period Ending Balance	\$20,715,863.64	Interest Rate at End of Statement Period	4.25%
Total Program Deposits	9,500,009.04	Annual Percentage Yield Earned	4.34%
Total Program Withdrawals	(1,700,000.00)	YTD Interest Paid	89,618.28
Interest Capitalized	89,618.28		
Current Period Ending Balance	\$28,605,490.96		

Account Transaction Detail

Date	Activity Type	Amount	Balance
01/03/2024	Deposit	\$9.04	\$20,715,872.68
01/04/2024	Deposit	3,500,000.00	24,215,872.68
01/18/2024	Withdrawal	(1,700,000.00)	22,515,872.68
01/23/2024	Deposit	5,000,000.00	27,515,872.68
01/25/2024	Deposit	1,000,000.00	28,515,872.68
01/31/2024	Interest Capitalization	89,618.28	28,605,490.96

Summary of Balances as of January 31, 2024

FDIC-Insured Institution	City/State	FDIC Cert No.	Balance
Access Bank	Omaha, NE	58727	\$247,807.70
Alpine Bank	Glenwood Springs, CO	23091	247,894.79
American Bank & Trust Company, Inc.	Bowling Green, KY	35568	577.41
Ameris Bank	Atlanta, GA	20504	247,894.79
Anderson Brothers Bank	Mullins, SC	9923	247,894.79
AuburnBank	Auburn, AL	35	0.07
Axos Bank	San Diego, CA	35546	247,894.76
BOKF, National Association	Tulsa, OK	4214	247,894.76
BTC Bank	Bethany, MO	10618	247,807.65
Banc of California	Los Angeles, CA	24045	247,894.80
Bank Iowa	West Des Moines, IA	14521	247,865.68
Bank of Marin	Novato, CA	32779	247,258.96
Bank of Washington	Washington, MO	12627	247,877.78
BankUnited	Miami Lakes, FL	58979	247,894.79
Bankers Trust Company	Des Moines, IA	953	57.56
Bankwell Bank	New Canaan, CT	57368	247,894.79
Benchmark Bank	Plano, TX	19215	247,201.39
Byline Bank	Chicago, IL	20624	247,878.92
CASS COMMERCIAL BANK	Des Peres, MO	1068	247,894.72
CNB Bank	Clearfield, PA	13876	247,802.85
CalPrivate Bank	Coronado, CA	58291	247,125.18

DETAILED ACCOUNT OVERVIEW

Account ID: *****354
Account Title: CITY OF PICO RIVERA



Summary of Balances as of January 31, 2024

FDIC-Insured Institution	City/State	FDIC Cert No.	Balance
Capitol Bank	Madison, WI	34074	247,894.79
Cedar Rapids Bank and Trust Company	Cedar Rapids, IA	57244	247,201.39
Central Bank	Houston, TX	17612	0.01
Citizens Bank of Philadelphia, MS	Philadelphia, MS	12204	247,894.80
City National Bank of Florida	Miami, FL	20234	247,287.75
Coastal Carolina National Bank	Myrtle Beach, SC	58864	247,258.96
Coastal Community Bank	Everett, WA	34403	247,894.80
CorTrust Bank National Association	Mitchell, SD	6063	390.38
Customers Bank	Malvern, PA	34444	247,201.39
D. L. Evans Bank	Burley, ID	11666	247,894.79
Dime Community Bank	Hauppauge, NY	6976	247,894.80
Dogwood State Bank	Raleigh, NC	57095	247,232.08
EagleBank	Silver Spring, MD	34742	247,894.80
Enterprise Bank & Trust	Clayton, MO	27237	247,894.79
Esquire Bank, National Association	Jericho, NY	58140	521.35
FFB Bank	Fresno, CA	58090	247,258.95
Farmers State Bank	Waterloo, IA	12855	247,258.96
First American Bank	Artesia, NM	2240	247,894.72
First Bank & Trust	Brookings, SD	3973	178.63
First Bank of Berne	Berne, IN	9288	92.94
First Commerce Bank	Lewisburg, TN	57465	247,894.72
First Financial Northwest Bank	Renton, WA	29058	247,894.80
First Foundation Bank	Irvine, CA	58647	247,894.80
First Horizon Bank	MEMPHIS, TN	4977	247,894.80
First International Bank & Trust	Watford City, ND	10248	693.39
First National Bank of Omaha	Omaha, NE	5452	247,894.79
First State Community Bank	Farmington, MO	17323	247,258.96
First-Citizens Bank & Trust Company	Raleigh, NC	11063	247,648.35
FirstBank	Nashville, TN	8663	247,894.80
Firsttrust Savings Bank	Conshohocken, PA	26647	247,894.79
Five Points Bank	Grand Island, NE	20488	247,894.79
Five Star Bank	Roseville, CA	35361	247,894.79
Flushing Bank	Uniondale, NY	58564	247,894.74
Franklin Bank & Trust Company	Franklin, KY	17937	247,233.16
Fulton Bank, N.A.	Lancaster, PA	7551	247,894.80
German American Bank	Jasper, IN	17393	247,807.65
Glens Falls Natl Bank and Trust Co	Glens Falls, NY	7074	247,894.80
Grand Savings Bank	Grove, OK	32084	247,894.78
Great Southern Bank	Reeds Spring, MO	29546	247,172.61

DETAILED ACCOUNT OVERVIEW

Account ID: *****354

Account Title: CITY OF PICO RIVERA

Summary of Balances as of January 31, 2024

FDIC-Insured Institution	City/State	FDIC Cert No.	Balance
Hancock Whitney Bank	Gulfport, MS	12441	247,894.80
Hanmi Bank	Los Angeles, CA	24170	247,894.80
Heritage Bank of Commerce	San Jose, CA	33905	247,894.79
INB	Springfield, IL	3664	247,894.78
International Finance Bank	Miami, FL	24823	247,894.79
Israel Discount Bank of New York	New York City, NY	19977	247,894.80
Katahdin Trust Company	Patten, ME	12874	651.53
Kennebunk Savings Bank	Kennebunk, ME	13063	476.07
Landmark National Bank	Manhattan, KS	5826	247,258.94
Leader Bank, National Association	Arlington, MA	57134	247,894.80
Liberty National Bank	Lawton, OK	11522	247,894.79
Live Oak Banking Company	Wilmington, NC	58665	247,201.39
MVB Bank, Inc	Fairmont, WV	34603	247,894.78
MainStreet Bank	Fairfax, VA	57742	247,894.80
MapleMark Bank	Dallas, TX	3182	247,172.61
Mascoma Bank	Lebanon, NH	18013	247,804.51
Mercantile Bank	Grand Rapids, MI	34598	247,185.53
Merchants Bank of Indiana	Carmel, IN	8056	247,894.80
MidFirst Bank	Oklahoma City, OK	4063	247,287.75
MidWestOne Bank	Iowa City, IA	14843	247,894.80
Mission Valley Bank	Sun Valley, CA	57101	491.00
NBT Bank, National Association	Norwich, NY	7230	247,894.80
NexBank	Dallas, TX	29209	247,894.79
OMB Bank	Springfield, MO	8252	230.18
Old National Bank	Evansville, IN	3832	247,894.80
OneLocal Bank	Norwood, MA	26555	217.52
Origin Bank	Ruston, LA	12614	247,894.80
Park National Bank	Newark, OH	6653	247,894.80
Parke Bank	Sewell, NJ	34888	247,289.57
Patriot Bank	Stamford, CT	33928	490.09
Pinnacle Bank	Nashville, TN	35583	247,894.80
Poppy Bank	Santa Rosa, CA	57903	247,028.76
Popular Bank	New York, NY	34967	247,894.80
Raymond James Bank	St. Petersburg, FL	33893	247,894.80
Republic Bank & Trust Company	Louisville, KY	23627	247,894.80
S&T Bank	Indiana, PA	11124	587.29
SMBC MANUBANK	Los Angeles, CA	18618	247,894.79
Salem Five Cents Savings Bank	Salem, MA	23296	247,258.96
Sandy Spring Bank	Olney, MD	4865	247,201.39

DETAILED ACCOUNT OVERVIEW

Account ID: *****354

Account Title: CITY OF PICO RIVERA

**Summary of Balances as of January 31, 2024**

FDIC-Insured Institution	City/State	FDIC Cert No.	Balance
Santa Cruz County Bank	Watsonville, CA	57591	247,894.77
Sauk Valley Bank & Trust Company	Sterling, IL	35131	247,146.67
Shore United Bank, N.A.	Easton, MD	4832	247,894.74
SmartBank	Pigeon Forge, TN	58463	247,201.39
South State Bank, N.A.	Winter Haven, FL	33555	247,894.80
SouthPoint Bank	Birmingham, AL	58088	247,201.39
Southside Bank	Tyler, TX	18297	67.50
Synovus Bank	Columbus, GA	873	247,894.80
T Bank, National Association	Dallas, TX	57703	216.10
TBK Bank, SSB	Dallas, TX	23498	247,894.79
Texas Bank	Brownwood, TX	19559	247,894.74
Texas Bank and Trust Company	Longview, TX	17842	247,894.79
The American National Bank of Texas	Terrell, TX	23474	247,894.80
The Bank of Tampa	Tampa, FL	21031	247,894.79
The Central Trust Bank	Jefferson City, MO	12633	247,894.73
The Citizens Bank	Batesville, AR	17211	115.10
The First National Bank of McGregor	Mcgregor, TX	3330	247,801.29
The Huntington National Bank	Columbus, OH	6560	247,258.96
The Park Bank	Madison, WI	19608	247,764.76
The Washington Trust Company of Westerly	Westerly, RI	23623	247,894.80
Third Coast Bank, SSB	Humble, TX	58716	247,894.72
TowneBank	Portsmouth, VA	35095	247,894.80
Traditions Bank	York, PA	57377	247,201.39
Tri-County Bank	Brown City, MI	977	28.78
Truist Bank	Charlotte, NC	9846	247,894.80
U.S. Bank National Association	Cincinnati, OH	6548	247,894.78
Union Bank & Trust	Lincoln, NE	13421	111,549.77
United Bank	Fairfax, VA	22858	247,894.80
United Community Bank	Blairsville, GA	16889	247,894.79
Valley National Bank	Wayne, NJ	9396	247,894.80
VeraBank	Henderson, TX	3250	247,894.74
Veritex Community Bank	Dallas, TX	57665	247,894.78
Waterford Bank, N.A.	Toledo, OH	58433	247,230.17
WestStar Bank	El Paso, TX	32941	247,894.74
Western Alliance Bank	Phoenix, AZ	57512	247,894.80
Winter Park National Bank	Winter Park, FL	59105	247,807.65
Zions Bancorporation, N. A.	Salt Lake City, UT	2270	247,894.80



To: Mayor and City Council
From: City Manager
Meeting Date: February 27, 2024
Subject: VEHICLE REPLACEMENT – PURCHASE OF TWO (2) 2024 TOYOTA RAV4 VEHICLES FOR THE PUBLIC WORKS DEPARTMENT

Recommendation:

1. Authorize the purchase of two (2) 2024 Toyota RAV4 LE, Front Wheel Drive, 8-speed automatic transmission, in the aggregate amount of \$66,685 from Toyota of Whittier; and
2. Authorize the City Manager to execute all documents related to the purchase of the recommended vehicles.

Fiscal Impact:

The Fiscal Year (FY) 2023-24 Budget includes approximately \$195,000 available funds between Fund 170 (Equipment Replacement Fund) Account No. 170.40.4030-57300(Furniture & Equipment) and Fund 550 (Water Authority Fund) Account No. 550.40.4920-57300 (Furniture & Equipment) for the requested \$66,685 purchase of the two vehicles for the Public Works Department. No additional appropriations are required at this time.

Background:

At the September 22, 2022, Council meeting, Council authorized the purchase of eight (8) Ford F-150 2-wheel drive regular cab pick-up trucks by way of the National Cooperative Purchasing Alliance (NCPA). Unfortunately, due to supply chain issues, NCPA notified staff that this pending order will not be fulfilled. Given this information, the agreement and purchase order with NCPA was terminated. At the September 26, 2023, City Council meeting, City Council authorized the purchase of six (6) Ford F-250 pickup trucks from Rush Truck Centers instead. Additionally, in January 2024, staff was able to purchase one (1) Ford F-150 from Reeves Ford via a purchase order. This still leaves one (1) vehicle short of the original eight (8) vehicles.

Discussion:

Finding a Ford F-150 pickup truck has been difficult due to supply shortages and low inventory from Ford dealers. Staff has explored several alternatives to ensure staff is properly equipped with the vehicles needed. There are two vehicles needing immediate replacement:

1. A 2016 Ford F-150 with 160,000 miles (Unit No. 291) assigned to the Water Division needs replacement due to the age and mileage of the vehicle. This is the last vehicle to be replaced from the original list of eight (8). This vehicle is utilized by the customer service representative, who responds to all reports and concerns from the residents regarding water-related usage, water leaks, water meter issues, and on-and-off services.

2. A 2006 Chevy C3500 with 125,000 miles (Unit No. 246), assigned to the Streets Division is currently inoperable due to a blown engine. The Streets Maintenance Division uses Unit No. 246 to spray herbicides and control weed growth on medians, parkways, and city-owned facilities. Due to the extensive repairs needed and associated costs, staff recommends replacing this vehicle.

Due to the difficulties encountered by Public Works staff in procuring heavy duty vehicles, staff recommends repurposing two (2) pickup trucks currently assigned to our Public Works Superintendent and Utilities Superintendent. These two supervisory staff will still need vehicles, but do not require heavy duty vehicles. Instead, staff recommends purchasing 2024 Toyota RAV4's for the supervisory staff noted above. Below are two tables describing staff's approach for replacing these vehicles with existing, yet newer vehicles.

Table 1 – Summary of Vehicle Repurposing from Supervisory Staff to Staff

Unit No.	Mileage	Yr. / Make / Model	Repurposed Unit No.	Yr. / Make / Model	Mileage
246	125,000	2006 Chevy C3500	249	2019 Ford F350 Super Duty	7,550
291	160,000	2016 Ford F150	286	2017 Ford F150	19,000

Table 2 – Summary of Vehicle Repurposing/Proposed Vehicles – Supervisory Staff

Unit No.	Yr. / Make / Model	Proposed Vehicle Replacement
249	2019 Ford F350 Super Duty	2024 Toyota RAV4
286	2017 Ford F150	2024 Toyota RAV4

CITY COUNCIL AGENDA REPORT – MEETING OF FEBRUARY 27, 2023
VEHICLE REPLACEMENT- PURCHASE OF TWO (2) 2024 TOYOTA RAV4 VEHICLES
FOR THE PUBLIC WORKS DEPARTMENT
Page 3 of 3

Vehicle Unit No. 249, assigned to the Public Works Superintendent, is a 2019 Ford F-350 Super Duty with 7,550 miles. The Utilities Superintendent's vehicle, Unit No. 286, is a 2017 Ford F150 with 19,000 miles.

The Public Works Maintenance Superintendent oversees the maintenance of streets, medians, and alleys and addresses public requests and construction projects. The Water Division Superintendent is responsible for handling resident service calls, inspecting water plants and construction projects, addressing reports of water leaks, and responding to residents' concerns about water quality. The Superintendents are provided with City assigned vehicles during working hours to carry out their duties.

Staff plans on exchanging Vehicle Unit No. 246 (125,000 miles) with Vehicle Unit No. 249 (7,550 miles) and Vehicle Unit No. 291 (160,000 miles) with Vehicle Unit No. 286 (19,000 miles) since these vehicles are similar to the old units, better suited for maintenance duties, and have more years of service left. The repurposed vehicles are of similar model (Ford F-150 and Ford F-350) to the vehicle model which it is replacing.

To replace Vehicle Unit Nos. 249 and 286, staff recommends purchasing two (2) 2024 Toyota RAV4 vehicles to replace the Superintendents' vehicles. Since the Superintendents only report to job sites and do not require specialized vehicle specifications to haul equipment, the proposed Toyota RAV4 fulfills the needs of the superintendent's duties.

At the November 14, 2023 Council meeting, City Council authorized the purchase of three (3) Toyota Rav4 vehicles for Parking Enforcement purposes. Toyota of Whittier was contacted by staff, and they are willing to honor their price from November 2023 (\$33,342 per vehicle) for the purchase of two (2) additional Toyota Rav4 vehicles. It is recommended that the Toyota Rav4 vehicles be assigned to both Superintendents, as this vehicle size is better suited for their operational needs.

Per the Pico Rivera Municipal Code (PRMC) 3.20.030B and 3.20.080B, the City can procure through Sole Source when only one (1) vendor can obtain a commodity or equipment. Toyota of Whittier was the only local dealership with the available inventory to deliver two (2) 2024 RAV4 vehicles within the desired specifications and delivery date. The recommended vehicle purchases will avoid operational interruptions and ensure that staff are properly equipped with a safe vehicle to continue providing efficient and effective services.

CITY COUNCIL AGENDA REPORT – MEETING OF FEBRUARY 27, 2023
VEHICLE REPLACEMENT- PURCHASE OF TWO (2) 2024 TOYOTA RAV4 VEHICLES
FOR THE PUBLIC WORKS DEPARTMENT
Page 4 of 3

Conclusion:

Staff recommends that the City Council authorize the purchase of two (2) 2024 Toyota RAV4 vehicles from Toyota of Whitter for the amount not-to-exceed \$66,685 and authorize the City Manager to execute all related documents for the purchase of both vehicles.



Steve Carmona

SC:NN:JG:np

Enclosure: 1) Toyota of Whitter Quote



Toyota of Whittier

14577 East Whittier Blvd.
Whittier CA 90605
562-698-2591

2024 RAV4

RAV4 LE

Model: 2024 RAV4 LE 2.5L 4-cyl. engine AT FWD 4430C

VIN: 2T3H1RFV5RC07D404

Stock: N/A

Engine: 2.5-Liter 4-Cyl

Transmission: Direct Shift 8-speed



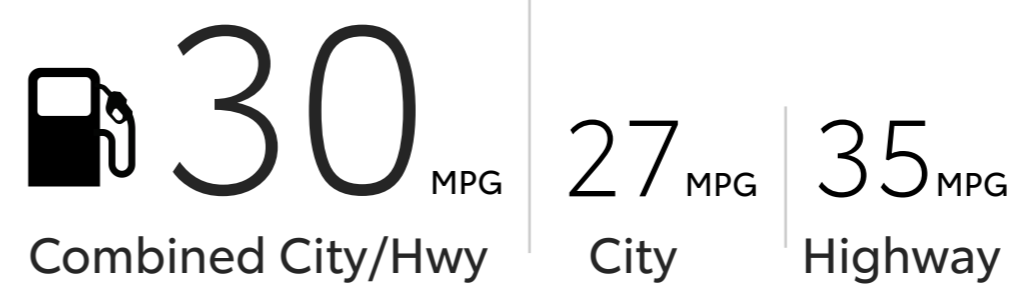
EXTERIOR
Ice Cap

INTERIOR
Black Fabric

PRICE

Base MSRP *	\$28,675.00
Factory Installed Packages & Accessories	\$90.00
Dealer Installed Packages & Accessories	\$1,990.00
Port Installed Packages & Accessories	\$743.00
Delivery Processing and Handling	\$1,350.00
Total Advertised Price	\$32,848.00

FUEL ECONOMY



INSTALLED PACKAGES & ACCESSORIES

50 State Emissions	FIO	\$0.00
Rear cargo area cover	FIO	\$90.00
Door Edge Guards Help prevent door edge dings and chipped paint with this protective finishing touch. • Thermoplastic-coated stainless steel is precisely color matched to the exterior paint • Compression-fitted to door edge contours • Blend seamlessly to complement exterior styling.	PIO	\$155.00
Mudguards Help protect your paint finish from road debris and the damage it causes. • Designed to integrate with RAV4 exterior styling • Set includes four mudguards.	PIO	\$150.00
All-Weather Liner Package All-Weather Liner Package includes: • All-Weather Floor Liners • Cargo Liner	PIO	\$309.00
Blackout Emblem Overlays for RAV4 Gas Molded from tough and durable black ABS plastic, blackout emblem overlays are engineered to precisely fit over existing badge, making it easy to customize in minutes. • Designed to fit permanently over existing chrome badging • Easy to install—simply remove tape liner and apply over clean badges	PIO	\$129.00

Clear Guard Door Edge Guards	DIO	\$495.00
Door edge guards work by lining or wrapping around the edges that tend to accidentally hit hard surfaces when vehicle doors are opened without regard to nearby trees, concrete walls, or even other cars and trucks.		
ELO-GPS Theft Protection	DIO	\$1,495.00
Elo GPS gives you real-time location information nationwide using any PC, tablet or cell phone. Have peace of mind that Elo GPS protects you from theft and assists with vehicle recovery if it is lost or stolen. Just call the police to file a report, then call our hotline and we'll take it from there. Be alerted to your vehicle's location, battery levels, check engine lights, and maintenance and service requirements with simple notifications so you'll never be caught off guard again and can worry about the things in life that really matter.		
Total Optional Equipment		\$2,823.00
Vehicle Base Model		\$28,675.00
Delivery Processing and Handling		\$1,350.00

FEATURES

Mechanical & Performance

- Tow Prep Equipment: 100-amp alternator
- Brakes: Active Cornering Assist (ACA)
- Engine: 2.5-Liter Dynamic Force 4-Cylinder DOHC D-4S Injection with Dual Variable Valve Timing with intelligence (VVT-i), with SPORT, Eco, NORMAL Modes, 203 hp @ 6,600 rpm; 184 lb.-ft. @ 5,000 rpm
- Transmission: Direct Shift-8-speed Electronically Controlled automatic Transmission with intelligence (ECT-i) and sequential shift mode
- Suspension: Independent MacPherson strut front suspension with stabilizer bar; multi-link rear suspension with stabilizer bar
- Engine: Induction system: (D-4S) Dual-Injection (Direct-Injection and Port-injection) EFI with Electronic Throttle Control System with intelligence (ETCS-i)
- Drivetrain: Front-Wheel Drive (FWD)
- Body Construction: Reinforced unitized steel body
- Engine: 2.5-Liter 4-Cyl
- Weight Rating: 4610 lbs
- Engine: Compression ratio: 13.0:1
- Steering: Electric Power Steering (EPS); power-assisted rack-and-pinion
- Tow Prep Equipment: Automatic transmission fluid cooler
- Engine: Emission rating: Ultra Low Emission Vehicle (ULEV)
- Brakes: Power-assisted ventilated 12.0-in. front disc brakes; ventilated 11.1-in. rear disc brakes
- Capability: Hill Start Assist Control (HAC)
- Drive Modes: SPORT, Eco, and NORMAL drive modes
- Front-Wheel Drive (FWD)
- Direct Shift 8-speed

Steering

- Steering ratio 14.4:1
- Turning circle diameter, curb-to-curb (ft.) 36.1
- Steering wheel turns (lock-to-lock) 2.76

Exterior

- 17-in. steel wheels with silver 6-spoke wheel covers
- Color-keyed upper front bumper, and black lower front bumper, overfenders and rear bumper
- Aerodynamic underbody panels with vortex generators, front and rear wheel spats, and integrated rear spoiler
- Intermittent windshield wipers and intermittent rear window wiper
- Black power outside mirrors with folding feature
- Color-keyed outside door handles
- Color-keyed roof-mounted shark-fin antenna
- LED Daytime Running Lights (DRL)
- Privacy glass on all rear side, quarter and liftgate windows
- Dual chrome-tipped exhaust
- Black hexagon-patterned bar front grille
- LED projector low- and high-beam headlights with chrome accent, Automatic High Beams (AHB) and auto on/off
- LED taillights

Exterior Dimensions

- Wheelbase 105.9
- Overall length/width 180.9/73.0
- Overall height with/without antenna 67.0
- Track (front/rear) 63.0/63.7

Interior

- Rear liftgate window defogger
- LED front-seat reading lights, dome light and cargo area light
- Passenger-side lockable glove compartment
- Center console with covered storage compartment, two cup holders, drive mode, Electric Parking Brake (EPB) and automatic Brake Hold controls, and front storage tray
- Sun visors with illuminated vanity mirrors
- Day/night rearview mirror
- Three USB ports— USB media port in front storage tray and two additional charge ports in front center console
- Power windows with auto up/down and jam protection in all positions
- Black in-dash storage trays
- Soft-touch dash and armrests, with stitched dash accents
- Climate control system with dust and pollen filter and rear-seat vents
- Shift lever with sequential mode
- Urethane tilt/telescopic 3-spoke steering wheel with controls for audio, Multi-Information Display (MID), Bluetooth® hands-free phone, voice-command, Dynamic Radar Cruise Control (DRCC), Lane Departure Alert (LDA) and Lane Trace Assist (LTA)
- Black interior door handles
- Fabric-trimmed seats; 6-way adjustable front driver's seat; 4-way adjustable front passenger seat with seatback pocket
- Height-adjustable rear cargo area deck board
- 2 front and 2 rear cup holders; 2 front and 2 rear bottle holders
- Front-door storage pockets with bottle holders
- Black carpet flooring with driver-side footrest
- Electric Parking Brake (EPB) with Brake Hold
- One 12V/120W auxiliary power outlet in front instrument panel storage tray and one 12V/120W auxiliary power outlet in second row
- 60/40 split reclining fold-flat rear seat with center armrest and cup holders
- Ash Gray fabric-trimmed headliner
- Remote keyless entry system with lock, unlock, panic functions and remote illuminated entry
- Digital speedometer and instrumentation with analog tachometer, coolant temperature, and fuel gauges; 7-in. digital Multi-Information Display (MID) with customizable settings, odometer, tripmeters, clock, outside temperature, rear passenger seatbelt indicators, fuel economy information, trip timer, shift-position and scheduled maintenance indicators, and warning messages
- Power door locks with shift-linked automatic lock/unlock feature
- Turn signal stalk with headlight controls and one-touch 3-blink lane change turn signals
- Overhead console with maplights, sunglasses storage and Safety Connect® button

Audio Multimedia

- 8-in. Toyota Audio Multimedia, six speakers, with wireless Apple CarPlay® & Android Auto™ compatible, SiriusXM® with 3-month Platinum Plan trial subscription. See toyota.com/audio-multimedia for details. S

ToyotaCare

- No cost maintenance plan \$0 (No Cost)
- 24-hour Roadside Assistance \$0 (No Cost)

Safety & Convenience

- Trailer-Sway Control (TSC)
- Hill Start Assist Control (HAC)
- Adjustable front shoulder anchors
- LATCH (Lower Anchors and Tethers for Children) includes lower anchors on outboard rear seats and tether anchors on all rear seats
- Front and rear side-impact door beams
- Toyota Safety Sense™ 2.5 — Pre-Collision System w/Pedestrian Detection, Full-Speed Range Dynamic Radar Cruise Control, Lane Departure Alert w/Steering Assist, Lane Tracing Assist, Automatic High Beams, Road Sign Assist
- Tire Pressure Monitor System (TPMS) with direct pressure readout and individual tire location alert
- Anti-theft system with engine immobilizer
- 3-point seatbelts for all seating positions; driver-side Emergency Locking Retractor (ELR) and Automatic/Emergency Locking Retractor (ALR/ELR) on all passenger seatbelts
- Front and outboard second-row seatbelts with seatbelt pretensioners with force limiters
- Star Safety System™ — includes Enhanced Vehicle Stability Control (VSC), Traction Control (TRAC), Anti-lock Brake System (ABS), Electronic Brake-force Distribution (EBD), Brake Assist (BA) and Smart Stop Technology® (SST)
- Child-protector rear door locks and power window lockout control
- Eight airbags — includes driver and front passenger Advanced Airbag System, driver and front passenger seat-mounted side airbags, driver's knee airbag, front passenger seat cushion airbag, and front and rear side curtain airbags
- Backup camera with dynamic gridlines

Connected Services

- Remote Connect — remotely interact with your vehicle through the Toyota app via your smartwatch. Depending on grade, allows you to lock/unlock doors, start and stop the vehicle, locate your
- Drive Connect — includes Cloud Navigation with Google Points of Interest (POI) data, Intelligent Assistant with Hey, Toyota, and Destination Assist. Subscription required after trial. 4G network

last parked location, check vehicle status and monitor guest drivers. Subscription required after trial. 4G network dependent. Subscription required, select features only

- Safety Connect® — includes Emergency Assistance Button, Enhanced Roadside Assistance, Automatic Collision Notification, and Stolen Vehicle Locator. Subscription required. 4G network dependent. Up to 10-year trial subscription
- Wi-Fi Connect — includes AT&T Wi-Fi hotspot and Integrated Streaming (Apple Music® and Amazon Music) compatibility. 1-month trial subscription for music services. Subscription required after trial. 4G network dependent. Up to 30-day/3 GB trial subscription

dependent. Capable, subscription required

- Service Connect — receive personalized maintenance updates and vehicle health reports. Subscription required after trial. 4G network dependent. Up to 10-year trial subscription

*

ToyotaCare, which covers normal factory scheduled maintenance for 2 years or 25,000 miles, whichever comes first, is included as part of the sales price of the vehicle for qualifying buyers. See participating dealer for eligibility and coverage details.

Disclaimer: This document is only representative of some of the information contained on an actual window sticker, and is not meant to replace or substitute for the actual window sticker on the vehicle. Please see your retailer for further information.



Toyota of Whittier

14577 East Whittier Blvd.
Whittier CA 90605
562-698-2591

2024 RAV4

RAV4 LE

Model: 2024 RAV4 LE 2.5L 4-cyl. engine AT FWD 4430C

VIN: 2T3H1RFV8RC267274

Stock: 24976

Engine: 2.5-Liter 4-Cyl

Transmission: Direct Shift 8-speed



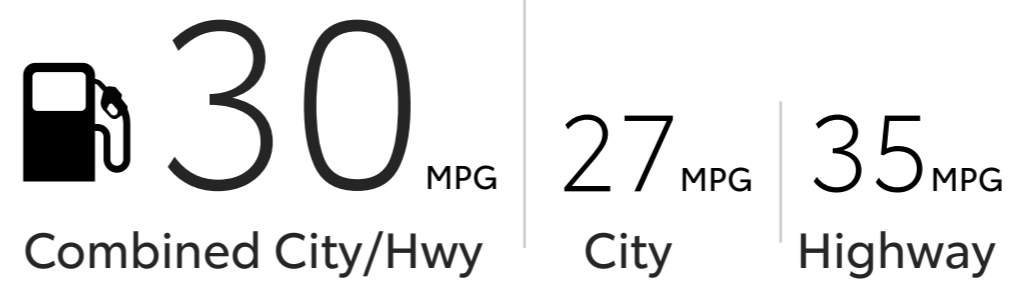
EXTERIOR
Ice Cap

INTERIOR
Black Fabric

PRICE

Base MSRP *	\$28,675.00
Dealer Installed Packages & Accessories	\$1,495.00
Port Installed Packages & Accessories	\$872.00
Delivery Processing and Handling	\$1,350.00
Total Advertised Price	\$32,392.00

FUEL ECONOMY



INSTALLED PACKAGES & ACCESSORIES

50 State Emissions	FIO	\$0.00
Door Edge Guards Help prevent door edge dings and chipped paint with this protective finishing touch. • Thermoplastic-coated stainless steel is precisely color matched to the exterior paint • Compression-fitted to door edge contours • Blend seamlessly to complement exterior styling.	PIO	\$155.00
Mudguards Help protect your paint finish from road debris and the damage it causes. • Designed to integrate with RAV4 exterior styling • Set includes four mudguards.	PIO	\$150.00
Dual USB Power Port (Rear Only) Power ports provide additional capability to your vehicle giving you access and power to charge your multimedia USB devices. Includes: • Two rear USB ports • Innovative smart USB connector, either way is up • Two fast charging 2.4A power ports • Blue LED power status light shines through flip cap.	PIO	\$129.00
All-Weather Liner Package All-Weather Liner Package includes: • All-Weather Floor Liners • Cargo Liner	PIO	\$309.00

Blackout Emblem Overlays for RAV4 Gas	PIO	\$129.00
<p>Molded from tough and durable black ABS plastic, blackout emblem overlays are engineered to precisely fit over existing badge, making it easy to customize in minutes.</p> <ul style="list-style-type: none"> • Designed to fit permanently over existing chrome badging • Easy to install—simply remove tape liner and apply over clean badges 		
ELO-GPS Theft Protection	DIO	\$1,495.00
<p>Elo GPS gives you real-time location information nationwide using any PC, tablet or cell phone. Have peace of mind that Elo GPS protects you from theft and assists with vehicle recovery if it is lost or stolen. Just call the police to file a report, then call our hotline and we'll take it from there. Be alerted to your vehicle's location, battery levels, check engine lights, and maintenance and service requirements with simple notifications so you'll never be caught off guard again and can worry about the things in life that really matter.</p>		
Total Optional Equipment		\$2,367.00
Vehicle Base Model		\$28,675.00
Delivery Processing and Handling		\$1,350.00

FEATURES

Mechanical & Performance

- Tow Prep Equipment: 100-amp alternator
- Brakes: Active Cornering Assist (ACA)
- Engine: 2.5-Liter Dynamic Force 4-Cylinder DOHC D-4S Injection with Dual Variable Valve Timing with intelligence (VVT-i), with SPORT, Eco, NORMAL Modes, 203 hp @ 6,600 rpm; 184 lb.-ft. @ 5,000 rpm
- Transmission: Direct Shift-8-speed Electronically Controlled automatic Transmission with intelligence (ECT-i) and sequential shift mode
- Suspension: Independent MacPherson strut front suspension with stabilizer bar; multi-link rear suspension with stabilizer bar
- Engine: Induction system: (D-4S) Dual-Injection (Direct-Injection and Port-injection) EFI with Electronic Throttle Control System with intelligence (ETCS-i)
- Drivetrain: Front-Wheel Drive (FWD)
- Body Construction: Reinforced unitized steel body
- Engine: 2.5-Liter 4-Cyl
- Weight Rating: 4610 lbs
- Engine: Compression ratio: 13.0:1
- Steering: Electric Power Steering (EPS); power-assisted rack-and-pinion
- Tow Prep Equipment: Automatic transmission fluid cooler
- Engine: Emission rating: Ultra Low Emission Vehicle (ULEV)
- Brakes: Power-assisted ventilated 12.0-in. front disc brakes; ventilated 11.1-in. rear disc brakes
- Capability: Hill Start Assist Control (HAC)
- Drive Modes: SPORT, Eco, and NORMAL drive modes
- Front-Wheel Drive (FWD)
- Direct Shift 8-speed

Steering

- Steering ratio 14.4:1
- Turning circle diameter, curb-to-curb (ft.) 36.1
- Steering wheel turns (lock-to-lock) 2.76

Exterior

- 17-in. steel wheels with silver 6-spoke wheel covers
- Color-keyed upper front bumper, and black lower front bumper, overfenders and rear bumper
- Aerodynamic underbody panels with vortex generators, front and rear wheel spats, and integrated rear spoiler
- Intermittent windshield wipers and intermittent rear window wiper
- Black power outside mirrors with folding feature
- Color-keyed outside door handles
- Color-keyed roof-mounted shark-fin antenna
- LED Daytime Running Lights (DRL)
- Privacy glass on all rear side, quarter and liftgate windows
- Dual chrome-tipped exhaust
- Black hexagon-patterned bar front grille
- LED projector low- and high-beam headlights with chrome accent, Automatic High Beams (AHB) and auto on/off
- LED taillights

Exterior Dimensions

- Wheelbase 105.9
- Overall height with/without antenna 67.0

- Overall length/width 180.9/73.0
- Track (front/rear) 63.0/63.7

Interior

- Rear liftgate window defogger
- LED front-seat reading lights, dome light and cargo area light
- Passenger-side lockable glove compartment
- Center console with covered storage compartment, two cup holders, drive mode, Electric Parking Brake (EPB) and automatic Brake Hold controls, and front storage tray
- Sun visors with illuminated vanity mirrors
- Day/night rearview mirror
- Three USB ports— USB media port in front storage tray and two additional charge ports in front center console
- Power windows with auto up/down and jam protection in all positions
- Black in-dash storage trays
- Soft-touch dash and armrests, with stitched dash accents
- Climate control system with dust and pollen filter and rear-seat vents
- Shift lever with sequential mode
- Urethane tilt/telescopic 3-spoke steering wheel with controls for audio, Multi-Information Display (MID), Bluetooth® hands-free phone, voice-command, Dynamic Radar Cruise Control (DRCC), Lane Departure Alert (LDA) and Lane Trace Assist (LTA)
- Black interior door handles
- Fabric-trimmed seats; 6-way adjustable front driver's seat; 4-way adjustable front passenger seat with seatback pocket
- Height-adjustable rear cargo area deck board
- 2 front and 2 rear cup holders; 2 front and 2 rear bottle holders
- Front-door storage pockets with bottle holders
- Black carpet flooring with driver-side footrest
- Electric Parking Brake (EPB) with Brake Hold
- One 12V/120W auxiliary power outlet in front instrument panel storage tray and one 12V/120W auxiliary power outlet in second row
- 60/40 split reclining fold-flat rear seat with center armrest and cup holders
- Ash Gray fabric-trimmed headliner
- Remote keyless entry system with lock, unlock, panic functions and remote illuminated entry
- Digital speedometer and instrumentation with analog tachometer, coolant temperature, and fuel gauges; 7-in. digital Multi-Information Display (MID) with customizable settings, odometer, tripmeters, clock, outside temperature, rear passenger seatbelt indicators, fuel economy information, trip timer, shift-position and scheduled maintenance indicators, and warning messages
- Power door locks with shift-linked automatic lock/unlock feature
- Turn signal stalk with headlight controls and one-touch 3-blink lane change turn signals
- Overhead console with maplights, sunglasses storage and Safety Connect® button

Audio Multimedia

- 8-in. Toyota Audio Multimedia, six speakers, with wireless Apple CarPlay® & Android Auto™ compatible, SiriusXM® with 3-month Platinum Plan trial subscription. See toyota.com/audio-multimedia for details. S

ToyotaCare

- No cost maintenance plan \$0 (No Cost)
- 24-hour Roadside Assistance \$0 (No Cost)

Safety & Convenience

- Trailer-Sway Control (TSC)
- Hill Start Assist Control (HAC)
- Adjustable front shoulder anchors
- LATCH (Lower Anchors and Tethers for Children) includes lower anchors on outboard rear seats and tether anchors on all rear seats
- Front and rear side-impact door beams
- Toyota Safety Sense™ 2.5 — Pre-Collision System w/Pedestrian Detection, Full-Speed Range Dynamic Radar Cruise Control, Lane Departure Alert w/Steering Assist, Lane Tracing Assist, Automatic High Beams, Road Sign Assist
- Tire Pressure Monitor System (TPMS) with direct pressure readout and individual tire location alert
- Anti-theft system with engine immobilizer
- 3-point seatbelts for all seating positions; driver-side Emergency Locking Retractor (ELR) and Automatic/Emergency Locking Retractor (ALR/ELR) on all passenger seatbelts
- Front and outboard second-row seatbelts with seatbelt pretensioners with force limiters
- Star Safety System™ — includes Enhanced Vehicle Stability Control (VSC), Traction Control (TRAC), Anti-lock Brake System (ABS), Electronic Brake-force Distribution (EBD), Brake Assist (BA) and Smart Stop Technology® (SST)
- Child-protector rear door locks and power window lockout control
- Eight airbags — includes driver and front passenger Advanced Airbag System, driver and front passenger seat-mounted side airbags, driver's knee airbag, front passenger seat cushion airbag, and front and rear side curtain airbags
- Backup camera with dynamic gridlines

Connected Services

- Remote Connect — remotely interact with your vehicle through the Toyota app via your smartwatch. Depending on grade, allows you to lock/unlock doors, start and stop the vehicle, locate your last
- Drive Connect — includes Cloud Navigation with Google Points of Interest (POI) data, Intelligent Assistant with Hey, Toyota, and Destination Assist. Subscription required after trial. 4G network

parked location, check vehicle status and monitor guest drivers.

Subscription required after trial. 4G network dependent.

Subscription required, select features only

- Safety Connect® — includes Emergency Assistance Button, Enhanced Roadside Assistance, Automatic Collision Notification, and Stolen Vehicle Locator. Subscription required. 4G network dependent. Up to 10-year trial subscription
- Wi-Fi Connect — includes AT&T Wi-Fi hotspot and Integrated Streaming (Apple Music® and Amazon Music) compatibility. 1-month trial subscription for music services. Subscription required after trial. 4G network dependent. Up to 30-day/3 GB trial subscription

dependent. Capable, subscription required

- Service Connect — receive personalized maintenance updates and vehicle health reports. Subscription required after trial. 4G network dependent. Up to 10-year trial subscription

*

ToyotaCare, which covers normal factory scheduled maintenance for 2 years or 25,000 miles, whichever comes first, is included as part of the sales price of the vehicle for qualifying buyers. See participating dealer for eligibility and coverage details.

Disclaimer: This document is only representative of some of the information contained on an actual window sticker, and is not meant to replace or substitute for the actual window sticker on the vehicle. Please see your retailer for further information.



To: Mayor and City Council
From: City Manager
Meeting Date: February 27, 2024
Subject: ANNUAL COMPREHENSIVE FINANCIAL REPORT, FISCAL YEAR ENDING JUNE 30, 2023, AND FISCAL YEAR 2022-23 GENERAL FUND YEAR-END RESULTS

Recommendation:

1. Receive and file the Annual Comprehensive Financial Report, fiscal year (FY) ending June 30, 2023;
2. Approve Budget Transfers that allocate the FY 2022-23 Unassigned General Fund Balance of \$202,840, and;
3. Approve a General Fund allocating the remaining FY 2022-23 Unassigned General Fund Balance of \$4,089,702 towards vehicle purchases, the Smith Park Turf Replacement, and Measure AB Revenue Replacement.

Fiscal Impact:

The discussion below provides a summary of the financial data found in the Annual Comprehensive Financial Report (ACFR) for the FY ending June 30, 2023.

The recommended budget transfers of \$202,840 from the General Fund (GL Account No. 100.98.9800-56900) will reduce the negative balances for the Liability Claims Fund (GL Account No. 105.00.0000-47900), the Sewer Maintenance Fund (GL Account No. 225.00.0000-47900), the Federal Aid STPL45351 Fund (GL Account No. 638.00.0000-47900), the Highway Bridget Program Fund (GL Account No. 661.00.0000-47900), and the Miscellaneous Federal Grant Fund (GL Account No. 698.00.0000-47900). The recommended funding allocations in the amount of \$4,089,702 will provide critical needs identified by City staff.

Discussion:

The ACFR is prepared using the guidelines set forth by the Government Accounting Standards Board (GASB) and audited by CliftonLarsonAllen, LLP (CLA), Certified Public Accountants and Consultants. For the year ended June 30, 2023, these financial

statements received an unmodified opinion by CLA. Their opinion is located at the beginning of the financial section of the report (Enclosure 1).

The ACFR provides a financial summary for the City of Pico Rivera (City) and its component units: the Housing Agency (Authority), Water Authority, and Successor Agency. Major sections of the ACFR are the Introductory Section (including the Transmittal Letter, the Management's Discussion and Analysis), Finance Section, Notes to the Financial Statements, and Statistical Section.

Management's Discussion and Analysis (MD&A) immediately follows the independent auditors' report and provides a narrative overview and analysis of the basic financial statements. The letter of transmittal is designed to complement the MD&A and should be read in conjunction with it.

Financial Statement Highlights

The ACFR includes many financial schedules that provide information related to various aspects of the City's financial standing. The City's net position (assets less liabilities) increased by \$35.2 million, from \$339.5 million to \$374.7 million. Citywide revenues totaled \$125.3 million, an increase of \$10.3 million over the prior year. Expenses were \$90.1 million, an increase of \$1.1 million over the prior year.

Reserves and Fund Balance Policy

To further secure the City's long-term financial health, the City Council first adopted comprehensive reserve policies as part of the FY 2016-17 budget adoption process. These policies solidified the City's commitment to setting aside funds for economic uncertainty while expanding the policy to allow for assignments of fund balance for capital projects, equipment replacement, leave accruals, and other expenses.

On July 28, 2020, the City Council adopted revised "risk-based" General Fund and Proprietary Fund Reserve Policies, which increased the General Fund's Emergencies/Economic Stabilization Reserve from 25% to 50%. The revised policy also set certain triggers to allow staff and the City Council to reassess budgeted service/personnel levels during economic downturns to ensure ongoing economic stability. The policies are reviewed annually to ensure they remain sufficient to weather a downturn in our economy and were most recently incorporated as part of the FY 2023-24 budget, which the City Council adopted on June 27, 2023.

Significant City Accomplishments and Initiatives

In FY 2022-23, the City has experienced challenges and success, and we take pride in showcasing these achievements. Our City is now better equipped to tackle the present and future challenges that confront local government and our community. The accomplishments throughout this fiscal year underscore our dedication to working collaboratively for the greater good of our community. These achievements, along with numerous others, underscore our unwavering commitment to implementing our

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strategic priorities, fostering the City's economic well-being, and enhancing the quality of life for our residents and businesses. The City's performance goals, priorities, and strategies focus on the following areas:

- Fiscal and Organization Sustainability
- Economic Development and Land Use
- Infrastructure
- Health, Wellness and Safety
- Community Engagement

The City's FY 2022-23 Accomplishments Report brochure is attached in its entirety to this report as Enclosure 2. The report comprises the City's Guiding Plan, Awards, and Recognition grouped according to strategic priorities and the plans and goals for the FY 2023-24.

The entire ACFR can be found on the City's website, with the prior year's financial statements to promote transparency. In addition, FY 2022-23 ACFR is attached in its entirety to this report as Enclosure 1.

General Fund Year-End Results

This report is designed to inform the City Council of the City's year-end financial positions and results of operations. FY 2022-23 General Fund revenues totaled \$59.3 million for the year, compared to \$50.2 in expenditures and transfers-in. The difference of \$9.05 million is shown in Table 1. Later in this report, staff will provide recommendations for allocating this surplus.

Table 1 – General Fund Year-end Results

FY 2022-23 General Fund Results:		
Operating Revenues	\$	56,495,651
Sale of Capital Assets		928,625
Transfers In		1,847,348
Revenues & Transfers In Total	\$	59,271,624
Operating Expenditures	\$	47,845,207
Transfers Out - Others		2,378,608
Expenditures & Transfers Out Total	\$	50,223,815
FY 2022-23 Results (Revenues Less Expenditures):		\$ 9,047,809

The positive result stems from greater revenues than budget and expenditures below budget due to the following major components:

Revenue

In the ACFR, the Combined General Fund (CGF) comprises the following funds: General Fund (GF Fund 100), General Liability Insurance Fund (Fund 105), Worker's Compensation Claim Fund (Fund 106), Water Enterprise Fund (Fund 551), and Section 115 Pension Trust Fund (Fund 875).

For the fiscal year that concluded on June 30, 2023, the CGF revenues totaled \$59.27 million, with the General Fund revenues accounting for \$58.72 million, outperforming the Amended Budget estimates by approximately \$5.3 million or 9%. The most substantial positive variances can be attributed to Sales Tax, Property Tax, Utility Users Tax, Business License, and All Other Revenue.

At the commencement of FY 2022-23, California's economic prospects faced challenges due to persistently high inflation, continuing interest rate hikes by the Federal Reserve, and further declines in the stock market. However, the economy has been safeguarded from recession by consistent household spending, a situation that stands out despite inflation surpassing Federal Reserve objectives and interest rates on loans and credit cards climbing. In California, the performance of sales tax has continued to exhibit growth.

- Sales Tax revenues came in higher than adjusted budget estimates by \$621 thousand. Year-end results exceeded estimates due to factors such as inflation, favorable consumer confidence, and the City's ongoing economic recovery in major sales tax-generating groups. The major sales tax generating groups include General Consumer Goods, Restaurants and Hotels, and Business and Industry. It is important to note that the attributed growth is largely due to the result of higher-priced goods and the continued rebounding from the impact of the pandemic a year ago.
- Property Tax revenue came in higher than the budget estimates due to an increase in median home prices compared to the prior year. Continuing the trend from 2020, 2021 sales volume increased slightly from the prior year; the median price continued to increase due to low interest rates, high demand, and limited properties for sale, as reflected on the 2022/23 tax rolls. The median sale price of Pico Rivera detached single-family homes from January through October 2022 was \$690,000, an increase of \$80,000 (13.1%) from the median sale price in the same period for 2021.
- Utility Users Tax (UUT) came in over the budget estimates due to increased usage and pricing of electric and natural gas billed charges. When comparing prices of Electricity per Kilowatt Hour (EKH) and Utility (piped) gas per term (UGT), the Bureau of Labor Statistics shows Los Angeles households are paying an average of 8% per EKH higher in 2023 than per EKH paid in 2022. The average cost of UGT in 2023 was 21% higher than in 2022.

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- Business License came in \$1.8 million over the amended budget estimates, primarily due to Measure AB. In November 2022, the City voters overwhelmingly approved Measure AB to modernize the City's outdated Business License fee structure and to provide equity for small businesses. In FY 2023-24, the City anticipates a further increase in Business License revenues as businesses renew their licenses according to the new fee structure throughout the year.
- Parks and Recreation came in over budgeted estimates primarily due to the expansion of recreation programs and contract class offerings in FY 2022-23. The reopening of in-person programs and services has increased participation and revenue. Field and Facility Rentals, Special Events, Contract Programs, and Camps are the most notable increases.
- License and Permits came in over the budgeted estimates primarily due to an increase in Building permits, Plumbing permits, Heating and Air Conditioning permits, Plan Check fees, Zoning and Planning fees, and Storm Drain (Los Angeles County Hazardous Waste Materials) revenue categories that continue to show favorable growth. It is important to note that certain fee hikes are associated with the rise in building and project valuations.
- Franchise Tax came in over the budgeted estimates due to an increase in the price and consumption of electricity and gas within the City compared to the prior fiscal year.
- Transient Occupancy Tax (TOT), the hotel visitor tax, came in over the budgeted estimates and has been consistently on the rise, driven by an uptick in travel activity and a growing number of hotel/motel reservations, now reaching levels comparable to those before the pandemic.
- All Other Revenues came in under the budgeted estimates, which include Fines and Forfeitures, Use of Money, Cost Reimbursement, and Intergovernmental Revenue. The most notable increases are primarily attributed to Sales of Property, Interest Income, and Cost Reimbursements. The one-time revenue for Sales of Property is for the sale of a vacated property site of \$0.9 million. Interest Income has risen compared to the previous year, which can be attributed to the favorable market yields and interest returns. The increase in Cost Reimbursements is attributed to the reimbursement receipts received from Federal and State Grants.

Table 2 on the following page shows revenues by category.

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Table 2. General Fund Revenues by Category

Revenue Source	FY 22-23 ADOPTED BUDGET	FY 22-23 AMENDED BUDGET	FY 22-23 ACTUALS	\$ AMENDED BUDGET vs. ACTUALS	% OVER (UNDER) AMENDED BUDGET
Sales Tax	\$ 24,482,589	\$ 24,495,689	\$ 25,116,980	\$ 621,291	2%
Property Tax	13,044,410	13,044,410	13,569,293	524,883	4%
Utility Users Tax	3,159,400	3,159,400	4,001,578	842,178	21%
Franchise Tax	970,000	970,000	1,077,004	107,004	10%
Transient Occupancy Tax (TOT)	565,020	565,020	597,129	32,109	5%
Business License Tax	1,459,062	1,459,062	3,270,015	1,810,953	55%
Parks & Recreation Fees	445,211	445,211	595,679	150,468	25%
Licenses & Permits	2,166,564	2,346,564	2,575,557	228,993	9%
All Other Revenues*	3,715,872	4,828,577	6,071,696	1,243,119	20%
OPERATING REVENUE	50,008,128	51,313,933	56,874,931	5,560,998	10%
Transfers In - Others**	1,825,300	2,114,797	1,847,348	(267,449)	(14%)
TOTAL - GENERAL FUND REVENUE	\$ 51,833,428	\$ 53,428,730	\$ 58,722,279	\$ 5,293,549	9%

*Includes Fines & Forfeitures, Charges for Services, Use of Money, Other Revenue, and Intergovernmental Revenue
 **Includes Transfer In (Gas Tax)

Table 3 below shows other Combined General Fund Revenues under the General Liability Insurance Fund, the Water Enterprise Fund, and the Pension Section 115 Trust Fund.

Table 3. Total Combined General Fund Revenues

General Fund (Fund 100)	\$	58,722,297
General Liability Insurance Fund (Fund 105)		397,989
Water Enterprise (Fund 551)		36,279
Section 115 Pension Trust Fund (Fund 875)		115,059
Total General Fund Revenues FY 2022-23:	\$	59,271,624

Expenditure

At the end of June, the General Fund expenditure totaled \$49.47 million, including operating expenditures of \$46.02 million, which were \$8.33 million, or 15% lower than what was initially estimated in the Amended Budget. At the end of the fiscal year, most departments had expenditures that were below their budget estimates. Table 4 shows the General Fund Expenditures by major category. The major variances are elaborated upon in Table 5.

Table 4. General Fund Operating Expenditure Summary

	FY 22-23 ADOPTED BUDGET	FY 22-23 AMENDED BUDGET	FY 22-23 ACTUALS	\$ AMENDED BUDGET vs. ACTUALS	% OVER/ (UNDER) AMENDED BUDGET
GENERAL FUND OPERATING EXPENDITURE SUMMARY					
TOTAL Salaries & Benefits	20,577,367	20,481,328	18,717,533	\$ (1,763,795)	(9%)
TOTAL Maintenance & Operations	29,043,366	33,872,669	27,306,945	(6,565,724)	(19%)
TOTAL GENERAL FUND OPERATING EXPENDITURE SUMMARY	\$ 49,620,733	54,353,997	46,024,477	\$ (8,329,520)	(15%)

- Salaries and Benefits expenditures came in lower than budgeted by \$1.76 million, primarily due to an average of eleven vacancies in full-time positions throughout the year.
- Maintenance and Operations came in lower than budgeted by \$6.57 million, of which \$2.32 million were identified as projects or services continuing into the next fiscal year. As such, they have been properly included in the Year-End Open Purchase Order report that spans all departments. Other variances were mainly due to ongoing appropriations for programs and multi-year projects that were in progress as of June 30, 2023. These Council driven projects require funding over multiple fiscal years. Examples include the CED Strategic Plans and Studies, upgrades to the City Hall Council Chamber and Media Division System, the Automated License Plate Reader (ALPR) program by Flock Safety, community outreach enhancements, etc.

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Table 5. General Fund Expenditures by Department

DEPARTMENT / EXPENDITURE CATEGORY	FY 22-23 ADOPTED BUDGET	FY 22-23 AMENDED BUDGET	FY 22-23 ACTUALS	\$ AMENDED BUDGET vs. ACTUALS	% OVER/ (UNDER) AMENDED BUDGET
ADMINISTRATION					
Salaries & Benefits	\$ 1,597,743	\$ 1,622,835	\$ 1,788,102	\$ 165,267	10%
Maintenance & Operations	621,675	1,608,318	780,873	(827,445)	(51%)
TOTAL ADMINISTRATION	2,219,418	3,231,153	2,568,974	(662,179)	(20%)
PUBLIC SAFETY ***					
Law Enforcement - Los Angeles County Sheriff	12,854,647	13,398,518	12,651,645	(746,873)	(6%)
TOTAL PUBLIC SAFETY	12,854,647	13,398,518	12,651,645	(746,873)	(6%)
COMMUNITY & ECONOMIC DEVELOPMENT ****					
Salaries & Benefits	3,870,328	3,848,041	3,448,790	(399,251)	(10%)
Maintenance & Operations	3,642,837	4,424,456	1,474,937	(2,949,519)	(67%)
TOTAL COMMUNITY & ECONOMIC DEVELOPMENT	7,513,165	8,272,497	4,923,727	(3,348,770)	(40%)
ADMINISTRATIVE SERVICES					
Salaries & Benefits	2,126,529	1,957,478	1,690,146	(267,332)	(14%)
Maintenance & Operations	805,997	1,331,282	1,015,434	(315,848)	(24%)
TOTAL ADMINISTRATIVE SERVICES	2,932,526	3,288,760	2,705,581	(583,179)	(18%)
Non-Departmental					
Salaries & Benefits	1,914,700	1,914,700	1,832,545	(82,155)	(4%)
Maintenance & Operations	4,892,690	4,851,239	4,415,203	(436,036)	(9%)
TOTAL NON-DEPARTMENTAL	6,807,390	6,765,939	6,247,749	(518,190)	(8%)
HUMAN RESOURCES					
Salaries & Benefits	670,160	634,795	657,857	23,062	4%
Maintenance & Operations	386,632	435,632	336,579	(99,053)	(23%)
TOTAL HUMAN RESOURCES	1,056,792	1,070,427	994,436	(75,991)	(7%)
PARKS & RECREATION					
Salaries & Benefits	5,131,020	5,127,327	4,494,252	(633,075)	(12%)
Maintenance & Operations	1,158,541	1,830,496	1,386,432	(444,064)	(24%)
TOTAL PARKS & RECREATION	6,289,561	6,957,823	5,880,684	(1,077,139)	(15%)
PUBLIC WORKS					
Salaries & Benefits	5,266,887	5,376,152	4,805,841	(570,311)	(11%)
Maintenance & Operations	4,680,347	5,992,728	5,245,841	(746,887)	(12%)
TOTAL PUBLIC WORKS	9,947,234	11,368,880	10,051,682	(1,317,198)	(12%)
TOTAL GENERAL FUND OPERATING EXPENDITURES	49,620,733	54,353,997	46,024,477	(8,329,520)	(15%)
Transfers Out - Operating	1,065,000	1,065,000	1,065,000	-	0%
Transfers Out - Non-Operating	1,147,695	2,378,609	2,378,609	-	0%
TOTAL GENERAL FUND EXPENDITURES & TRANSFERS OUT	\$ 51,833,428	\$ 57,797,606	\$ 49,468,086	\$ (8,329,520)	(14%)

Table 6 below shows Other General Fund expenditures under the Liability Claims, Workers' Compensation Claims Funds, and our Section 115 Pension Trust Fund.

Table 6. Total General Fund Expenditures

General Fund (Fund 100)	\$	49,468,086
General Liability Insurance Fund (Fund 105)		598,156
Workers Compensation Claims Fund (Fund 106)		150,547
Section 115 Pension Trust Fund (Fund 875)		7,026
Total General Fund Revenues FY 2022-23:	\$	50,223,815

Discussion of departments with significant variances from the amended budget are as follows:

- Administration year-end expenditures came in 20% lower than the amended budget, primarily due to ongoing contracts for projects, such as the multi-year document scanning project and the Historical Whittier Blvd Multi-Modal Revitalization Plan and the Whittier Narrows Dam projects that will continue into FY 2023-24.
- Public Safety year-end expenditures came in 6% below budget primarily due to the carry-over encumbrance from the prior year for the ongoing Automated License Plate Reader (ALPR) program by Flock Safety, which was approved in FY 2021-22 and continued into FY 2022-23. The ALPR program is a system of cameras and supporting software that captures license plate information and instantly compares plate numbers to a database that aids law enforcement in criminal investigations and crime reductions.
- Administrative Services year-end expenditures came in 18% lower than the amended budget due to vacancy salary savings and lower IT software and license expenditures. The ongoing Professional Services expenditures for some Software Licensing, Business License Tax, and Tobacco Retail License in the Administrative Services and IT Budget came in lower as the projects and programs will continue into FY 2023-24.
- Community and Economic Development (CED) actual expenditures came in 40% below budget due to salary savings from an average of three (3) vacant positions throughout the fiscal year and ongoing contracts and projects that will continue into FY 2023-24. The contracts and projects include Professional and Contracted Services such as Building and Planning Inspector services, implementation of the Online Permit Program, the Permanent Local Housing Allocation Program (PLHAP), and other Community and Economic Development Strategic Plans and Studies that are expected to be ongoing in FY 2023-24.

- Parks and Recreation came in 15% under budget, mainly due to salary savings from vacant Full-time positions and Part-time positions salary savings primarily in Recreation Facilities and Programs, Senior Services, Camps, and Youth Sports. Maintenance and Operation expenditures came in below budget primarily due to Contracted Services for the Aquatics division holding a reduced number of contracted programming events, the Marketing and Promotions division not printing the Recreation Guide along with difficulties purchasing materials that were backordered, and the Senior Services division for the Senior Center Americans with Disabilities Act (ADA) and Safety project that is expected to be ongoing in FY 2023-24.
- Public Works came in 12% under budget due to a combination of salary savings in unfilled full-time and hourly positions. Maintenance and Operation expenditures came in under budget, primarily due to ongoing professional and contracted services for median island maintenance, landscaping services, traffic signal maintenance, stormwater lift station maintenance, and other projects that are expected to continue in FY 2023-24. Notably, contracted services for traffic signal maintenance encountered a reduced number of service calls and repairs, particularly for streetlight knockdowns and replacements. Additionally, challenges arose in obtaining materials for contracted services related to fire suppression retrofitting at City facilities, leading to project delays. Consequently, staff conducted more in-house maintenance and repairs to facilities that are expected to continue in FY 2023-24. Ongoing projects and agreements for median island maintenance and landscaping services were in progress, set to continue in FY 2023-24.
- Operating Transfers Out came in at budgeted estimates for the annual transfer of \$1.065 million in Sales Tax Pledges from the General Fund to the Successor Agency (Fund 851).
- Non-Operating Transfers Out came in at budgeted estimates and included a combination of \$1.147 million, \$562 thousand, and \$332 thousand from the FY 2022-23 Amended Budget for funding for Community and Economic Development Strategic Projects, General Fund Capital Improvement Projects, and FY 2022-23 Mid-Year budget adjustments for the Liability Claims, Workers Compensation, and Financial System Funds.

Fund Balance – General Fund

The FY 2022-23 General Fund operating revenue actuals are \$5.29 million higher than the amended budget due to stronger than anticipated Sales Tax, Property Tax, Utility User's Tax, and Business License revenues. The General Fund operating expenditure actuals are below the amended budget by \$8.47 million, resulting from staff vacancies throughout the year and the continuance of some programs and projects into FY 2023-24.

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The FY 2022-23 General Fund Year-End projections provided in the FY 2022-23 Third Quarter Budget Review showed revenues tracking better than expected at \$4.25 million above expenditures. The General Fund Year-End Revenues were trending higher than anticipated, primarily due to improved Sales Tax, Property Tax, Utility Users Tax, and Interest Income revenues received to date since March 31, 2023, ending June 30, 2023, FY 2022-23 General Fund revenues came in better than expected at \$6.75 million above expenditures due to revenues exceeding Third Quarter projections and departments actively continuing to reduce expenditures and impacts on the General Fund.

Table 7 reflects the General Fund Balance per GASB 54 classifications as of June 30, 2023.

Table 7 – Fiscal Year End 2022-23 General Fund Balance

General Fund Balance, June 30, 2023:		
Nonspendable (Advances Receivable and Others)		\$ 26,900,752
Committed (Fund Balance Requirement - 50% of FY 2022-23 GF Revenues)		28,903,778
Restricted (Pension Contribution and Others)		1,335,720
Assigned (Fund Balance Policy Designations)		
OPEB Unfunded Liability	856,070	
Leave Liability	592,400	
Equipment Replacement	556,020	
Self-insured Retention	500,000	
Bond Refinancing/Reserve	1,000,000	
Capital Improvements	2,000,000	
Deferred Maintenance	1,000,000	
Energy Efficiency	1,000,000	
Economic Sustainability	1,000,000	
Open Purchase Orders Carried Over	2,328,070	
Appropriation Approved by the City Council Previously	8,895,628	
Other Designations		
Rio Hondo Park Renovation Project	1,000,000	
General Plan Maintenance Fee	58,991	
Negative Fund Balances - Other Governmental Funds	202,840	
Total Assigned Fund Balance		20,990,019
Unassigned		4,139,702
Total General Fund Balance, June 30, 2023:		\$ 82,269,971

* See Table 8 for more details

Non-spendable Fund Balance

The City has nearly \$27 million in long-term receivables/advances in the non-spendable form at the end of FY 2022-23.

Reserved/Committed Fund Balance

The City Council adopted a risk-based General Fund Policy, which increased the General Fund's Reserve from 25% to 50%. To meet the City's Reserve Policy target of 50% of the General Fund revenues, \$28,903,778 was designated as the Reserved/Committed General Fund Balance as of June 30, 2023.

Restricted Fund Balance

At the end of FY 2022-23, the majority of the balance was due to the PARS Section 115 account's balance of \$1,288,720, which was restricted for the Pension contribution.

Assigned/Designated Fund Balance

Assigned funds describe the portion of the General Fund reserves that reflect the use of resources by the City Council intended to provide a means and source of funding for various near-term and long-term needs. For example, funds can be assigned to address long-term liabilities such as Other Post Employment Benefit (OPEB) unfunded liabilities and leave accrual liabilities. Funds can also be assigned to address equipment replacement needs as well as to set aside funding for unfunded/unprogrammed future capital and/or infrastructure projects.

Specifically, this reserve policy establishes assignments for the following short-term and long-term needs at the various levels specified:

- OPEB (Other Post Employment Benefit) Unfunded Liability
- Leave Liability
- Equipment Replacement
- Self-insured Retention
- Bond Refinancing/Reserve
- Capital Improvement (Unfunded/Unprogrammed)
- Deferred Maintenance / Infrastructure Maintenance
- Energy Efficiency Projects
- Economic Sustainability

Other than the designations listed above, the assigned balance also included open purchase orders of \$2,328,070, appropriations of \$8,895,628 previously approved by the City Council, and a few items outlined below. These planned appropriations were not expensed by June 30, 2023, and were thus carried over into FY 2023-24. A list of the Open Purchase Orders is attached (Enclosure 3), and a list of the appropriations approved by the City Council previously is included in Table 8 below.

Table 8 – Appropriations Approved by the City Council Previously

Appropriations Approved by the City Council Previously		
City Council Date	Description	Balance as of 6/30/2023
1/11/2022	Automatic Plate Rater (Flock) System - \$90K per FY for 5 FY Starting 7/1/2023	\$ 340,000
4/12/2022	Economic Development Initiatives	1,535,000
4/12/2022	Teen Center Design	200,000
4/12/2022	ADA Implementation Coordinator	100,000
4/12/2022	City Hall Council Chambers & Media Division System Upgrades (CIP. 50074)	340,000
4/12/2022	Whittier Boulevard Specific Plan (Project # 4687)	19,995
4/12/2022	Low-Income Youth Sports Subsidy Program (Pico Rivera Playpass)	4,300
5/9/2023	Smith Park Aquatic Center	6,000,000
10/10/2023	Smith Park Aquatic Center	(161,789)
6/13/2023	Summer Street Fest - for two additional days	184,143
6/13/2023	Fiestas Patrias	136,238
6/13/2023	Movies in the Park - for two additional movies	13,775
9/26/2023	Senior Center Restrooms Ada Improvement Project (CIP No. 50036)	22,177
10/10/2023	Teen Center Renovation Construction Project	161,789
Total Appropriations Approved by the City Council Previously		\$ 8,895,628

Assigned Fund Balance – Other Designations

- Rio Hondo Park Soccer Field (CIP 21365) and Rio Hondo Park Renovation Project (CIP No. 50097) – In 2017, the City received a grant award from the State of California of \$947,331 for the renovation of the Rio Hondo Park Soccer Field and in 2022, the City received \$8.5 million in grants from the State of California for the renovation of Rio Hondo Park. City staff have been working with an architectural firm to provide the design for this project. The renovation includes an upgrade to the restrooms, walkway lighting, and basketball courts. In addition, new park amenities such as increased safety lighting, bleachers, a dedicated walking path and shade structures to offer more picnicking opportunities. It is estimated this project will have a total cost of approximately \$11.7 million, which is \$2.2 million more than the current funding.

To address the shortfall, staff is working on a request to the California Department of Forestry and Fire Protection - CAL FIRE Urban and Community Forestry Program and Green Schoolyards Funding Source to redirect \$2.475 million in funding that was originally awarded to the Ruben Salazar Fields to this project. The 2022-2023 Urban and Community Forestry Green Schoolyards program allocated funds for projects supporting transformative nature-based designs that promote physical activity, mental health, and overall wellbeing for students and staff and local schools. This grant was awarded to the City in July 2023, and required a local match to fund the remaining cost of “Phase 1” of the fields, which neither the City nor the El Rancho Unified School District (ERUSD) are able to fund.

In the event this funding cannot be redirected, staff recommends designating \$1 million from this year's surplus to the Rio Hondo Park Renovation Project. The remaining portion of the shortfall can come from the proceeds generated from the sale of 9003 Beverly Boulevard to Tierra Mia, which is estimated at \$1.5 million.

- General Plan Maintenance Fees – The City collects the fees from building, electrical, plumbing, and mechanical permit applicants. The City utilizes the fees to review and update the City's Comprehensive General Plan, including state-mandated revisions and matters initiated by the Planning Commission and City Council. The accumulative unspent balance of \$58,991 will be transferred to the CED Strategic Goals Fund when General Plan expenses are incurred.
- Negative Fund Balance – In reviewing the City's other governmental funds, staff identified the need to transfer \$202,840 of the General Fund Unassigned Balance to the Liability Claims Fund, Sewer Maintenance Fund, Federal Aid STPL5351 Fund, Highway Bridge Program Fund, and Miscellaneous Federal Grant Fund to reduce these funds' negative balances.
- Liability Claims Fund (Fund 105) – In FY 2022-23, the City exceeded its budget for insurance claim payments by \$43,677, resulting in a fund deficit of the same amount in the Liability Claims Fund as of June 30, 2023. To rectify this negative balance appropriately, staff recommends transferring \$43,667 from the General Fund to the Liability Claims Fund. This transfer will not affect the net Unassigned General Fund Balance, as both the General Fund and Liability Claims Fund are consolidated within a single fund in the ACFR.
- Sewer Maintenance Fund (Fund 225) - On August 25, 2015, the City Council approved granting jurisdiction to the County of Los Angeles (County) to include the City into a County sewer maintenance district. Since then, the County has collected the annual sewer fee revenues to maintain and improve the City's sewer system while the City has received minimal revenues. The City incurred expenditures associated with the Master Plan for Water, Sewer, and Storm Drain in the Sewer Maintenance, resulting in a fund deficit of \$20,380 as of June 30, 2023. Staff recommends transferring \$20,380 from the General Fund to the Sewer Maintenance fund to eliminate the negative fund balance.
- Federal Grant Funds - Some Federal Grant funds have negative balances as of June 30, 2023:
 - Federal Aid STPL5351 (Fund 638) – The City incurred expenditures of \$763,343 for the Whittier Blvd-Paramount Blvd to West City Limit Rehabilitation project (Capital Improvement Project (CIP) 21246) in Fund 638. The City submitted its final grant reimbursement request to Caltrans

in December 2017 and received total reimbursements of \$763,000, resulting in a fund deficit of \$343.

- Highway Bridge Program (Fund 661) - In March 2022, staff inadvertently posted the federal grant reimbursement received for the Washington Blvd Bridge Over the Rio Hondo River (CIP 21285) project to the General Fund instead of the appropriate Highway Bridge Program Fund, resulting in a deficit of \$1,836 in the Highway Bridge Program Fund.
- Miscellaneous Federal Grant (Fund 698) – The City incurred expenditures of \$969,796 for the Paramount Blvd Raised Medians project (CIP 21272) in Fund 698. This included \$44,326 in non-participating costs that were ineligible for grant reimbursement. Furthermore, the project’s federal grant reimbursement rate was 90% for eligible expenditures, resulting in an additional \$92,288 in non-reimbursable costs. Therefore, a transfer of \$136,614 is required to address the shortfall in Fund 698 for this CIP.

In summary, at the end of FY 2022-23, the total Assigned General Fund Balance was \$20,990,019, resulting in an Unassigned General Fund Balance (Undesignated Reserve) of \$4,139,702.

Since the conclusion of the FY 2022-23 audit in December 2023, the City Council has approved an additional appropriation, which resulted in a further modification to the General Fund unassigned fund balance (Table 9):

Table 9 – Adjusted General Fund Unassigned Fund Balance

Adjusted General Fund Unassigned Fund Balance		
Date	Description	Amount
6/30/2023	General Fund Unassigned Fund Balance	\$ 4,139,702
12/12/2023	City Council Compensation Adjustments Pursuant to SB 329	50,000
	Adjusted General Fund Unassigned Fund Balance	\$ 4,089,702

Following is a set of recommendations to address emerging issues that staff is requesting to fund with the \$4,089,702 in Unassigned (Undesignated) Fund Balance:

- **Vehicle and Equipment Replacement for Public Works - \$1,089,702**
 The City is responsible for the preventative maintenance, repair, acquisition, and replacement of City vehicles and equipment to provide vital services to the community and accomplish operational goals and purposes safely and effectively. The City strives to maintain the fleet at a sufficient level to minimize future repair and maintenance costs. The timely replacement of vehicles and related equipment avoids frequent unplanned operation interruptions. The Public Works Department has identified the immediate need to replace nine (9) vehicles and equipment. Staff recommends allocating \$1,089,702 to replace the needed vehicles and equipment to prevent substantial delays and increase efficiencies in daily operations.

- *Smith Park Stadium Turf Replacement - \$1,300,000*
Smith Park is considered a community-wide park providing competitive football, softball, baseball, and soccer fields along with other park uses. In 2013, the City replaced the natural turf at Smith Park Stadium with artificial materials. The reason for the replacement was ongoing problems including failure of the natural turf leading to large and deep bare patches. The warranty for the current artificial material is eight (8) years. With 11 years of use, the material has exceeded its expected lifespan and is in need of replacement. For many years, the field served as the community's only all-weather field allowing play in all conditions.
- *Revenue Replacement Designation – Measure AB Revenue/Taxpayer Protection and Accountability Act - \$1,700,000*
As mentioned previously, the Measure AB Ballot Initiative was implemented subsequent to the 2022 elections. The intent was to restructure the Business License fee schedule and update the fee rates across the various segments of the business sector in the community. As of the date of this writing, and as will be communicated to the City Council in the FY 2023-24 Midyear Review Agenda Report, the revenues collected through December 31, 2023, are coming in lower than expected. Based on our review and inquiry of our Business License Tax consultants, HdL, it appears that this revenue source will come in about \$2.1 below expected projections. Due to this expected shortfall, staff recommends designating these monies towards the FY 2023-24 General Fund budget. This would ensure the continuance of planned services, ongoing projects, and most importantly, it would ensure that planned infrastructure projects remain in motion.

Additionally, the Taxpayer Protection and Government Accountability Act would amend the California Constitution with provisions that limit voters' authority and input, adopt new and stricter rules for raising taxes and fees, and may make it more difficult to impose fines and penalties for violation of state and local laws. The measure puts billions of local government tax and fee revenues at risk statewide with related core public service impacts. The measure would significantly negatively impact the City's operations and core service delivery.

The initiative includes provisions that would retroactively void all state and local taxes or fees adopted after January 1, 2022, if they did not align with the provisions of this initiative. For the City, this would mean the possible loss of the additional revenues from the voter-approved Measure AB Business License Tax passed by the voters in November 2022. At that time, we will know the results of this act.

Should the City Council approve the designation of the recommendations, the Adjusted Unassigned/Undesignated Fund Balance is as follows:

CITY COUNCIL AGENDA REPORT – MEETING OF FEBRUARY 27, 2024
 ANNUAL COMPREHENSIVE FINANCIAL REPORT, FISCAL YEAR ENDING JUNE 30,
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Adjusted General Fund Unassigned Fund Balance		
Date	Description	Amount
6/30/2023	General Fund Unassigned Fund Balance	\$ 4,089,702
	Smith Park Turf Replacement	1,300,000
	Equipment Replacement - Vehicle Purchases	1,089,702
	Revenue Replacement Designation (TPA/Measure AB)	1,700,000
	Adjusted General Fund Unassigned Fund Balance	\$ -

Enterprise Funds (Proprietary Funds) Year-End Results

Proprietary funds use the accrual basis of accounting, which is the same method used by private businesses. Proprietary funds can be classified as either "enterprise funds" or "internal service funds". The City has four (4) enterprise funds: the Water Enterprise Fund (550), the Golf Course Fund (570), the Sports Arena Fund (590), and the Pico Rivera Innovative Municipal Energy (PRIME) Fund (560). Table 10 reflects the Enterprise Fund balances as discussed below.

Table 10 – Enterprise Funds Year-End Results

Net Assets / Fund	Water Operations	P.R.I.M.E	Golf Course	Sports Arena
Revenue	\$ 10,989,386	\$ 24,006,009	\$ 755,542	\$ 318,378
Expenses	\$ 7,000,116	\$ 18,935,357	\$ 1,420,585	\$ (2,795)
Changes in Net Assets	\$ 6,376,831	\$ 5,454,197	\$ (665,043)	\$ 333,502
Beginning Fund Balance	\$ 33,378,487	\$ 4,930,134	\$ (2,939,359)	\$ 368,010
Ending Fund Balance	\$ 39,755,318	\$ 10,384,331	\$ (3,604,402)	\$ 701,512

There are four (4) major funds in the enterprise fund group, the Water Operations Enterprise fund, the PRIME fund, the Golf Course fund, and the Sports Arena fund which are discussed below.

Water Operations Enterprise Fund

The Water Operations Enterprise Fund accounts for the operation and maintenance of the City's water treatment, water transmission, and distribution system. During the year, \$10.98 million was received from charges for services, and the operating expenses were \$7.00 million. The non-operating revenues and expenses included \$274 thousand in investment income and \$2.52 million in grants from the Water Replenishment District for the Per-and Polyfluorinated Substances (PFAS) Treatment. The Water Fund's net position increased by \$6.38 million from the prior year to \$39.76 million. Revenues exceeded expenses, mainly due to continuing appropriations for programs and projects that were in progress and expected to be completed in FY 2023-24.

Pico Rivera Innovative Municipal Energy (PRIME) Fund

The City established a Community Choice Aggregation (CCA) operation. PRIME is operated as a modified Joint Powers Authority (JPA), with the City of Lancaster as the lead agency of the JPA. CCAs operate such that power purchase and rate-setting authority is exercised locally. Southern California Edison (SCE) still provides

transmission of all electricity as well as billing. However, PRIME utilizes third-party consultants to purchase power and answer billing inquiries from Pico Rivera residents. The benefit of “greener” energy is that the overhead is lower, and those cost savings have been passed on to residential and commercial customers. The changes in market conditions for the cost of power and related power products have made it difficult to project the ever-changing fluctuations in the energy market.

During the year, operating revenues received were \$24 million, and operating expenses were \$18.94 million. In FY 2022-23, the price and usage of energy have seen unanticipated increases, driven by the heat waves during the summer months and low water levels affecting the hydroelectric power supply. In response to the unpredictable weather changes, the PRIME Fund implemented a rate increase approved by the City Council in February 2023. In FY 2022-23, many CCAs across the state adopted rate hikes to stay competitive in pricing, particularly in light of escalating rates from Investor-Owned Utilities such as SCE. While the unpredictability of weather and future energy prices is a continuing theme, FY 2022-23 net assets increased by about \$5.45 million, mostly due to the City’s continued attention to proactively setting rates and proactively procuring clean energy contracts.

Golf Course Fund

During FY 2022-23, the Pico Rivera Golf Course faced reduced demand for golf activities as patrons had access to various other recreational options following the lifting of pandemic restrictions. Moreover, the closure of the driving range by the U.S. Army Corps of Engineers (USACE) further contributed to decreased revenue. On the flip side, the Golf Course saw an uptick in expenses, primarily driven by the costs associated with Contracted Services for management, maintenance of the buildings and grounds, and the utilities required for the restaurant, banquet facility rentals, and grounds maintenance. As a result of these factors, there was a net operating loss of \$665 thousand.

Sports Arena Fund

The Pico Rivera Sports Arena experienced a resurgence in its activities, returning to pre-pandemic levels for rentals and events. This increased operational capacity led to revenues surpassing expenditures, with a higher number of events taking place in the outdoor venue. Consequently, the Sports Arena achieved a net income of \$334,000.

Conclusion:

This year-end report presents an overview of the City's General Fund operating revenues and expenditures for FY 2022-23. Staff recommends that the City Council receive and file the report. Staff also recommends the City Council approve budget transfers of \$202,840 out of the General Fund Unassigned Balance to reduce the negative balances for the Liability Claims Fund, the Sewer Maintenance Fund, the Federal Aid STPL45351 Fund, the Highway Bridget Program Fund, and the

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Miscellaneous Federal Grant Fund. Lastly, the staff's recommendation is to allocate the remaining General Fund Unassigned Balance of \$4,089,702 towards Vehicle/Equipment Replacement, Smith Park Turf Replacement, and the Measure AB Revenue Replacement. Staff will continue to monitor each revenue source and expenditure activity closely and will evaluate opportunities to enhance revenues and reduce expenditures.



Steve Carmona

SC:AG:JG:MS:DS:ep

- Enclosures:
- 1) Annual Comprehensive Financial Report (ACFR), Year Ending June 30, 2023
 - 2) City of Pico Rivera End of the Year Accomplishments Report, FY 2022-23
 - 3) General Fund Purchase Orders Rolled over to FY 2023-24

City of

PICO RIVERA California

ACFR

Fiscal Year Ended June 30, 2023



ANNUAL COMPREHENSIVE FINANCIAL REPORT

2023

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INTRODUCTORY SECTION

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Jane Guo
Director

City of Pico Rivera

ADMINISTRATIVE SERVICES

6615 Passons Boulevard · Pico Rivera, California 90660

(562) 801-4336

Web: www.pico-rivera.org e-mail: jguo@pico-rivera.org

City Council

Erik Lutz

Mayor

Andrew C. Lara

Mayor Pro Tem

Gustavo V. Camacho

Councilmember

John R. Garcia

Councilmember

Dr. Monica Sanchez

Councilmember

December 1, 2023

Honorable Mayor and City Council
City of Pico Rivera, California

SUBJECT: ANNUAL COMPREHENSIVE FINANCIAL REPORT OF THE CITY OF PICO RIVERA FOR THE FISCAL YEAR ENDED JUNE 30, 2023

Honorable Mayor and City Councilmembers:

I am pleased to present the Annual Comprehensive Financial Report of the City of Pico Rivera for the fiscal year ended June 30, 2023, as mandated by both local ordinances and state statutes. These ordinances and statutes require that the City of Pico Rivera (City) issue annually a report on its financial position and activity, and that an independent firm of certified public accountants audit this report. Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with the City. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner that presents fairly the financial position and results of operations of the various funds and component units of the City. In addition, to the best of our knowledge, there are no untrue statements of material fact within the financial statements or omissions of material fact to cause the financial statements to be misleading. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

The Annual Comprehensive Financial Report (ACFR) is prepared using the guidelines set forth by the Government Accounting Standards Board (GASB) and audited by CliftonLarsonAllen LLP (CLA), Certified Public Accountants & Consultants. For the year ended June 30, 2023, these financial statements received an unmodified opinion by CLA. Their opinion is located at the beginning of the financial section of this report.

Management's Discussion and Analysis (MD&A) immediately follows the independent auditors' report and provides a narrative overview and analysis of the basic financial statements. This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it.

City of Pico Rivera Profile

The City of Pico Rivera is a thriving community that offers opportunities to all who live, work, and visit. Situated on the eastern edge of the Los Angeles basin and the southern edge of the area known as the San Gabriel Valley, Pico Rivera is approximately 13 miles southeast of downtown Los Angeles, with a population of 60,000. Formed through the merging of two historic communities, Pico and Rivera, the City was officially incorporated in January 1958 as the 61st general law city in Los Angeles County. Originally an agricultural area, the community evolved into a residential and industrial area following the end of World War II. Within the City's nine square miles, more than 120 acres are devoted to recreational uses, including just under 100 acres of local parks.

The City of Pico Rivera is a general law city and operates under the Council-Manager form of government whereby the City Council provides policy direction to a City Manager appointed by the Council. As the City's chief administrator, the City Manager is responsible for overseeing City employees who implement all City's programs, services, and projects. Five (5) City Council members are elected, at large, for staggered four-year terms. The Council members select two (2) of the members to serve as Mayor and Mayor Pro Tem.

The City provides a full range of municipal services, including public works, water, construction and maintenance of roads and highways, planning and zoning, recreation and cultural activities, and general administrative support such as overall agency management, procurement of goods and services, payroll, recruitment, risk management budget preparation and monitoring, and accounting. The City contracts some municipal services with other public agencies, these include the Los Angeles County Sheriff's Department for law enforcement service, the Los Angeles County Fire Department for fire protection and paramedic emergency services, and the Los Angeles County Library System to operate its two (2) community libraries.

The Annual Comprehensive Financial Report presents the financial status of the City and its component units. Although each component unit is a separate legal entity from the City, their respective financial operations are closely related. This combined presentation better represents the financial activities of the City of Pico Rivera as a whole.

The following component units are reported on a blended basis as part of the primary government because their boards are comprised of all City Council members, or they are, in substance, part of the City's operations:

- Pico Rivera Water Authority
- Pico Rivera Housing Assistance Agency
- Pico Rivera Public Financing Authority

FINANCIAL INFORMATION

Budgetary Controls

The City of Pico Rivera maintains strict budgetary controls, with the objective of ensuring compliance with legal provisions contained in the annual appropriated budgets approved by the City Council and the Water Authority. Activities of the General fund, Special Revenue, Enterprise, and Capital Projects funds are included in the annual appropriated budgets of the government units. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established at the department/function level within each fund. Formal budgetary integration is employed as a management control device.

Budgetary controls from the Adopted Budget Resolution No. 7289 were formally adopted by the City Council on June 27, 2023, that include controls such as Department Directors authorized to move appropriations from one object to another, within each budgetary program/division and within the same fund, provided that the total approved appropriations for a budget program and within the same fund are not exceeded.

The City also maintains an encumbrance accounting system as one method of maintaining budgetary control. These encumbrances lapse at year-end, and any unexpended balance is eligible to be carried over to the following year's budget appropriations with City Council approval of the Adopted Budget Resolution. As adopted in the resolution, all encumbrances remaining as of June 30, 2023, after thorough review by appropriate Administrative Services Department staff, will either be released or re-appropriated for use in Fiscal Year (FY) 2023-24, as appropriate, in the respective funds, departments, programs, and accounts/objects.

Reserves and Fund Balance Policy

In an effort to further secure the City's long-term financial health, the City Council first adopted comprehensive reserve policies as part of the FY 2016-17 budget adoption process. These policies solidified the City's commitment to setting aside funds for economic uncertainty while expanding the policy to allow for assignments of fund balance for capital projects, equipment replacement, leave accruals, and other expenses.

The policies were further refined and adopted by the City Council as part of the FY 2021-22 budget process. On July 28, 2020, the Pico Rivera City Council adopted revised "risk-based" General Fund and Proprietary Fund Reserve Policies, which increased the General Fund's Emergencies/Economic Stabilization Reserve from 25 percent to 50 percent. The revised policy also set certain triggers to allow staff and the City Council to reassess budgeted service levels during economic downturns to ensure ongoing economic stability. The full set of policies is included as an appendix to the FY 2023-24 Budget.

The City strives to be well-positioned to weather potential economic downturns, natural disasters, or other calamities that might impinge upon operating revenue. The City's reserves, as governed by the adopted reserve policies, have been classified in an effort to address any number of one-time uses. Future budgets will address these reserves, seeking to further strengthen the City's economic health by setting aside additional fund balance for anticipated

uses (i.e., addressing long-term unfunded liabilities).

Internal Control

The Administrative Services Department of the City is responsible for establishing and maintaining an appropriate internal control structure. The internal control system is designed to ensure that the assets of the City are protected from loss, theft, or misuse and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with Generally Accepted Accounting Principles. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived, and (2) the valuation of costs and benefits requires estimates and judgments by management.

Significant Financial Events

There were no changes to financial policies that resulted in a significant impact on the June 30, 2023, financial statements.

Long-term Financial Planning

The City utilizes two (2) long-term planning tools that serve as a guide to best allocate resources to meet the City's needs over time. The first of which is the Five-Year Capital Improvement Program (CIP), which provides efficient and effective delivery of resources for the improvement and maintenance of public infrastructure and facilities. The Five-Year Capital Improvement Plan is updated annually during the budget process.

The second long-term planning tool is the City's Five-Year Financial Forecast (Forecast). The Forecast establishes the foundation for guiding policy and making financial decisions, taking into account any forecasted challenges and opportunities before they arise. This Forecast allows for creating baseline and alternative revenue and spending forecasts, including historical and projected annual periods for the next five (5) years. The Forecast also allows for testing the impact of assumptions and proposed initiatives on projected budget gaps and fund balances.

Significant City Accomplishments and Initiatives

The City of Pico Rivera is exceptionally well positioned to meet current and future challenges facing local government and our community. These accomplishments signify the City's commitment to working together in a collaborative manner for the betterment of the greater community. These accomplishments and many more demonstrate our diligence and commitment to implementing our strategic priorities and ensuring the City's economic prosperity and bettering the lives of our citizens and businesses. The City's performance goals, priorities, and strategies focus on the following areas:

- Fiscal and Organization Sustainability
- Economic Development and Land Use
- Infrastructure

- Health, Wellness and Safety
- Community Engagement

Fiscal and Organizational Sustainability Accomplishments

Administration

- Successfully placed Measure AB on the ballot, and in November 2022, voters overwhelmingly approved it with a 75% approval.
- Conducted the City's General Municipal Election that included two (2) approved Measures
- Held the City's annual City Council Goal setting retreat
- Updated the City's Biennial Conflict-of-Interest Code
- Implemented an Online Records Center Public Portal and Public Records Request Automation Process
- Successfully adopted the City's first Legislative Platform
- Successfully led an advocacy trip to Sacramento, CA, for the California Contract Cities Conference, where City Council members and staff met with Assemblymembers Lisa Calderon and Senators Lena Gonzalez and Bob Archuleta
- Successfully led an advocacy trip to Washington DC where City Council members and staff met with US Congressional Representatives Judy Chu (D28), Grace Napolitano (D31), Linda Sanchez (D38), Robert Garcia (D42), Nanette Barragan (D44); US Senator Alex Padilla and the Office of the late Senator Feinstein; the US Departments of Transportation and Economic Development Administration; and President Biden's Infrastructure Team

Administrative Services

- Completed the FY 2021-22 Accomplishments Publication Book
- Published the "Budget-in-Brief" document, which provides the community with a summary of the City's Annual Budget, Priorities, and Accomplishments
- Received GFOA Award for Excellence in Financial Report for the 2022 Annual Comprehensive Financial Report (ACFR)
- Received GFOA Award for Distinguished Budget Presentation for Year 2 of the FY 2021-23 Biennial Budget
- Implemented industry "Best Practices":
 - Updated the Investment Policy
 - Updated Capital Asset Capitalization Policy
- Implemented TravelBank Apps to track and reconcile credit card transactions seamlessly online.
- Presented a balanced Biennial Budget for FY 2023-25
- Upgraded Virtual City Hall - 3Di Systems with VCH 311 platform to actively engage citizens with the City to maintain a clean & safe community
- Upgraded new City Phone system from a legacy on-premises system to a modern voice-over IP Cloud system
- Upgraded new Email system (Office 365) from Exchange 2007
- Implemented IT Standardization of documentation and remote tools, including IT Glue

for the centralized documentation platform and Pulseway for the remote monitoring and management platform

- Implemented Cyber Security Measures for Ransomware Protection, Cloud Antivirus, Multi-Factor Authentication (MFA), and Penetration Testing
- Enhanced Threat ZERO prevention-based platform for identifying and managing the presence of compromises & sophisticated threat actors
- Upgraded Internet Redundancy of Failover Internet line to prevent ISP-Related service interruptions

Human Resources

- Successfully recruited for all executive positions.
- Completed CEA, SEIU, and SEIU Directors Labor Negotiations
- Rolled out Phase One of Supervisory/Management/Leadership Training
- Successfully received and reviewed 2,298 employment applications
- Provided New Hire Orientations to 19 full-time employees and 33 part-time employees
- Successfully facilitated and certified 17 full-time and 53 part-time interviews from eligibility list
- Implemented new training platform, Vector Solutions
- Successfully renewed all lines of insurance for FY 2023-24
- Recertified Heat Stress, CPR, and Mandated Reporter Trainings

Economic Development and Land Use Accomplishments

- Initiated a partnership with the Rivers & Mountains Conservancy, City of Montebello, and the Los Angeles County Department of Public Works to explore, plan, and implement passive recreation facilities at Rio Hondo Coastal Basin Spreading Grounds
- Executed a Memorandum of Understanding with Landify to plan, design, and develop new parks, open spaces, trails, and recreational facilities at Ruben Salazar High School and other suitable sites throughout the City
- Collaborated with ERUSD to pursue and secure public and private funding opportunities for the renovation of Ruben Salazar High School
- Processed a Specific Plan and Conditional Use Permit for the Mercury Mixed Unit Housing Development for a 6-story 255-unit mixed-use project at 8255 Washington Boulevard
- Processed a Conditional Use Permit application for a 350,000-square-foot warehouse development on a 19-acre site for Insite Warehouse Development
- Entitled the development of a 70,000-square-foot office building for training and development at the Southern California Gas Company Office Building headquarters located at 8101 Rosemead Boulevard
- Entitled a 1,030-square-foot Starbucks location at the former Tamarack Inn at 9257 Slauson Avenue
- Processed a Conditional Use Permit for the development of a 45-unit townhome development located at 4820 Durfee Avenue
- Entitled a 4-story modern architectural-style Public Storage facility on a site that had

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- been vacant for 42 years
- Issued grants of up to \$10,000 to 14 additional businesses, successfully concluding the COVID-19 impact relief program for small businesses
- Completed 3 home rehabilitation projects in partnership with Habitat for Humanity for low- and moderate-income households
- Sold an underutilized street portion on Baybar Road and generated \$1 million for City coffers
- Disposed of a 5,000-square-foot former Redevelopment Agency site located at 8631 Beverly Boulevard in the amount of \$180,000
- Disposed of a 1,144 square-foot underutilized former Redevelopment Agency parcel located on the northwest corner of Paramount Boulevard and Beverly Boulevard.
- Acquired a 5,000-square-foot site located at 9201 Whittier Boulevard in a parking deficient area for the development of additional parking spaces
- Acquired a vacant Veterans of Foreign Wars post located at 4865 Durfee Avenue. The 9,000-square-foot lot will allow the City to develop additional parking for local businesses, including the American Legion
- Acquired the former Montebello Bus Lines and Metro terminal at the southwest corner of Passons Boulevard and Jackson Street. The 20,000-square-foot lot will be developed into the future Passons Active Depot park
- Submitted a two-part federal request to US Senator Padilla and the late Senator Feinstein for the FY 24 Water Resources Development Act to address the impacts of the Whittier Narrows Dam Safet Modification Project

Infrastructure Accomplishments

- Submitted the following:
 - A grant proposal to the US Economic Development Administration in the amount of \$597,400 for the Southeast LA Micro EV Tech Hub and Pico Rivera Nucleus
 - A grant proposal to the California Regional Trails Program in the amount of \$1.4 million for the Pio Pico State Historic Park Trail Connection Project
 - A FY24 California State Budget Request with Assemblymember Lisa Calderon in the amount of \$1.125 million for the Historic Whittier Boulevard Paseo Project
 - A grant with the Rivers and Mountains Conservancy through Prop 1 in the amount of \$1.1 million for the Historic Whittier Boulevard Los Paseos Project
 - A Caltrans Clean CA Local Grant in the amount of \$3.5 million for the Historic Whittier Boulevard Los Paseos Project
- Received awards for the following:
 - A Caltrans Sustainable Community Planning Grant in the amount of \$585,334 for the Rosemead/Lakewood Boulevard Complete Corridor Project
 - A FY24 California State Budget Request with Assemblymember Lisa Calderon in the amount of \$1.125 million for the Alebrije Dog Park
 - A \$1,050,000 million dollar grant for The PAD project from Congresswoman Linda Sánchez
 - A New Mini-Pitch from National Recreation and Parks Association (NRPA)

- valued at \$100,000
- A Congressional Community Funding Request through Congresswoman Linda Sánchez in the amount of \$1.5 million for the Historic Whittier Boulevard Los Paseos Project
- Began design phase of the following capital improvement projects:
 - Alebrije Dog Park
 - Youth Center Renovation
 - Rio Hondo Park Renovation
 - Utility Box Art Program
 - Pico Park Outdoor Restrooms
- Developed a new design for the Smith Park Aquatic Center
- Upgraded the following:
 - LED Lighting at Rivera Park Gym and Multi-purpose Room
 - HVAC unit for the Rivera Park Multi-purpose Room
 - Suppression System for Pico Park Kitchen
 - HVAC Compressor at City Hall
- Completed the following capital improvement projects:
 - City Hall and City Hall West ADA Improvements
 - Senior Center ADA Parking Lot Renovation
 - Beverly and San Gabriel River Parkway Median Improvements
 - Whittier Blvd Overlay
 - Whittier Blvd Landscape Median Improvements
 - Rosemead Blvd and Beverly Blvd Hot Spot and Block Wall at Lindell
 - Highway Safety Improvement Program (HSIP) Cycle 7 Traffic Signal Upgrades
 - Highway Safety Improvement Program (HSIP) Cycle 8 Traffic Signal Upgrades
 - Citywide Resurfacing Slurry and Cape Seal (2023)
 - Rosemead Blvd North of Whittier Blvd Street Rehabilitation
 - Annual Signing and stripping
 - Chip Seal/ARAM (Asphalt Rubber Aggregate Membrane) Street Rehabilitation
 - Overlay and Reconstruction of Streets
 - Well Rehabilitation
 - Electrical Switchboard Replacement at Plant No. 3
 - Citywide Traffic Signal Upgrades
 - Phase 1 of Smith Park Aquatic Renovation
 - Design for Rosemead Blvd Median and Parkway Beautification
 - Design for Major Corridors, Median and Parkway Beautification
 - Design for Regional Bikeway Phase I - Mines Ave Improvements
 - Design for Senior Center Tenant Improvements
 - Design for Youth Center Renovation
 - Installation of new canopies for the outdoor area at the Senior Center
 - Remodeling of outdoor restrooms at the Golf Course
 - Installation of new sewer lines for Clubhouse at Golf Course
 - Rebuilding of pumps in the Storm Water Lift Stations at Rosemead Blvd and

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Rex Rd.

- Purchased three (3) new transportation vehicles. Two (2) vehicles for Recreation Transit and one for Dial-A-Ride
- Participated, presented, and was recognized by the Association of State Dam Safety Officials and the US Army Corps of Engineers for the City's public outreach and engagement program regarding the Whitter Narrows Dam project
- Successfully secured the endorsement and support from US Senator Alex Padilla for the Rosemead/Lakewood Boulevard Complete Corridor Project
- Successfully established a partnership with the City of Long Beach to advance the Rosemead/Lakewood Boulevard Complete Corridor Project
- Successfully incorporated the Rosemead/Lakewood Boulevard Complete Corridor Project into SCAG's Federal Transportation Improvement Program list of projects, therefore making the Project eligible for federal funding

Health and Wellness & Safety Accomplishments

- Completed Vehicles Miles Traveled (VMT) Analysis
- Completed the Local Roadway Safety Plan
- Completed the Facilities Management Plan and Security System.
- Upgraded rain gutters at the City Yard
- Officially joined the California Jobs First – Los Angeles Collaborative to fund, establish, and support the long-term viability of the South East LA Micro EV Tech Hub and Pico Rivera Nucleus
- In collaboration with the City's Public Safety Ad Hoc Committee, completed the installation of 36 Automated License Plate Reader cameras by Flock Safety, a new and innovative program to improve ways of mitigating and solving crime using automated license plate recognition
- Increased PRIME energy generation rates to successfully meet the City's reserve policy for PRIME to 50% while continuing to provide a 3% discount on energy compared to Southern California Edison's rates
- Awarded an agreement to develop the City's first-ever Climate Action Plan (CAP). A CAP is a comprehensive strategy that outlines measures and policies to mitigate climate change, aiming to reduce greenhouse gas emissions, adapt to climate change conditions, and foster a transition to a low-carbon economy
- Celebrated five years of PRIME operations with \$1 million in cumulative savings since its inception
- Maintained an approximate 94% PRIME customer retention rate
- Completed converting and installing 428 LED lights, bringing the total converted LED lights to 3,341, generating 1.8 million kWh in energy savings, or \$567,000 in annual cost savings
- Increased OhmConnect registrations with 63 new active participants for FY 2022-23. OhmConnect is a platform that enables and incentivizes residents to participate in energy-saving activities, especially during summer heat events, to help prevent energy blackouts
- Collaborated with the Southern California Association of Governments (SCAG) and completed a study to determine the need for Electric Vehicle (EV) Charging Stations

in the City in anticipation of the State's target to have 5 million zero-emission vehicles on the road by 2030. The study identified a need for 1,856 EV charging stations in the City by 2030

- Received the 2022 Gateway Cities Council of Governments Energy Action Award – Gold. The awards are divided into four tiers, no award, bronze, silver, and gold (the most prestigious award), to recognize cities in their efforts and participation in energy efficiency and climate initiatives
- Distributed organic waste bins to all eligible commercial accounts, reaching 100% compliance with SB 1383 State mandates
- Successfully incorporated legislative language into the State Climate Resiliency Bond, prioritizing communities impacted by climate disasters or by projects mitigating disasters, such as dams for park funding
- Submitted over 20 letters to the State Legislature expressing the City’s position for the record on various issues, including zoning, local control, climate resilience, and public safety
- Successfully partnered with Beverly Hospital to offer Wellness Classes and Health Screenings at the Senior Center
- Assisted 93 households in collaboration with the Southern California Housing Rights Center, delivering fair housing services, including discrimination prevention, referrals, case management, and resolution of landlord-tenant disputes
- Resolved 810 code enforcement cases generated on a complaint basis
- Successfully introduced a City Ordinance prohibiting participation in and speculation of illegal street takeovers
- The City Council recognized the importance of public safety and the need for effective coordination between law enforcement agencies and community stakeholders. To enhance this coordination, the City Council launched a pilot program in February 2023 that added a Public Safety Coordinator position in the City

Community Engagement Accomplishments

- Opened the Roldan Mini-Pitch and established a public/private partnership with the Roldan Family
- Developed PlayPASS subsidy program. The program will subsidize the registration fee for income-eligible youth to be able to participate in recreational youth sports programs, and over 50 participants were awarded assistance
- Awarded a \$20,000 grant from the National Recreation and Parks Association (NRPA) towards the PlayPASS program
- Served over 12,500 meals for the Summer Food Service Program
- Secured \$450,000 in grant funding towards the Outdoor Equity Program (OEP) from California State Parks that will offer new outdoor excursions and experiences to our community
- Successfully hosted thirteen (13) city-wide Special Events
- Successfully held six (6) Pool Days, in partnership with local cities, to ensure residents had access to aquatic programs, pending the Aquatic Center renovation
- Held the REACH program at eight (8) Elementary sites: Birney Tech Academy, Durfee Elementary, Magee Academy of Arts & Sciences, North Ranchito Elementary, Rio Vista Elementary, Rivera Elementary, South Ranchito Dual Language Academy, and

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Valencia Academy of the Arts

- Successfully served approximately 482 students through the REACH program
- Resumed the Pico Rivera Senior Center Meal program
- Senior Clubs resumed Club meetings. A grand total of 200 seniors met regularly
- Opened the Veterans Resource Center at the Pico Rivera Senior Center
- Appointed over 130 Veterans Service Officers
- Appointed over 1,200 Case Workers
- Held the Ribbon Cutting ceremony to roll out the City's new Transportation/Dial-A-Ride program, "Pico Rivera Transit (PRT)". Over 160 Pico Rivera senior and disabled residents signed up for program
- Dial-A-Ride program provided over 11,000 trips and over 300 new participants
- Recreation Transit/Trips and Tours provided 23 excursions
- Issued 12 Profiles to the community for public information
- Successfully engaged and solicited input from over 5,000 people throughout phases 1 and 2 of the Historic Whittier Boulevard Specific Plan and Multimodal Plan, which will be used to develop initial concepts and recommendations for revitalizing "uptown" Pico Rivera
- Hosted city tours with Pico Rivera stakeholders and leaders to the City of Orange and Pasadena to explore, draw comparisons, and learn from best and experimental practices for creating vibrant mixed-use community and economic development districts
- Successfully partnered with El Rancho Unified School District to launch the Pico Rivera Youth Ambassador Program, engaging local high-school students with real-world city projects and exposing them to career paths in urban planning, civil engineering, architecture, public policy, public administration, and more
- Launched "The Boulevard Bulletin": A quarterly newsletter distributed communitywide that provides updates on the Historic Whittier Boulevard Program
- Acquired and activated the Pico Rivera IDEA Lab to support the Whittier Boulevard Revitalization Program delivery and serve as the on-site project and student and youth engagement center
- Successfully adopted a resolution and applied with the Local Agency Formation Commission to initiate the establishment of the Lower San Gabriel River Recreation and Park District
- Held a successful Clean California Bulky Item Dump Day Event in partnership with Caltrans.
- Distributed meals to 378 senior citizens through the Southeast Area Social Services Funding Authority's (SASSFA) congregate nutritional program in Pico Rivera, targeting vulnerable individuals aged 60 and above to prevent premature institutionalization
- Awards Received:
 - "Photography Award of Distinction" from California Association of Public Information Officials (CAPIO).
 - "Best of the Best" award for Pico Rivera Transit Graphic Design - Print from California Association of Public Information Officials (CAPIO).
 - "Epic Award" for Pico Rivera Transit Graphic Design from the California Association of Public Information Officials (CAPIO)
 - "Rebrand Award of Distinction" for Pico Rivera Transit from the California Association of Public Information Officials (CAPIO)
 - 1st place "Award in Excellence in Marketing" for the Pico Rivera Transit Dial-A-

- Ride program from the California Association of Coordinated Transportation (CalAct)
- “Award of Excellence” recipient for Pico Park Roldan Mini-Pitch in the “Excellence in Design Park Planning” Category from California Parks & Recreation Society (CPRS)
- 2022 CAPIO EPIC Award in Graphic Design – Online category for 2021’s Community Bike Ride. The project also received 1 of the 3 “Best in Show Award” for all statewide entries

The City of Pico Rivera will continue working on developing future financial plans that achieve an optimal level of service to the community through efficient, effective, and innovative strategies. In order to improve productivity and efficiency, our goal is not only to ensure financial sustainability but also to strive to strategically position the City to execute its 21st Century Vision of a sustainable, equitable, and vibrant community to live, work, and visit.

Economic Condition and Outlook

As can be seen in the MD&A, the City’s financial condition is sound. The General Fund did see operating revenues exceed operating expenditures by \$8.65 million as of June 30, 2023.

The total fund balance grew by \$9.048 million to \$82.270 million – an amount that represents 146% of operating revenue. Further details of these and related financial statistics can be found in the MD&A and the Notes sections on the following pages.

The relative health of the City’s finances can be attributed to five (5) successive fiscal years of focused attention on improving the alignment of ongoing expenditures with ongoing revenues. While the City has enjoyed positive financial health in the recent past, it is essential to implement all available measures to safeguard against potential economic downturns that could impinge upon the City’s primary revenue sources: sales, property, and business license tax. Given the ongoing national economic challenges, including continuing inflation, constrained supply in the goods, services, and labor markets, more stringent Federal monetary policies, and market volatility, the City must proactively enhance revenues and improve operational efficiency to prevent impact from future slowdowns in the economy.

For this reason, it is important that the City continues to develop responsible budgets that provide essential services to our residents and fulfill City Council priorities. The efforts to focus on the City’s fiscal health will continue as subsequent budgets are developed, with an emphasis on maintaining and ensuring financial sustainability and security.

OTHER INFORMATION

GFOA Certificate of Achievement Award

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Pico Rivera for its Annual Comprehensive Financial Report (ACFR) for the fiscal year ended June

30, 2022. This was the 25th consecutive year that the City had achieved this prestigious award. To be awarded a Certificate of Achievement, a government entity must publish an easily readable and efficiently organized ACFR. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one (1) year. We believe that our ACFR for FY 2022-23 continues to meet the Certificate of Achievement Program's requirements, and we are submitting it to the GFOA to determine its eligibility for another certificate, just one more way to celebrate the City's glorious past and prosperous future.

Independent Audit

The City requires an annual audit by independent certified public accountants. The accounting firm of CLA conducted this year's audit. The auditors' report on the government-wide financial statements and combining individual fund statements and schedules is included in the financial section of this report.

Single Audit

As a recipient of federal, state, and county financial assistance, the City is responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to those programs. This internal control structure is subject to periodic evaluation by management. In years when over \$750,000 is expended on Federal financial assistance programs, the City is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1984 and the U.S. Office of Management and the Uniform Guidance. Results of the Single Audit are reported separately and will be available by March 2024.

Acknowledgments

The Administrative Services Department takes primary responsibility for the preparation and accuracy of this report. The professionalism, commitment, and effort of all the members of the Department have made this presentation possible. The assistance from other departments in providing operational information for this report is also appreciated. Finally, we thank the City Council for their prudent financial management and leadership in guiding the City of Pico Rivera and helping ensure the City's continued financial health.

Respectfully,



Jane Guo
Director of Administrative Services



CITY OF PICO RIVERA

CITY OFFICIALS

City Council

Erik Lutz, Mayor

Andrew C. Lara, Mayor Pro Tem

Gustavo V. Camacho, Councilmember

John R. Garcia, Councilmember

Dr. Monica Sánchez, Councilmember

Executive Team

City Manager

Steve Carmona

Assistant City Manager

Angelina Garcia

City Clerk

Vacant

Director of Administrative Services

Jane Guo

Director of Community and Economic Development

Alvaro Betancourt

Director of Human Resources

Karine Shirinian

Director of Innovation and Communications

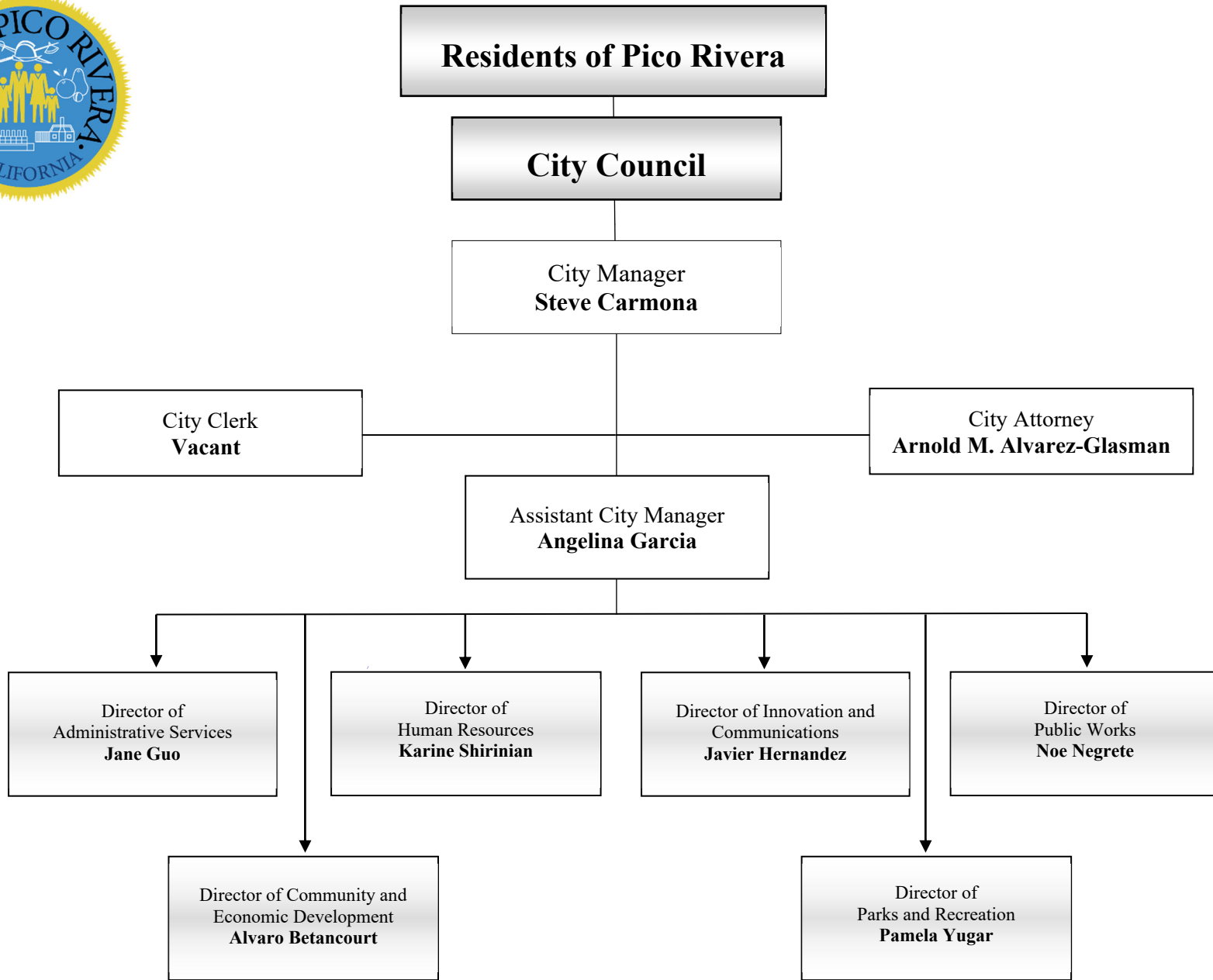
Javier Hernandez

Director of Parks and Recreation

Pamela Yugar

Director of Public Works

Noe Negrete





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For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2022

Christopher P. Morill

Executive Director/CEO

FINANCIAL SECTION

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INDEPENDENT AUDITORS' REPORT

Honorable City Council
City of Pico Rivera, California
Pico Rivera, California

Report on the Audit of the Financial Statements **Opinions**

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 Pico Rivera (the City), as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the City of Pico Rivera's basic financial statements as listed in the table of contents.

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 Pico Rivera, as of June 30, 2023, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Required Supplementary Information

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

Supplementary 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 combining and individual non-major fund financial statements and schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information 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. The 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 GAAS. In our opinion, the combining and individual non-major fund financial statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditors' report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Honorable City Council
City of Pico Rivera, California

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 1, 2023, on our consideration of the City of Pico Rivera’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 solely 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 effectiveness of the City of Pico Rivera’s 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 Pico Rivera’s internal control over financial reporting and compliance.



CliftonLarsonAllen LLP

Irvine, California
December 1, 2023

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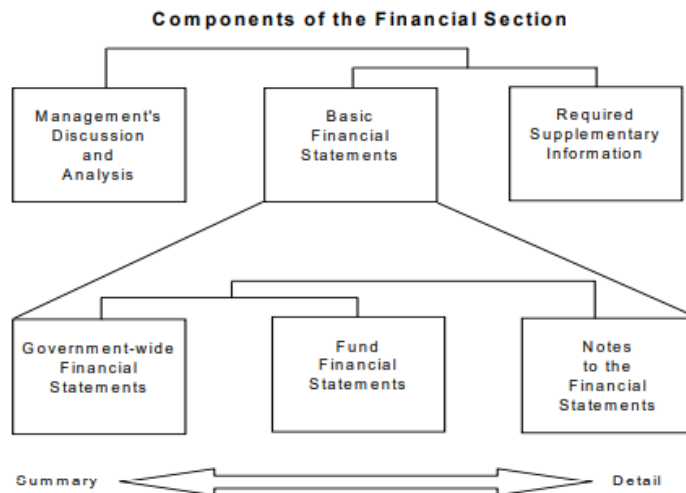
CITY OF PICO RIVERA
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2023

The Management Discussion and Analysis (MD&A) provides a narrative introduction, overview and analysis that will assist in understanding the City's financial statements. We encourage readers to consider the information presented here in conjunction with the City's financial statements as of June 30, 2023, the transmittal letter and the notes to the basic financial statements.

OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of four parts: the management's discussion and analysis (this portion), the basic financial statements, notes to the basic financial statements and required supplementary information. In addition to the required parts, we have included the optional combining statements for other governmental funds, other enterprise funds, agency funds and a statistical section. This discussion and analysis are intended to serve as an introduction to the City's basic financial statements.

The City's basic financial statements are comprised of three components: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to basic financial statements. This report also contains supplementary information in addition to the basic financial statements.



Government-Wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the City's finances in a manner similar to a business in the private sector.

The statement of net position presents information on all of the City's assets, deferred outflows of resources, liabilities and deferred inflows of resources, with the difference between the two reported as net position. Net position is then shown as restricted or unrestricted. Over time, increases or decreases in the net position may serve as an indicator of whether the financial position of the City is improving or deteriorating.

The statement of activities presents information showing how the City's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only affect cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

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The government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities). The governmental activities of the City include general government, public safety, public works, community development, recreation, non-departmental, and interest on long-term debt.

The government-wide financial statements include not only the City itself (known as the primary government) but also three legally separate entities: the Pico Rivera Public Financing Authority, the Pico Rivera Water Authority, and the Pico Rivera Housing Assistance Agency. The City is financially accountable for these entities, and financial information for these blended component units is reported within the financial information presented for the primary government itself.

The government-wide financial statements can be found beginning on page 18 of this report.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the City's funds 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 functions reported as governmental activities in the government-wide financial statements. However, unlike government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the City's near-term financial requirements.

Since 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 City's near-term financial decisions. Both the governmental fund balance sheet and the governmental fund statement of revenue, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

This document reports thirty (30) governmental funds. Information is presented separately in the governmental funds balance sheet (pages 22-23) and in the governmental funds statement of revenues, expenditures and changes in fund balances (pages 25-26) for the General Fund, the Housing Agency Section 8 Fund, American Rescue Plan Fund, and the 2018 Series A COP Fund since these funds are considered major funds. Data from the additional twenty-six (26) governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these other governmental funds is provided in the form of combining statements in the other governmental funds' supplementary information section of this report, which begins on page 94.

The City adopts an annual appropriated budget for its General Fund as well as its other governmental funds. Budgetary comparison statements are presented on pages 90-92 and 108 - 129. The governmental fund financial statements can be found on pages 18 through 27 of this report.

CITY OF PICO RIVERA
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Proprietary Funds - Proprietary funds use the accrual basis of accounting, which is the same method used by private businesses. Proprietary funds can be classified as either “enterprise funds” or “internal service funds.” The City maintains only one type of proprietary fund: enterprise funds. The City has four enterprise funds: the Water Enterprise Fund, the Golf Course Fund, the Sports Arena Fund, and the Pico Rivera Innovative Municipal Energy (PRIME) fund. The PRIME fund was established during Fiscal Year 2017-18 and is utilized to capture the activity of the City's Community Choice Aggregate enterprise function. The basic proprietary fund financial statements can be found beginning on pages 28 through 30 and pages 130 through 133 of this report.

Fiduciary Funds - Fiduciary funds are used to account for resources held for the benefit of parties outside the government. The City has one Fiduciary fund: the Successor Agency to the City of Pico Rivera Redevelopment Agency Private-Purpose Trust Fund. This fund is not reflected in the government-wide financial statements because the resource of this fund is not available to support the City's own programs. The accounting used for fiduciary funds is the full accrual accounting method. The fiduciary fund financial statements can be found on pages 32 and 34 of this report.

Notes to Financial Statements

The notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found beginning on page 35 of this report.

Required Supplementary Information

The required supplementary information (RSI) schedules further explain and support the information in the financial statements. This section includes the schedules of the City's funding for its employee pension program, other post-employment benefit (OPEB) programs and the budgetary comparison for the general and major special revenue funds. The required supplementary information can be found on pages 84 through 93 of this report.

Other Supplementary Information

Other supplementary information includes combining and individual budgetary comparison schedules for non-major Governmental Funds, combining statements for other enterprise funds and Agency Funds and Internal Service funds. Other supplementary information can be found on pages 94 through 133 of this report.

FINANCIAL HIGHLIGHTS

Citywide

- Comparing the fiscal year ended June 30, 2023 with June 30, 2022, the City's total net position increased by \$35.171 million, from \$339.533 million to \$374.704 million. Of this amount, there was an increase in total assets of \$34.325 million to \$503.226 million, an increase in total liabilities of \$16.082 million to \$137.108 million, an increase in deferred outflows of resources of \$7.543 million and a decrease of deferred inflows of resource of \$9.385 million.
- Citywide revenues totaled \$125.307 million, an increase of \$10.304 million over the prior year. Expenses were \$90.136 million, an increase of \$1.088 million over the prior year.

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- During the year, the City actively worked on several capital improvement projects, resulting in some capital outlays including: \$8.322 million in the residential resurfacing program, \$4.272 million in the Per-and Polyfluorinated Substances (PFAS) Treatment, \$3.284 million in the Advance Metering Infrastructure project, \$2.043 million in the traffic signal upgrade, to name a few. As a result, the City's capital assets, after depreciation, increased by \$24.360 million to \$337.810 million.

Citywide – Governmental Activities

Governmental Activities revenues increased \$2.737 million to \$86,049 million (prior to any transfers). The net increase resulted from a combination of a few main factors: increases of \$1.134 million in charges for services, \$2.233 million in investment earnings, \$1.186 million in property taxes, \$566 thousand in sales taxes, \$434 thousand in utility users taxes, \$1.941 million in other taxes, and \$1.832 million in miscellaneous revenues, offset by decreases of \$4.515 million in operating grants and \$2.180 in capital grants.

Governmental Activities expenditures increased by \$1.172 million to \$62.321 million. This is mainly attributed to a combination of increases and decreases as follows: \$2.545 million increase in General Government, \$1.157 million in Public Works, and \$1.083 million in Parks and Recreation, total increases offset by a decrease in Community Development expenditures of \$4.934 million.

Fund Level – General Fund

- General Fund revenues were \$56.496 million, an increase of \$7.461 million over the prior year. The increase was mainly due to increased sales taxes, property taxes, utility user taxes, plan check fees, investment income, and miscellaneous income.
- Tax revenues increased by \$2.166 million as the City received \$566 thousand more sales taxes, primarily due to the impact of inflation on consumer goods. The City received \$1.110 million more property taxes due to the sales of several industrial parcels in FY 2023 and increased property assessments compared to the prior fiscal year. Utility user tax increased by \$434 thousand due to increased usage and pricing of electric and natural gas billed charges.
- Intergovernmental revenue decreased by \$546 thousand as less reimbursement was received than the prior fiscal year for the street and highway maintenance projects.
- Licenses and permits revenue increased by \$2.165 million due to increased building permits, plumbing permits, heating air conditioning permits, plan check fees, zoning and planning fees, and storm drains revenue categories that continue to show favorable growth.
- Fines, forfeitures, and penalties revenue decreased by \$27 thousand, primarily due to decreased court fines.
- Investment and rental revenues increased by \$1.930 million. The increase was mainly attributed to higher investment market value returns compared to the last fiscal year.
- Charges for services increase by \$252 thousand due to increasing in-person programs, services, and special events.

CITY OF PICO RIVERA
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2023

- Miscellaneous revenues increased by \$1.522 million primarily due to legal settlements of \$811 thousand and insurance reimbursement of \$398 thousand for the golf course.
- General Fund expenditures were \$47.845 million, a \$9.931 million increase from the prior year. This was primarily due to the prior year's law enforcement costs being offset by \$10.228 million from ARPA funding related to "General Revenue Loss" with the law enforcement operating expenses.
- The Public Works expenditures increased by \$1.498 million as the department filled some vacancies and experienced increased contracted services and supplies due to inflation.
- Community and Economic expenditures decreased by \$4.664 million as the prior fiscal year amount included \$5 million transferred from the General Fund to the Successor Agency to refinance the 2001 Tax Allocation Bonds with the 2021 Tax Allocation Bonds.
- The General Fund's fund balance increased by \$9.048 million to \$82.270 million as of June 30, 2023.

Fund Level – Proprietary Funds

The City had four Enterprise Funds in Fiscal Year 2022-23.

Business-type Activities – Enterprise Funds – Overall, the total net position of these funds increased by \$11.500 million to \$47.237 million at June 30, 2023.

- Total assets increased by \$7.018 million to \$87.932 million, primarily due to an increase of \$7 million in water fund capital assets resulting from the Per-and Polyfluoroalkyl Substances (PFAS) project and the Advanced Metering Infrastructure (AMI) System that the City worked on in FY 2022-23.
- Total liabilities decreased by \$1.621 million to \$42.164 million, comprised of \$3.439 million decrease in current liabilities, and an increase of \$1.818 million in noncurrent liabilities. As of June 30, 2022, PRIME owed \$3.383 million to the General Fund. The balance was paid off as of June 30, 2023, decreasing the current liabilities by \$3.383 million. There are three notable changes in the noncurrent liabilities: an increase of \$2.307 million in the net pension liability, an increase of \$717 thousand in Advances from the General Fund to the Golf Course Fund, and a decrease of \$1.230 million in bonds payable as the City pays down the Water Authority Revenue Bond Series 1999 A.
- Total operating revenues increased \$8.182 million to \$38.588 million, and operating expenses increased \$235 thousand to \$27.353 million. Most changes were related to the operation of Pico Rivera Innovative Municipal Energy (PRIME). The Charges for Services revenue increased by \$5.582 million, primarily due to more demand for PRIME. At the same time, the cost of PRIME's power supply has increased by \$1.138 million.

CITY OF PICO RIVERA
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2023

Fund Level – Fiduciary Funds

- The Fiduciary Fund is discussed later in this document.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

The City of Pico Rivera is presenting its financial statements under the reporting models required by the Governmental Accounting Standard Board (GASB) pronouncements. The most recent pronouncements implemented by the City, GASB 96, require the reporting of subscription-based information technology arrangements (SBITAs).

Shown on the next page is the schedule of Statement of Net Position for the years ended June 30, 2023 and 2022, covering Governmental Activities and Business-Type Activities (i.e., enterprise funds).

Net position serves as an indicator of a government's financial position over time. As of June 30, 2023, the City's combined net position (governmental and business-type activities) totaled \$374.705 million, an increase of \$35.171 million from the prior year.

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CITY OF PICO RIVERA
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2023

City of Pico Rivera
Statement of Net Position
Fiscal Year ended June 30, 2023 and June 30, 2022

	Governmental Activities		Business-Type Activities		Total	
	2023	2022	2023	2022	2023	2022
Assets:						
Current and Other Assets	\$ 120,066,304	\$ 107,909,207	\$ 28,384,914	\$ 30,650,156	\$ 148,451,218	\$ 138,559,363
Internal Balances	19,701,636	22,367,512	(19,701,636)	(22,367,512)	-	-
Land held for resale	1,701,360	1,701,360	-	-	1,701,360	1,701,360
Receivables from Successor Agency	15,070,401	14,999,752	192,770	189,699	15,263,171	15,189,451
Capital Assets	278,632,226	263,552,334	59,177,953	49,898,279	337,810,179	313,450,613
Total Assets	\$ 435,171,927	\$ 410,530,165	\$ 68,054,001	\$ 58,370,622	\$ 503,225,928	\$ 468,900,787
Deferred Outflow of resources	\$ 13,149,379	\$ 6,896,596	\$ 2,255,705	\$ 965,262	\$ 15,405,084	\$ 7,861,858
Liabilities:						
Current liabilities	\$ 22,437,477	\$ 18,743,425	\$ 5,664,351	\$ 5,720,275	\$ 28,101,828	\$ 24,463,700
Long-term liabilities	41,600,203	42,951,499	7,491,870	8,712,416	49,092,073	51,663,915
Net OPEB Obligation	15,511,905	14,846,687	1,609,402	1,594,827	17,121,307	16,441,514
Net Pension Liabilities	35,272,270	23,242,557	7,520,930	5,214,285	42,793,200	28,456,842
Total Liabilities	\$ 114,821,855	\$ 99,784,168	\$ 22,286,553	\$ 21,241,803	\$ 137,108,408	\$ 121,025,971
Deferred Inflows of resources	\$ 6,031,718	\$ 13,846,693	\$ 786,394	\$ 2,356,809	\$ 6,818,112	\$ 16,203,502
Net Position:						
Net investment in capital assets	\$ 244,677,341	\$ 237,260,527	\$ 50,610,138	\$ 40,280,888	\$ 295,287,479	\$ 277,541,415
Restricted	31,184,653	27,978,094	-	-	31,184,653	27,978,094
Unrestricted	51,605,739	38,557,279	(3,373,379)	(4,543,616)	48,232,360	34,013,663
Total Net Position	\$ 327,467,733	\$ 303,795,900	\$ 47,236,759	\$ 35,737,272	\$ 374,704,492	\$ 339,533,172

Net position consists of three categories: net investment in capital assets, restricted assets, and unrestricted assets. The largest amount of the net position (governmental and business-type activities), approximately \$295.287 million is the City's investment in capital assets, including land, buildings, infrastructure, furniture, and equipment, net of accumulated depreciation and related debt for acquiring these capital assets. Since the capital assets are used to provide services to citizens, these assets are not available to fund the City's day-to-day activities.

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CITY OF PICO RIVERA
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2023

On June 30, 2023, the City's restricted net position was \$31.185 million or 8.32% of the total net position. These are assets subject to external restrictions, constitutional provisions, or enabling legislation that limits how these assets may be used. The restricted net position includes the Housing Section 8 Grant Fund, Home Grant Fund, and other special revenue funds. The remaining balance of the net position of \$48.232 million is unrestricted and may be used to meet the government's ongoing obligations to citizens and creditors. The unrestricted amount increased by \$14.21 million when compared to the June 30, 2022 amount.

Governmental Activities - Governmental activities' assets increased \$24.642 million to \$435.172 million, liabilities increased \$15.038 million to \$114.822 million, and total net position increased \$23.672 million to \$327.468 million when compared to the prior year.

- Cash and investments increased by \$15.948 million to \$95.407 million compared to the prior year.
- As the City paid down outstanding bond payable principal, long-term liabilities decreased by \$1.351 million to \$41.600 million.
- There were \$27.207 million in pension liabilities along with the deferred outflow of resources and deferred inflows of resources that are related to the implementation of GASB 68, which was first effective for FY ended June 30, 2015, and was first reported on the financial statements for FY 2014-15.
- There were \$17.934 million in Other Post Employment Benefit (OPEB) liabilities along with deferred outflow of resources and deferred inflows of resources relative to the implementation of GASB 75, effective for FY 2017-18. Similar to GASB 68, OPEB liabilities, deferred outflows/inflows of resources and expenses related to post-employment benefits (i.e., retiree health care) must be recognized in the financial statements.

Business-Type Activities - Business-type activities assets increased by \$9.683 million to \$68.054 million. Liabilities increased by \$1.045 million to \$22.287 million, primarily due to a \$2.3 million rise in pension liabilities, which is offset by the payment of \$1.125 million in principal on Water Authority Revenue Bond Series 1999 A.

- There were \$5.8 million in pension liabilities along with the deferred outflow of resources and deferred inflows of resources that are related to the implementation of GASB 68, which was first effective for FY ended June 30, 2015, and was first reported on the financial statements for FY 2014-15.
- There were \$1.861 million in Other Post Employment Benefit (OPEB) liabilities along with deferred outflow of resources and deferred inflows of resources relative to the implementation of GASB 75, effective for FY 2017-18. Similar to GASB 68, OPEB liabilities, deferred outflows/inflows of resources and expenses related to post-employment benefits (i.e., retiree health care) must be recognized in the financial statements.

The Statement of Activities for the Governmental Activities and Business-type Activities is shown on the following page.

CITY OF PICO RIVERA
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2023

City of Pico Rivera
Statement of Activities
Fiscal Year ended June 30, 2023 and June 30, 2022

	Governmental Activities		Business-Type Activities		Total	
	2023	2022	2023	2022	2023	2022
Revenues						
Program Revenues:						
Charges for services	\$ 5,972,134	\$ 4,837,941	\$ 36,069,315	\$ 30,406,043	\$ 42,041,449	\$ 35,243,984
Operating grants and contributions	22,046,380	26,561,448	246,661	476,602	22,293,041	27,038,050
Capital grants and contributions	3,207,183	5,387,593	2,518,595	-	5,725,778	5,387,593
General Revenues:						
Property taxes	15,016,822	13,831,113	-	-	15,016,822	13,831,113
Sales and use taxes	25,116,979	24,551,320	-	-	25,116,979	24,551,320
Franchise taxes	2,063,404	1,956,998	-	-	2,063,404	1,956,998
Utility users taxes	4,001,578	3,567,128	-	-	4,001,578	3,567,128
Other taxes	3,867,144	1,926,617	-	-	3,867,144	1,926,617
Unrestricted investment earnings	2,035,505	(197,845)	423,345	449,236	2,458,850	2,513,911
Gain on bond defeasance	-	-	-	683,028	-	683,028
Gain on sale of capital assets	928,625	-	-	-	928,625	-
Miscellaneous	1,793,456	889,854	-	-	1,793,456	889,854
Total Revenues	\$ 86,049,210	\$ 83,312,167	\$ 39,257,916	\$ 32,014,909	\$ 125,307,126	\$ 115,327,076
Expenses						
General Government	10,634,542	8,089,449	-	-	10,634,542	8,089,449
Public safety	12,661,589	12,144,703	-	-	12,661,589	12,144,703
Public works	15,857,499	14,700,643	-	-	15,857,499	14,700,643
Parks and recreation	8,540,605	7,457,649	-	-	8,540,605	7,457,649
Health and welfare	7,274,930	6,414,485	-	-	7,274,930	6,414,485
Community development	5,957,282	10,891,361	-	-	5,957,282	10,891,361
Interest and fiscal charges	1,394,492	1,450,395	-	-	1,394,492	1,450,395
Enterprise operations	-	-	27,814,867	28,223,266	27,814,867	28,223,266
Total Expenses	\$ 62,320,939	\$ 61,148,685	\$ 27,814,867	\$ 28,223,266	\$ 90,135,806	\$ 89,371,951
Increase/Decrease in net position before transfers	23,728,271	22,163,482	11,443,049	3,791,643	35,171,320	25,955,125
transfers	(56,438)	-	56,438	-	-	-
Change in net position:	\$ 23,671,833	\$ 22,163,482	\$ 11,499,487	\$ 3,791,643	\$ 35,171,320	\$ 25,955,125
Net position-beginning of year	303,795,900	281,632,418	35,737,272	31,945,629	339,533,172	313,578,047
Net position-end of year	\$ 327,467,733	\$ 303,795,900	\$ 47,236,759	\$ 35,737,272	\$ 374,704,492	\$ 339,533,172

Governmental Activities – Total revenues increased by \$2.737 million, and expenses increased by \$1.172 million compared to the previous year.

- Overall, program revenues decreased by \$5.561 million, primarily due to a decrease of \$4.515 million in operating grants and a decrease of \$2.180 in capital grants.
- Overall, general revenues increased by \$8.298 million, including the property taxes up by \$1.186 million, the sales and use taxes increased by \$566 thousand, the utility user taxes by \$434 thousand, the other taxes by \$1.941 million as the City's business licenses increased \$1.877 million due to Measure AB approved by the City voters in November 2021, the investment earnings by \$2.233 million due to stronger investment returns compared to the prior fiscal year, and the City sold a property with a gain of \$929 thousand.

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- Expenses increased by \$1.172 million in FY 2022-23. There are a few main factors: the General Government expenses increased by \$2.545 million, Public Works expenses increased by \$1.157 million, and Parks and Recreation expenses increased by \$1.083 million due to vacancies filling, higher contracted services and supplies, and the pension transactions. The Community Development expenses decreased by \$4.934 million, as the prior fiscal year amount included \$5 million transferred from the General Fund to the Successor Agency to refinance the 2001 Tax Allocation Bonds with the 2021 Tax Allocation Bonds.

Business-Type Activities - The City has two major Enterprise Funds, the Water Fund and the Pico Rivera Innovative Municipal Energy (PRIME), which operated for the fourth full year in FY 2022-23.

- Revenue increased by \$7.243 million, primarily due to Charges for Services revenue up by \$5.664 million and capital grants of \$2.519 million received from the Waer Replenishment District for the PFAS project.
- Expenses decreased by \$408 thousand. There are two notable items: \$1.239 million less pension expenses allocated for the Water Fund, and the rising cost of the purchased power of \$1.138 million in FY 2022-23.

FUND FINANCIAL STATEMENTS

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 may be useful in assessing the City's financing requirements to meet the current needs. In particular, unassigned fund balance may serve as a useful measure of the City's net resources available for appropriation.

As of June 30, 2023, the City's governmental funds reported a combined ending fund balance of \$125.456 million, as shown on page 23. The fund balance categories of governmental funds displayed \$26.900 million as nonspendable, \$33.007 million as restricted, \$28.904 million as committed, \$34.302 million as assigned, and \$2.343 million as unassigned. (Please refer to Note Number 12 of the Notes to Financial Statements for a detailed breakdown.)

The City reports four major governmental funds: the General Fund, the Special Revenue Housing Agency Section 8 Fund, the Special Revenue American Rescue Plan Fund, and the Capital Projects 2018 Series A COP, which is described below. Major Funds are defined generally as having significant activities or balances in the current year. Other governmental individual funds may be found in the Supplemental section, which begins on page 94.

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General Fund - The General Fund is the chief operating fund of the City and is used for all the general revenues of the City, not specifically levied or collected for other City funds and its related expenditures. At the end of the current fiscal year, the General Fund had a fund balance of \$82.303 million, an increase of \$9.081 million from the previous year. The nonspendable amount is \$26.900 million, the restricted amount is \$1.336 million, the committed amount is \$28.904 million, the assigned amount is \$20.990 million, and the unassigned amount is \$4.173 million.

Housing Agency Section 8 Fund – This Fund accounts for monies received from the U.S. Department of Housing and Urban Development for rental assistance for low-income families to meet their housing needs. During the year, \$6.206 million in revenue was received, and \$6.148 million was spent. The ending fund balance was \$533 thousand.

This fund's largest revenue source is the actual Section 8 Federal Funding used to provide housing assistance to eligible residents. Actual revenue is a function of the number of housing vouchers issued. For FY 2022-23, \$93 thousand less was received compared to the prior year, and overall expenditures were \$72 thousand higher when compared to the prior year.

American Rescue Plan Special Revenue Fund – This fund accounts for funds received from the U.S. (federal) government to address the continued impact of COVID-19 on the economy, public health, state and local governments, individuals, and businesses. The City received the 1st and the 2nd tranches of the allocation of \$7.386 million each in May 2021 and June 2022, respectively. The City offset \$10.228 million in "General Revenue Loss" funds with the law enforcement operating expenses in FY 2021-22. There is \$4.544 million remaining as unearned revenue in the American Rescue Plan Fund as of 6/30/2023. The City will obligate all funds by December 31, 2024, and expend all funds by December 31, 2026, per the guidelines set forth by the U.S. Treasury Department.

2018 Series A COP Capital Projects Fund – This fund accounts for activity related to the City's capital projects financed with the 2018 Series A Certificates of Participation that were issued in FY 2018-19 in the aggregate outstanding principal amount of \$13.405 million at June 30, 2023.

During the year, there was interest revenue of \$265 thousand, a bond principal payment of \$290 thousand and interest charges of \$546 thousand in expenditures. The ending fund balance was \$5.088 million.

Business-type Activities – Enterprise Funds

The enterprise fund group has two major funds: the Water Operations Enterprise fund and the Pico Rivera Municipal Energy (PRIME) fund, which are discussed below.

Water Operations Enterprise Fund - The Water Operations Enterprise Fund accounts for the operation and maintenance of the City's water treatment, water transmission and distribution system. During the year, \$13.508 million was received as revenue, mainly from charges for services, with expenses coming in at \$7 million. During the year, there was a \$274 thousand investment income and \$461 thousand bond interest charges. The Water Fund's net position increased by \$6.377 million from the prior year to \$39.755 million.

Pico Rivera Innovative Municipal Energy (PRIME) Fund – PRIME was created in FY 2017-18. The City established a Community Choice Aggregation (CCA) operation. PRIME is operated as a modified Joint Powers Authority (JPA), with the City of Lancaster as the lead agency of the JPA. CCAs operate such that power purchase and rate-setting authority is exercised locally. Southern California Edison (SCE) still provides transmission of all electricity as well as billing. However, PRIME utilizes third-party consultants to purchase power and answer billing inquiries from Pico Rivera residents. The benefit is that the overhead

CITY OF PICO RIVERA
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2023

is lower, and those cost savings have been passed on to residential and commercial customers.

During the year, revenues increased \$5.975 million to \$24.006 million, and operating expenses increased \$1.713 million to \$18.935 million from the prior year.

Please refer to pages 22 and 23 for the Balance Sheet of Governmental Funds, page 24 for the Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position, pages 25 and 26 for the Statement of Revenues, Expenditures and Changes in Fund Balances-Governmental Funds, and page 27 for the Reconciliation of the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances to the Statement of Activities. For the Water Operations Enterprise Fund, see pages 28 through 29.

Capital Assets Administration

The City's investments in capital assets at June 30, 2023 were \$278.632 million (net of accumulated depreciation of \$164.119 million) for its governmental activities and \$59.178 million (net of accumulated depreciation of \$25.715 million) for its business-type activities. The investment in capital assets includes land, buildings, structures and improvements, infrastructure (roads, sidewalks, streetlights, etc.), furniture, vehicles, equipment and construction in progress.

**City of Pico Rivera
Capital Assets (Net of Accumulated Depreciation)
Fiscal Year ended June 30, 2023 and June 30, 2022**

	Governmental Activities		Business-Type Activities		Total	
	2023	2022	2023	2022	2023	2022
Land*	\$ 120,696,364	\$ 118,908,710	\$ 18,174,060	\$ 18,174,060	\$ 138,870,424	\$ 137,082,770
Structures & Improvements	25,590,725	25,590,725	7,132,351	5,228,051	32,723,076	30,818,776
Furniture, Equipment & Vehicles	7,689,601	7,291,797	2,410,638	1,473,468	10,100,239	8,765,265
Infrastructure	252,352,928	247,089,714	17,692,287	17,692,287	270,045,215	264,782,001
Leased Assets	111,108	111,108	-	-	111,108	111,108
Construction in progress	36,310,556	22,684,844	12,118,244	4,302,493	48,428,800	26,987,337
Rights of Way	-	-	5,579,916	5,579,916	5,579,916	5,579,916
Utility Plant	-	-	21,785,673	21,785,673	21,785,673	21,785,673
Total Capital Assets	\$ 442,751,282	\$ 421,676,898	\$ 84,893,169	\$ 74,235,948	\$ 527,644,451	\$ 495,912,846
Less depreciation	(164,119,056)	(158,124,564)	(25,715,216)	(24,337,669)	(189,834,272)	(182,462,233)
Net Capital Assets	\$ 278,632,226	\$ 263,552,334	\$ 59,177,953	\$ 49,898,279	\$ 337,810,179	\$ 313,450,613

*Includes value of "Water Rights" for Business-Type Activities

Additional information on the City's capital assets can be found in Note 5 to the basic financial statements on pages 54 to 55 of this report.

Debt Administration

As of June 30, 2023, the City had a total indebtedness of \$ 112.636 million, an increase of \$12.551 million. Debt includes bonds, certificates of participation, pension obligations, post-employment benefits, lease obligations, and compensated absences. State statutes limit the amount of general obligation debt a governmental entity may issue to 15% of its total assessed valuation.

Governmental activities - Overall, governmental activities' total indebtedness at year-end is \$94.794 million. Governmental activities total indebtedness increased by \$11.385 million during the year, primarily due to the increase of net pension liabilities by \$12.030 million with no significant changes in staffing. Please refer to note 6 on pages 56 to 57 for further details.

CITY OF PICO RIVERA
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2023

Business-type activities - Overall, business-type debt at year-end is \$17.842 million. Business-type activities total indebtedness increased during the year by \$1.167 million due to the increase of net pension liabilities by \$2.307 million with no significant changes in staffing; this increase has been offset by \$1.125 million principal payment for the 1999 Water Authority Revenue Bonds. Please refer to note 6 on pages 57 to 58 for further details.

**City of Pico Rivera
Outstanding Long-Term Liabilities
Fiscal Year ended June 30, 2023 and June 30, 2022**

	Governmental Activities		Business-Type Activities		Total	
	2023	2022	2023	2022	2022	2021
Bonded Indebtedness:						
Revenue bonds	\$ 23,965,000	\$ 24,960,000	\$ 8,180,000	\$ 9,305,000	\$ 32,145,000	\$ 34,265,000
Certificates of Participation	13,405,000	13,695,000	-	-	13,405,000	13,695,000
Bond premium	2,730,302	2,887,775	232,506	272,364	2,962,808	3,160,139
Bond discount	-	-	-	-	-	-
Other long-term debt:						
Net pension liabilities	35,272,270	23,242,557	7,520,930	5,214,285	42,793,200	28,456,842
Other post-employment benefits	15,511,905	14,846,687	1,609,402	1,594,827	17,121,307	16,441,514
Claims and judgements	2,190,000	2,308,000	-	-	2,190,000	2,308,000
Compensated absences	1,719,281	1,468,505	299,293	288,947	2,018,574	1,757,452
Total Indebtedness	\$ 94,793,758	\$ 83,408,524	\$ 17,842,131	\$ 16,675,423	\$ 112,635,889	\$ 100,083,947

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

The General Fund realized a \$9.579 million operating surplus (operating revenues less operating expenditures) as of June 30, 2023. (When Transfer In/Transfer Out are included, the net change in fund balance was \$9.048 million.)

The Fiscal Year 2023-24 General Fund budget is balanced. The City's sales tax and property tax revenues are projected to increase 2%-3% in FY 2023-24. Given the ongoing national economic challenges, including continuing inflation, constrained supply in the goods, services, and labor markets, more stringent Federal monetary policies and market volatility, the City will continue enhancing revenues and improving operational efficiency to ensure financial sustainability and security.

The budget document will be the basis of an ongoing effort to monitor the City's finances. Staff provides monthly and quarterly updates to the City Council to ensure the City stays on its financial plan and our ongoing budgets remain balanced and on the path to a sustainable future.

REQUEST FOR INFORMATION

This financial report is designed to provide a general overview of the City's finances for readers of the financial statements. Questions concerning any of the information in this report or requests for additional financial information should be addressed to the Director of Administrative Services, City of Pico Rivera, California.

CITY OF PICO RIVERA, CALIFORNIA
STATEMENT OF NET POSITION
JUNE 30, 2023

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and Investments	\$ 95,407,096	\$ 20,847,087	\$ 116,254,183
Restricted Cash and Investments:			
Cash and Investments with Fiscal Agents	6,829,385	1,083,143	7,912,528
Escrow Deposits	2,339	-	2,339
Receivables, Net:			
Accounts	6,209,115	6,383,280	12,592,395
Taxes	7,147,881	-	7,147,881
Interest	458,680	71,404	530,084
Internal Balances	19,701,636	(19,701,636)	-
Inventories	3,825	-	3,825
Prepaid Items	152,617	-	152,617
Long-Term Receivables	3,855,366	-	3,855,366
Land Held for Resale	1,701,360	-	1,701,360
Receivables from Successor Agency	15,070,401	192,770	15,263,171
Capital Assets, Not Depreciated	157,006,920	35,872,220	192,879,140
Capital Assets, Depreciated, Net	121,625,306	23,305,733	144,931,039
Total Assets	<u>435,171,927</u>	<u>68,054,001</u>	<u>503,225,928</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Amount on Refunding	1,474,284	-	1,474,284
Amounts Related to OPEB	2,147,827	222,843	2,370,670
Amounts Related to Pension Plans	9,527,268	2,032,862	11,560,130
Total Deferred Outflows of Resources	<u>13,149,379</u>	<u>2,255,705</u>	<u>15,405,084</u>
LIABILITIES			
Accounts Payable	7,780,790	3,075,905	10,856,695
Accrued Interest Payable	346,422	74,983	421,405
Accrued Liabilities	847,771	513,715	1,361,486
Deposits	901,332	609,557	1,510,889
Retention Payable	416,907	155,309	572,216
Unearned Revenue	5,824,425	14,953	5,839,378
Due to Other Agencies	3,849,131	-	3,849,131
Long-Term Liabilities:			
Due Within One Year	2,470,699	1,219,929	3,690,628
Due in More Than One Year:			
Long-Term Liabilities	41,600,203	7,491,870	49,092,073
Net OPEB Liability	15,511,905	1,609,402	17,121,307
Net Pension Liability	35,272,270	7,520,930	42,793,200
Total Liabilities	<u>114,821,855</u>	<u>22,286,553</u>	<u>137,108,408</u>
DEFERRED INFLOWS OF RESOURCES			
Amounts Related to OPEB	4,569,717	474,121	5,043,838
Amounts Related to Pension Plans	1,462,001	312,273	1,774,274
Total Deferred Inflows of Resources	<u>6,031,718</u>	<u>786,394</u>	<u>6,818,112</u>
NET POSITION			
Net Investment in Capital Assets	244,677,341	50,610,138	295,287,479
Restricted for Community Development	10,896,869	-	10,896,869
Restricted for Transportation	14,552,153	-	14,552,153
Restricted for Low- and Moderate-Income Housing	3,259,813	-	3,259,813
Restricted for Pension Contribution	1,288,720	-	1,288,720
Restricted for Other Purposes	1,187,098	-	1,187,098
Unrestricted	51,605,739	(3,373,379)	48,232,360
Total Net Position	<u>\$ 327,467,733</u>	<u>\$ 47,236,759</u>	<u>\$ 374,704,492</u>

See accompanying Notes to Financial Statements.

**CITY OF PICO RIVERA, CALIFORNIA
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2023**

FUNCTIONS/PROGRAMS	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Governmental Activities:				
General Government	\$ 10,634,542	\$ 1,161,745	\$ 3,062,648	\$ -
Public Safety	12,661,589	1,144,044	214,702	-
Public Works	15,857,499	991,248	7,012,517	3,207,183
Parks and Recreation	8,540,605	487,136	1,857,430	-
Health and Welfare	7,274,930	184,645	1,598,505	-
Community Development	5,957,282	2,003,316	8,300,578	-
Interest and Fiscal Charges	1,394,492	-	-	-
Total Governmental Activities	62,320,939	5,972,134	22,046,380	3,207,183
Business-Type Activities:				
Water	7,461,720	10,989,386	-	2,518,595
Pico Rivera Innovative Municipal Energy	18,935,357	24,006,009	246,661	-
Sports Arena	(2,795)	318,378	-	-
Golf	1,420,585	755,542	-	-
Total Business-Type Activities	27,814,867	36,069,315	246,661	2,518,595
Total	\$ 90,135,806	\$ 42,041,449	\$ 22,293,041	\$ 5,725,778

GENERAL REVENUES

Taxes:

- Property
- Sales and Use
- Franchise
- Utility Users
- Other

- Unrestricted Investment Earnings
- Gain on sale of capital assets
- Miscellaneous
- Transfers
- Total General Revenues and Transfers

CHANGE IN NET POSITION

Net Position - Beginning of Year

NET POSITION - END OF YEAR

**CITY OF PICO RIVERA, CALIFORNIA
STATEMENT OF ACTIVITIES (CONTINUED)
YEAR ENDED JUNE 30, 2023**

Net (Expense) Revenue and Changes in Net Position		
Governmental Activities	Business-Type Activities	Total
\$ (6,410,149)	\$ -	\$ (6,410,149)
(11,302,843)	-	(11,302,843)
(4,646,551)	-	(4,646,551)
(6,196,039)	-	(6,196,039)
(5,491,780)	-	(5,491,780)
4,346,612	-	4,346,612
(1,394,492)	-	(1,394,492)
(31,095,242)	-	(31,095,242)
-	6,046,261	6,046,261
-	5,317,313	5,317,313
-	321,173	321,173
-	(665,043)	(665,043)
-	11,019,704	11,019,704
(31,095,242)	11,019,704	(20,075,538)
15,016,822	-	15,016,822
25,116,979	-	25,116,979
2,063,404	-	2,063,404
4,001,578	-	4,001,578
3,867,144	-	3,867,144
2,035,505	423,345	2,458,850
928,625	-	928,625
1,793,456	-	1,793,456
(56,438)	56,438	-
54,767,075	479,783	55,246,858
23,671,833	11,499,487	35,171,320
303,795,900	35,737,272	339,533,172
\$ 327,467,733	\$ 47,236,759	\$ 374,704,492

See accompanying Notes to Financial Statements.

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**CITY OF PICO RIVERA, CALIFORNIA
DESCRIPTION OF MAJOR FUNDS
JUNE 30, 2023**

GOVERNMENTAL FUNDS

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

Housing Agency Section 8 Special Revenue Fund accounts for rental assistance expenditures incurred to assist very low and low-income families in meeting their housing needs. Funds are provided by the U.S. Department of Housing and Urban Development.

American Rescue Plan Special Revenue Fund accounts for funds received from the U.S. (federal) government to address the continued impact of COVID-19 (i.e., coronavirus disease 2019) on the economy, public health, state and local governments, individuals, and businesses.

2018 Series A COP Capital Projects Fund accounts for activity related to the City's capital projects that are funded by the 2018 Series A Certificates of Participation.

ENTERPRISE FUND

Water Operations Fund accounts for the operation and maintenance of the City's water treatment, water transmission, and distribution system.

Pico Rivera Innovative Municipal Energy (PRIME) Fund accounts for the operation of the City's Community Choice Aggregation Program, which allows residents to choose their electric power provider and the source of their electricity.

INTERNAL SERVICE FUND (NONMAJOR)

This fund accounts for the financing of services provided from one department to another on a cost-reimbursement basis.

Equipment Replacement Fund accounts for expenditures made for the purpose of purchasing equipment to replace obsolete, broken, or other items in which it is economically unfeasible to continue repairing.

**CITY OF PICO RIVERA, CALIFORNIA
GOVERNMENTAL FUNDS
BALANCE SHEET
JUNE 30, 2023**

	General	Special Revenue Funds	
		Housing Agency Section 8	American Rescue Plan
ASSETS			
Cash and Investments	\$ 47,223,118	\$ 551,892	\$ 4,544,655
Restricted Cash and Investments:			
Cash and Investments with Fiscal Agents	1,288,720	-	-
Escrow Deposits	-	2,339	-
Receivables:			
Accounts	153,258	-	-
Taxes	6,679,717	-	-
Interest	322,298	-	-
Due from Other Funds	2,347,765	-	-
Inventories	3,825	-	-
Advance to Other Funds	19,877,636	-	-
Long-Term Receivables	-	-	-
Prepaid Items	147,363	-	-
Land Held for Resale	1,701,360	-	-
Receivables from Successor Agency	13,557,003	-	-
Total Assets	<u>\$ 93,302,063</u>	<u>\$ 554,231</u>	<u>\$ 4,544,655</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES			
LIABILITIES			
Accounts Payable	\$ 2,240,838	\$ 3,207	\$ -
Accrued Liabilities	780,674	15,580	-
Due to Other Funds	176,000	-	-
Deposits	898,993	2,339	-
Retention Payable	-	-	-
Unearned Revenue	202,011	-	4,544,655
Due to Other Agencies	-	-	-
Total Liabilities	<u>4,298,516</u>	<u>21,126</u>	<u>4,544,655</u>
DEFERRED INFLOWS OF RESOURCES			
Unavailable Revenue	<u>6,733,576</u>	-	-
Total Deferred Inflows of Resources	<u>6,733,576</u>	-	-
FUND BALANCES (DEFICIT)			
Nonspendable	26,900,752	-	-
Restricted	1,335,720	533,105	-
Committed	28,903,778	-	-
Assigned	20,990,019	-	-
Unassigned	4,139,702	-	-
Total Fund Balances (Deficit)	<u>82,269,971</u>	<u>533,105</u>	<u>-</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 93,302,063</u>	<u>\$ 554,231</u>	<u>\$ 4,544,655</u>

See accompanying Notes to Financial Statements.

**CITY OF PICO RIVERA, CALIFORNIA
GOVERNMENTAL FUNDS
BALANCE SHEET (CONTINUED)
JUNE 30, 2023**

Capital Projects Fund	Other Governmental Funds	Total Governmental Funds
2018 Series A COP		
\$ 100,833	\$ 42,120,982	\$ 94,541,480
5,540,665	-	6,829,385
-	-	2,339
-	6,055,857	6,209,115
-	468,164	7,147,881
-	131,907	454,205
-	-	2,347,765
-	-	3,825
-	-	19,877,636
-	3,855,366	3,855,366
-	5,254	152,617
-	-	1,701,360
-	1,513,398	15,070,401
<u>\$ 5,641,498</u>	<u>\$ 54,150,928</u>	<u>\$ 158,193,375</u>
\$ 519,714	\$ 5,017,031	\$ 7,780,790
9	51,508	847,771
-	2,347,765	2,523,765
-	-	901,332
34,276	382,631	416,907
-	1,077,759	5,824,425
-	3,849,131	3,849,131
<u>553,999</u>	<u>12,725,825</u>	<u>22,144,121</u>
-	3,859,227	10,592,803
-	3,859,227	10,592,803
-	-	26,900,752
5,087,499	26,083,500	33,039,824
-	-	28,903,778
-	13,312,296	34,302,315
-	(1,829,920)	2,309,782
<u>5,087,499</u>	<u>37,565,876</u>	<u>125,456,451</u>
<u>\$ 5,641,498</u>	<u>\$ 54,150,928</u>	<u>\$ 158,193,375</u>

See accompanying Notes to Financial Statements.

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**CITY OF PICO RIVERA, CALIFORNIA
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
JUNE 30, 2023**

Fund Balances (Deficits) for Governmental Funds \$ 125,456,451

Amounts reported for governmental activities in the statement of net position are different because:

Capital and leased assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds:

Capital Assets	\$ 441,952,014	
Lease Assets	60,138	
Less: Accumulated Depreciation	<u>(163,771,232)</u>	
Subtotal		278,240,920

Interest receivable on certain long-term loans and certain grants receivable are not available to pay for current-period expenditures and therefore are deferred in the governmental funds. In the statement of net position, these receivables are recognized as earned revenues. 10,592,803

Internal service funds were used by management to charge the costs of certain activities to individual funds. The assets and liabilities of the internal service funds were included in governmental activities in the statement of net position. 1,261,397

Long-term liabilities and related accrued interest payable are not due and payable in the current period and therefore are not reported in the governmental funds:

Compensated Absences	(1,719,281)	
Claims Payable	(2,190,000)	
Accrued Interest Payable	(346,422)	
Lease Liability	(61,319)	
Revenue Bonds Payable	(40,100,302)	
Deferred Amount on Refunding	<u>1,474,284</u>	
Subtotal		(42,943,040)

Pension and OPEB related debt applicable to the City's governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities. Deferred outflows of resources and deferred inflows of resources related to pensions and OPEB are only reported in the statement of net position as the changes in these amounts affect only the government-wide statements for governmental activities:

Deferred Outflows of Resources Related to OPEB	2,147,827	
Deferred Inflows of Resources Related to OPEB	(4,569,717)	
Net OPEB Liability	(15,511,905)	
Deferred Outflows of Resources Related to Pensions	9,527,268	
Deferred Inflows of Resources Related to Pensions	(1,462,001)	
Net Pension Liability	<u>(35,272,270)</u>	
Subtotal		<u>(45,140,798)</u>

Net Position of Governmental Activities \$ 327,467,733

**CITY OF PICO RIVERA, CALIFORNIA
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
YEAR ENDED JUNE 30, 2023**

	General	Special Revenue Funds	
		Housing Agency Section 8	American Rescue Plan
REVENUES			
Taxes and Assessments	\$ 44,582,928	\$ -	\$ -
Licenses and Permits	5,776,946	-	-
Intergovernmental	261,178	6,172,837	-
Charges for Services	1,561,583	-	-
Fines, Forfeitures, and Penalties	1,171,765	-	-
Investment and Rental	1,023,396	446	-
Miscellaneous	2,117,855	32,558	-
Total Revenues	<u>56,495,651</u>	<u>6,205,841</u>	<u>-</u>
EXPENDITURES			
Current:			
General Government	10,960,163	-	-
Public Safety	12,651,644	-	-
Public Works	10,051,681	-	-
Parks and Recreation	5,880,692	-	-
Health and Welfare	-	6,147,787	-
Community Development	5,988,525	-	-
Capital Outlay	364,171	-	-
Debt Service:			
Principal	995,000	-	-
Interest and Fiscal Charges	926,250	-	-
Lease Principal	25,205	-	-
Lease Interest	1,876	-	-
Total Expenditures	<u>47,845,207</u>	<u>6,147,787</u>	<u>-</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>8,650,444</u>	<u>58,054</u>	<u>-</u>
OTHER FINANCING SOURCES (USES):			
Transfers In	1,847,348	-	-
Transfers Out	(2,378,608)	-	-
Sale of Capital Assets	928,625	-	-
Total Other Financing Sources (Uses)	<u>397,365</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	9,047,809	58,054	-
Fund Balances (Deficits) - Beginning of Year	<u>73,222,162</u>	<u>475,051</u>	<u>-</u>
FUND BALANCES (DEFICITS) - END OF YEAR	<u>\$ 82,269,971</u>	<u>\$ 533,105</u>	<u>\$ -</u>

See accompanying Notes to Financial Statements.

**CITY OF PICO RIVERA, CALIFORNIA
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES (CONTINUED)
YEAR ENDED JUNE 30, 2023**

Capital Projects Fund 2018 Series A COP	Other Governmental Funds	Total Governmental Funds
\$ -	\$ 2,117,129	\$ 46,700,057
-	-	5,776,946
-	16,264,085	22,698,100
-	777,380	2,338,963
-	-	1,171,765
265,256	542,454	1,831,552
-	93,173	2,243,586
<u>265,256</u>	<u>19,794,221</u>	<u>82,760,969</u>
-	628	10,960,791
-	-	12,651,644
-	3,443,088	13,494,769
-	1,715,243	7,595,935
-	1,127,143	7,274,930
-	184,369	6,172,894
7,554,545	11,117,856	19,036,572
290,000	-	1,285,000
546,172	-	1,472,422
-	-	25,205
-	-	1,876
<u>8,390,717</u>	<u>17,588,327</u>	<u>79,972,038</u>
<u>(8,125,461)</u>	<u>2,205,894</u>	<u>2,788,931</u>
836,169	2,378,608	5,062,125
-	(2,683,517)	(5,062,125)
-	-	928,625
<u>836,169</u>	<u>(304,909)</u>	<u>928,625</u>
(7,289,292)	1,900,985	3,717,556
<u>12,376,791</u>	<u>35,664,891</u>	<u>121,738,895</u>
<u>\$ 5,087,499</u>	<u>\$ 37,565,876</u>	<u>\$ 125,456,451</u>

See accompanying Notes to Financial Statements.

CITY OF PICO RIVERA, CALIFORNIA
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2023

Net Change in Fund Balances - Total Governmental Funds \$ 3,717,556

Amounts reported for governmental activities in the statement of activities are different because:

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over the estimated useful lives as depreciation expense. This is the amount by which depreciation exceeded capital expenses in the current period:

Capital Expenditures	\$ 21,208,515	
Loss on Disposal	(710)	
Transfer of assets	(56,438)	
Depreciation Expense	<u>(6,462,781)</u>	
Subtotal		14,688,586

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the governmental funds:

Adjustment to Interest Income on Notes Receivable and Advances to Other Funds	191,915	
Grant and Other Revenue Not Available to Pay for Current-Period Expenditures	<u>2,153,377</u>	
Subtotal		2,345,292

Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds:

Net Change in Claims Payable	118,000	
Net Change in Compensated Absences	<u>(250,776)</u>	
Subtotal		(132,776)

Long-term liability activities are presented as financing sources and uses in the governmental funds but are reported as long-term liabilities in the statement of net position:

Principal Payments on Long-Term Liabilities	1,285,000	
Principal Payments on Lease Liabilities	25,205	
Amortization of Deferred Bond Charges	65,331	
Change in Accrued Interest	<u>14,475</u>	
Subtotal		1,390,011

Internal service funds were used by management to charge the cost of certain activities to the individual funds. The net revenue of the internal service funds was reported with governmental activities.

216,186

OPEB expense reported in the governmental funds includes the insurance premiums paid. In the statement of activities, OPEB expenses includes the change in the OPEB liability, and related change in OPEB amounts for deferred outflows of resources and deferred inflows of resources.

1,374,823

Pension expense reported in the governmental funds includes the annual required contributions. In the statement of activities, pension expense includes the change in the net pension liability, and related change in pension amounts for deferred outflows of resources and deferred inflows of resources.

72,155

Change in Net Position of Governmental Activities

\$ 23,671,833

See accompanying Notes to Financial Statements.

**CITY OF PICO RIVERA, CALIFORNIA
 PROPRIETARY FUNDS
 STATEMENT OF NET POSITION
 JUNE 30, 2023**

	Business-Type Activities - Enterprise Funds				Governmental
	Water Operations	Pico Rivera Innovative Municipal Energy	Other Funds	Total	Activities Equipment Replacement Internal Service Fund
ASSETS					
Current Assets:					
Cash and Investments	\$ 12,154,901	\$ 7,894,845	\$ 797,341	\$ 20,847,087	\$ 865,616
Receivables, Net:					
Accounts	1,508,658	4,814,421	60,201	6,383,280	-
Interest	67,669	-	3,735	71,404	4,475
Due from Successor Agency	176,000	-	-	176,000	-
Total Current Assets	<u>13,907,228</u>	<u>12,709,266</u>	<u>861,277</u>	<u>27,477,771</u>	<u>870,091</u>
Noncurrent Assets:					
Restricted Cash and Investments with Fiscal Agent	883,143	200,000	-	1,083,143	-
Receivables from Successor Agency	192,770	-	-	192,770	-
Capital Assets, Not Depreciated	35,829,907	-	42,313	35,872,220	-
Capital Assets, Depreciated, Net	23,070,834	-	234,899	23,305,733	391,306
Total Noncurrent Assets	<u>59,976,654</u>	<u>200,000</u>	<u>277,212</u>	<u>60,453,866</u>	<u>391,306</u>
Total Assets	73,883,882	12,909,266	1,138,489	87,931,637	1,261,397
DEFERRED OUTFLOWS OF RESOURCES					
Amounts Related to OPEB	196,766	26,077	-	222,843	-
Amount Related to Pensions	1,882,707	118,969	31,186	2,032,862	-
Total Deferred Outflows of Resources	<u>2,079,473</u>	<u>145,046</u>	<u>31,186</u>	<u>2,255,705</u>	<u>-</u>
LIABILITIES					
Current Liabilities:					
Accounts Payable	1,367,819	1,605,692	102,394	3,075,905	-
Accrued Interest Payable	74,983	-	-	74,983	-
Accrued Liabilities	113,983	343,077	56,655	513,715	-
Unearned Revenue	14,953	-	-	14,953	-
Deposits	609,557	-	-	609,557	-
Retentions Payable	155,309	-	-	155,309	-
Bonds Payable - Current Portion	1,190,000	-	-	1,190,000	-
Compensated Absences - Current Portion	28,032	1,898	-	29,929	-
Total Current Liabilities	<u>3,554,636</u>	<u>1,950,667</u>	<u>159,049</u>	<u>5,664,351</u>	<u>-</u>
Noncurrent Liabilities:					
Advance from Other Funds	16,084,289	-	3,793,347	19,877,636	-
Bonds Payable	7,222,506	-	-	7,222,506	-
Compensated Absences	252,285	17,078	-	269,364	-
Net OPEB Liability	1,421,068	188,334	-	1,609,402	-
Net Pension Liability	6,965,407	440,145	115,378	7,520,930	-
Total Noncurrent Liabilities	<u>31,945,555</u>	<u>645,557</u>	<u>3,908,725</u>	<u>36,499,838</u>	<u>-</u>
Total Liabilities	35,500,191	2,596,224	4,067,774	42,164,189	-
DEFERRED INFLOWS OF RESOURCES					
Amounts Related to OPEB	418,639	55,482	-	474,121	-
Amounts Related to Pensions	289,207	18,275	4,791	312,273	-
Total Deferred Inflows of Resources	<u>707,846</u>	<u>73,757</u>	<u>4,791</u>	<u>786,394</u>	<u>-</u>
NET POSITION					
Net Investment in Capital Assets Unrestricted	50,332,926	-	277,212	50,610,138	-
	<u>(10,577,608)</u>	<u>10,384,331</u>	<u>(3,180,102)</u>	<u>(3,373,379)</u>	<u>1,261,397</u>
Total Net Position	<u>\$ 39,755,318</u>	<u>\$ 10,384,331</u>	<u>\$ (2,902,890)</u>	<u>\$ 47,236,759</u>	<u>\$ 1,261,397</u>

See accompanying Notes to Financial Statements.

**CITY OF PICO RIVERA, CALIFORNIA
 PROPRIETARY FUNDS
 STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
 YEAR ENDED JUNE 30, 2023**

	Business-Type Activities - Enterprise Funds				Governmental Activities
	Pico Rivera				Equipment Replacement Internal Service Fund
	Water Operations	Innovative Municipal Energy	Other Funds	Total	
OPERATING REVENUES					
Charges for Services	\$ 10,980,819	\$ 23,848,107	\$ 1,073,920	\$ 35,902,846	\$ -
Miscellaneous	8,567	157,902	-	166,469	226,950
Total Operating Revenues	<u>10,989,386</u>	<u>24,006,009</u>	<u>1,073,920</u>	<u>36,069,315</u>	<u>226,950</u>
OPERATING EXPENSES					
Cost of Power	-	17,747,976	-	17,747,976	-
Salaries and Benefits	2,374,453	243,012	81,859	2,699,324	-
Contractual Services	(275,385)	665,906	52,595	443,116	-
Insurance Claims and Expenses	275,926	132	1,207	277,265	-
Administrative	2,691,469	278,331	915,642	3,885,442	-
Utilities	436,968	-	243,745	680,713	-
Repairs and Maintenance	332,656	-	92,875	425,531	5,340
Depreciation	1,164,029	-	29,867	1,193,896	19,748
Total Operating Expenses	<u>7,000,116</u>	<u>18,935,357</u>	<u>1,417,790</u>	<u>27,353,263</u>	<u>25,088</u>
OPERATING INCOME (LOSS)	<u>3,989,270</u>	<u>5,070,652</u>	<u>(343,870)</u>	<u>8,716,052</u>	<u>201,862</u>
NONOPERATING REVENUES (EXPENSES)					
Investment Income	274,132	136,884	12,329	423,345	14,324
Grants	2,518,595	246,661	-	2,765,256	-
Interest Expense	(461,604)	-	-	(461,604)	-
Total Nonoperating Revenues (Expenses)	<u>2,331,123</u>	<u>383,545</u>	<u>12,329</u>	<u>2,726,997</u>	<u>14,324</u>
INCOME (LOSS) BEFORE CAPITAL CONTRIBUTIONS	6,320,393	5,454,197	(331,541)	11,443,049	216,186
CAPITAL CONTRIBUTIONS	<u>56,438</u>	<u>-</u>	<u>-</u>	<u>56,438</u>	<u>-</u>
NET INCOME (LOSS)	6,376,831	5,454,197	(331,541)	11,499,487	216,186
SPECIAL ITEM					
Forgiveness of Debt	-	-	-	-	-
CHANGES IN NET POSITION	6,376,831	5,454,197	(331,541)	11,499,487	216,186
Net Position - Beginning of Year	<u>33,378,487</u>	<u>4,930,134</u>	<u>(2,571,349)</u>	<u>35,737,272</u>	<u>1,045,211</u>
NET POSITION - END OF YEAR	<u>\$ 39,755,318</u>	<u>\$ 10,384,331</u>	<u>\$ (2,902,890)</u>	<u>\$ 47,236,759</u>	<u>\$ 1,261,397</u>

See accompanying Notes to Financial Statements.

**CITY OF PICO RIVERA, CALIFORNIA
 PROPRIETARY FUNDS
 STATEMENT OF CASH FLOWS
 YEAR ENDED JUNE 30, 2023**

	Business-Type Activities - Enterprise Funds				Governmental Activities
	Water Operations	Pico Rivera Innovative Municipal Energy	Other Funds	Total	Equipment Replacement Internal Service Fund
CASH FLOWS FROM OPERATING ACTIVITIES					
Receipts from Customers and Users	\$ 11,387,770	\$ 23,059,489	\$ 1,135,311	\$ 35,582,570	\$ 226,950
Payments to Suppliers	(2,699,803)	(19,539,067)	(1,379,676)	(23,618,546)	(8,200)
Payments to Employees	(2,862,260)	(230,040)	(82,471)	(3,174,771)	-
Net Cash Provided (Used) by Operating Activities	<u>5,825,707</u>	<u>3,290,382</u>	<u>(326,836)</u>	<u>8,789,253</u>	<u>218,750</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Grants received	-	246,661	-	246,661	-
Cash Received from Other Funds	-	(3,383,115)	717,239	(2,665,876)	-
Net Cash Provided (Used) by Noncapital Activities	<u>-</u>	<u>(3,136,454)</u>	<u>717,239</u>	<u>(2,419,215)</u>	<u>-</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Acquisition of Capital Assets	(10,392,887)	-	(24,245)	(10,417,132)	(411,054)
Capital grants received	2,518,595				
Principal Retired	(1,125,000)	-	-	(1,125,000)	-
Interest Paid	(511,775)	-	-	(511,775)	-
Net Cash Used by Capital and Related Financing Activities	<u>(9,511,067)</u>	<u>-</u>	<u>(24,245)</u>	<u>(9,535,312)</u>	<u>(411,054)</u>
CASH FLOWS FROM INVESTING ACTIVITIES					
Interest Received	220,614	136,884	8,975	366,473	11,003
Net Cash Provided by Investing Activities	<u>220,614</u>	<u>136,884</u>	<u>8,975</u>	<u>366,473</u>	<u>11,003</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(3,464,746)	290,812	375,133	(2,798,801)	(181,301)
Cash and Cash Equivalents - Beginning of Year	<u>16,502,790</u>	<u>7,804,033</u>	<u>422,208</u>	<u>24,729,031</u>	<u>1,046,917</u>
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 13,038,044</u>	<u>\$ 8,094,845</u>	<u>\$ 797,341</u>	<u>\$ 21,930,230</u>	<u>\$ 865,616</u>

See accompanying Notes to Financial Statements.

**CITY OF PICO RIVERA, CALIFORNIA
 PROPRIETARY FUNDS
 STATEMENT OF CASH FLOWS (CONTINUED)
 YEAR ENDED JUNE 30, 2023**

	Business-Type Activities - Enterprise Funds				Governmental Activities
	Water Operations	Pico Rivera Innovative Municipal Energy	Other Funds	Total	Equipment Replacement Internal Service Fund
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES					
Operating Income (Loss)	\$ 3,989,270	\$ 5,070,652	\$ (343,870)	\$ 8,716,052	\$ 201,862
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:					
Depreciation	1,164,029	-	29,867	1,193,896	19,748
Changes in Operating Assets, Deferred Outflows of Resources, Liabilities, and Deferred Inflows of Resources:					
(Increase) Decrease in Accounts Receivable	381,366	(946,520)	61,391	(503,763)	-
(Increase) Decrease in Deferred Outflows of Resources - Amount Related to OPEB	(4,552)	(8,799)	-	(13,351)	-
(Increase) Decrease in Deferred Outflows of Resources - Amount Related to Pensions	(1,192,501)	(64,908)	(19,683)	(1,277,092)	-
Increase (Decrease) in Accounts Payable	646,549	(846,722)	(93,499)	(293,672)	(2,860)
Increase (Decrease) in Accrued Liabilities	(29,065)	79,260	1,332	51,527	-
Increase (Decrease) in Unearned	4,095	-	-	4,095	-
Increase (Decrease) in Deposits Payable	12,923	-	(1,800)	11,123	-
Increase (Decrease) in Retentions Payable	115,282	-	-	115,282	-
Increase (Decrease) in Net OPEB Liability	(42,227)	56,802	-	14,575	-
Increase (Decrease) in Net Pension Liability	2,203,465	67,163	36,017	2,306,645	-
Increase (Decrease) in Compensated Absences	24,527	(14,181)	-	10,346	-
Increase (Decrease) in Deferred Inflows of Resources - Amounts Related to OPEB	(213,344)	(1,325)	-	(214,669)	-
Increase (Decrease) in Deferred Inflows of Resources - Amounts Related to Pensions	(1,234,110)	(101,040)	(20,596)	(1,355,746)	-
Total Adjustments	<u>1,836,437</u>	<u>(1,780,270)</u>	<u>17,034</u>	<u>73,201</u>	<u>16,888</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ 5,825,707</u>	<u>\$ 3,290,382</u>	<u>\$ (326,836)</u>	<u>\$ 8,789,253</u>	<u>\$ 218,750</u>

See accompanying Notes to Financial Statements.

**CITY OF PICO RIVERA, CALIFORNIA
FIDUCIARY FUND
DESCRIPTION OF FIDUCIARY FUND
JUNE 30, 2023**

Fiduciary funds are used to account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations, and other governmental units.

Successor Agency to the City of Pico Rivera Redevelopment Agency Private-Purpose Trust Fund accounts for the activities of the Successor Agency to the Pico Rivera Redevelopment Agency.

**CITY OF PICO RIVERA, CALIFORNIA
FIDUCIARY FUND
STATEMENT OF FIDUCIARY NET POSITION
JUNE 30, 2023**

	Successor Agency to the City of Pico Rivera Redevelopment Agency Private-Purpose Trust Fund
ASSETS	
Cash and Investments	\$ 5,713,882
Restricted Cash and Investments:	
Cash and Investments with Fiscal Agents	1,958
Accounts Receivable	1,026
Interest Receivable	37,322
Loans Receivable	322,627
Capital Assets:	
Capital Assets, Not Depreciated	258,023
Capital Assets, Depreciated, Net	52,291
Total Assets	<u>6,387,129</u>
DEFERRED OUTFLOWS OF RESOURCES	
Loss on Refunding	<u>553,069</u>
LIABILITIES	
Accounts Payable	2,080
Accrued Liabilities	2,369
Interest Payable	12,545
Payable to City of Pico Rivera	48,282,876
Payable to Pico Rivera Housing Assistance Agency	1,513,398
Payable to the County of Los Angeles	45,939,514
Bond payable	9,970,000
Total Liabilities	<u>105,722,782</u>
NET POSITION	
Held in Trust for Successor Agency	<u>(98,782,584)</u>
Total Net Position	<u>\$ (98,782,584)</u>

See accompanying Notes to Financial Statements.

**CITY OF PICO RIVERA, CALIFORNIA
FIDUCIARY FUND
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
YEAR ENDED JUNE 30, 2023**

	Successor Agency to the City of Pico Rivera Redevelopment Agency Private-Purpose Trust Fund
ADDITIONS	
Taxes	\$ 3,824,139
Contributions	1,065,000
Sale of Property	90,838
Investment Earnings	123,024
Total Additions	5,103,001
DEDUCTIONS	
Administrative Expenses	248,090
Interest	1,983,308
Depreciation	4,765
Total Deductions	2,236,163
CHANGE IN NET POSITION	2,866,838
Net Position - Beginning of Year	(101,649,422)
NET POSITION - END OF YEAR	\$ (98,782,584)

See accompanying Notes to Financial Statements.

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CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 REPORTING ENTITY AND SIGNIFICANT ACCOUNTING POLICIES

A. Description of the Reporting Entity

The City of Pico Rivera (the City) was incorporated in January 1958 under the general laws of the state of California. The City is a full-service city and operates under a City Council-Manager form of government.

The Pico Rivera Public Financing Authority (the Financing Authority) was formed as a joint powers authority between the City and the Pico Rivera Redevelopment Agency (the former RDA). Its purpose is to assist in the financing of public capital improvements or projects whenever there are significant public benefits.

The Pico Rivera Water Authority (the Water Authority) was formed as a joint powers authority between the City and the former RDA. Its purpose is to assist the City in its financing objectives by leasing and financing improvements to the City's water supply and distribution system.

The Pico Rivera Housing Assistance Agency (the Agency) was formed to provide safe and sanitary dwelling accommodations in the City to low- and moderate-income individuals.

The City is the primary government unit. Component units are those entities that are financially accountable to the primary government, either because the City appoints a voting majority of the component unit's board, or because the component unit provides a financial benefit or imposes a financial burden on the City.

The Water Authority and Financing Authority (collectively, the Authorities) and the Agency have been accounted for as "blended" component units of the City. Despite being legally separate, these entities are so intertwined with the City that they are, in substance, part of the City's operations. Accordingly, the balances and transactions of the Authorities and Agency are reported within the funds of the City. The activities of the Financing Authority are included in the City's General Fund. Separate financial statements are not available. The activities of the Water Authority are reported in the Water Operations Enterprise Fund. Separate financial statements of the Water Authority may be obtained at City Hall. The activities of the Agency are reported in two Special Revenue Funds (Housing Agency Section 8 Special Revenue Fund and Low and Moderate Income Housing Fund). Separate financial statements are not available.

The following specific criteria were used in determining that the Authorities and the Agency are blended component units.

The members of the City Council also act as the governing body of the Authorities and the Agency.

The Authorities and the Agency are managed by employees of the City. A portion of the City's salary and overhead expenses are billed to the Agency each year.

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 1 REPORTING ENTITY AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A. Description of the Reporting Entity (Continued)

The former Pico Rivera Redevelopment Agency was dissolved effective February 1, 2012, as a result of Assembly Bill x1 26 (the Dissolution Act). It is no longer considered to be a component unit of the City. On January 10, 2012, the City accepted a fiduciary role as the Successor Agency to serve as the custodian for the assets and to wind down the affairs of the former RDA. Successor Agency activity is reported in a fiduciary private-purpose trust fund.

The City's financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America as applied to governmental agencies. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The City's more significant accounting policies are described below.

B. Government-Wide and Fund Financial Statements

The statement of net position and statement of activities (i.e., the government-wide financial statements) display information on all of the nonfiduciary activities of the primary government (the City) and its blended component units. Eliminations have been made to minimize the effect of interfund activity. These statements distinguish between the City's governmental and business-type 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 charged to external parties.

The statement of activities presents a comparison between direct expenses and program revenues for each function of the City's governmental activities and for each segment of the City's business-type activities. Direct expenses are those that are specifically associated with a program or function and are clearly identifiable to a particular function. Program revenues include (1) charges paid by the recipients of goods or services offered by the functions or programs and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

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

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund financial statements. Under the economic resources measurement focus, all assets, deferred outflows of resources, liabilities, and deferred inflows of resources (whether current or noncurrent) associated with their activity are included on their statement of net position. Operating statements present increases (revenues) and decreases (expenses) in total net position. Under the accrual basis of accounting, revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Proprietary funds distinguish operating revenues and expenses from nonoperating items.

CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 REPORTING ENTITY AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. Nonexchange transactions, in which the City gives (or receives) value without directly receiving (or giving) equal value in exchange, include property taxes, grants, entitlements, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year that the taxes are levied. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all the eligibility requirements have been satisfied. Operating expenses for proprietary funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under the current financial resources measurement focus, only current assets, deferred outflows of resources, current liabilities, and deferred inflows of resources are generally included on their balance sheets. The reported fund balance is considered to be a measure of "available spendable resources."

Under the modified accrual basis of accounting, 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 period. Expenditures generally are recorded when a liability is incurred, except for principal and interest on long-term liabilities, claims payable, and compensated absences, which are recognized as expenditures to the extent they have matured. Capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of long-term liabilities are reported as other financing sources.

Property taxes, taxpayer-assessed taxes, such as sales taxes, gas taxes, and transient occupancy taxes, and interest associated with the current fiscal period are all considered to be susceptible to accrual and have been recognized as revenues of the current fiscal period. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the government. Amounts owed to the City, which are not available, are recorded as receivables and deferred inflows of resources.

Governmental fund operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in fund balance. Accordingly, they are said to present a summary of sources and uses of "available spendable resources" during a period. Long-term receivables in governmental funds are reported on the balance sheets in spite of their spending measurement focus.

CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 REPORTING ENTITY AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

These long-term receivables relate to grant-funded revolving loan programs and are offset by amounts due to the granting agencies since the funding will revert to them upon conclusion of the loan programs.

The City's fiduciary fund financial statements include a Private-Purpose Trust Fund. The Private-Purpose Trust Fund is reported using the "economic resources measurement focus" and the "accrual basis of accounting."

The accounts of the City are organized on the basis of funds, each of which is considered a separate accounting entity with a self-balancing set of accounts established for the purpose of carrying out specific activities or attaining certain objectives in accordance with applicable regulations, restrictions, or limitations. Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the fiduciary funds are excluded from the government-wide financial statements.

The City reports the following major governmental funds:

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

The Housing Agency Section 8 Special Revenue Fund accounts for rental assistance expenditures incurred to assist very low and low-income families in meeting their housing needs. Funds are provided by the U.S. Department of Housing and Urban Development.

The American Rescue Plan Special Revenue Fund accounts for funds received from the U.S. (federal) government for expenditures incurred to address the continued impact of COVID-19 (i.e., coronavirus disease 2019) on the economy, public health, state and local governments, individuals, and businesses.

The 2018 Series A COP Capital Projects Fund accounts for activity related to the City's capital projects that are financed with the 2018 Series A Certificates of Participation that were issued in the current fiscal year.

The City reports the following major enterprise funds:

The Water Operations Fund accounts for the operation and maintenance of the City's water treatment, water transmission, and distribution system.

The Pico Rivera Innovative Municipal Energy (PRIME) Fund accounts for the operations of the City's Community Choice Aggregation Program, which allows residents to choose their electric power provider and the source of their electricity.

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 1 REPORTING ENTITY AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

Additionally, the City reports the following fund types:

Governmental Funds

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

Capital Projects Funds account for financial resources used for the acquisition or construction of major capital facilities.

Proprietary Funds

Enterprise Funds account for operations that are financed and operated in a manner similar to private business enterprises. Costs are financed or recovered primarily through user charges.

Internal Service Fund accounts for the financing of services relating to equipment replacement provided to one department from another on a cost-reimbursement basis.

Fiduciary Fund

Private-Purpose Trust Fund accounts for the Los Angeles County-Auditor Controller's semiannual property tax distributions from the Redevelopment Property Tax Trust Fund of the Successor Agency of the former Pico Rivera Redevelopment Agency to pay amounts due on enforceable obligations of the former Pico Rivera Redevelopment Agency and to pay for specified administrative costs.

D. New Accounting Pronouncements

GASB 96

In May 2020, the GASB issued GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*. This standard defines a subscription-based information technology arrangement (SBITA); establishes that a SBITA results in a right-to-use subscription asset (an intangible asset) and a corresponding subscription liability; provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and requires note disclosure regarding SBITA. This statement had no effect on the City.

E. Investments

Investments are recorded at fair value (quoted market price or best available estimate thereof). Fair value 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. Interest earned on cash and investments is credited to the fund, which holds the investment.

CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 REPORTING ENTITY AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F. Property Taxes

Property taxes include assessments on both secured and unsecured property. Secured property taxes are attached as an enforceable lien on property as of January 1. Taxes are levied on July 1 and are payable in two installments by December 10 and April 10. The County of Los Angeles (the County) bills and collects the property taxes and remits them to the City in installments during the year. The City records property taxes as revenue when received from the County, except for property taxes received within 60 days after fiscal year-end, which are accrued at June 30.

The County is permitted by State of California law (Article XIII A of the California Constitution) to levy taxes at 1% of full fair value (at the time of purchase) and can increase the property's value at no more than 2% per year. The City receives a share of this basic levy.

G. Interfund Transactions

Interfund transactions are reflected as either loans, services provided, reimbursements, or transfers. Loans are reported as receivables and payables as appropriate, are subject to elimination upon consolidation, and are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the noncurrent portion of interfund loans). Any residual balances outstanding between the governmental activities and the business-type activities are reported in the government-wide financial statements as "internal balances."

The principal portion of advances between funds, as reported in the fund financial statements, is offset by a nonspendable fund balance in the General Fund to indicate that they are not available for appropriation and are not available financial resources.

Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs costs, charges the appropriate benefiting fund, and then reduces its related costs as a reimbursement. All other interfund transactions are treated as transfers.

H. Inventories and Prepaid Items

Inventories are recorded as expenditures when consumed rather than when purchased. These inventories are valued at cost and consist of expendable materials and supplies.

When payments to vendors reflect costs applicable to future accounting periods, they are recorded as prepaid items and the expense is recorded using the consumption method.

Inventories and prepaid items are offset by a nonspendable fund balance in the governmental funds to indicate that they are not available for appropriation and are not expendable financial resources.

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 1 REPORTING ENTITY AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

I. Restricted Assets

Certain proceeds of debt issues, as well as certain resources set aside for their repayment, are classified as restricted assets in the financial statements because their use is limited by applicable bond covenants.

J. Capital Assets

Capital assets, which include lands, buildings, improvements, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities column in the government-wide financial statements. Capital assets are recorded at the lower of actual historical cost or acquisition value (as of the date donated for contributed assets). The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend lives are not capitalized.

Capital assets are depreciated using the straight-line method over the following estimated useful lives:

Building and Structures	40 Years
Improvements Other than Buildings	40 Years
Furniture and Equipment	Up to 25 Years
Infrastructure	Up to 60 Years

It is the City's policy to capitalize all land, building, improvements, and equipment with an estimated useful life greater than one year, except assets costing less than \$5,000, and to capitalize infrastructure assets costing \$50,000 or more. Costs of assets sold or retired (and related amounts of accumulated depreciation) are eliminated from the accounts in the year of sale or retirement and the resulting gain or loss is included in the operating statement of the related fund. In governmental funds, the sale of capital assets is included in the statement of revenues, expenditures, and changes in fund balances as proceeds from sale.

Right-to-use lease assets are initially measured at the present value of payments expected to be made during the lease term, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized in a systematic and rational manner over the shorter of the lease term or the useful life of the underlying asset.

SBITA assets are initially measured as the sum of the present value of payments expected to be made during the subscription term, payments associated with the SBITA contract made to the SBITA vendor at the commencement of the subscription term, when applicable, and capitalizable implementation costs, less any SBITA vendor incentives received from the SBITA vendor at the commencement of the SBITA term. SBITA assets are amortized in a systematic and rational manner over the shorter of the subscription term or the useful life of the underlying IT assets.

CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 REPORTING ENTITY AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

K. Land Held for Resale

Land held for resale is carried at the lower of acquisition cost or fair value.

L. Compensated Absences

Employees accrue vacation and sick leave benefits. An employee may accumulate vacation leave up to 320 hours and sick leave up to 800 hours. Beginning annually in June, an employee with accumulated sick leave may choose to take any or all of the fiscal year's accumulated sick leave as cash provided it does not exceed 81 hours. Each year in December, employees may opt to cash out any or all vacation leave that exceeds 150 hours. Employees must maintain a balance of 150 hours on the books.

All leave pay (vacation and sick) is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in governmental funds only if these amounts have matured as a result of employee resignations and retirements. The adopted reserve policies (see Note 12) provide for an assignment of fund balance in the General Fund for overall "leave liability" above and beyond the liability recorded in the financial statements.

M. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position and the governmental funds balance sheet will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to future periods and will not be recognized as an outflow of resources (expense/expenditure) until that time. The City has the following items that qualify for reporting in this category:

- Deferred amount on refunding reported in the government-wide statement of net position. A deferred amount on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.
- Deferred outflow related to pensions and OPEB, which are equal to the employer contributions made after the measurement date of the net pension liability and net OPEB liability.
- Deferred outflows related to pensions resulting changes in actuarial assumptions. These amounts are amortized over a closed period equal to the average of the expected remaining service lives of all employees that are provided pensions through the plans.
- Deferred outflows related to pensions and OPEB resulting from the difference in projected and actual earnings on investments of the pension and OPEB plan fiduciary net position. These amounts are amortized over five years.

CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 REPORTING ENTITY AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

M. Deferred Outflows/Inflows of Resources (Continued)

In addition to liabilities, the statement of net position and the governmental funds balance sheet will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net asset that applies to future periods and will not be recognized as an inflow of resources (revenue) until that time. The City has the following that qualify for reporting in this category:

- Deferred inflows from unavailable revenues, which is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from three sources: taxes, investment income, and grants. These amounts are unavailable and will be recognized as an inflow of resources in the period that the amounts become available.
- Deferred inflows related to OPEB resulting changes in actuarial assumptions. These amounts are amortized over a closed period equal to the average of the expected remaining service lives of all employees that are provided OPEB through the plan.
- Deferred inflows related to pensions and OPEB resulting from the difference between expected and actual experience. These amounts are amortized over a closed period equal to the average of the expected remaining service lives of all employees that are provided pensions and OPEB through the plans.

N. Long-Term Obligations

In the government-wide financial statements and proprietary fund types fund financial statements, long-term debt and other long-term obligations are included as liabilities. Bond premiums and discounts are amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, when paid. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as an expenditure.

O. Pensions

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

CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 REPORTING ENTITY AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

P. Postemployment Benefits Other Than Pensions (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 OPEB Plan and additions to/deductions from the OPEB Plans' fiduciary net position have been determined on the same basis as they are reported by the Plan. 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.

Q. Fund Balances

Fund balance is the difference between the assets, deferred outflows of resources, liabilities, and deferred inflows of resources reported in the City's governmental funds. There are generally limitations on the purpose for which all or a portion of the resources of a governmental fund may be used. The force behind these limitations can vary significantly, depending upon their source. Consequently, the fund balance reported in the annual financial statements is categorized into five components whereby each component identifies the extent to which the City is bound to honor constraints on the specific purposes for which amounts in the fund can be spent.

The fund balances reported on the fund statements consist of the following categories:

Nonspendable – This classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.

Restricted – This classification includes amounts that can be spent only for specific purposes stipulated by constitution and external resource providers or through enabling legislation.

Committed – This classification includes amounts that can be used only for the specific purposes determined by the City Council through the adoption of a resolution prior to the end of the year. Once adopted, the limitation imposed by the resolution remains in place until a similar action is taken to remove or revise the limitation.

Assigned – This classification includes amounts to be used by the City for specific purposes but do not meet the criteria to be classified as restricted or committed. Through the adoption of a resolution to approve the City's fund balance policy, the City Council has authorized the City Manager to assign fund balance. In governmental funds, other than the General Fund, assigned fund balance represents the remaining amount that is not restricted or committed.

Unassigned – This classification includes the residual balance for the government's General Fund and includes all spendable amounts not contained in other classifications. In other funds, the unassigned classification is used only to report a deficit balance resulting from overspending for specific purposes for which amounts had been restricted, committed, or assigned.

CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 REPORTING ENTITY AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Q. Fund Balances (Continued)

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balances are available, the City's policy is to apply the restricted fund balance first.

When an expenditure is incurred for purposes for which committed, assigned, or unassigned fund balances are available, the City's policy is to apply the committed fund balance first, then the assigned fund balance, and finally the unassigned fund balance.

R. Net Position

The government-wide and proprietary fund financial statements utilize a net position presentation. Net position is classified in the following categories:

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

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

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

Sometimes the City will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted - net position and unrestricted - net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied.

It is the City's practice to consider restricted - net position to have been depleted before unrestricted - net position is applied; however, it is at the City Council's discretion.

S. Statement of Cash Flows

For purposes of the statement of cash flows, cash equivalents are defined as investments with original maturities of 90 days or less, which are readily convertible to known amounts of cash and not subject to significant changes in value from interest rate fluctuations.

T. Use of Estimates

The preparation of financial statements in accordance with accounting principles generally accepted in the United States of America requires management to make estimates and assumption that affect the reported amounts of assets, deferred outflows of resources, liabilities, and deferred inflows of resources and related disclosures. Actual results could differ from those estimates.

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 2 CASH AND INVESTMENTS

Cash and Investments

Cash and investments at June 30, 2023 are classified in the accompanying financial statements as follows:

	Statement of Net Position		Total
	Government Wide	Fiduciary Funds	
Unrestricted Assets:			
Cash and Investments	\$ 116,254,183	\$ 5,713,882	\$ 121,968,065
Restricted Cash and Investments:			
Cash and Investments with Fiscal Agents	7,912,528	1,958	7,914,486
Escrow Deposits	2,339	-	2,339
Total Cash and Investments	\$ 124,169,050	\$ 5,715,840	\$ 129,884,890

Cash and investments at June 30, 2023 consisted of the following:

Cash on Hand	\$ 6,295
Deposits with Financial Institutions	15,679,660
Investments	114,198,935
Total Cash and Investments	\$ 129,884,890

Investments Authorized by the California Government Code and the City's Investment Policy

The table below identifies the investment types that are authorized for the City by the California Government Code (or the City's investment policy, where more restrictive). The table also identifies certain provisions of the California Government Code (or the City's investment policy, where more restrictive) that address interest rate risk, credit risk, and concentration of credit risk. This table does not address investments of debt proceeds held by bond trustees that are governed by the provisions of debt agreements of the City, rather than the general provisions of the California Government Code or the City's investment policy.

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 2 CASH AND INVESTMENTS (CONTINUED)

Investments Authorized by the California Government Code and the City's Investment Policy (Continued)

Authorized Investment Type	Maximum Maturity	Maximum Percentage Allowed*	Maximum Investment in One Issuer
U.S. Treasury Obligations	5 Years	20%	None
U.S. Government Sponsored Agency Securities	5 Years	20%	None
Banker's Acceptance Notes	180 Days	20%	5%
Municipal Securities	5 Years	30%	5%
Commercial Paper	270 Days	25%	5%
Corporate Medium Term Notes	5 Years	30%	5%
Collateralized Mortgage Obligations	5 Years	20%	5%
Negotiable Certificates of Deposit	5 Years	30%	5%
Money Market Mutual Funds	N/A	20%	10%
Supranational Securities	N/A	20%	10%
Local Government Investment Pool	N/A	None	None
Local Agency Investment Fund	N/A	None	\$ 75,000,000

* Excluding amounts held by bond trustees that are not subject to California Government Code restrictions.
N/A - Not Applicable

Investments Authorized by Debt Agreements

Investments of debt proceeds held by a bond trustee are governed by the provisions of debt agreements, rather than the general provisions of the California Government Code or the City's investment policy. Investments authorized for funds held by a bond trustee include U.S. Treasury Obligations, U.S. Government Sponsored Agency Securities, Certificates of Deposit, Commercial Paper, Local Agency Bonds, Banker's Acceptance Notes, Money Market Mutual Funds, Investment Contracts, and Repurchase Agreements. There were no limitations on the maximum amount that can be invested in one issuer, maximum percentage allowed or the maximum maturity of an investment, except for the maturity of Banker's Acceptance Notes, which are limited to one year.

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. One of the ways that the City manages its exposure to interest rate risk is by purchasing a combination of shorter term and longer term investments and by timing cash flows from maturities so that a portion of the portfolio is maturing or coming close to maturity evenly over time as necessary to provide the cash flow and liquidity needed for operations.

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 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 (including investments held by a bond trustee) to market interest rate fluctuations is provided by the following table that shows the distribution of the City's investments by maturity:

Investment Type	Remaining Maturity (in Months)			Total
	12 Months or Less	13 to 24 Months	25 to 60 Months	
Local Agency Investment Fund	\$ 75,195,173	\$ -	\$ -	\$ 75,195,173
U.S. Government Sponsored				
Agency Securities	3,070,079	189,354	707,112	3,966,545
U.S. Treasury Notes	5,663,782	2,889,344	6,181,602	14,734,728
Money Market Mutual Funds	184,301	-	-	184,301
Collateralized Mortgage Obligations	164,759	-	1,392,836	1,557,595
Supranational	506,671	634,795	-	1,141,466
Medium-Term Notes	2,165,641	1,941,658	5,597,341	9,704,640
Held by Fiscal Agent:				
Money Market Mutual Funds	6,425,767	-	-	6,425,767
PARS Trust Pooled Investments	1,288,720	-	-	1,288,720
Total	\$ 94,664,893	\$ 5,655,151	\$ 13,878,891	\$ 114,198,935

Disclosures Relating to 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.

Presented below is the minimum rating required by (where applicable) the California Government Code, the City's investment policy, or debt agreements and the actual rating, as reported by Standard & Poor's, as of year-end for each investment type:

Investment Type	Minimum Legal Rating	Total as of June 30, 2023	Rating as of Fiscal Year-End				Not Rated
			AAA	AA+	AA	Other	
Local Agency Investment Fund	N/A	\$ 75,195,173	\$ -	\$ -	\$ -	\$ -	\$ 75,195,173
U.S. Government Sponsored							
Agency Securities	N/A	3,966,545	-	3,966,545	-	-	-
U.S. Treasury Notes*	N/A	14,734,728	-	-	-	-	14,734,728
Money Market Mutual Funds	N/A	184,301	184,301	-	-	-	-
Supranational	A	1,141,466	1,141,466	-	-	-	-
Collateralized Mortgage Obligations	A	1,557,595	947,072	-	-	-	610,523
Certificates of Deposits							
Medium-Term Notes	A	9,704,640	1,731,505	389,388	1,030,298	5,719,306	834,143
Held by Fiscal Agent:							
Money Market Mutual Funds	N/A	6,425,767	6,425,767	-	-	-	-
PARS Trust Pooled Investments	N/A	1,288,720	-	-	-	-	1,288,720
Total		\$ 114,198,935	\$ 10,430,111	\$ 4,355,933	\$ 1,030,298	\$ 5,719,306	\$ 92,663,287

* U.S. Treasury Notes are not required to be rated.

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 2 CASH AND INVESTMENTS (CONTINUED)

Disclosures Relating to Credit Risk (Continued)

The ratings for the “Other” category above are as follows:

Investment Type	Total as of June 30, 2023	Rating as of Fiscal Year-End		
		A+	A	A-
Medium-Term Notes	\$ 5,719,306	\$ 2,312,099	\$ 2,540,222	\$ 866,985

Custodial Credit 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 California Government Code and the City’s investment policy do not contain legal or policy requirements that would limit the exposure to custodial credit risk for deposits or investments other than the following provision for deposits.

The California Government Code requires that a financial institution secure deposits made by state or local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under state law (unless so waived by the governmental unit). The fair value of the pledged securities in the collateral pool must equal at least 110% of the total amount deposited by the public agencies. California law also allows financial institutions to secure City deposits by pledging first trust deed mortgage notes having a value of 150% of the secured public deposits. At June 30, 2023, the City and the Successor Agency deposits (bank balances) were insured by the Federal Deposit Insurance Corporation and the remaining balances were collateralized under California law.

For investments identified herein as held by fiscal agent, the trustee selects the investment under the terms of the applicable trust agreement, acquires the investment, and holds the investment on behalf of the reporting government.

Investment in Local Agency Investment Fund

The City is a voluntary participant in the Local Agency Investment Fund (LAIF) that 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 pro rata 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.

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 2 CASH AND INVESTMENTS (CONTINUED)

Cash and Investments – Pension Trust

The City established a trust account with Public Agency Retirement Services (PARS) to hold assets that are legally restricted for use in administering the City’s pension plans. The Pension Trust’s specific cash and investments are managed by a third-party portfolio manager and invested under a pool arrangement using certain investment guidelines offered by PARS and approved by the City.

Fair Value Measurements

The City categorizes its fair value measurement within the fair value hierarchy established by accounting principles generally accepted in the United States of America. 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 inputs other than quoted prices included in Level 1 that are observable for the assets and liabilities through corroboration with market data, and Level 3 inputs are significant unobservable inputs.

Assets classified in Level 2 of the fair value hierarchy are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities’ relationship to benchmark quoted prices

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Held by Trustee:				
Supranational	\$ -	\$ 1,141,466	\$ -	\$ 1,141,466
Collateralized Mortgage Obligations	-	1,557,595	-	1,557,595
Medium-Term Notes	-	9,704,640	-	9,704,640
U.S. Treasury Notes	-	14,734,728	-	14,734,728
U.S. Government Sponsored Agency Securities	-	3,966,545	-	3,966,545
Total Leveled Investments	<u>\$ -</u>	<u>\$ 31,104,974</u>	<u>\$ -</u>	<u>31,104,974</u>
Investments Not Subject to Fair Value Hierarchy:				
Local Agency Investment Fund				75,195,173
Money Market Mutual Funds				184,301
Held by Trustee:				
Money Market Mutual Funds				6,425,767
PARS Trust Pooled Investments				1,288,720
Total Investment Portfolio				<u>\$ 114,198,935</u>

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 3 INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

The composition of interfund balances as of June 30, 2023, is as follows:

Advances To/From Other Funds

Advances to Other Funds	Advances from Other Funds	Amount
General Fund	Water Operations Enterprise Fund	\$ 16,084,289
	Golf Course Enterprise Fund	3,793,347
	Total	\$ 19,877,636

In 1999, the Water Authority received an advance from the City's General Fund in connection with the acquisition of water operation capital assets. The Water Authority is obligated to pay off this advance from surplus revenues over 50 years. No interest accrues on this advance. Payments will vary with the level of surplus revenues. No payments were made in fiscal year 2022-23. The balance of the advance at June 30, 2023, is \$16,084,289. The Authority's current outstanding revenue bonds will be paid in full by 2033. The debt service payments will be partially funded by receipts from the receivables due from the Successor Agency, as well as operating income over the next 15 years.

Management has estimated that cash flows from these sources will exceed the debt service requirements of the revenue bonds, and any excess cash flows will be used to pay down the advance from the City. Additionally, once the outstanding revenue bonds are paid in full in fiscal year 2033, the operating income will be available to pay down the advance from the City. Management believes that the Water Authority will have the ability to pay this obligation in full prior to the advance's original maturity date in 2049.

The General Fund made several advances to the Golf Course Enterprise Fund to fund operating expenses. No interest accrues on this advance. Payments will vary with the level of surplus revenues. No payments are expected on this advance in the near term and therefore the City has classified this advance as a noncurrent liability in the accompanying enterprise fund financial statements.

Due to/from Other Funds

The composition of interfund balances as of June 30, 2023, is as follows:

Receivable Fund	Payable Fund	Amount
General Fund	Other Governmental Funds	\$ 2,347,765
Water Operations Enterprise Fund	General Fund	176,000
	Total	\$ 2,523,765

The amounts loaned from the General Fund are short-term loans to fund operations of the various funds.

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 3 INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS (CONTINUED)

Transfers

Transfers Out	Transfers In	Amount
General Fund	Other Governmental Funds (1)	\$ 2,378,608
Other Governmental Funds	General Fund (2)	1,847,348
	2018 Series A COP Capital Projects Fund (3)	836,169
	Total	\$ 5,062,125

- (1) The General Fund transferred \$2,290,695 to Other Governmental for approved capital outlays and \$87,913 to Other Governmental to subsidize expenditures.
- (2) The Other Governmental Funds – State Gas Tax Fund and Lighting Assessment District Fund transferred \$1,557,851 and \$289,497, respectively to General Fund for approved street maintenance activities and capital outlays.
- (3) The Other Governmental Fund – Measure M transferred \$836,169 for debt service on the 2018 Series A Certificates of Participation.

NOTE 4 LONG-TERM RECEIVABLES

Low-interest home improvement loans were made under the City’s Home Loan Program. These loans shall be due and payable in full when the borrower’s legal interest in the property, which is security for the loan, is sold, transferred, or conveyed. The outstanding principal balance at June 30, 2023 is \$2,570,592 and is included in the HOME Grant Special Revenue Fund. At June 30, 2023, the City has an allowance of \$845,014 against the outstanding interest receivable related to these loans, as the City cannot ensure the collectability of this balance.

Loans receivable consist of low interest and no interest home improvement loans made from the Community Development Block Grant Special Revenue Fund to qualified low-income homeowners. The low-interest loans are payable in monthly installments over a period of 1 to 20 years. Those loans earning no interest are payable in one lump sum at the time the property is sold or refinanced. Payments received on these loans (principal and interest) are reloaned on a revolving basis under the Home Improvements Program. The outstanding principal balance at June 30, 2023 totaled \$176,409. At June 30, 2023, the City has an allowance of \$42,179 against the outstanding interest receivable related to these loans, as the City cannot ensure the collectability of this balance.

Loans receivable consists of low-interest home improvement loans made from the CalHOME Grant Special Revenue Fund. These loans shall be due and payable in full when the borrower’s legal interest in the property, which is security for the loan, is sold, transferred, or conveyed. The outstanding principal balance at June 30, 2023 is \$1,102,130. At June 30, 2023, the City has an allowance of \$146,741 against the outstanding interest receivable related to these loans, as the City cannot ensure the collectability of this balance.

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 4 LONG-TERM RECEIVABLES (CONTINUED)

Home improvement loans to low- and moderate-income households have been made from the Housing Agency LMIHF Special Revenue Fund. These loans are payable in 10 years or when borrowers sell their property, whichever comes first. The outstanding balances, net of an \$42,209 allowance, were zero at June 30, 2023.

Loan receivable from a restaurant group, which was offered as a bridge loan for the purposes of establishing an upscale restaurant in the City was made from the Economic Sustainability Special Revenue Fund. The loan amount of \$287,050 bears interest at the rate of 3% per annum. The loan matures on the earlier of (a) 45 days after the borrower requested disbursement of the allowance in accordance with a lease agreement, (b) 45 days after the borrower has delivered all required documentation as outlined in the lease agreement, or (c) 365 days from the commencement date. All sums unpaid at maturity shall thereafter bear interest at the rate of ten percent (10%) per annum. The outstanding principal and interest balance at June 30, 2023 was \$287,050 and \$149,283, respectively. The City has an allowance against the outstanding principal and interest as the City cannot ensure the collectability of this loan.

Receivables from Successor Agency

Description	General Fund	Other Governmental Funds	Water Operations Enterprise Fund
Long-Term Loans to Finance Improvements and Operations Related to and Within the Former Redevelopment Agency's Project Areas	\$ 18,076,005	\$ -	\$ 257,027
Sales Tax Deferral Loan to Allow Former Redevelopment Agency to Meet its Debt Service Obligations	29,949,844	-	-
Loans to Make Payments to Supplemental Educational Revenue Augmentation Fund	-	1,513,398	-
Purchase of Former Redevelopment Agency's Tax Allocation Bonds, Series 2001 Treated as a Loan (See Note 15 for details)	-	-	-
Subtotal	48,025,849	1,513,398	257,027
Reserve on Long-Term Loans	(4,519,002)	-	(64,257)
Reserve on Sales Tax Deferral Loan	(29,949,844)	-	-
Total	\$ 13,557,003	\$ 1,513,398	\$ 192,770

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 5 CAPITAL AND LEASE ASSETS

Governmental Activities

Capital and leased asset activity for the year ended June 30, 2023, was as follows:

	Balance at July 1, 2022	Additions	Deletions	Transfers	Balance at June 30, 2023
Capital Assets, Not Being Depreciated:					
Land	\$ 118,908,710	\$ 1,787,654	\$ -	\$ -	\$ 120,696,364
Construction in Progress	22,684,844	18,889,636	(710)	(5,263,214)	36,310,556
Total Capital Assets, Not Being Depreciated	<u>141,593,554</u>	<u>20,677,290</u>	<u>(710)</u>	<u>(5,263,214)</u>	<u>157,006,920</u>
Capital Assets, Being Depreciated and Amortized					
Structures and Improvements	25,590,725	-	-	-	25,590,725
Furniture and Equipment	7,291,797	942,279	(304,386)	(240,089)	7,689,601
Infrastructure	247,089,714	-	-	5,263,214	252,352,928
Right to Use Asset - Equipment	111,108	-	-	-	111,108
Total Capital Assets, Being Depreciated and Amortized	<u>280,083,344</u>	<u>942,279</u>	<u>(304,386)</u>	<u>5,023,125</u>	<u>285,744,362</u>
Less Accumulated Depreciation for:					
Structures and Improvements	(13,120,992)	(555,867)	-	-	(13,676,859)
Furniture and Equipment	(5,971,704)	(239,483)	304,386	183,651	(5,723,150)
Infrastructure	(139,006,383)	(5,661,694)	-	-	(144,668,077)
Less Accumulated Amortization for:					
Right to Use Asset - Equipment	(25,485)	(25,485)	-	-	(50,970)
Total Accumulated Depreciation	<u>(158,124,564)</u>	<u>(6,482,529)</u>	<u>304,386</u>	<u>183,651</u>	<u>(164,119,056)</u>
Total Capital Assets, Being Depreciated Amortized, Net	<u>121,958,780</u>	<u>(5,540,250)</u>	<u>-</u>	<u>5,206,776</u>	<u>121,625,306</u>
Governmental Activities Capital and Leased Assets	<u>\$ 263,552,334</u>	<u>\$ 15,137,040</u>	<u>\$ (710)</u>	<u>\$ (56,438)</u>	<u>\$ 278,632,226</u>

Depreciation expense was charged to functions of the governmental activities as follows:

General Government	\$ 395,487
Public Safety	9,945
Public Works	4,879,040
Parks and Recreation	1,164,219
Community Development	8,353
Total Depreciation Expense	<u>\$ 6,457,044</u>

Amortization expense was charged to general government.

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 5 CAPITAL ASSETS (CONTINUED)

Business-Type Activities

Capital asset activity for the year ended June 30, 2023, was as follows:

	Balance at July 1, 2022	Additions	Deletions	Transfers	Balance at June 30, 2023
Capital Assets, Not Being Depreciated:					
Land	\$ 18,174,060	\$ -	\$ -	\$ -	\$ 18,174,060
Rights of Way	5,579,916	-	-	-	5,579,916
Construction in Progress	4,302,493	7,815,751	-	-	12,118,244
Total Capital Assets, Not Being Depreciated	<u>28,056,469</u>	<u>7,815,751</u>	<u>-</u>	<u>-</u>	<u>35,872,220</u>
Capital Assets, Being Depreciated:					
Structures and Improvements	5,228,051	1,904,300	-	-	7,132,351
Utility Plant in Service	21,785,673	-	-	-	21,785,673
Equipment	1,473,468	697,081	-	240,089	2,410,638
Infrastructure	17,692,287	-	-	-	17,692,287
Total Capital Assets, Being Depreciated	<u>46,179,479</u>	<u>2,601,381</u>	<u>-</u>	<u>240,089</u>	<u>49,020,949</u>
Less Accumulated Depreciation for:					
Structures and Improvements	(4,277,493)	(51,027)	-	-	(4,328,520)
Utility Plant in Service	(8,344,891)	(367,624)	-	-	(8,712,515)
Equipment	(1,055,025)	(349,389)	-	(183,651)	(1,588,065)
Infrastructure	(10,660,260)	(425,856)	-	-	(11,086,116)
Total Accumulated Depreciation	<u>(24,337,669)</u>	<u>(1,193,896)</u>	<u>-</u>	<u>(183,651)</u>	<u>(25,715,216)</u>
Total Capital Assets, Being Depreciated, Net	<u>21,841,810</u>	<u>1,407,485</u>	<u>-</u>	<u>56,438</u>	<u>23,305,733</u>
Business-Type Activities Capital Assets, Net	<u>\$ 49,898,279</u>	<u>\$ 9,223,236</u>	<u>\$ -</u>	<u>\$ 56,438</u>	<u>\$ 59,177,953</u>

Depreciation expense was charged to functions of the business-type activities as follows:

Water Operations	\$ 1,164,029
Sports Arena	1,718
Golf Course	28,149
Total Depreciation Expense	<u>\$ 1,193,896</u>

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 6 LONG-TERM LIABILITIES

Changes in long-term liabilities activity for the year ended June 30, 2023, were as follows:

	Balance at July 1, 2022	Additions	Deletions	Balance at June 30, 2023	Due Within One Year	Due in More Than One Year
Governmental Activities:						
Other Debt:						
2016 Lease Revenue Bonds	\$ 24,960,000	\$ -	\$ (995,000)	\$ 23,965,000	\$ 1,030,000	\$ 22,935,000
Bond Premium	2,278,210	-	(134,028)	2,144,182	-	2,144,182
2018 Series A Certificates of Participation	13,695,000	-	(290,000)	13,405,000	300,000	13,105,000
Bond Premium	609,565	-	(23,445)	586,120	-	586,120
Other Liabilities:						
Lease Liability	86,524		(25,205)	61,319	25,843	35,476
Compensated Absences	1,468,505	992,004	(741,228)	1,719,281	343,856	1,375,425
Claims and Judgements	2,308,000	233,100	(351,100)	2,190,000	771,000	1,419,000
Total Governmental Activities	\$ 45,405,804	\$ 1,225,104	\$ (2,560,006)	\$ 44,070,902	\$ 2,470,699	\$ 41,600,203
Business-Type Activities:						
Other Debt:						
Revenue Bonds Payable	\$ 9,305,000	\$ -	\$ (1,125,000)	\$ 8,180,000	\$ 1,190,000	\$ 6,990,000
Add (Less):						
Bond Premium	272,364	-	(39,858)	232,506	-	232,506
Subtotal Revenue Bonds Payable	9,577,364	-	(1,164,858)	8,412,506	1,190,000	7,222,506
Other Liabilities:						
Compensated Absences	288,947	156,876	(146,530)	299,293	29,929	269,364
Total Business-Type Activities	\$ 9,866,311	\$ 156,876	\$ (1,311,388)	\$ 8,711,799	\$ 1,219,929	\$ 7,491,870

Governmental Activities

Compensated Absences

The City's policies relating to compensated absences are described in Note 1L. The liability amounts of \$1,719,281 at June 30, 2023 are expected to be paid in future years from future resources. The General Fund typically has been used in prior years to liquidate the liability for compensated absences.

2016 Lease Revenue Bonds

In July of 2016, the Finance Authority issued Lease Revenue Refunding Bonds, Series 2016 (the 2016 PFA Bonds) in the aggregate principal amount of \$30,470,000. The bonds pay interest at a rate from 2.675% to 5.25% payable semiannually on March 1 and September 1, commencing on September 1, 2016. The bonds were issued to refund the City's 2009 Lease Revenue Bonds, purchase a surety bond for the reserve requirement, purchase a municipal bond insurance policy, and pay costs of issuance of the bonds.

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 6 LONG-TERM LIABILITIES (CONTINUED)

Governmental Activities (Continued)

2016 Lease Revenue Bonds (Continued)

Annual debt service for the 2016 PFA Bonds is as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 1,030,000	\$ 888,775	\$ 1,918,775
2025	1,065,000	860,550	1,925,550
2026	1,085,000	828,200	1,913,200
2027	1,130,000	783,900	1,913,900
2028	1,175,000	749,550	1,924,550
2029 - 2033	6,520,000	3,016,556	9,536,556
2033 - 2037	8,255,000	1,265,006	9,520,006
2038 - 2040	3,705,000	111,975	3,816,975
Total	<u>\$ 23,965,000</u>	<u>\$ 8,504,512</u>	<u>\$ 32,469,512</u>

2018 Series A Certificates of Participation

In August of 2018, the Pico Rivera Public Finance Authority issued Local Transportation Sales Tax Revenue Certificates of Participation, Series 2018 (2018 Series A COP), in the aggregate principal amount of \$14,695,000. The certificates of participation pay interest at a rate from 3.375% to 5.000% payable semiannually on June 1 and December 1, commencing on December 1, 2018. The proceeds from the sale of the certificates of participation will be used to finance the design, acquisition, and construction of certain local roadway and street improvement projects within the jurisdiction of the City, to purchase a debt service reserve policy, and to pay costs incurred in connection with the execution, sale, and delivery of the certificates of participation.

Annual debt service for the 2018 Series A COP is as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 300,000	\$ 531,669	\$ 831,669
2025	320,000	516,669	836,669
2026	335,000	500,669	835,669
2027	350,000	483,919	833,919
2028	370,000	466,419	836,419
2029 - 2033	2,130,000	2,037,094	4,167,094
2033 - 2037	2,670,000	1,501,106	4,171,106
2038 - 2042	3,170,000	998,725	4,168,725
2043 - 2047	3,760,000	404,075	4,164,075
Total	<u>\$ 13,405,000</u>	<u>\$ 7,440,345</u>	<u>\$ 20,845,345</u>

Business-Type Activities

Compensated Absences

The City's policies relating to compensated absences are described in Note 1L. The liability amount of \$299,293 at June 30, 2023 is expected to be paid in future years from future resources.

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 6 LONG-TERM LIABILITIES (CONTINUED)

Business-Type Activities (Continued)

Water Authority Revenue Bonds, Series 1999 A

The Water Authority issued \$17,940,000 of Revenue Bonds (Series 1999 A) dated May 1, 1999. These bonds were issued to finance the lease and improvements of the Water Operations Enterprise Fund.

The Series 1999 A bonds are due in whole or in part through May 2029 and bear interest rates ranging from 3.25% to 5.5%. Interest is payable semiannually on May 1 and November 1 of each year. The bonds are subject to optional redemption in whole or in part on any interest payment due on or after May 1, 2009, by lot, with premiums ranging from 0% to 2%.

The bond indenture requires a Water Rate Stabilization Fund to be held and maintained by the trustee for the benefit of the owners of the bonds. The Water Rate Stabilization Fund is required to have a balance of not less than \$600,000. All funds in the Water Rate Stabilization Fund are pledged to secure payment of the bonds. The balance in the Water Rate Stabilization Fund at June 30, 2023, is \$600,000.

Annual debt service for the Series 1999 A bonds is as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 1,190,000	\$ 449,900	\$ 1,639,900
2025	1,255,000	384,450	1,639,450
2026	1,320,000	315,425	1,635,425
2027	1,395,000	242,825	1,637,825
2028	1,470,000	166,100	1,636,100
2029	1,550,000	85,250	1,635,250
Total	<u>\$ 8,180,000</u>	<u>\$ 1,643,950</u>	<u>\$ 9,823,950</u>

NOTE 7 COMMITMENTS AND CONTINGENCIES

Litigation

Various claims and lawsuits are pending against the City. Although the outcome of these claims and lawsuits is not presently determinable, in the opinion of the City's management, on advice of legal counsel, it is unlikely that they will have a material adverse effect on the accompanying financial statements.

Grant Audit Contingencies

Under the terms of certain grants, periodic audits are required and certain costs may be questioned as not being appropriate expenditures under the terms of the grants. Such audits could lead to a reimbursement to the grantor agencies. City management believes disallowances, if any, will be immaterial.

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 7 COMMITMENTS AND CONTINGENCIES (CONTINUED)

Economic Development Subsidy

In order to retain the operations of a certain employer within the City, the City has entered into an economic development subsidy agreement with this employer. Under this agreement, the City is to pay the employer an amount equal to 25% of sales tax revenues generated by the employer up to a sales tax revenue threshold and 55% of sales tax revenues in excess of that threshold, payable on or before July 30 for the previous calendar years for the period from January 1, 2017 through December 31, 2027. In no event will the total payments to the employer exceed \$3,280,000 for the term of the agreement. Payment on this agreement is contingent on the employer meeting certain operating covenants and other restrictive covenants; accordingly, there has been no accrual included in these financial statements. Payments made to this employer for the year ended June 30, 2023 totaled \$272,364.

NOTE 8 DEFINED BENEFIT PENSION PLANS

The following is a summary of pension related items for the year ended June 30, 2023:

	Pension Liability	Deferred Outflows of Resources	Deferred Inflows of Resources	Pension Expense (Credit)
Miscellaneous Plan	\$ 42,732,558	\$ 11,550,349	\$ (1,774,274)	\$ 4,089,334
Council Plan	60,642	9,781	-	11,728
Total	<u>\$ 42,793,200</u>	<u>\$ 11,560,130</u>	<u>\$ (1,774,274)</u>	<u>\$ 4,101,062</u>

General Information about the Pension Plans

Plan Descriptions

CalPERS Plan

All qualified permanent and probationary employees are eligible to participate in the City's Miscellaneous Plan, which is an agent multiple-employer defined benefit pension plan administered by CalPERS, which acts as a common investment and administrative agent for its participating member employers. Benefit provisions under the plan 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 Council Retirement Enhancement Plan

The City also has available a supplemental retirement benefit plan for City Council members (Council Plan) elected on or after July 1, 2002. This plan is a single-employer defined benefit pension plan administered by the Public Agency Retirement Services (PARS), who serves as the trustee for the Council Plan. As a result of California Public Employees' Pension Reform Act (PEPRA) amendments, the City has closed this plan to any new City Council members elected or appointed on or after January 1, 2013.

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 8 DEFINED BENEFIT PENSION PLANS (CONTINUED)

General Information about the Pension Plans (Continued)

Benefits Provided

CalPERS Plan

CalPERS provides service retirement and disability benefits, annual cost of living adjustments, and death benefits to plan members who must be public employees and beneficiaries. Benefits are based on years of credited service, which is equal to one year of full-time employment.

The City has three different retirement benefit tiers based on date of hire:

- Tier I: 2.5% at 55 for employees hired on or before June 30, 2012
- Tier II: 2.0% at 60 for employees hired after June 30, 2012
- Tier III: 2.0% at 62 for all new members to CalPERS, as defined by Assembly Bill 340/PEPRA

All members are eligible for nonindustrial disability benefits after five years of service. The death benefit is one of the following: the Basic Death Benefit, the 1957 Survivor Benefit, or the Optional Settlement 2W Death Benefit. The cost of living adjustments for each plan are applied as specified by the Public Employees' Retirement Law.

The CalPERS plans provisions and benefits in effect at June 30, 2022, the measurement date, are summarized as follows:

Hire Date	Miscellaneous Plan		
	Prior to June 26, 2012	On or After June 26, 2012, Prior to January 1, 2013	On or After January 1, 2013
Benefit Formula	2.5%@55	2%@60	2%@62
Benefit Vesting Sche	5 Years of Service	5 Years of Service	5 Years of Service
Benefit Payments	Monthly for Life	Monthly for Life	Monthly for Life
Retirement Age	50 - 55	50 - 63	52 - 67
Monthly Benefits, as a Percent of			
Eligible Compensati	2.0% to 2.5%	1.092% to 2.418%	1.0% to 2.5%
Required Employee C	7.30%	7.30%	6.75%
Required Employer Contribution Rates:			
Normal Cost Rate	9.380%	11.290%	7.860%
Payment of Unfunc	\$ 3,328,789	\$ -	\$ -

City Council Retirement Enhancement Plan

The Council Plan provides a benefit equal to 4% of final compensation times benefit service, capped at 10 years of service. This plan is a single-employer defined benefit plan. Eligibility for these benefits is defined as reaching age 55 and completing five years of continuous City Council service. Employees terminating employment with the City after five years of service but prior to age 55 will receive a deferred retirement benefit to commence at age 55.

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 8 DEFINED BENEFIT PENSION PLANS (CONTINUED)

General Information about the Pension Plans (Continued)

Benefits Provided (Continued)

City Council Retirement Enhancement Plan (Continued)

The Council Plan provisions and benefits in effect at June 30, 2022, the measurement date, are summarized as follows:

	<u>Council Plan</u>
	Prior to
	<u>January 1, 2013</u>
Hire Date	4%@55
Benefit Formula	5 Years of Service
Benefit Vesting Schedule	Monthly for Life
Benefit Payments	55
Retirement Age	1.67% to 3.33%
Monthly Benefits, as a Percent of Eligible Compensation	0.0%
Required Employee Contribution Rates	33.70%
Required Employer Contribution Rates	

Employees Covered

As of the measurement date, the following employees were covered by the benefit terms for each plan:

	<u>Miscellaneous</u>	<u>Council Plan</u>
Inactive Employees or Beneficiaries		
Currently Receiving Benefits	270	5
Inactive Employees Entitled to But		
Not Yet Receiving Benefits	155	2
Active Employees	<u>142</u>	<u>1</u>
Total	<u><u>567</u></u>	<u><u>8</u></u>

Contributions

Section 20814(c) of the California Public Employees' Retirement Law requires that the employer contribution rates for all public employers are 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 Council Plan only requires employer contributions equal to an actuarially determined rate. During the fiscal year June 30, 2023, the City contributed \$4,587,084 and \$3,591 to the Miscellaneous Plan and Council Plan, respectively.

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 8 DEFINED BENEFIT PENSION PLANS (CONTINUED)

Net 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 the CalPERS plan is measured as of June 30, 2022, using an annual actuarial valuation as of June 30, 2021, rolled forward to June 30, 2022, using standard update procedures. The net pension liability of the Council Plan is measured as of June 30, 2023, using an actuarial valuation date of June 30, 2021. A summary of principal assumptions and methods used to determine the net pension liability is shown below.

Actuarial Assumptions

The total pension liabilities in the June 30, 2021 actuarial valuations were determined using the following actuarial assumptions:

	<u>Miscellaneous</u>	<u>Council Plan</u>
	June 30, 2021	June 30, 2021
	June 30, 2022	June 30, 2023
	Entry-Age	Entry-Age
	Normal Cost	Normal Cost
	Method	Method
Actuarial Assumptions:		
Discount Rate	6.90%	6.50%
Inflation	2.30%	2.50%
Projected Salary Increase	(1)	0.00%
Mortality Rate Table	(2)	(3)
Post Retirement Benefit Income	(4)	

(1) Varies by entry age and service.

(2) The mortality table used was developed based on CalPERS-specific data. The probabilities of mortality are based on the 2021 CalPERS Experience Study for the period from 2001 to 2019. Pre-retirement and Post-retirement mortality rates include generational mortality improvement using 80% of Scale MP-2020 published by the Society of Actuaries. For more details on this table, please refer to the CalPERS Experience Study and Review of Actuarial Assumptions report from November 2021 that can be found on the CalPERS website.

(3) Pre-retirement and Post-retirement: Consistent with the Non-Industrial rates used to value the Miscellaneous Agency CalPERS pension Plans after June 30, 2017.

(4) Less of contract cost-of-living adjustments up to 2.30% until Purchasing Power Protection Allowance Floor on purchasing power applies, 2.30% thereafter.

Change of Assumptions

The discount rate and long-term rate of return decreased from 7.15% to 6.90% and the inflation rate decreased from 2.50% to 2.30% from the measurement date June 30, 2021 to June 30, 2022 for the CalPERS plan.

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 8 DEFINED BENEFIT PENSION PLANS (CONTINUED)

Net Pension Liability (Continued)

Discount Rate

The discount rate used to measure the total pension liability was 6.9% for the Miscellaneous Plan and 6.5% for the Council Plan and reflects the long-term expected rate of return for each Plan net of investment expenses and without reduction for administrative expenses. The projection of cash flows used to determine the discount rate of Miscellaneous Plan 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 Miscellaneous Plan's fiduciary net position was projected to be available to make all projected future benefit payments of the current plan members. Therefore, the long-term expected rate of return on the plan investments was applied to all periods of projected benefit payments to determine the total pension liability. Additionally, the Council Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the discount rate for calculating the total pension liability is equal to the long-term expected rate of return of 6.5%.

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 (PERF) 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 single equivalent expected return that arrived at the same present value of benefits for cash flows as the one calculated using both short-term and long-term returns. The expected rate of return was then set equivalent to the single equivalent rate calculated above and adjusted to account for assumed administrative expenses.

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 8 DEFINED BENEFIT PENSION PLANS (CONTINUED)

Net Pension Liability (Continued)

Discount Rate (Continued)

The table below reflects the long-term expected real rate of return by asset class. The rate of return was calculated using the capital market assumptions applied to determine the discount rate and asset allocation. The target allocation shown was adopted by CalPERS Board of Directors effective on July 1, 2015.

<u>Asset Class (a)</u>	<u>New Strategic Allocation</u>	<u>Real Return (a) (b)</u>
Global Equity - Cap-weighted	30.00%	4.45%
Global Equity - Non-Cap-weighted	12.00%	3.84%
Private Equity	13.00%	7.28%
Treasury	5.00%	0.27%
Mortgage-backed Securities	5.00%	0.50%
Investment Grade Corporates	10.00%	1.56%
High Yield	5.00%	2.27%
Emerging Market Debt	5.00%	2.48%
Private Debt	5.00%	3.57%
Real Assets	15.00%	3.21%
Leverage	-5.00%	-0.59%
Total	<u>100.00%</u>	

(a) An expected inflation of 2.30% used for this period.

(b) Figures are based on the 2021 Asset Liability Management Study.

The actuaries of the Council Plan determined that the best-estimate range for the long-term expected rate of return is determined by adding expected inflation to expected long-term real returns and reflecting expected volatility and correlation. The capital market assumptions are per the actuary's investment consulting practice as of June 30, 2022.

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Arithmetic Real Rate of Return (a)</u>	<u>Long-Term Expected Geometric Real Rate of Return (a)</u>
U.S. Cash	5.00 %	0.51 %	0.49 %
U.S. Core Fixed Income	37.41	2.07	1.93
U.S. Broad Equity Market	44.24	5.56	3.90
Foreign Developed Equity	7.11	6.89	5.07
Emerging Markets Equity	4.47	9.58	6.18
U.S. REITs	1.77	6.96	4.74
Total	<u>100.00 %</u>		
Assumed Inflation - Mean		2.32 %	2.32 %
Assumed Inflation Standard Deviation		1.42 %	1.42 %
Portfolio Real Mean Return		4.30 %	3.70 %
Portfolio Nominal Mean Return		6.62 %	6.12 %
Portfolio Standard Deviation			10.51 %

Subsequent Events

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

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 8 DEFINED BENEFIT PENSION PLANS (CONTINUED)

Changes in the Net Pension Liability

The changes in the net pension liability for the Miscellaneous Plan are as follows:

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability (Asset)
Balance at June 30, 2021 (Measurement Date)	\$ 123,686,546	\$ 95,291,367	\$ 28,395,179
Changes in the Year:			
Service Cost	1,902,845	-	1,902,845
Interest on the Total Pension Liability	8,484,446	-	8,484,446
Differences between Expected and Actual Experience	(2,724,330)	-	(2,724,330)
Changes in Assumptions	4,188,315	-	4,188,315
Plan-to-Plan Resource Movement	-	-	-
Contribution - Employer	-	4,024,396	(4,024,396)
Contribution - Employee	-	758,203	(758,203)
Net Investment Income	-	(7,209,341)	7,209,341
Administrative Expenses	-	(59,361)	59,361
Benefit Payments, Including Refunds of Employee Contributions	(6,277,953)	(6,277,953)	-
Net Changes	<u>5,573,323</u>	<u>(8,764,056)</u>	<u>14,337,379</u>
Balance at June 30, 2022 (Measurement Date)	<u>\$ 129,259,869</u>	<u>\$ 86,527,311</u>	<u>\$ 42,732,558</u>

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 8 DEFINED BENEFIT PENSION PLANS (CONTINUED)

Changes in the Net Pension Liability (Continued)

The changes in the net pension liability for the Council Plan are as follows:

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability (Asset)
Balance at June 30, 2022 (Measurement Date)	\$ 222,887	\$ 161,224	\$ 61,663
Changes in the Year:			
Service Cost	748	-	748
Interest on the Total Pension Liability	14,076	-	14,076
Differences between Actual and Expected Experience	-	-	-
Changes in Economic/Demographic	-	-	-
Changes in Assumptions	-	-	-
Changes in Benefit Terms	-	-	-
Contribution - Employer	-	3,591	(3,591)
Contribution - Employee	-	-	-
Net Investment Income	-	13,057	(13,057)
Administrative Expenses	-	(803)	803
Benefit Payments, Including Refunds of Employee Contributions	(14,372)	(14,372)	-
Net Changes	<u>452</u>	<u>1,473</u>	<u>(1,021)</u>
Balance at June 30, 2023 (Measurement Date)	<u>\$ 223,339</u>	<u>\$ 162,697</u>	<u>\$ 60,642</u>

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

The following presents the net pension liability of the City for each pension plan, calculated using the discount rate for each plan, as well as what the City's net pension liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate:

	Miscellaneous		
	1% Decrease (5.9%)	Current Discount Rate (6.9%)	1% Increase (7.9%)
Net Pension Liability	<u>\$ 59,980,815</u>	<u>\$ 42,732,558</u>	<u>\$ 28,501,945</u>
	Council		
	1% Decrease (5.5%)	Current Discount Rate (6.5%)	1% Increase (7.5%)
Net Pension Liability	<u>\$ 81,794</u>	<u>\$ 60,642</u>	<u>\$ 42,889</u>

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 8 DEFINED BENEFIT PENSION PLANS (CONTINUED)

Changes in the Net Pension Liability (Continued)

Pension Plan Fiduciary Net Position

Detailed information about each pension plan's fiduciary net position is available in the separately issued CalPERS and PARS financial reports, respectively.

Pension Expenses and Deferred Outflows/Inflows of Resources Related to Pensions

For the year ended June 30, 2023, the City recognized pension expense of \$4,089,334 and \$11,728 for the miscellaneous and council plans, respectively. At June 30, 2023, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Pension Contributions Subsequent to Measurement Date	\$ 4,587,084	\$ -
Differences Between Expected and Actual Experience	-	(1,774,274)
Change in Assumptions	2,637,087	-
Net Differences Between Projected and Actual		
Earnings on Plan Investments	4,326,178	-
Total Miscellaneous Plan	<u>\$ 11,550,349</u>	<u>\$ (1,774,274)</u>
Differences Between Expected and Actual Experience	\$ -	\$ -
Change in Assumptions	-	-
Net Differences Between Projected and Actual		
Earnings on Plan Investments	9,781	-
Total Council Plan	<u>\$ 9,781</u>	<u>\$ -</u>

An amount of \$4,587,084 reported as deferred outflows of resources related to contributions to the miscellaneous plan subsequent to the measurement date will be recognized as a reduction of the net pension liability of the miscellaneous plan in the year ending June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

<u>Year Ending June 30,</u>	<u>Miscellaneous</u>	<u>Council</u>
2024	\$ 1,167,648	\$ 2,202
2025	989,661	859
2026	286,457	7,308
2027	2,745,225	(588)
2028	-	-
Thereafter	-	-

Payable to the Pension Plans

At June 30, 2023, the City had no outstanding amount of contributions to the pension plans required for the year ended June 30, 2023.

CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 9 DEFINED CONTRIBUTION PENSION PLANS

The City provides pension benefits for all of its part-time employees through a defined contribution plan. In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. The plan is administered by Nationwide Retirement Solutions. All part-time employees are eligible to participate from the date of employment. Federal legislation requires contributions of at least 7.5% to a retirement plan, and the City Council resolved to match the employees' contributions of 3.75%. The City's contributions for each employee (and interest earned by the accounts) are fully vested immediately.

For the year ended June 30, 2023, the City's payroll covered by the defined contribution plan was \$1,728,604. The City made employer contributions of \$64,824 (3.75% of current covered payroll), and employees contributed \$64,824 (3.75% of current covered payroll).

The City also offers its employees a deferred compensation plan created in accordance with Internal Revenue Code 457. The plan, available to all City employees, permits them to defer a portion of their salaries until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency. The plan assets are under the participants control and are principally invested in demand deposits and mutual funds and are held in a trust for the exclusive benefit of the participants and their beneficiaries. The assets are not the property of the City and, as such, are not subject to the claims of the City's general creditors. As a result, these assets are not reported in the financial statements.

NOTE 10 OTHER POSTEMPLOYMENT BENEFITS (OPEB) PLAN

General Information about the OPEB Plan

Plan Description

The City has established an agent multiple-employer Defined Benefit Postemployment Healthcare Plan (DPHP) that provides postretirement medical benefits to retirees through the California Public Employees Medical and Hospital Care Act (PEMCHA) and managed through the California Employers' Retiree Benefit Trust (CERBT). The plan provides retiree medical benefits to eligible retirees and their eligible dependents. Employees must retire directly from the City under CalPERS. Employees must also meet basic retirement requirements per CalPERS. That is, employees must be at least age 50 and have at least five years of CalPERS service or qualify for a disability retirement.

The benefits received by the retired employees vary based on the date they were hired by the City. For employees hired on or before June 30, 2012, the City pays the full premium for the retiree and his/her dependents. For employees hired after June 30, 2012, the City contributes the PEMCHA minimum. The PEMCHA minimum is updated annually by the CalPERS board. Regardless of hire date, the same benefit continues to the surviving spouse.

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 10 OTHER POSTEMPLOYMENT BENEFITS (OPEB) PLAN (CONTINUED)

General Information about the OPEB Plan (Continued)

Plan Description (Continued)

The City’s obligation to pay medical costs for retirees relates only to those medical coverage costs provided through CalPERS. The City is not obligated to pay Medicare Part B premiums for those retirees who are age 65 or above and who are enrolled in a supplemental Medicare plan. When the retiree reaches age 65, the Basic Medical Plan is required to be transferred to a supplemental Medicare plan. A separate financial report is not prepared for the plan.

Employees Covered

As of the measurement date of June 30, 2022, the following current and former employees were covered by the benefit terms under the plan:

Inactive Employees or Beneficiaries	
Currently Receiving Benefits	113
Inactive Employees or Beneficiaries Entitled to but not yet Receiving Benefits	3
Active Employees	145
Total	261

Contributions

The DPHP and its contribution requirements are established by City policy and may be amended by the City Council. The annual contribution is based on the actuarially determined contribution. For the fiscal year ended June 30, 2023, the City’s cash contributions were \$1,068,807 in cash benefit payments and \$565,000 contributions to the trust, estimated implied subsidy was \$140,000 and administrative expense paid by were \$3,451 resulting in total contributions of \$1,777,258.

Net OPEB Liability

The City’s net OPEB liability was measured as of June 30, 2022, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation dated June 30, 2021, rolled forward to June 30, 2022 using standard update procedures. A summary of the principal assumptions and methods used to determine the total OPEB liability is shown below.

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 10 OTHER POSTEMPLOYMENT BENEFITS (OPEB) PLAN (CONTINUED)

Total OPEB Liability

Actuarial Assumptions

The total OPEB liability in the June 30, 2021 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Valuation Date	June 30, 2021
Measurement Date	June 30, 2022
Actuarial Cost Method	Entry-Age Normal Cost Method
Actuarial Assumptions:	
Discount Rate	6.25%
Inflation	2.50%
Projected Salary Increase	2.75% per Annum, in Aggregate
Expected Long-Term Investment Rate of Return	6.25%
Healthcare Cost Trend Rates	6.50% Non-Medicare/5.65% Medicare (Non-Kaiser), 4.6% Medicare (Kaiser) Decreasing to 3.75% in 2076
Mortality	Derived from CalPERS 2000-2019 Experience Study

The actuarial assumptions used in the June 30, 2021, valuation were based on a standard set of assumptions the actuary has used for similar valuations, modified as appropriate for the City.

The long-term expected rate of return 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 weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

Best estimates of arithmetic real rates of return for each major asset class included in the OPEB plan's target asset allocation as of June 30, 2022, the measurement date, are summarized in the following table:

<u>Asset Class</u>	<u>New Strategic Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
CERBT:		
Global Equity	49.00 %	4.56 %
Fixed Income	23.00	1.56
TIPS	5.00	(0.08)
Commodities	3.00	1.22
REITs	20.00	4.06
Total	100.00 %	

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 10 OTHER POSTEMPLOYMENT BENEFITS (OPEB) PLAN (CONTINUED)

Total OPEB Liability (Continued)

Actuarial Assumptions (Continued)

Discount Rate

The discount rate used to measure the total OPEB liability was 6.25%. The projection of cash flows used to determine the discount rate assumed that City's contributions will be made at rates equal to the actuarially determined contribution rates. Based on those assumptions, the DPHP'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 DPHP plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

Change in Assumptions

There were no changes in assumptions in the current measurement period.

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, 2021 (Measurement Date)	\$ 22,726,294	\$ 6,284,780	\$ 16,441,514
Changes in the Year:			
Service Cost	445,755	-	445,755
Interest on the Total OPEB Liability	1,410,651	-	1,410,651
Differences Between Actual and Expected Experience	-	-	-
Changes in Assumptions	-	-	-
Changes in Benefit Terms	-	-	-
Contribution - Employer	-	2,159,703	(2,159,703)
Net Investment Income	-	(978,822)	978,822
Administrative Expenses	-	(4,268)	4,268
Benefit Payments	(1,203,248)	(1,203,248)	-
Net Changes	<u>653,158</u>	<u>(26,635)</u>	<u>679,793</u>
Balance at June 30, 2022 (Measurement Date)	<u>\$ 23,379,452</u>	<u>\$ 6,258,145</u>	<u>\$ 17,121,307</u>

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 10 OTHER POSTEMPLOYMENT BENEFITS (OPEB) PLAN (CONTINUED)

Changes in the Net OPEB Liability (Continued)

Change of Benefit Terms

There were no changes of benefit terms.

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

The following presents the net OPEB liability of the City, as well as what the City's net OPEB liability would be if it were calculated using a discount rate that is one percentage point lower (5.25%) or one percentage point higher (7.25%) than the current discount rate:

	1% Decrease (5.25%)	Discount Rate (6.25%)	1% Increase (7.25%)
Net OPEB Liability	\$ 19,963,894	\$ 17,121,307	\$ 14,743,017

Sensitivity of the Net OPEB Liability to Changes in Health-Care Cost Trend Rates

The following presents the net OPEB liability of the City, as well as what the City's net OPEB liability would be if it were calculated using healthcare cost trend rates that are one percentage point lower (5.50% Non-Medicare/4.65% Medicare (Non-Kaiser)/4.6 Medicare (Kaiser) decreasing to 2.75%) or one percentage point higher (7.5% Non-Medicare/6.65% Medicare (Non-Kaiser)/5.6% Medicare (Kaiser) decreasing to 4.75%) than the current healthcare cost trend rates:

	1% Decrease	Current Healthcare Cost Trend Rates	1% Increase
Net OPEB Liability	\$ 14,288,854	\$ 17,121,307	\$ 20,567,930

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

For the year ended June 30, 2023, the City recognized OPEB expense of \$188,988. At June 30, 2023, 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	\$ 1,777,258	\$ -
Differences Between Actual and Expected Experience	-	(4,396,817)
Change in Assumptions	-	(647,021)
Net Differences Between Projected and Actual Earnings on Plan Investments	593,412	-
Total	\$ 2,370,670	\$ (5,043,838)

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 10 OTHER POSTEMPLOYMENT BENEFITS (OPEB) PLAN (CONTINUED)

**OPEB Expense and Deferred Outflows/Inflows of Resources Related to OPEB
(Continued)**

An amount of \$1,777,258 reported as deferred outflows of resources related to contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the year ending June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized as OPEB expense as follows:

<u>Year Ending June 30,</u>	<u>Amount</u>
2024	\$ (1,213,886)
2025	(1,219,034)
2026	(892,751)
2027	(610,284)
2028	(514,471)
Thereafter	-

Payable to the OPEB Plan

At June 30, 2023, the City had no outstanding amount of contributions to the OPEB plan required for the year ended June 30, 2023.

NOTE 11 RISK MANAGEMENT

The City began its self-insured liability program with Public Risk Innovation, Solutions, and Management (PRISM) on July 1, 2017. Claims occurring prior to July 1, 2017, are fully covered by California Joint Powers Insurance Authority (CJPIA). The City is exposed to various risks of losses related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City handled those risks with the purchase of commercial insurance. The City pays an annual premium to the PRISM pool for its general liability and workers' compensation insurance coverage. For its general liability insurance, the City, through PRISM has a self-insured retention amount of \$200,000 per occurrence. General claims above \$200,000 up to \$25,000,000 are shared by the pool.

For its workers' compensation liability insurance, the City, through PRISM has a self-insured retention amount of \$250,000 per occurrence. Workers' compensation claims above \$250,000 up to statutory limits are shared by the pool. The City retains a risk of loss due to the fact that actual losses may exceed estimated claims or overage amounts. The City also maintained property coverage, pollution coverage, master crime coverage and cyber liability coverage with PRISM.

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 11 RISK MANAGEMENT (CONTINUED)

Claims, expenditures and liabilities are reported when it is probable that a loss has occurred and the amount of that loss can be reasonably estimated. At June 30, 2023, \$890,000 has been accrued for general liability claims and \$1,300,000 has been accrued for workers compensation claims. This amount represents an estimate of amounts to be paid for reported claims and incurred but not yet reported claims based upon past experience, modified for current trends, and information. While the ultimate amount of losses incurred through June 30, 2023, is dependent on future developments, based upon information from the City Attorney, the City's claims administrators, and others involved with the administration of the programs, City management believes the accrual is adequate to cover such losses.

Changes in the claims liability amount in fiscal years ended June 30, 2023 and 2022, are as follows:

Fiscal Year	Beginning of Fiscal Year Liability	Claims and Changes in Estimates	Claim Payments	End of Fiscal Year Liability
2021-2022	\$ 1,696,000	\$ 923,371	\$ (311,371)	\$ 2,308,000
2022-2023	2,308,000	233,100	(351,100)	2,190,000

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 12 GOVERNMENTAL FUND BALANCE CLASSIFICATIONS

The City's governmental fund balances at June 30, 2023, are tabulated below, followed by explanations as to the nature and purpose of each classification.

	General	Special Revenue Funds Housing Agency Section 8	Capital Projects Fund 2018 Series A COP	Other Govt. Funds	Total Govt. Funds
Other Continuing Appropriations					
Long-Term Receivables/Advances	\$ 26,749,564	\$ -	\$ -	\$ -	\$ 26,749,564
Inventories	3,825	-	-	-	3,825
Prepaid Items	147,363	-	-	-	147,363
Restricted for:					
Housing Agency	-	533,105	-	-	533,105
State Gas Tax	-	-	-	3,163,955	3,163,955
HOME	-	-	-	2,670,991	2,670,991
CalHome Grant	-	-	-	704,503	704,503
Lighting Assessment District	-	-	-	2,405,958	2,405,958
Park Development	-	-	-	4,438	4,438
Prop A	-	-	-	3,705,045	3,705,045
Prop C	-	-	-	2,555,774	2,555,774
Measure R	-	-	-	1,715,219	1,715,219
Measure M	-	-	-	493,055	493,055
Measure A	-	-	-	1	1
AQMD	-	-	-	504,055	504,055
Economic Development					
Assistance Grant	-	-	-	979,273	979,273
Image Enhancement	-	-	-	1,357,280	1,357,280
Sewer Maintenance	-	-	-	-	-
Reach Grants	-	-	-	877,739	877,739
Cable/PEG Support	-	-	-	252,862	252,862
Housing Agency LMIHF	-	-	-	2,726,708	2,726,708
Measure W	-	-	-	1,896,687	1,896,687
Paramount/Mines Landscape					
Maintenance District	-	-	-	69,957	69,957
CASp Service	47,000	-	-	-	47,000
Pension Contribution	1,288,720	-	-	-	1,288,720
Capital Improvements	-	-	5,087,499	-	5,087,499
Committed to:					
Emergency Reserve/ Economic Stabilization/ Stimulus	28,903,778	-	-	-	28,903,778
Assigned to:					
OPEB Unfunded Liability	856,070	-	-	-	856,070
Leave Liability	592,400	-	-	-	592,400
Equipment Replacement	556,020	-	-	-	556,020
Self-insured Retention	500,000	-	-	-	500,000
Bond Refinancing/Reserve	1,000,000	-	-	-	1,000,000
Capital improvements	2,000,000	-	-	13,312,296	15,312,296
Deferred Maintenance	1,000,000	-	-	-	1,000,000
Energy Efficiency	1,000,000	-	-	-	1,000,000
Economic Sustainability	1,000,000	-	-	-	1,000,000
Purchase Agreements	2,328,070	-	-	-	2,328,070
Other Continuing Appropriations	10,157,459	-	-	-	10,157,459
Unassigned	4,139,702	-	-	(1,829,920)	2,309,782
Total Fund Balances	\$ 82,269,971	\$ 533,105	\$ 5,087,499	\$ 37,565,876	\$ 125,456,451

Nonspendable Fund Balances

Long-term receivables/advances cannot be spent since they are not in spendable form.

CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 12 GOVERNMENTAL FUND BALANCE CLASSIFICATIONS (CONTINUED)

Updated Reserve Policies: Committed and Assigned Fund Balances

The City Council first adopted updated comprehensive reserve policies conforming to GASB Statement 54 on June 14, 2016. Annually, as part of the budget development process, these policies are updated and approved by the City Council.

The latest version of the policies reconfirmed a commitment for “Emergency Reserve/Economic Uncertainty Reserve” and established assignments.

Committed Fund Balances

Committed funds describe a portion of the fund balance that is constrained by limitations imposed by the City Council. The City Council imposed limitation must occur no later than the close of the reporting period (i.e., end of the fiscal year) and remains binding unless removed under the same manner. A commitment is made by City Council adoption of a resolution that states the amount and purpose of the commitment.

The City Council adopted reserve policies effective June 12, 2018, that established a commitment for emergencies/economic stabilization equal to an amount calculated as 25% of the General Fund’s annual operating revenues. On July 28, 2020, the City Council adopted revised risk-based General Fund Reserve Policies, which increased the General Fund’s commitment to emergencies/economic stabilization from 25% to 50% of the General Fund’s annual operating revenues. For the fiscal year ending June 30, 2023, this commitment is equal to \$28,903,778.

Generally, appropriations and access to these committed funds will be reserved for emergency situations. Examples of such emergencies include, but are not limited to the following:

- Reduction in revenue equal to or greater than 20% of adopted General Fund revenues in a given fiscal year.
- An unplanned major catastrophic event such as a natural disaster requiring expenditures over 10% of the General Fund-adopted appropriations in a given fiscal year.
- Unfunded and/or unpredictable state or federal legislative or judicial mandates.
- Any other unforeseen event that causes the City to expend funds in excess of 10% of General Fund-adopted appropriations in a given fiscal year.

Assigned Fund Balances

Assigned funds describe the portion of the General Fund reserves that reflect the use of resources by the City Council intended to provide a means and source of funding for various near-term and long-term needs. This policy grants authority to assign funds to the Director of Finance. Assignment of reserves may be modified by the Director of Finance as part of the annual budget process. Use of assigned funds requires formal action by the City Council to appropriate funds in the appropriate account.

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 12 GOVERNMENTAL FUND BALANCE CLASSIFICATIONS (CONTINUED)

Assigned Fund Balances (Continued)

Specifically, this reserve policy establishes assignments for the following short-term and long-term needs at the various levels specified:

- OPEB Unfunded Liability
- Leave Liability
- Equipment Replacement
- Self-Insured Retention
- Bond Refinancing/Reserve
- Capital Improvement (Unfunded/Unprogrammed)
- Deferred Maintenance
- Energy Efficiency
- Economic Sustainability

For the fiscal year ended June 30, 2023, total assignments equal \$20,990,019.

Unassigned Fund Balance

The General Fund may have net resources in excess of what is classified in one of the four previous categories (nonspendable, restricted, committed, or assigned). This amount is presented as the unassigned fund balance amount. Only the General Fund can report a positive unassigned fund balance. However, all governmental funds can report a negative unassigned fund balance.

This policy dictates that any amount of fund balance will be classified as “unassigned” after funding the emergency/economic stabilization reserve commitment plus the various assigned reserves made in accordance with the preceding section. This policy allows for “unassigned” funds and places no specific restrictions on their use. In general, the City Council could choose to utilize “unassigned” fund balance for one-time projects or uses in a given fiscal year. For the fiscal year ended June 30, 2023, the General Fund unassigned fund balance is \$4,139,702.

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 13 OTHER REQUIRED DISCLOSURES

Deficit Fund Balances or Net Position

The following funds reported deficit fund balances or net position at June 30, 2023:

Other Governmental Funds:

Community Development Block Grant Special Revenue Fund	\$	156,537
County Grants		722,827
State Grants Special Revenue Fund		219,451
Sewer Maintenance Special Revenue Fund		20,380
Transportation Development Act Special Revenue Fund		4,561
Federal Grants Special Revenue Fund		706,164

Other Enterprise Fund - Golf Course Fund	3,604,402
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Management expects to eliminate the deficits with the collection of unavailable revenues or transfers from the General Fund. The Golf Course Enterprise Fund deficit will be eliminated through a combination of right-sizing of operations, improved revenue collection, and a long-term advance from the General Fund.

Excess of Expenditures Over Appropriations

Expenditures exceeded budgeted appropriations in the following funds:

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
Major Funds:			
Housing Agency Section 8 Special Revenue Fund	\$ 6,104,088	\$ 6,147,787	\$ (43,699)
Other Governmental Funds:			
Economic Sustainability Special Revenue Fund	-	39,667	(39,667)
Image Enhancement Special Revenue Fund	365	628	(263)
Federal Grants Special Revenue Fund	2,132,731	2,135,314	(2,583)

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 14 PICO RIVERA INNOVATIVE MUNICIPAL ENERGY

The City has registered as a Community Choice Aggregator (CCA) and established Pico Rivera Innovative Municipal Energy (PRIME) for the purpose of delivering electric services to certain customers located within the City of Pico Rivera. The City entered into an administrative services agreement with California Choice Energy Authority (CCEA), for administration, energy procurement, contract negotiation, contract administration, resource planning services and other services provided to the PRIME program. This contract has a term of the longer of three years from the effective date of April 11, 2017, or the longest term of any energy contract to which the CCEA is a party on behalf of the City. Payments to CCEA for the fiscal year ended June 30, 2023 totaled \$661,852.

CCEA master "Take or Pay" agreements with different energy providers that PRIME uses to purchase energy to provide for future electric capacity for customers. PRIME enters into separate contracts with the providers and these contracts constitute an obligation of PRIME to purchase a set volume of electricity at a set price throughout the terms of the contracts.

During the fiscal year ended June 30, 2023, the total payments made by PRIME under the take or pay contracts was \$16,865,661. At June 30, 2023, the remaining take or pay contracts for PRIME is \$76,049,205 through December May 2041.

NOTE 15 SUCCESSOR AGENCY DISCLOSURES

The assets and liabilities of the former Redevelopment Agency were transferred to the Successor Agency to the City of Pico Rivera Redevelopment Agency on February 1, 2012, as a result of the dissolution of the former Redevelopment Agency.

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 15 SUCCESSOR AGENCY DISCLOSURES (CONTINUED)

The City is acting in a fiduciary capacity for the assets and liabilities. Disclosures related to these assets and liabilities are as follows:

Capital Assets

	Balance at July 1, 2022	Additions	Deletions	Balance at June 30, 2023
Capital Assets, Not Being Depreciated:				
Land	\$ 258,023	\$ -	\$ -	\$ 258,023
Total Capital Assets, Not Being Depreciated	<u>258,023</u>	<u>-</u>	<u>-</u>	<u>258,023</u>
Capital Assets, Being Depreciated:				
Structures and Improvements	162,237	-	-	162,237
Furniture and Equipment	5,110	-	-	5,110
Infrastructure	50,615	-	-	50,615
Total Capital Assets, Being Depreciated	<u>217,962</u>	<u>-</u>	<u>-</u>	<u>217,962</u>
Less Accumulated Depreciation:				
Structures and Improvements	(134,879)	(3,532)	-	(138,411)
Furniture and Equipment	(5,110)	-	-	(5,110)
Infrastructure	(20,917)	(1,233)	-	(22,150)
Total Accumulated Depreciation	<u>(160,906)</u>	<u>(4,765)</u>	<u>-</u>	<u>(165,671)</u>
Total Capital Assets, Being Depreciated, Net	<u>57,056</u>	<u>(4,765)</u>	<u>-</u>	<u>52,291</u>
Successor Agency Activities, Capital Assets, Net	<u>\$ 315,079</u>	<u>\$ (4,765)</u>	<u>\$ -</u>	<u>\$ 310,314</u>

Loans Receivable

Two low-interest loans were issued by the former Redevelopment Agency for a commercial rehabilitation project. The loans bear interest rates from 1% to 3% and payments on these loans are to begin in 10-26 years from the date of the loan. The amount of the loans outstanding at June 30, 2023 is \$322,627.

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 15 SUCCESSOR AGENCY DISCLOSURES (CONTINUED)

Payable to the City of Pico Rivera

The City had an agreement with the former Redevelopment Agency providing for the advance of funds to finance improvements and operations relating to and within the former Redevelopment Agency's project areas. The former Redevelopment Agency had been accruing interest on the original advances at a rate of 12% per annum, which were adjusted retroactively to 7% in fiscal year 2011-12. In fiscal year 2012-13, the Department of Finance ruled that the rate for which interest was accrued on advances to former redevelopment agencies could not exceed effective LAIF rates. Therefore, the City retroactively recalculated interest using existing LAIF rates. As a result, the balance of the advance was written down by \$3,916,128 during fiscal year 2012-13. At June 30, 2023, the net advance balance was \$18,076,005, which included accrued interest of \$8,913,435 and a 25% reserve against this balance totaling \$4,519,002 due to the estimated collectability by the General Fund as a result of the winding down of the affairs of the former Redevelopment Agency.

Sales Tax Loan from the City of Pico Rivera

The City and former Redevelopment Agency entered into an agreement whereby the City will defer its portion of sales tax revenues (City Deferrals) generated within the project area and advance the monies to the former Redevelopment Agency to allow the former Redevelopment Agency to meet its debt service obligations. The former Redevelopment Agency had been accruing interest on the original deferrals at a rate of 7%. In fiscal year 2012-13, the Department of Finance ruled that the rate for which interest was accrued on advances to the former Redevelopment Agencies could not exceed effective LAIF rates. Therefore, the City retroactively recalculated interest using existing LAIF rates. As a result, the balance of the advance was written down by \$6,463,413 during fiscal year 2012-13. At June 30, 2023, the balance of the City Deferrals including interest was \$29,949,844.

In previous years, the sales tax loan from the City was reported as a commitment with the interest rate and outstanding balance described in the footnotes, but the sales tax loan was not recorded as a liability in the financial statements due to uncertainty as to the City's intent to enforce collection. In March 2011, the City Council took action and approved a resolution acknowledging the receivable owed by the former Redevelopment Agency and affirming the City's willingness to enforce collection of the amount. Accordingly, the liability of \$29,949,844 has been recorded in the statement of fiduciary net position. Under the terms of the agreement, payments are to be made by the Successor Agency to the City to the extent money is available. Due to the payment terms, the long-term nature of the loan, and management's expectation that repayment will not begin for some time, the City has fully reserved against the receivable on the statement of net position.

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 15 SUCCESSOR AGENCY DISCLOSURES (CONTINUED)

Payable to the City of Pico Rivera (Continued)

Sales Tax Loan from the City of Pico Rivera (Continued)

AB 1484 specifies the actions to be taken and the method of repayment for advances and loans between the Successor Agency, the City, and the Water Authority. Upon application and approval by the Successor Agency and the oversight board, loan agreements (advances) entered into by the former Redevelopment Agency and the City shall be deemed to be enforceable obligations provided that the oversight board makes a finding that the advances were for legitimate redevelopment purposes.

The advances are to be repaid with a defined schedule over a reasonable term of years at an interest rate not to exceed the interest rate earned by the funds deposited into LAIF. The annual advance repayments are subject to certain limitations, including the requirement that 20% of all advance repayments are to be transferred to the Housing Agency Low and Moderate Income Housing Special Revenue Fund to fund Housing Successor Agency activity. Additionally, repayments are subject to a formula distribution and have a lower priority for repayment as described in AB 1484 (Health and Safety Code Section 34191.4(2)(A)).

Management believes, in consultation with legal counsel, that the obligations of the Dissolved RDA due to the City are valid enforceable obligations payable by the Successor Agency under the requirements of the Dissolution Act and AB 1484. The City's position on this issue is not a position of settled law, and there is considerable legal uncertainty regarding this issue. It is reasonably possible that a legal determination may be made at a later date by an appropriate judicial authority that would not be in favor of the City.

Payable to the Pico Rivera Housing Assistance Agency

Prior to dissolution, the former Redevelopment Agency had borrowed low- and moderate-income housing set-aside funds to make the payments to the Supplemental Education Revenue Augmentation Fund in accordance with the State of California mandate. These loans are to be repaid to the Redevelopment Agency in its capacity as the Successor Agency. Total outstanding balance at June 30, 2023 was \$1,513,398.

Although the repayment terms on these loans were due in a previous period, the City does not expect the Successor Agency to the former Redevelopment Agency to have enough residual for payment of these obligations in the near future, and therefore, this liability is considered long-term. Repayment funding availability is calculated by the Los Angeles County Auditor-Controller's office twice a year and will be requested when substantial funds are available for the repayment of these loans.

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 15 SUCCESSOR AGENCY DISCLOSURES (CONTINUED)

Payable to the Pico Rivera Water Authority

The Water Authority had an agreement with the former Redevelopment Agency dated January 15, 1990, providing for the advance of funds to finance improvements relating to and within the former Redevelopment Agency's project areas. Interest had been accrued on these advances at a rate of 7%. In fiscal year 2012-13, the Department of Finance ruled that the rate for which interest was accrued on advance to former Redevelopment Agency could not exceed effective LAIF rates. Therefore, interest has been retroactively recalculated using LAIF rates. As a result, the balance of the advance was written down by \$89,272 during fiscal year 2012-13. At June 30, 2023, the net advance balance was \$257,027, which includes accrued interest of \$127,027 and a 25% reserve against this balance totaling \$64,257 due to the estimated collectability by the Water A as a result of the winding down of the affairs of the former Redevelopment Agency.

Tax Allocation Refunding Bonds

On December 16, 2021, the Successor Agency issued Tax Allocation Refunding Bonds, Series 2021 (the 2021 SA TARBs), in the aggregate principal amount of \$13,470,000. These bonds were issued to refinance the 2001 Successor Agency's Tax Allocation Refunding Bonds, Series 2001 (2001 SA TARBs).

The 2021 SA TARBs pay interest at a rate of 1.5% payable semiannually on June 1 and December 1, commencing on June 1, 2022. Annual debt service for the 2021 SA TARBs is as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 3,615,000	\$ 123,254	\$ 3,738,254
2025	3,720,000	67,874	3,787,874
2026	2,635,000	19,895	2,654,895
Total	<u>\$ 9,970,000</u>	<u>\$ 211,023</u>	<u>\$ 10,181,023</u>

Payable to the County of Los Angeles

The former Redevelopment Agency and County entered into an agreement whereby the County will defer its share of tax increment (County Deferral) generated within the project area and remit it to the Successor Agency to meet the former Redevelopment Agency's debt service obligations. The County Deferral accrues simple interest equal to 5% of the current year's annual deferral amount. The County Deferral is to be repaid with the excess of property tax revenues received by the Successor Agency in excess of its debt payment requirements. The County Deferral is recorded as revenue when received. At June 30, 2023, the balance of the County Deferral including interest was \$43,978,603. There is no fixed payment schedule for the repayment of the County Deferral.

Additionally, at June 30, 2023 the Successor Agency also has a payable to the County of Los Angeles for the gross proceeds received on the sale of land totaling \$1,960,911.

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REQUIRED SUPPLEMENTARY INFORMATION

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CITY OF PICO RIVERA, CALIFORNIA
SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS
MISCELLANEOUS PLAN
LAST TEN FISCAL YEARS*

	2023	2022	2021	2020	2019	2018	2017	2016	2015
	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
Measurement Period:									
Total Pension Liability:									
Service Cost	\$ 1,902,845	\$ 1,825,934	\$ 1,776,130	\$ 1,749,749	\$ 1,668,403	\$ 1,660,852	\$ 1,410,606	\$ 1,411,834	\$ 1,447,138
Interest on Total Pension Liability	8,484,446	8,390,682	8,115,666	7,844,359	7,428,615	7,124,315	6,980,849	6,826,754	6,624,512
Differences Between Expected and Actual Experience	(2,724,330)	(227,395)	(96,456)	2,207,380	1,411,957	(1,258,219)	(1,495,731)	(845,358)	-
Changes in Assumptions	4,188,315	-	-	-	(828,380)	5,943,062	-	(1,681,626)	-
Changes in Benefits	-	-	-	-	-	-	-	-	-
Benefit Payments, Including Refunds of Employee Contributions	(6,277,953)	(5,938,611)	(5,747,216)	(5,685,436)	(5,375,555)	(4,857,602)	(4,769,549)	(4,686,299)	(4,544,162)
Net Change in Total Pension Liability	5,573,323	4,050,610	4,048,124	6,116,052	4,305,040	8,612,408	2,126,175	1,025,305	3,527,488
Total Pension Liability - Beginning of Year	123,686,546	119,635,936	115,587,812	109,471,760	105,166,720	96,554,312	94,428,137	93,402,832	89,875,344
Total Pension Liability - End of Year (a)	\$ 129,259,869	\$ 123,686,546	\$ 119,635,936	\$ 115,587,812	\$ 109,471,760	\$ 105,166,720	\$ 96,554,312	\$ 94,428,137	\$ 93,402,832
Plan Fiduciary Net Position:									
Plan-to-Plan Resource Movement	\$ -	\$ -	\$ -	\$ -	\$ (171)	\$ -	\$ -	\$ 12	\$ -
Contributions - Employer	4,024,396	3,785,703	3,510,945	3,152,902	2,902,032	2,552,475	2,352,483	2,240,763	2,552,214
Contributions - Employee	758,203	773,207	824,722	817,187	838,924	741,941	681,785	716,687	671,298
Net Investment Income	(7,209,341)	17,874,219	3,795,360	4,813,665	5,870,873	7,274,632	328,225	1,459,065	10,012,754
Administrative Expenses	(59,361)	(78,792)	(107,987)	(52,319)	(314,561)	(94,514)	(39,896)	(73,643)	-
Benefit Payments	(6,277,953)	(5,938,611)	(5,747,216)	(5,685,436)	(5,375,555)	(4,857,602)	(4,769,549)	(4,686,299)	(4,544,162)
Net Change in Plan Fiduciary Net Position	(8,764,056)	16,415,726	2,275,824	3,045,999	3,921,542	5,616,932	(1,446,952)	(343,415)	8,692,104
Plan Fiduciary Net Position - Beginning of Year	95,291,367	78,875,641	76,599,817	73,553,818	69,632,276	64,015,344	65,462,296	65,805,711	57,113,607
Plan Fiduciary Net Position - End of Year (b)	\$ 86,527,311	\$ 95,291,367	\$ 78,875,641	\$ 76,599,817	\$ 73,553,818	\$ 69,632,276	\$ 64,015,344	\$ 65,462,296	\$ 65,805,711
Net Pension Liability - Ending (a)-(b)	\$ 42,732,558	\$ 28,395,179	\$ 40,760,295	\$ 38,987,995	\$ 35,917,942	\$ 35,534,444	\$ 32,538,968	\$ 28,965,841	\$ 27,597,121
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	66.94%	77.04%	65.93%	66.27%	67.19%	66.21%	66.30%	69.32%	70.45%
Covered Payroll	\$ 12,290,342	\$ 11,613,022	\$ 11,103,243	\$ 10,774,630	\$ 9,958,832	\$ 9,605,299	\$ 8,817,942	\$ 8,675,393	\$ 8,586,318
Net Pension Liability as Percentage of Covered Payroll	347.69%	244.51%	367.10%	361.85%	360.66%	369.95%	369.01%	333.89%	321.41%

NOTES TO SCHEDULE

Benefit Changes:

There were no changes in benefits.

Changes in Assumptions:

From Fiscal Year June 30, 2015 to June 30, 2016:

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

From Fiscal Year June 30, 2016 to June 30, 2017:

There were no changes in assumptions.

From Fiscal Year June 30, 2017 to June 30, 2018:

The accounting discount rate reduced from 7.65% to 7.15%

From Fiscal Year June 30, 2018 to June 30, 2019:

Demographic assumptions and inflation rate were changed in accordance with CalPERS Experience Study and Review of Actuarial Assumptions December 2017

From Fiscal Year June 30, 2019 to June 30, 2020:

There were no changes in assumptions.

From Fiscal Year June 30, 2020 to June 30, 2021:

There were no changes in assumptions.

From Fiscal Year June 30, 2021 to June 30, 2022:

There were no changes in assumptions.

From Fiscal Year June 30, 2022 to June 30, 2023:

The discount rate and long-term rate of return decreased from 7.15% to 6.90% and the inflation rate decreased from 2.5% to 2.3%

* Fiscal year 2015 was the first year of implementation; therefore, only nine years are shown.

See accompanying Note to Required Supplementary Information.

**CITY OF PICO RIVERA, CALIFORNIA
SCHEDULE OF CONTRIBUTIONS
MISCELLANEOUS PLAN
LAST TEN FISCAL YEARS***

	2023	2022	2021	2020	2019	2018	2017	2016	2015
Actuarially Determined Contribution	\$ 4,587,084	\$ 4,115,660	\$ 3,510,945	\$ 3,511,156	\$ 3,152,687	\$ 2,902,032	\$ 2,552,475	\$ 2,352,483	\$ 2,240,763
Contributions in Relation to the Actuarially Determined Contributions	<u>(4,587,084)</u>	<u>(4,115,660)</u>	<u>(3,510,945)</u>	<u>(3,511,156)</u>	<u>(3,152,687)</u>	<u>(2,902,032)</u>	<u>(2,552,475)</u>	<u>(2,352,483)</u>	<u>(2,240,763)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered Payroll	\$ 14,458,762	\$ 12,290,342	\$ 11,613,022	\$ 11,103,243	\$ 10,774,630	\$ 9,958,832	\$ 9,605,299	\$ 8,817,942	\$ 8,675,393
Contributions as a Percentage of Covered Payroll	31.73%	33.49%	30.23%	31.62%	29.26%	29.14%	26.57%	26.68%	25.83%
Notes to Schedule:									
Valuation Date	6/30/2020	6/30/2019	6/30/2018	6/30/2017	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 (1)	Entry age (1)	Entry age (1)	Entry age (1)	Entry age (1)	Entry age (1)	Entry age (1)	Entry age (1)	Entry age (1)
Amortization Method	Market Value	Market Value	Market Value	Market Value	Market Value	Market Value	Market Value	Market Value	Market Value
Asset Valuation Method	2.75%	2.75%	2.75%	2.75%	2.50%	2.75%	2.75%	2.75%	2.75%
Inflation	(2)	(2)	(2)	(2)	(2)	(2)	(2)	(2)	(2)
Salary Increases	7.10% (3)	7.375% (3)	7.375% (3)	7.375% (3)	7.15% (3)	7.375% (3)	7.50% (3)	7.50% (3)	7.50% (3)
Investment Rate of Return	(4)	(4)	(4)	(4)	(4)	(4)	(4)	(4)	(4)
Retirement Age	(5)	(5)	(5)	(5)	(5)	(5)	(5)	(5)	(5)
Mortality									

(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) 2.5% at 55 and 2% at 60 retirement age from 50-67, 2% at 62 retirement age 52-67.

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

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

See accompanying Note to Required Supplementary Information.

CITY OF PICO RIVERA, CALIFORNIA
SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS
COUNCIL PLAN
LAST TEN FISCAL YEARS*

	2023	2022	2021	2020	2019	2018	2017	2016	2015
Measurement Period:	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015
Total Pension Liability:									
Service Cost	\$ 748	\$ 748	\$ 2,351	\$ 2,283	\$ 6,794	\$ 6,533	\$ 6,809	\$ 6,547	\$ 6,329
Interest on Total Pension Liability	14,076	14,044	12,821	11,252	11,243	11,848	11,642	11,117	10,751
Differences Between Expected and Actual Experience	-	-	-	-	-	-	-	(9,032)	-
Changes in Economic/Demographic Assumptions	-	-	22,057	22,367	-	(16,557)	-	-	-
Benefit Payments, Including Refunds of Employee Contributions	(14,372)	(14,214)	(14,492)	(14,412)	(12,399)	(10,426)	(10,426)	(10,426)	(10,426)
Net Change in Total Pension Liability	452	578	20,276	24,113	5,638	(8,602)	16,251	5,595	6,654
Total Pension Liability - Beginning of Year	222,887	222,309	202,033	177,920	172,282	180,884	164,633	159,038	152,384
Total Pension Liability - End of Year (a)	223,339	222,887	222,309	202,033	177,920	172,282	180,884	164,633	159,038
Plan Fiduciary Net Position:									
Contributions - Employer	3,591	3,591	7,183	10,774	14,227	18,648	17,266	18,647	17,957
Contributions - Employee	-	-	-	-	-	-	-	-	-
Net Investment Income	13,057	(26,881)	42,720	3,916	9,833	10,214	13,784	83	2,392
Administrative Expenses	(803)	(959)	(925)	(834)	(808)	(762)	(655)	(575)	(540)
Benefit Payments	(14,372)	(14,214)	(14,492)	(14,412)	(12,399)	(10,426)	(10,426)	(10,426)	(10,426)
Net Change in Plan Fiduciary Net Position	1,473	(38,463)	34,486	(566)	10,853	17,674	19,969	7,729	9,383
Plan Fiduciary Net Position - Beginning of Year	161,224	199,687	165,201	165,757	154,904	137,230	117,261	109,532	100,149
Plan Fiduciary Net Position - End of Year (b)	162,697	161,224	199,687	165,201	165,757	154,904	137,230	117,261	109,532
Net Pension Liability - Ending (a)-(b)	\$ 60,642	\$ 61,663	\$ 22,622	\$ 36,832	\$ 12,163	\$ 17,378	\$ 43,654	\$ 47,372	\$ 49,506
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	72.85%	72.33%	89.82%	81.77%	93.16%	89.91%	75.87%	71.23%	68.87%
Covered Payroll	\$ 10,655	\$ 10,655	\$ 9,865	\$ 32,924	\$ 39,460	\$ 55,406	\$ 57,622	\$ 55,406	\$ 57,622
Net Pension Liability as Percentage of Covered Payroll	569.14%	578.72%	229.32%	111.87%	30.82%	31.36%	75.76%	85.50%	85.92%

NOTES TO SCHEDULE

Benefit Changes:

There were no changes in benefits.

Changes in Assumptions:

The June 30, 2015, valuation reflected assumption changes (mortality, disability, and inflation) consistent with the 2014 CalPERS Experience Study.

* Fiscal year 2015 was the first year of implementation; therefore, only nine years are shown.

See accompanying Note to Required Supplementary Information.

**CITY OF PICO RIVERA, CALIFORNIA
SCHEDULE OF CONTRIBUTIONS
COUNCIL PLAN
LAST TEN FISCAL YEARS***

	2023	2022	2021	2020	2019	2018	2017	2016	2015
Actuarially Determined Contribution	\$ 7,715	\$ 7,715	\$ 7,715	\$ 9,938	\$ 17,226	\$ 17,900	\$ 18,616	\$ 17,266	\$ 17,957
Contributions in Relation to the Actuarially Determined Contributions	(3,591)	(3,591)	(7,183)	(10,774)	(14,227)	(18,648)	(17,266)	(18,647)	(17,957)
Contribution Deficiency (Excess)	\$ 4,124	\$ 4,124	\$ 532	\$ (836)	\$ 2,999	\$ (748)	\$ 1,350	\$ (1,381)	\$ -
Covered Payroll	\$ 10,655	\$ 10,655	\$ 9,865	\$ 32,924	\$ 39,460	\$ 55,406	\$ 57,622	\$ 55,406	\$ 57,622
Contributions as a Percentage of Covered Payroll	33.70%	33.70%	72.81%	32.72%	36.05%	33.66%	29.96%	33.66%	31.16%
Notes to Schedule:									
Valuation Date	6/30/2022	6/30/2021	6/30/2019	6/30/2019	6/30/2017	6/30/2017	7/1/2015	7/1/2015	6/30/2013
Methods and Assumptions Used to Determine Contribution Rates:									
Single Employer Plan	Entry Age Normal	Entry Age Normal	Entry Age Normal	Entry Age Normal	Entry Age Normal	Entry Age Normal	Entry Age Normal	Entry Age Normal	Entry Age Normal
Amortization Method	Level Dollar, Closed Period	Level Dollar, Closed Period	Level Dollar, Closed Period	Level Dollar, Closed Period	Level Dollar, Closed Period	Level Dollar, Closed Period	Level Dollar, Closed Period	Level Dollar, Closed Period	Level Dollar, Closed Period
Remaining Amortization Period	3-Year Fixed	3-Year Fixed	3-Year Fixed	3-Year Fixed	5-Year Fixed	5-Year Fixed	7-Year Fixed	7-Year Fixed	9-Year Fixed
Asset Valuation Method	Market	Market	Market	Market	Market	Market	Market	Market	Market
Inflation	2.50%	2.50%	2.50%	2.50%	2.75%	2.75%	2.75%	2.75%	3.00%
Salary Increases	0.00%	0.00%	3.00%	3.00%	4.00%	4.00%	4.00%	4.00%	4.00%
Investment Rate of Return	6.50%	6.50%	6.50%	6.50%	6.50%	6.50%	6.50%	7.00%	7.00%
Retirement Age	55 Years	55 Years	55 Years	55 Years	55 Years	55 Years	55 Years	55 Years	55 Years
Mortality	(1)	(1)	(1)	(1)	(1)	(1)	(1)	(1)	(1)

(1) Pre-Retirement: Consistent with the nonindustrial rates used to value the CalPERS Miscellaneous Public Agency Pension Plans after June 30, 2017.

* Fiscal year 2015 was the first year of implementation; therefore, only nine years are shown.

See accompanying Note to Required Supplementary Information.

CITY OF PICO RIVERA, CALIFORNIA
SCHEDULE OF CHANGES IN THE NET OPEB LIABILITY AND RELATED RATIOS
LAST TEN FISCAL YEARS*

Fiscal Year-End	2023	2022	2021	2020	2019	2018
Measurement Date	6/30/2022	6/30/2021	6/30/2020	6/30/2019	6/30/2018	6/30/2017
Total OPEB Liability:						
Service Cost	\$ 445,755	\$ 568,492	\$ 585,937	\$ 605,152	\$ 614,912	\$ 597,000
Interest on Total OPEB Liability	1,410,651	1,832,841	1,790,952	1,873,005	1,792,862	1,717,000
Differences Between Expected and Actual Experience	-	(5,246,807)	-	(2,149,380)	-	-
Changes in Assumptions	-	(412,400)	(495,461)	(269,581)	-	-
Benefit Payments	(1,203,248)	(1,201,078)	(1,285,726)	(1,225,426)	(1,196,000)	(1,212,000)
Net Change in Total OPEB Liability	653,158	(4,458,952)	595,702	(1,166,230)	1,211,774	1,102,000
Total OPEB Liability - Beginning of Year	22,726,294	27,185,246	26,589,544	27,755,774	26,544,000	25,442,000
Total OPEB Liability - End of Year (a)	23,379,452	22,726,294	27,185,246	26,589,544	27,755,774	26,544,000
Plan Fiduciary Net Position:						
Contributions - Employer	2,159,703	1,203,599	1,288,526	1,227,833	1,199,000	5,212,000
Net Investment Income	(978,822)	1,356,239	168,441	277,177	331,815	165,000
Administrative Expenses	(4,268)	(4,388)	(5,129)	(3,369)	(10,734)	(1,000)
Benefit Payments	(1,203,248)	(1,201,078)	(1,285,726)	(1,225,426)	(1,196,000)	(1,212,000)
Net Change in Plan Fiduciary Net Position	(26,635)	1,354,372	166,112	276,215	324,081	4,164,000
Plan Fiduciary Net Position - Beginning of Year	6,284,780	4,930,408	4,764,296	4,488,081	4,164,000	-
Plan Fiduciary Net Position - End of Year (b)	6,258,145	6,284,780	4,930,408	4,764,296	4,488,081	4,164,000
Net OPEB Liability - Ending (a)-(b)	\$ 17,121,307	\$ 16,441,514	\$ 22,254,838	\$ 21,825,248	\$ 23,267,693	\$ 22,380,000
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	26.77%	27.65%	18.14%	17.92%	16.17%	15.69%
Covered - Employee Payroll	\$ 12,284,836	\$ 12,992,596	\$ 12,474,643	\$ 12,334,638	\$ 10,314,000	\$ 9,770,000
Net OPEB Liability as Percentage of Covered - Employee Payroll	139.37%	126.55%	178.40%	176.94%	225.59%	229.07%

NOTES TO SCHEDULE

Benefit Changes:

There were no changes in benefits.

Changes in Assumptions:

From fiscal year June 30, 2017 to June 30, 2018:

There were no changes in assumptions.

From fiscal year June 30, 2018 to June 30, 2019:

There were no changes in assumptions.

From fiscal year June 30, 2019 to June 30, 2020:

Demographic assumptions were updated to CalPERS 1997-2015 Experience Study.

Mortality improvement scale was updated to Scale MP-2019

From fiscal year June 30, 2020 to June 30, 2021:

ACA excise tax removed

From fiscal year June 30, 2021 to June 30, 2022:

Discount rate was updated based on newer capital market assumptions and inflation rate decreased 25 basis point

Demographic assumptions were updated to CalPERS 2000-2019 Experience Study.

Medical trend rate decreased for Kaiser Senior Advantage and Medicare Advantage age-related claims removed

Mortality improvement scale was updated to Scale MP-2021

From fiscal year June 30, 2022 to June 30, 2023:

There were no changes in assumptions.

* Fiscal year 2018 was the first year of implementation; therefore, only six years are shown.

See accompanying Note to Required Supplementary Information.

**CITY OF PICO RIVERA, CALIFORNIA
SCHEDULE OF CONTRIBUTIONS – OPEB PLAN
LAST TEN FISCAL YEARS***

	2023	2022	2021	2020	2019	2018
Actuarially Determined Contribution	\$ 1,766,000	\$ 3,135,000	\$ 3,065,000	\$ 2,790,000	\$ 2,739,000	\$ 2,688,000
Contributions in Relation to the Actuarially Determined Contributions	<u>(1,777,258)</u>	<u>(2,159,703)</u>	<u>(1,203,599)</u>	<u>(1,288,526)</u>	<u>(1,227,833)</u>	<u>(1,199,000)</u>
Contribution Deficiency (Excess)	<u>\$ (11,258)</u>	<u>\$ 975,297</u>	<u>\$ 1,861,401</u>	<u>\$ 1,501,474</u>	<u>\$ 1,511,167</u>	<u>\$ 1,489,000</u>
Covered - Employee Payroll	\$ 14,315,004	\$ 12,284,836	\$ 12,992,596	\$ 12,474,643	\$ 12,334,638	\$ 10,314,000
Contributions as a Percentage of Covered - Employee Payroll	12.42%	17.58%	9.26%	10.33%	9.95%	11.62%
Notes to Schedule:						
Valuation Date	6/30/2021	6/30/2021	6/30/2019	6/30/2019	6/30/2017	6/30/2017
Methods and Assumptions Used to Determine Contribution Rates:						
Agent Multiple Employer Plan	Entry Age					
Amortization Method	Level Percentage of Payroll, Closed					
Asset Valuation Method	Investment Gains and Losses Spread Over 5-Year Rolling Period					
Inflation	2.75%	2.75%	2.75%	2.75%	2.75%	2.75%
Medical Trend	Non-Medicare - 6.5% Decreasing to 3.75%		Non-Medicare - 7.25% Decreasing to 4.0%		Non-Medicare - 7.25% Decreasing to 4.0%	
	Medicare (Non-Kaiser) - 5.65% Decreasing to 4.0%		Medicare - 6.3% Decreasing to 4.0%		Medicare - 6.3% Decreasing to 4.0%	
	Medicare (Kaiser) - 4.6% Decreasing to 4.0%					
Investment Rate of Return	6.25%	6.25%	6.75%	6.75%	6.75%	6.75%
Mortality	CalPERS 2000-2019 Experience Study		CalPERS 1997-2015 Experience Study		CalPERS 1997-2015 Experience Study	

* Fiscal year 2018 was the first year of implementation; therefore, only five years are shown.

See accompanying Note to Required Supplementary Information.

**CITY OF PICO RIVERA, CALIFORNIA
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
YEAR ENDED JUNE 30, 2023**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes and Assessments	\$ 42,345,046	\$ 42,358,146	\$ 44,582,928	\$ 2,224,782
Licenses and Permits	3,630,246	3,810,246	5,776,946	1,966,700
Intergovernmental	710,658	710,658	261,178	(449,480)
Charges for Services	1,430,126	1,430,126	1,561,583	131,457
Fines, Forfeitures, and Penalties	1,314,076	1,314,076	1,171,765	(142,311)
Investment and Rental	242,590	242,590	1,023,396	780,806
Miscellaneous	335,416	519,496	2,117,855	1,598,359
Total Revenues	<u>50,008,158</u>	<u>50,385,338</u>	<u>56,495,651</u>	<u>6,110,313</u>
EXPENDITURES				
Current:				
General Government	11,096,933	12,765,090	10,960,163	1,804,927
Public Safety	12,854,647	13,398,518	12,651,644	746,874
Public Works	9,947,234	11,368,880	10,051,681	1,317,199
Parks and Recreation	6,289,561	6,957,823	5,880,692	1,077,131
Community Development	7,511,108	9,635,436	5,988,525	3,646,911
Capital Outlay	-	-	364,171	(364,171)
Debt Service:				
Principal	995,000	995,000	995,000	-
Interest and Fiscal Charges	926,250	926,250	926,250	-
Lease Principal	-	-	25,205	(25,205)
Lease Interest	-	-	1,876	(1,876)
Total Expenditures	<u>49,620,733</u>	<u>56,046,997</u>	<u>47,845,207</u>	<u>8,201,790</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>387,425</u>	<u>(5,661,659)</u>	<u>8,650,444</u>	<u>14,312,103</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	1,825,300	2,114,797	1,847,348	(267,449)
Transfers Out	(2,212,695)	(2,378,608)	(2,378,608)	-
Proceeds from Bond Issuance	-	-	928,625	928,625
Total Other Financing Sources (Uses)	<u>(387,395)</u>	<u>(263,811)</u>	<u>397,365</u>	<u>661,176</u>
NET CHANGE IN FUND BALANCE	30	(5,925,470)	9,047,809	14,973,279
Fund Balance - Beginning of Year	<u>73,222,162</u>	<u>73,222,162</u>	<u>73,222,162</u>	<u>-</u>
FUND BALANCE - END OF YEAR	<u><u>\$ 73,222,192</u></u>	<u><u>\$ 67,296,692</u></u>	<u><u>\$ 82,269,971</u></u>	<u><u>\$ 14,973,279</u></u>

See accompanying Note to Required Supplementary Information.

**CITY OF PICO RIVERA, CALIFORNIA
BUDGETARY COMPARISON SCHEDULE
HOUSING AGENCY SECTION 8 SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2023**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Intergovernmental	\$ 5,191,400	\$ 5,191,400	\$ 6,172,837	\$ 981,437
Investment and Rental	-	-	446	446
Miscellaneous	22,272	22,272	32,558	10,286
Total Revenues	<u>5,213,672</u>	<u>5,213,672</u>	<u>6,205,841</u>	<u>992,169</u>
EXPENDITURES				
Current:				
Health and Welfare	<u>6,062,675</u>	<u>6,104,088</u>	<u>6,147,787</u>	<u>(43,699)</u>
NET CHANGE IN FUND BALANCE	(849,003)	(890,416)	58,054	948,470
Fund Balance - Beginning of Year	<u>475,051</u>	<u>475,051</u>	<u>475,051</u>	<u>-</u>
FUND BALANCE - END OF YEAR	<u><u>\$ (373,952)</u></u>	<u><u>\$ (415,365)</u></u>	<u><u>\$ 533,105</u></u>	<u><u>\$ 948,470</u></u>

See accompanying Note to Required Supplementary Information.

**CITY OF PICO RIVERA, CALIFORNIA
 BUDGETARY COMPARISON SCHEDULE
 AMERICAN RESCUE PLAN SPECIAL REVENUE FUND
 YEAR ENDED JUNE 30, 2023**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
OTHER FINANCING SOURCES (USES)				
Transfers Out	\$ (770,391)	\$ (770,391)	\$ -	\$ 770,391
Fund Balance - Beginning of Year	-	-	-	-
FUND BALANCE - END OF YEAR	<u>\$ (770,391)</u>	<u>\$ (770,391)</u>	<u>\$ -</u>	<u>\$ 770,391</u>

See accompanying Note to Required Supplementary Information.

CITY OF PICO RIVERA, CALIFORNIA
NOTE TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2023

NOTE 1 BUDGETARY CONTROL AND ACCOUNTING

The City of Pico Rivera (the City) adopts annual budgets for governmental funds on a basis that is the same as accounting principles generally accepted in the United States of America.

The City's budget is a detailed operating plan, which identifies estimated costs and results in relation to estimated revenues. The budget includes (1) the programs, projects, services, and activities to be provided during the fiscal year; (2) the estimated resources (inflows) and amounts available for appropriation; and (3) the estimated charges to appropriations. The budget represents a process through which policy decisions are made, implemented, and controlled.

The following procedures establish the budgetary data reflected in the financial statements:

The budget is prepared under the City Manager's direction and adopted by the City Council, generally prior to June 30 of each year. It is revised periodically during the year by the City Council. The budget presented in the financial statements includes the original and final amounts. The budget serves as a policy document for the deliverance of public services; however, expenditures are individually approved by the City Council. The City Manager is authorized to transfer amounts within individual fund budgets without the approval of City Council. Additional appropriations during the year may be submitted to the City Council for review and approval.

Budget information is presented for the governmental fund types. There were no budgeted appropriations for the Housing Agency Low and Moderate Income Housing Special Revenue Fund, which is used to account for all successor agency housing activities; the Park Development Special Revenue Fund, which accounts for funds received on new residential construction for the purpose of improving and/or developing the City's park system; and the 2018 Series A COP Capital Projects Fund, which is used to account for the proceeds of the 2018 Series A Certificates of Participation and all capital expenditures paid from proceeds of the certificates. Accordingly, no budgetary comparison for these funds is presented in the financial statements. Budgeted revenue amounts represent the original budget modified by City Council-authorized adjustments during the year, which were contingent upon new or additional revenue sources. Budgeted expenditure amounts represent original appropriations adjusted for supplemental appropriations during the year. The budgets conform, in all material respects, to accounting principles generally accepted in the United States of America. Appropriations lapse at year-end.

Budgetary compliance is monitored without the use of encumbrances.

SUPPLEMENTARY INFORMATION

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**CITY OF PICO RIVERA, CALIFORNIA
DESCRIPTION OF OTHER GOVERNMENTAL FUNDS
JUNE 30, 2023**

SPECIAL REVENUE FUNDS

Special Revenue Funds account for proceeds of specific revenue sources that are legally restricted or otherwise designated for specific purposes. Special Revenue Funds include the following:

Community Development Block Grant Fund accounts for funds received from the U.S. Department of Housing and Urban Development for the purpose of Housing Rehabilitation, Social Services, and qualified capital improvements.

State Gas Tax Fund accounts for the City's proportionate share of gas tax monies collected by the state of California, which are used for street construction and maintenance.

Light Assessment District Fund accounts for monies received for lighting services deemed to benefit the properties and businesses against which the special benefit assessments are levied. The assessments are levied once a year and are collected by the Los Angeles County Tax Collector, and remitted to the City.

Park Development Fund accounts for funds received on new residential construction for the purpose of improving and/or developing the City's park system.

Prop A Fund accounts for the ½% sales tax approved by Prop A in Los Angeles County, which is restricted for transportation programs and projects.

Prop C Fund accounts for the ½% sales tax approved by Prop C, which is restricted for transportation programs and projects.

Measure R Fund accounts for monies received and expenditures relative to Measure R projects.

Measure M Fund accounts for monies received and expenditures relative to Measure M projects.

Measure A Fund accounts for monies received and expenditures relative to Measure A projects.

HOME Grant Fund accounts for funds received from the U.S. Department of Housing and Urban Development for the purpose of housing loans and rehabilitation.

CalHOME Grant Fund accounts for funds received from the state of California for the purpose of providing home rehabilitation loans.

Air Quality Improvement Fund accounts for the additional vehicle registration fees received from the Southern California Air Quality Management District for the purpose of air pollution reduction.

County Grants Fund accounts for various Los Angeles County grants that are received for restricted expenditures for specific programs and projects.

**CITY OF PICO RIVERA, CALIFORNIA
DESCRIPTION OF OTHER GOVERNMENTAL FUNDS (CONTINUED)
JUNE 30, 2023**

SPECIAL REVENUE FUNDS (CONTINUED)

State Grants Fund accounts for the various state of California grants that are restricted to expenditures for specific programs and projects.

Economic Sustainability Fund accounts for funds received from the companies developing the Pico Rivera Towne Center under the terms of the improvement and reimbursement agreements with the Redevelopment Agency.

Image Enhancement Fund accounts for funds received from all developers for the enhancement of the image of the City of Pico Rivera.

Sewer Maintenance Fund accounts for direct assessments on property for annual and long-term maintenance of the sewer system.

Reach Grants Fund accounts for funds received from the state of California for the after-school learning program.

Cable/PEG Support Fund accounts for fees received that are restricted to upgrades to the City's cable system.

Transportation Development Act Fund accounts for funds received from the state of California Department of Transportation for the development and support of public transportation needs.

Housing Agency Low and Moderate Income Housing Fund (LMIHF) accounts for assets received from dissolution of the former Pico Rivera Redevelopment Agency dedicated to low- and moderate-income housing activities pursuant to the California Health and Safety Code.

Measure W accounts for the revenues and expenditures provided to the city by the Los Angeles County Measure W Safe Clean Water Program. The revenues are a parcel tax to be utilized to increase the local water supply, improve water quality, and invest in making the City of Pico Rivera greener or more livable.

Federal Grants Fund accounts for the various federal grants that are restricted to expenditures for specific programs and projects.

CAPITAL PROJECTS FUNDS

Capital Projects Funds account for financial resources used for the acquisition or construction of major capital facilities. Capital Projects Funds include the following:

Capital Improvement Capital Projects Fund accounts for acquisition or construction of major capital facilities.

Paramount/Mines Landscape Maintenance Assessment Fund accounts for funds received for the installation and maintenance of common areas deemed to benefit the properties against which the special benefit assessments are levied.

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**CITY OF PICO RIVERA, CALIFORNIA
OTHER GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2023**

	Special Revenue Funds			
	Community Development Block Grant	State Gas Tax	Lighting Assessment District	Park Development
ASSETS				
Cash and Investments	\$ -	\$ 4,550,447	\$ 2,394,477	\$ 4,415
Accounts Receivable	619,139	-	349	-
Taxes Receivable	-	379,400	60,123	-
Interest Receivable	-	24,111	13,274	23
Long-Term Receivables	176,409	-	-	-
Prepaid Items	-	-	-	-
Receivables from Successor Agency	-	-	-	-
Total Assets	<u>\$ 795,548</u>	<u>\$ 4,953,958</u>	<u>\$ 2,468,223</u>	<u>\$ 4,438</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
LIABILITIES				
Accounts Payable	\$ 483,483	\$ 1,771,946	\$ 49,921	\$ -
Accrued Liabilities	-	6,782	12,344	-
Retention Payable	-	11,275	-	-
Due to Other Funds	135,657	-	-	-
Unearned Revenue	-	-	-	-
Due to Other Agencies	176,409	-	-	-
Total Liabilities	<u>795,549</u>	<u>1,790,003</u>	<u>62,265</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable Revenue	156,536	-	-	-
FUND BALANCES (DEFICITS)				
Restricted	-	3,163,955	2,405,958	4,438
Assigned	-	-	-	-
Unassigned	(156,537)	-	-	-
Total Fund Balances (Deficits)	<u>(156,537)</u>	<u>3,163,955</u>	<u>2,405,958</u>	<u>4,438</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 795,548</u>	<u>\$ 4,953,958</u>	<u>\$ 2,468,223</u>	<u>\$ 4,438</u>

**CITY OF PICO RIVERA, CALIFORNIA
OTHER GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 2023**

Special Revenue Funds (Continued)

Prop A	Prop C	Measure R	Measure M	Measure A	HOME Grant	CalHOME Grant
\$ 3,793,840	\$ 3,546,918	\$ 2,533,447	\$ 596,794	\$ 1	\$ 2,660,371	\$ 704,503
13,373	74,713	1,630,626	-	-	6	-
-	-	-	-	-	-	-
19,443	18,557	13,278	3,348	-	10,614	-
-	-	-	-	-	2,570,592	1,102,130
-	-	-	2,627	-	-	-
-	-	-	-	-	-	-
<u>\$ 3,826,656</u>	<u>\$ 3,640,188</u>	<u>\$ 4,177,351</u>	<u>\$ 602,769</u>	<u>\$ 1</u>	<u>\$ 5,241,583</u>	<u>\$ 1,806,633</u>
\$ 116,377	\$ 937,195	\$ 565,099	\$ 109,318	\$ -	\$ -	\$ -
5,234	5,136	5,125	396	-	-	-
-	67,370	288,401	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	2,570,592	1,102,130
<u>121,611</u>	<u>1,009,701</u>	<u>858,625</u>	<u>109,714</u>	<u>-</u>	<u>2,570,592</u>	<u>1,102,130</u>
-	74,713	1,603,507	-	-	-	-
3,705,045	2,555,774	1,715,219	493,055	1	2,670,991	704,503
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>3,705,045</u>	<u>2,555,774</u>	<u>1,715,219</u>	<u>493,055</u>	<u>1</u>	<u>2,670,991</u>	<u>704,503</u>
<u>\$ 3,826,656</u>	<u>\$ 3,640,188</u>	<u>\$ 4,177,351</u>	<u>\$ 602,769</u>	<u>\$ 1</u>	<u>\$ 5,241,583</u>	<u>\$ 1,806,633</u>

**CITY OF PICO RIVERA, CALIFORNIA
OTHER GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 2023**

Special Revenue Funds (Continued)				
	Air Quality Improvement	County Grants	State Grants	Economic Sustainability
ASSETS				
Cash and Investments	\$ 501,762	\$ 17,334	\$ 476,607	\$ 974,237
Accounts Receivable	-	1,748,150	1,158,741	-
Taxes Receivable	-	-	-	-
Interest Receivable	2,526	-	640	5,036
Long-Term Receivables	-	-	-	-
Prepaid Items	-	-	-	-
Receivables from Successor Agency	-	-	-	-
Total Assets	<u>\$ 504,288</u>	<u>\$ 1,765,484</u>	<u>\$ 1,635,988</u>	<u>\$ 979,273</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
LIABILITIES				
Accounts Payable	\$ 233	\$ 243,296	\$ 196,024	\$ -
Accrued Liabilities	-	5,351	1,981	-
Retention Payable	-	-	-	-
Due to Other Funds	-	1,500,360	-	-
Unearned Revenue	-	-	1,077,759	-
Due to Other Agencies	-	-	-	-
Total Liabilities	<u>233</u>	<u>1,749,007</u>	<u>1,275,764</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable Revenue	-	739,304	579,675	-
FUND BALANCES (DEFICITS)				
Restricted	504,055	-	-	979,273
Assigned	-	-	-	-
Unassigned	-	(722,827)	(219,451)	-
Total Fund Balances (Deficits)	<u>504,055</u>	<u>(722,827)</u>	<u>(219,451)</u>	<u>979,273</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 504,288</u>	<u>\$ 1,765,484</u>	<u>\$ 1,635,988</u>	<u>\$ 979,273</u>

**CITY OF PICO RIVERA, CALIFORNIA
OTHER GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 2023**

Special Revenue Funds (Continued)

Image Enhancement	Sewer Maintenance	Reach Grants	Cable/PEG Support	Transportation Development Act
\$ 1,351,423	\$ -	\$ 956,742	\$ 252,331	\$ -
-	-	-	-	123,513
-	-	-	531	28,110
6,120	-	4,648	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>\$ 1,357,543</u>	<u>\$ -</u>	<u>\$ 961,390</u>	<u>\$ 252,862</u>	<u>\$ 151,623</u>
\$ 263	\$ 7,190	\$ 75,454	\$ -	\$ 683
-	-	8,197	-	936
-	-	-	-	-
-	13,190	-	-	31,054
-	-	-	-	-
-	-	-	-	-
<u>263</u>	<u>20,380</u>	<u>83,651</u>	<u>-</u>	<u>32,673</u>
-	-	-	-	123,511
1,357,280	-	877,739	252,862	-
-	-	-	-	-
-	(20,380)	-	-	(4,561)
<u>1,357,280</u>	<u>(20,380)</u>	<u>877,739</u>	<u>252,862</u>	<u>(4,561)</u>
<u>\$ 1,357,543</u>	<u>\$ -</u>	<u>\$ 961,390</u>	<u>\$ 252,862</u>	<u>\$ 151,623</u>

**CITY OF PICO RIVERA, CALIFORNIA
OTHER GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 2023**

	Special Revenue Funds (Continued)			Total Special Revenue Funds
	Housing Agency LMIHF	Measure W	Federal Grants	
ASSETS				
Cash and Investments	\$ 1,207,075	\$ 1,911,417	\$ 15,158	\$ 28,449,299
Accounts Receivable	-	-	662,997	6,031,607
Taxes Receivable	-	-	-	468,164
Interest Receivable	-	9,932	-	131,550
Long-Term Receivables	6,235	-	-	3,855,366
Prepaid Items	-	2,627	-	5,254
Receivables from Successor Agency	1,513,398	-	-	1,513,398
	<u>\$ 2,726,708</u>	<u>\$ 1,923,976</u>	<u>\$ 678,155</u>	<u>\$ 40,454,638</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
LIABILITIES				
Accounts Payable	\$ -	\$ 27,289	\$ 343,893	\$ 4,927,664
Accrued Liabilities	-	-	-	51,482
Retention Payable	-	-	15,585	382,631
Due to Other Funds	-	-	442,860	2,123,121
Unearned Revenue	-	-	-	1,077,759
Due to Other Agencies	-	-	-	3,849,131
Total Liabilities	<u>-</u>	<u>27,289</u>	<u>802,338</u>	<u>12,411,788</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable Revenue	<u>-</u>	<u>-</u>	<u>581,981</u>	<u>3,859,227</u>
FUND BALANCES (DEFICITS)				
Restricted	2,726,708	1,896,687	-	26,013,543
Assigned	-	-	-	-
Unassigned	-	-	(706,164)	(1,829,920)
Total Fund Balances (Deficits)	<u>2,726,708</u>	<u>1,896,687</u>	<u>(706,164)</u>	<u>24,183,623</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 2,726,708</u>	<u>\$ 1,923,976</u>	<u>\$ 678,155</u>	<u>\$ 40,454,638</u>

**CITY OF PICO RIVERA, CALIFORNIA
OTHER GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 2023**

Capital Projects Funds			
Capital Improvement	Paramount/Mines Landscape Maintenance Assessment	Total Capital Projects Funds	Total Other Governmental Funds
\$ 13,602,083	\$ 69,600	\$ 13,671,683	\$ 42,120,982
24,250	-	24,250	6,055,857
-	-	-	468,164
-	357	357	131,907
-	-	-	3,855,366
-	-	-	5,254
-	-	-	1,513,398
<u>\$ 13,626,333</u>	<u>\$ 69,957</u>	<u>\$ 13,696,290</u>	<u>\$ 54,150,928</u>
\$ 89,367	\$ -	\$ 89,367	\$ 5,017,031
26	-	26	51,508
-	-	-	382,631
224,644	-	224,644	2,347,765
-	-	-	1,077,759
-	-	-	3,849,131
<u>314,037</u>	<u>-</u>	<u>314,037</u>	<u>12,725,825</u>
-	-	-	3,859,227
-	69,957	69,957	26,083,500
13,312,296	-	13,312,296	13,312,296
-	-	-	(1,829,920)
<u>13,312,296</u>	<u>69,957</u>	<u>13,382,253</u>	<u>37,565,876</u>
<u>\$ 13,626,333</u>	<u>\$ 69,957</u>	<u>\$ 13,696,290</u>	<u>\$ 54,150,928</u>

**CITY OF PICO RIVERA, CALIFORNIA
OTHER GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
YEAR ENDED JUNE 30, 2023**

	Special Revenue Funds			
	Community Development Block Grant	State Gas Tax	Lighting Assessment District	Park Development
REVENUES				
Taxes and Assessments	\$ -	\$ -	\$ 2,083,313	\$ -
Intergovernmental	1,579,782	2,944,884	-	-
Charges for Services	-	-	-	-
Investment and Rental	-	79,540	33,636	2,413
Miscellaneous	-	-	-	-
Total Revenues	<u>1,579,782</u>	<u>3,024,424</u>	<u>2,116,949</u>	<u>2,413</u>
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Works	-	122,491	731,406	-
Parks and Recreation	-	-	-	-
Health and Welfare	-	-	-	-
Community Development	144,702	-	-	-
Capital Outlay	<u>1,589,855</u>	<u>2,724,019</u>	<u>-</u>	<u>227,000</u>
Total Expenditures	<u>1,734,557</u>	<u>2,846,510</u>	<u>731,406</u>	<u>227,000</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(154,775)</u>	<u>177,914</u>	<u>1,385,543</u>	<u>(224,587)</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	<u>-</u>	<u>(1,557,851)</u>	<u>(289,497)</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>(1,557,851)</u>	<u>(289,497)</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	(154,775)	(1,379,937)	1,096,046	(224,587)
Fund Balances (Deficits) - Beginning of Year	<u>(1,762)</u>	<u>4,543,892</u>	<u>1,309,912</u>	<u>229,025</u>
FUND BALANCES (DEFICITS) - END OF YEAR	<u>\$ (156,537)</u>	<u>\$ 3,163,955</u>	<u>\$ 2,405,958</u>	<u>\$ 4,438</u>

**CITY OF PICO RIVERA, CALIFORNIA
OTHER GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES (CONTINUED)
YEAR ENDED JUNE 30, 2023**

Special Revenue Funds (Continued)

Prop A	Prop C	Measure R	Measure M	Measure A	HOME Grant	CalHOME Grant
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
1,660,062	1,376,974	1,328,314	1,167,903	1	-	-
-	-	-	-	-	-	-
62,490	61,183	40,229	17,402	-	78,475	-
15,030	-	-	-	-	13,217	1,200
<u>1,737,582</u>	<u>1,438,157</u>	<u>1,368,543</u>	<u>1,185,305</u>	<u>1</u>	<u>91,692</u>	<u>1,200</u>
-	-	-	-	-	-	-
1,352,122	312,423	76,743	243,697	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	1,724,869	1,259,308	-	-	-	-
<u>1,352,122</u>	<u>2,037,292</u>	<u>1,336,051</u>	<u>243,697</u>	<u>-</u>	<u>-</u>	<u>-</u>
385,460	(599,135)	32,492	941,608	1	91,692	1,200
-	-	-	-	-	-	-
-	-	-	(836,169)	-	-	-
-	-	-	(836,169)	-	-	-
385,460	(599,135)	32,492	105,439	1	91,692	1,200
<u>3,319,585</u>	<u>3,154,909</u>	<u>1,682,727</u>	<u>387,616</u>	<u>-</u>	<u>2,579,299</u>	<u>703,303</u>
<u>\$ 3,705,045</u>	<u>\$ 2,555,774</u>	<u>\$ 1,715,219</u>	<u>\$ 493,055</u>	<u>\$ 1</u>	<u>\$ 2,670,991</u>	<u>\$ 704,503</u>

**CITY OF PICO RIVERA, CALIFORNIA
OTHER GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES (CONTINUED)
YEAR ENDED JUNE 30, 2023**

	Special Revenue Funds (Continued)			
	Air Quality Improvement	County Grants	State Grants	Economic Sustainability
REVENUES				
Taxes and Assessments	\$ -	\$ -	\$ -	\$ -
Intergovernmental	77,122	1,077,808	1,061,298	-
Charges for Services	-	-	-	-
Investment and Rental	7,891	-	1,948	55,926
Miscellaneous	-	1,855	-	-
Total Revenues	85,013	1,079,663	1,063,246	55,926
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Works	35,485	-	-	-
Parks and Recreation	-	647,746	-	-
Health and Welfare	-	-	1,127,143	-
Community Development	-	-	-	39,667
Capital Outlay	-	1,047,500	-	-
Total Expenditures	35,485	1,695,246	1,127,143	39,667
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	49,528	(615,583)	(63,897)	16,259
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
NET CHANGE IN FUND BALANCES	49,528	(615,583)	(63,897)	16,259
Fund Balances (Deficits) - Beginning of Year	454,527	(107,244)	(155,554)	963,014
FUND BALANCES (DEFICITS) - END OF YEAR	\$ 504,055	\$ (722,827)	\$ (219,451)	\$ 979,273

**CITY OF PICO RIVERA, CALIFORNIA
OTHER GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES (CONTINUED)
YEAR ENDED JUNE 30, 2023**

Special Revenue Funds (Continued)

Image Enhancement	Sewer Maintenance	Reach Grants	Cable/PEG Support	Transportation Development Act
\$ -	\$ 168	\$ 22,403	\$ -	\$ -
-	-	1,423,983	-	28,110
777,380	-	-	-	-
12,797	-	6,344	-	-
-	-	-	54,077	-
<u>790,177</u>	<u>168</u>	<u>1,452,730</u>	<u>54,077</u>	<u>28,110</u>
628	-	-	-	-
-	-	-	32,703	27,179
-	-	1,067,497	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	69,384	-
<u>628</u>	<u>-</u>	<u>1,067,497</u>	<u>102,087</u>	<u>27,179</u>
<u>789,549</u>	<u>168</u>	<u>385,233</u>	<u>(48,010)</u>	<u>931</u>
-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-
<u>789,549</u>	<u>168</u>	<u>385,233</u>	<u>(48,010)</u>	<u>931</u>
<u>567,731</u>	<u>(20,548)</u>	<u>492,506</u>	<u>300,872</u>	<u>(5,492)</u>
<u>\$ 1,357,280</u>	<u>\$ (20,380)</u>	<u>\$ 877,739</u>	<u>\$ 252,862</u>	<u>\$ (4,561)</u>

**CITY OF PICO RIVERA, CALIFORNIA
OTHER GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES (CONTINUED)
YEAR ENDED JUNE 30, 2023**

	Special Revenue Funds (Continued)			Total Special Revenue Funds
	Housing Agency LMIHF	Measure W	Federal Grants	
REVENUES				
Taxes and Assessments	\$ -	\$ -	\$ -	\$ 2,105,884
Intergovernmental	-	896,420	1,641,424	16,264,085
Charges for Services	-	-	-	777,380
Investment and Rental	50,310	30,794	-	541,378
Miscellaneous	7,794	-	-	93,173
Total Revenues	<u>58,104</u>	<u>927,214</u>	<u>1,641,424</u>	<u>19,781,900</u>
EXPENDITURES				
Current:				
General Government	-	-	-	628
Public Works	-	192,525	316,314	3,443,088
Parks and Recreation	-	-	-	1,715,243
Health and Welfare	-	-	-	1,127,143
Community Development	-	-	-	184,369
Capital Outlay	-	-	1,819,000	10,460,935
Total Expenditures	<u>-</u>	<u>192,525</u>	<u>2,135,314</u>	<u>16,931,406</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	58,104	734,689	(493,890)	2,850,494
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	(2,683,517)
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>(2,683,517)</u>
NET CHANGE IN FUND BALANCES	58,104	734,689	(493,890)	166,977
Fund Balances (Deficits) - Beginning of Year	<u>2,668,604</u>	<u>1,161,998</u>	<u>(212,274)</u>	<u>24,016,646</u>
FUND BALANCES (DEFICITS) - END OF YEAR	<u>\$ 2,726,708</u>	<u>\$ 1,896,687</u>	<u>\$ (706,164)</u>	<u>\$ 24,183,623</u>

**CITY OF PICO RIVERA, CALIFORNIA
OTHER GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES (CONTINUED)
YEAR ENDED JUNE 30, 2023**

Capital Projects Funds				
Capital Improvement	Paramount/Mines Landscape Maintenance Assessment	2009 Lease Revenue Bond	Total Capital Projects Funds	Total Other Governmental Funds
\$ -	\$ 11,245	\$ -	\$ 11,245	\$ 2,117,129
-	-	-	-	16,264,085
-	-	-	-	777,380
-	1,076	-	1,076	542,454
-	-	-	-	93,173
-	12,321	-	12,321	19,794,221
-	-	-	-	628
-	-	-	-	3,443,088
-	-	-	-	1,715,243
-	-	-	-	1,127,143
-	-	-	-	184,369
656,921	-	-	656,921	11,117,856
656,921	-	-	656,921	17,588,327
(656,921)	12,321	-	(644,600)	2,205,894
2,378,608	-	-	2,378,608	2,378,608
-	-	-	-	(2,683,517)
2,378,608	-	-	2,378,608	(304,909)
1,721,687	12,321	-	1,734,008	1,900,985
11,590,609	57,636	-	11,648,245	35,664,891
\$ 13,312,296	\$ 69,957	\$ -	\$ 13,382,253	\$ 37,565,876

**CITY OF PICO RIVERA, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE – BUDGET AND ACTUAL
COMMUNITY DEVELOPMENT BLOCK GRANT SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2023**

	Final Budgeted Amounts	Actual	Variance with Final Budget Positive (Negative)
REVENUES			
Intergovernmental	\$ 1,091,484	\$ 1,579,782	\$ 488,298
Miscellaneous	50,000	-	(50,000)
Total Revenues	<u>1,141,484</u>	<u>1,579,782</u>	<u>438,298</u>
EXPENDITURES			
Current:			
Community Development	271,023	144,702	126,321
Capital Outlay	2,036,183	1,589,855	446,328
Total Expenditures	<u>2,307,206</u>	<u>1,734,557</u>	<u>572,649</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(1,165,722)	(154,775)	1,010,947
Fund Balance (Deficit) - Beginning of Year	<u>(1,762)</u>	<u>(1,762)</u>	-
FUND BALANCE (DEFICIT) - END OF YEAR	<u><u>\$ (1,167,484)</u></u>	<u><u>\$ (156,537)</u></u>	<u><u>\$ (1,010,947)</u></u>

**CITY OF PICO RIVERA, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE – BUDGET AND ACTUAL
STATE GAS TAX SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2023**

	Final Budgeted Amounts	Actual	Variance with Final Budget Positive (Negative)
REVENUES			
Intergovernmental	\$ 3,264,913	\$ 2,944,884	\$ (320,029)
Investment and Rental	10,722	79,540	68,818
Total Revenues	<u>3,275,635</u>	<u>3,024,424</u>	<u>(251,211)</u>
EXPENDITURES			
Current:			
Public Works	194,825	122,491	72,334
Capital Outlay:	2,726,027	2,724,019	2,008
Total Expenditures	<u>2,920,852</u>	<u>2,846,510</u>	<u>74,342</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	354,783	177,914	(176,869)
OTHER FINANCING USES			
Transfers Out	<u>(1,825,300)</u>	<u>(1,557,851)</u>	<u>267,449</u>
NET CHANGE IN FUND BALANCE	(1,470,517)	(1,379,937)	90,580
Fund Balance - Beginning of Year	<u>4,543,892</u>	<u>4,543,892</u>	<u>-</u>
FUND BALANCE - END OF YEAR	<u>\$ 3,073,375</u>	<u>\$ 3,163,955</u>	<u>\$ 90,580</u>

**CITY OF PICO RIVERA, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE – BUDGET AND ACTUAL
LIGHTING ASSESSMENT DISTRICT SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2023**

	Final Budgeted Amounts	Actual	Variance with Final Budget Positive (Negative)
REVENUES			
Taxes and Assessments	\$ 1,094,185	\$ 2,083,313	\$ 989,128
Investment and Rental	7,407	33,636	26,229
Total Revenues	1,101,592	2,116,949	1,015,357
 EXPENDITURES			
Current:			
Public Works	1,183,671	731,406	452,265
 EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(82,079)	1,385,543	1,467,622
 OTHER FINANCING SOURCES (USES)			
Transfers Out	(289,497)	(289,497)	-
 NET CHANGE IN FUND BALANCE	(371,576)	1,096,046	1,467,622
 Fund Balance - Beginning of Year	1,309,912	1,309,912	-
 FUND BALANCE - END OF YEAR	\$ 938,336	\$ 2,405,958	\$ 1,467,622

**CITY OF PICO RIVERA, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE – BUDGET AND ACTUAL
PROP A SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2023**

	Final Budgeted Amounts	Actual	Variance with Final Budget Positive (Negative)
REVENUES			
Intergovernmental	\$ 1,540,828	\$ 1,660,062	\$ 119,234
Investment and Rental	10,465	62,490	52,025
Miscellaneous	20,000	15,030	(4,970)
Total Revenues	<u>1,571,293</u>	<u>1,737,582</u>	<u>166,289</u>
EXPENDITURES			
Current:			
Public Works	<u>1,762,437</u>	<u>1,352,122</u>	<u>(410,315)</u>
NET CHANGE IN FUND BALANCE	(191,144)	385,460	576,604
Fund Balance - Beginning of Year	<u>3,319,585</u>	<u>3,319,585</u>	<u>-</u>
FUND BALANCE - END OF YEAR	<u><u>\$ 3,128,441</u></u>	<u><u>\$ 3,705,045</u></u>	<u><u>\$ 576,604</u></u>

**CITY OF PICO RIVERA, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE – BUDGET AND ACTUAL
PROP C SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2023**

	Final Budgeted Amounts	Actual	Variance with Final Budget Positive (Negative)
REVENUES			
Intergovernmental	\$ 1,278,100	\$ 1,376,974	\$ 98,874
Investment and Rental	8,435	61,183	52,748
Total Revenues	<u>1,286,535</u>	<u>1,438,157</u>	<u>151,622</u>
EXPENDITURES			
Current:			
Public Works	366,495	312,423	54,072
Public Works	1,836,224	1,724,869	111,355
Total Expenditures	<u>2,202,719</u>	<u>2,037,292</u>	<u>165,427</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(916,184)	(599,135)	317,049
Fund Balance - Beginning of Year	<u>3,154,909</u>	<u>3,154,909</u>	<u>-</u>
FUND BALANCE - END OF YEAR	<u><u>\$ 2,238,725</u></u>	<u><u>\$ 2,555,774</u></u>	<u><u>\$ 317,049</u></u>

**CITY OF PICO RIVERA, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE – BUDGET AND ACTUAL
MEASURE R SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2023**

	Final Budgeted Amounts	Actual	Variance with Final Budget Positive (Negative)
REVENUES			
Intergovernmental	\$ 958,600	\$ 1,328,314	\$ 369,714
Investment and Rental	3,271	40,229	36,958
Total Revenues	<u>961,871</u>	<u>1,368,543</u>	<u>406,672</u>
EXPENDITURES			
Current:			
Public Works	170,000	76,743	93,257
Capital Outlay	2,010,246	1,259,308	750,938
Total Expenditures	<u>2,180,246</u>	<u>1,336,051</u>	<u>844,195</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(1,218,375)	32,492	1,250,867
Fund Balance - Beginning of Year	<u>1,682,727</u>	<u>1,682,727</u>	<u>-</u>
FUND BALANCE (DEFICIT) - END OF YEAR	<u><u>\$ 464,352</u></u>	<u><u>\$ 1,715,219</u></u>	<u><u>\$ 1,250,867</u></u>

**CITY OF PICO RIVERA, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE – BUDGET AND ACTUAL
MEASURE M SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2023**

	Final Budgeted Amounts	Actual	Variance with Final Budget Positive (Negative)
	<u> </u>	<u> </u>	<u> </u>
REVENUES			
Intergovernmental	\$ 3,783,400	\$ 1,167,903	\$ (2,615,497)
Investment and Rental	2,558	17,402	14,844
Total Revenues	<u>3,785,958</u>	<u>1,185,305</u>	<u>(2,600,653)</u>
EXPENDITURES			
Current:			
Public Works	<u>569,859</u>	<u>243,697</u>	<u>326,162</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	3,216,099	941,608	(2,274,491)
OTHER FINANCING USES			
Transfers Out	<u>(836,169)</u>	<u>(836,169)</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	2,379,930	105,439	(2,274,491)
Fund Balance - Beginning of Year	<u>387,616</u>	<u>387,616</u>	<u>-</u>
FUND BALANCE - END OF YEAR	<u><u>\$ 2,767,546</u></u>	<u><u>\$ 493,055</u></u>	<u><u>\$ (2,274,491)</u></u>

**CITY OF PICO RIVERA, CALIFORNIA
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
 IN FUND BALANCE – BUDGET AND ACTUAL
 HOME GRANT SPECIAL REVENUE FUND
 YEAR ENDED JUNE 30, 2023**

	Final Budgeted Amounts	Actual	Variance with Final Budget Positive (Negative)
REVENUES			
Investment and Rental	\$ 3,661	\$ 78,475	\$ 74,814
Miscellaneous	-	13,217	13,217
Total Revenues	<u>3,661</u>	<u>91,692</u>	<u>88,031</u>
Fund Balance - Beginning of Year	<u>2,579,299</u>	<u>2,579,299</u>	<u>-</u>
FUND BALANCE - END OF YEAR	<u><u>\$ 2,582,960</u></u>	<u><u>\$ 2,670,991</u></u>	<u><u>\$ 88,031</u></u>

**CITY OF PICO RIVERA, CALIFORNIA
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
 IN FUND BALANCE – BUDGET AND ACTUAL
 CalHOME GRANT SPECIAL REVENUE FUND
 YEAR ENDED JUNE 30, 2023**

	Final Budgeted Amounts	Actual	Variance with Final Budget Positive (Negative)
REVENUES			
Miscellaneous	\$ -	\$ 1,200	\$ 1,200
Fund Balance - Beginning of Year	<u>703,303</u>	<u>703,303</u>	<u>-</u>
FUND BALANCE - END OF YEAR	<u><u>\$ 703,303</u></u>	<u><u>\$ 704,503</u></u>	<u><u>\$ 1,200</u></u>

**CITY OF PICO RIVERA, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE – BUDGET AND ACTUAL
AIR QUALITY IMPROVEMENT SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2023**

	Final Budgeted Amounts	Actual	Variance with Final Budget Positive (Negative)
REVENUES			
Intergovernmental	\$ 80,900	\$ 77,122	\$ (3,778)
Investment and Rental	1,370	7,891	6,521
Total Revenues	<u>82,270</u>	<u>85,013</u>	<u>(2,743)</u>
EXPENDITURES			
Current:			
Public Works	<u>77,680</u>	<u>35,485</u>	<u>42,195</u>
NET CHANGE IN FUND BALANCE	4,590	49,528	44,938
Fund Balance - Beginning of Year	<u>454,527</u>	<u>454,527</u>	<u>-</u>
FUND BALANCE - END OF YEAR	<u><u>\$ 459,117</u></u>	<u><u>\$ 504,055</u></u>	<u><u>\$ 44,938</u></u>

**CITY OF PICO RIVERA, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE – BUDGET AND ACTUAL
COUNTY GRANTS SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2023**

	Final Budgeted Amounts	Actual	Variance with Final Budget Positive (Negative)
REVENUES			
Intergovernmental	\$ 1,110,000	\$ 1,077,808	\$ (32,192)
Miscellaneous	20,000	1,855	(18,145)
Total Revenues	<u>1,130,000</u>	<u>1,079,663</u>	<u>(50,337)</u>
EXPENDITURES			
Current:			
Parks and Recreation	1,448,312	647,746	800,566
Capital Outlay	1,050,000	1,047,500	2,500
Total Expenditures	<u>2,498,312</u>	<u>1,695,246</u>	<u>803,066</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(1,368,312)	(615,583)	752,729
OTHER FINANCING USES			
Transfers In	-	-	-
NET CHANGE IN FUND BALANCE	(1,368,312)	(615,583)	752,729
Fund Balance - Beginning of Year	<u>(107,244)</u>	<u>(107,244)</u>	<u>-</u>
FUND BALANCE (DEFICIT) - END OF YEAR	<u>\$ (1,475,556)</u>	<u>\$ (722,827)</u>	<u>\$ 752,729</u>

**CITY OF PICO RIVERA, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE – BUDGET AND ACTUAL
STATE GRANTS SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2023**

	Final Budgeted Amounts	Actual	Variance with Final Budget Positive (Negative)
REVENUES			
Intergovernmental	\$ 21,488,704	\$ 1,061,298	\$ (20,427,406)
Investment and Rental	448	1,948	1,500
Total Revenues	21,489,152	1,063,246	(20,425,906)
 EXPENDITURES			
Current:			
Health and Welfare	2,064,201	1,127,143	937,058
 NET CHANGE IN FUND BALANCE	19,424,951	(63,897)	19,488,848
 Fund Balance - Beginning of Year	(155,554)	(155,554)	-
 FUND BALANCE (DEFICIT) - END OF YEAR	\$ 19,269,397	\$ (219,451)	\$ (19,488,848)

**CITY OF PICO RIVERA, CALIFORNIA
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
 IN FUND BALANCE – BUDGET AND ACTUAL
 ECONOMIC SUSTAINABILITY SPECIAL REVENUE FUND
 YEAR ENDED JUNE 30, 2023**

	<u>Final Budgeted Amounts</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
REVENUES			
Investment and Rental	\$ 3,755	\$ 55,926	\$ 52,171
EXPENDITURES			
Current:			
Community Development	<u>-</u>	<u>39,667</u>	<u>(39,667)</u>
NET CHANGE IN FUND BALANCE	3,755	16,259	12,504
Fund Balance - Beginning of Year	<u>963,014</u>	<u>963,014</u>	<u>-</u>
FUND BALANCE - END OF YEAR	<u><u>\$ 966,769</u></u>	<u><u>\$ 979,273</u></u>	<u><u>\$ 12,504</u></u>

**CITY OF PICO RIVERA, CALIFORNIA
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
 IN FUND BALANCE – BUDGET AND ACTUAL
 IMAGE ENHANCEMENT SPECIAL REVENUE FUND
 YEAR ENDED JUNE 30, 2023**

	Final Budgeted Amounts	Actual	Variance with Final Budget Positive (Negative)
REVENUES			
Charges for Services	\$ 139,432	\$ 777,380	\$ 637,948
Investment and Rental	1,102	12,797	11,695
Total Revenues	140,534	790,177	649,643
EXPENDITURES			
Current:			
General Government	365	628	(263)
NET CHANGE IN FUND BALANCE	140,169	789,549	649,380
Fund Balance - Beginning of Year	567,731	567,731	-
FUND BALANCE - END OF YEAR	\$ 707,900	\$ 1,357,280	\$ 649,380

**CITY OF PICO RIVERA, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE – BUDGET AND ACTUAL
SEWER MAINTENANCE SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2023**

	Final Budgeted Amounts	Actual	Variance with Final Budget Positive (Negative)
REVENUES			
Taxes and Assessments	\$ 1,600	\$ 168	\$ (1,432)
EXPENDITURES			
Current:			
General Government	132,879	-	132,879
Public Works	5,700	-	5,700
Total Expenditures	138,579	-	138,579
NET CHANGE IN FUND BALANCE	(136,979)	168	137,147
Fund Balance (Deficit) - Beginning of Year	(20,548)	(20,548)	-
FUND BALANCE (DEFICIT) - END OF YEAR	<u>\$ (157,527)</u>	<u>\$ (20,380)</u>	<u>\$ 137,147</u>

**CITY OF PICO RIVERA, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE – BUDGET AND ACTUAL
REACH GRANTS SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2023**

	Final Budgeted Amounts	Actual	Variance with Final Budget Positive (Negative)
REVENUES			
Taxes and Assessments	\$ 24,000	\$ 22,403	\$ (1,597)
Intergovernmental	1,114,410	1,423,983	309,573
Investment and Rental	1,839	6,344	4,505
Miscellaneous	-	-	-
Total Revenues	<u>1,140,249</u>	<u>1,452,730</u>	<u>312,481</u>
EXPENDITURES			
Current:			
Parks and Recreation	<u>1,124,125</u>	<u>1,067,497</u>	<u>56,628</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	16,124	385,233	369,109
Fund Balance - Beginning of Year	<u>492,506</u>	<u>492,506</u>	<u>-</u>
FUND BALANCE - END OF YEAR	<u><u>\$ 508,630</u></u>	<u><u>\$ 877,739</u></u>	<u><u>\$ 369,109</u></u>

**CITY OF PICO RIVERA, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE – BUDGET AND ACTUAL
CABLE/PEG SUPPORT SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2023**

	Final Budgeted Amounts	Actual	Variance with Final Budget Positive (Negative)
REVENUES			
Miscellaneous	\$ 23,000	\$ 54,077	\$ 31,077
EXPENDITURES			
Current:			
Public Works	37,355	32,703	4,652
Capital Outlay	69,384	69,384	-
Total Expenditures	106,739	102,087	4,652
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(83,739)	(48,010)	35,729
Fund Balance - Beginning of Year	300,872	300,872	-
FUND BALANCE - END OF YEAR	<u>\$ 217,133</u>	<u>\$ 252,862</u>	<u>\$ 35,729</u>

**CITY OF PICO RIVERA, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE – BUDGET AND ACTUAL
TRANSPORTATION DEVELOPMENT ACT SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2023**

	Final Budgeted Amounts	Actual	Variance with Final Budget Positive (Negative)
REVENUES			
Intergovernmental	\$ 80,000	\$ 28,110	\$ (51,890)
EXPENDITURES			
Current:			
Public Works	<u>27,232</u>	<u>27,179</u>	<u>53</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	52,768	931	(51,837)
Fund Balance (Deficit) - Beginning of Year	<u>(5,492)</u>	<u>(5,492)</u>	<u>-</u>
FUND BALANCE (DEFICIT) - END OF YEAR	<u><u>\$ 47,276</u></u>	<u><u>\$ (4,561)</u></u>	<u><u>\$ 51,837</u></u>

**CITY OF PICO RIVERA, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE – BUDGET AND ACTUAL
MEASURE W SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2023**

	Final Budgeted Amounts	Actual	Variance with Final Budget Positive (Negative)
REVENUES			
Intergovernmental	\$ 954,810	\$ 896,420	\$ (58,390)
Investment and Rental	-	30,794	30,794
Total Revenues	<u>954,810</u>	<u>927,214</u>	<u>(27,596)</u>
EXPENDITURES			
Current:			
Public Works	<u>351,428</u>	<u>192,525</u>	<u>158,903</u>
NET CHANGE IN FUND BALANCE	603,382	734,689	131,307
Fund Balance - Beginning of Year	<u>1,161,998</u>	<u>1,161,998</u>	<u>-</u>
FUND BALANCE - END OF YEAR	<u><u>\$ 1,765,380</u></u>	<u><u>\$ 1,896,687</u></u>	<u><u>\$ 131,307</u></u>

**CITY OF PICO RIVERA, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE – BUDGET AND ACTUAL
FEDERAL GRANTS SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2023**

	<u>Final Budgeted Amounts</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
REVENUES			
Intergovernmental	<u>\$ 6,458,823</u>	<u>\$ 1,641,424</u>	<u>\$ (4,817,399)</u>
EXPENDITURES			
Current:			
Public Works	311,701	316,314	(4,613)
Capital outlay	<u>1,821,030</u>	<u>1,819,000</u>	<u>2,030</u>
Total Expenditures	<u>2,132,731</u>	<u>2,135,314</u>	<u>(2,583)</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	4,326,092	(493,890)	(4,819,982)
Fund Balance (Deficit) - Beginning of Year	<u>(212,274)</u>	<u>(212,274)</u>	<u>-</u>
FUND BALANCE (DEFICIT) - END OF YEAR	<u><u>\$ 4,113,818</u></u>	<u><u>\$ (706,164)</u></u>	<u><u>\$ (4,819,982)</u></u>

**CITY OF PICO RIVERA, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE – BUDGET AND ACTUAL
CAPITAL IMPROVEMENT CAPITAL PROJECTS FUND
YEAR ENDED JUNE 30, 2023**

	Final Budgeted Amounts	Actual	Variance with Final Budget Positive (Negative)
EXPENDITURES			
Capital Outlay	\$ 1,300,257	\$ 656,921	\$ 643,336
OTHER FINANCING SOURCES (USES)			
Transfers in	<u>2,378,608</u>	<u>2,378,608</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	1,078,351	1,721,687	643,336
Fund Balance - Beginning of Year	<u>11,590,609</u>	<u>11,590,609</u>	<u>-</u>
FUND BALANCE - END OF YEAR	<u><u>\$ 12,668,960</u></u>	<u><u>\$ 13,312,296</u></u>	<u><u>\$ 643,336</u></u>

**CITY OF PICO RIVERA, CALIFORNIA
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
 IN FUND BALANCE – BUDGET AND ACTUAL
 PARAMOUNT/MINES LANDSCAPE MAINTENANCE ASSESSMENT CAPITAL PROJECTS FUND
 YEAR ENDED JUNE 30, 2023**

	Final Budgeted Amounts	Actual	Variance with Final Budget Positive (Negative)
REVENUES			
Taxes and Assessments	\$ 10,200	\$ 11,245	\$ 1,045
Investment and Rental	139	1,076	937
Total Revenues	<u>10,339</u>	<u>12,321</u>	<u>1,982</u>
 Fund Balance - Beginning of Year	 <u>57,636</u>	 <u>57,636</u>	 <u>-</u>
 FUND BALANCE - END OF YEAR	 <u><u>\$ 67,975</u></u>	 <u><u>\$ 69,957</u></u>	 <u><u>\$ 1,982</u></u>

CITY OF PICO RIVERA, CALIFORNIA
DESCRIPTION OF OTHER ENTERPRISE FUNDS
JUNE 30, 2023

These funds account for operations that are financed and operated in a manner similar to private business enterprises. The Whittier Narrows Recreation Area Other Enterprise Funds are as follows:

Pico Rivera Sports Arena Fund accounts for funds received from the respective private concessionaires operating each facility.

Pico Rivera Golf Course Fund records the operations of the City-owned golf course.

**CITY OF PICO RIVERA, CALIFORNIA
OTHER ENTERPRISE FUNDS
COMBINING STATEMENT OF NET POSITION
JUNE 30, 2023**

	Sports Arena	Golf Course	Total
ASSETS			
Current Assets:			
Cash and Investments	\$ 739,257	\$ 58,084	\$ 797,341
Receivables, Net:			
Accounts	12,954	47,247	60,201
Interest	3,735	-	3,735
Total Current Assets	<u>755,946</u>	<u>105,331</u>	<u>861,277</u>
Noncurrent Assets:			
Capital Assets, Not Depreciated	3,368	38,945	42,313
Capital Assets, Depreciated, Net	4,361	230,538	234,899
Total Noncurrent Assets	<u>7,729</u>	<u>269,483</u>	<u>277,212</u>
 Total Assets	 <u>763,675</u>	 <u>374,814</u>	 <u>1,138,489</u>
DEFERRED OUTFLOWS OF RESOURCES			
Amount Related to Pensions	<u>20,791</u>	<u>10,395</u>	<u>31,186</u>
LIABILITIES			
Current Liabilities:			
Accounts Payable	-	102,394	102,394
Accrued Liabilities	2,841	53,814	56,655
Total Current Liabilities	<u>2,841</u>	<u>156,208</u>	<u>159,049</u>
Noncurrent Liabilities:			
Advances from Other Funds	-	3,793,347	3,793,347
Net Pension Liability	76,919	38,459	115,378
Total Noncurrent Liabilities	<u>76,919</u>	<u>3,831,806</u>	<u>3,908,725</u>
 Total Liabilities	 <u>79,760</u>	 <u>3,988,014</u>	 <u>4,067,774</u>
DEFERRED INFLOWS OF RESOURCES			
Amounts Related to Pensions	<u>3,194</u>	<u>1,597</u>	<u>4,791</u>
NET POSITION			
Net Investment in Capital Assets	7,729	269,483	277,212
Unrestricted	693,783	(3,873,885)	(3,180,102)
 Total Net Position	 <u>\$ 701,512</u>	 <u>\$ (3,604,402)</u>	 <u>\$ (2,902,890)</u>

**CITY OF PICO RIVERA, CALIFORNIA
OTHER ENTERPRISE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
YEAR ENDED JUNE 30, 2023**

	Sports Arena	Golf Course	Total
OPERATING REVENUES			
Charges for Services	\$ 318,378	\$ 755,542	\$ 1,073,920
Other	-	-	-
Total Operating Revenues	<u>318,378</u>	<u>755,542</u>	<u>1,073,920</u>
OPERATING EXPENSES			
Salaries and Benefits	52,751	29,108	81,859
Contractual Services	(59,325)	111,920	52,595
Insurance Claims and Expenses	1,207	-	1,207
Administrative	-	915,642	915,642
Utilities	854	242,891	243,745
Repairs and Maintenance	-	92,875	92,875
Depreciation	1,718	28,149	29,867
Total Operating Expenses	<u>(2,795)</u>	<u>1,420,585</u>	<u>1,417,790</u>
OPERATING GAIN (LOSS)	321,173	(665,043)	(343,870)
NONOPERATING REVENUES			
Investment Income	<u>12,329</u>	<u>-</u>	<u>12,329</u>
CHANGE IN NET POSITION	333,502	(665,043)	(331,541)
Net Position - Beginning of Year	<u>368,010</u>	<u>(2,939,359)</u>	<u>(2,571,349)</u>
NET POSITION - END OF YEAR	<u>\$ 701,512</u>	<u>\$ (3,604,402)</u>	<u>\$ (2,902,890)</u>

**CITY OF PICO RIVERA, CALIFORNIA
OTHER ENTERPRISE FUNDS
COMBINING STATEMENT OF CASH FLOWS
YEAR ENDED JUNE 30, 2023**

	Sports Arena	Golf Course	Total
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from Customers and Users	\$ 408,142	\$ 727,169	\$ 1,135,311
Payments to Suppliers	(14,775)	(1,364,901)	(1,379,676)
Payments to Employees	(59,052)	(23,419)	(82,471)
Net Cash Provided (Used) by Operating Activities	<u>334,315</u>	<u>(661,151)</u>	<u>(326,836)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Proceeds from Due to/from Other Funds	-	717,239	717,239
Net Cash Provided by Noncapital Financing Activities	<u>-</u>	<u>717,239</u>	<u>717,239</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest Received	8,975	-	8,975
Net Cash Used by Investing Activities	<u>8,975</u>	<u>-</u>	<u>8,975</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	343,290	31,843	375,133
Cash and Cash Equivalents - Beginning of Year	<u>395,967</u>	<u>26,241</u>	<u>422,208</u>
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 739,257</u>	<u>\$ 58,084</u>	<u>\$ 797,341</u>
RECONCILIATION OF OPERATING GAIN (LOSS) TO NET CASH USED BY OPERATING ACTIVITIES			
Operating Gain (Loss)	\$ 321,173	\$ (665,043)	\$ (343,870)
Adjustments to Reconcile Operating Gain (Loss) to Net Cash Provided (Used) by Operating Activities:			
Depreciation	1,718	28,149	29,867
Changes in Operating Assets, Deferred Outflows of Resources, Liabilities, and Deferred Inflows of Resources:			
Increase in Accounts Receivables	89,764	(28,373)	61,391
Decrease in Inventories	-	24,005	24,005
Decrease in Deferred Outflows of Resources - Amount Related to Pensions	(12,631)	(7,052)	(19,683)
Increase (Decrease) in Accounts Payable	(72,039)	(21,460)	(93,499)
Increase (Decrease) in Accrued Liabilities	520	812	1,332
Increase in Deposits Payable	-	(1,800)	(1,800)
Increase (Decrease) in Net Pension Liability	20,624	15,393	36,017
Increase (Decrease) in Deferred Inflows of Resources - Amounts Related to Pensions	(14,814)	(5,782)	(20,596)
Total Adjustments	<u>13,142</u>	<u>3,892</u>	<u>17,034</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ 334,315</u>	<u>\$ (661,151)</u>	<u>\$ (326,836)</u>

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**STATISTICAL SECTION
(UNAUDITED)**

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**CITY OF PICO RIVERA, CALIFORNIA
DESCRIPTION OF STATISTICAL SECTION CONTENTS
JUNE 30, 2023**

This part of the City of Pico Rivera’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 say about the government’s overall financial health.

Contents:	Pages
<u>Financial Trends</u> – These schedules contain trend information that may assist the reader in understanding the City’s current financial performance by placing it in historical perspective.	135-144
<u>Revenue Capacity</u> – These schedules contain information that may help in assessing the viability of the City’s most significant revenue sources – property taxes, transient occupancy tax (TOT), and sales tax.	145-152
<u>Debt Capacity</u> – These schedules present information that may assist the reader in analyzing the affordability of the City’s current levels of outstanding debt and the City’s ability to issue additional debt in the future.	153-158
<u>Demographic and Economic Information</u> – These schedules offer demographic and economic indicators to help the reader understand the environment within which the City’s financial activities take place.	159-160
<u>Operating Information</u> – These schedules contain service and infrastructure indicators that may assist the reader in understanding how the information in the City’s financial report relates to the services that the City provides and the activities it performs.	161-164

**CITY OF PICO RIVERA, CALIFORNIA
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS**

	<u>2013-14</u>	<u>2014-15</u>	<u>2015-16</u>	<u>2016-17</u>
Governmental Activities:				
Net investment in capital assets	\$ 224,917,267	\$ 224,650,021	\$ 231,562,736	\$ 223,976,465
Restricted	13,016,383	14,236,953	11,854,987	13,274,422
Unrestricted	<u>43,883,873</u>	<u>22,142,254</u>	<u>23,639,282</u>	<u>25,960,550</u>
Total governmental activities net position	<u>281,817,523</u>	<u>261,029,228</u>	<u>267,057,005</u>	<u>263,211,437</u>
Business-type Activities:				
Net investment in capital assets	30,964,232	31,370,373	31,761,672	32,604,651
Restricted	-	-	-	-
Unrestricted	<u>(16,212,613)</u>	<u>(18,465,237)</u>	<u>(16,385,687)</u>	<u>(13,590,642)</u>
Total business-type activities net position	<u>14,751,619</u>	<u>12,905,136</u>	<u>15,375,985</u>	<u>19,014,009</u>
Primary Government:				
Net investment in capital assets	255,881,499	256,020,394	263,324,408	256,581,116
Restricted	13,016,383	14,236,953	11,854,987	13,274,422
Unrestricted	<u>27,671,260</u>	<u>3,677,017</u>	<u>7,253,595</u>	<u>12,369,908</u>
Total primary government net position	<u>\$ 296,569,142</u>	<u>\$ 273,934,364</u>	<u>\$ 282,432,990</u>	<u>\$ 282,225,446</u>

Source: Statement of Net Position

**CITY OF PICO RIVERA, CALIFORNIA
NET POSITION BY COMPONENT (CONTINUED)
LAST TEN FISCAL YEARS**

<u>2017-18</u>	<u>2018-19</u>	<u>2019-20</u>	<u>2020-21</u>	<u>2021-22</u>	<u>2022-23</u>
\$ 230,499,724	\$ 232,291,558	\$ 235,399,358	\$ 234,764,478	\$ 237,260,527	\$ 244,677,341
16,360,144	19,565,580	22,661,392	23,672,803	27,978,094	31,184,653
<u>18,735,128</u>	<u>17,860,702</u>	<u>15,000,619</u>	<u>23,195,137</u>	<u>38,557,279</u>	<u>51,605,739</u>
<u>265,594,996</u>	<u>269,717,840</u>	<u>273,061,369</u>	<u>281,632,418</u>	<u>303,795,900</u>	<u>327,467,733</u>
33,236,723	33,680,356	34,129,206	36,403,397	40,280,888	50,610,138
-	-	-	-	-	-
<u>(13,570,480)</u>	<u>(10,315,352)</u>	<u>(3,505,373)</u>	<u>(4,457,768)</u>	<u>(4,543,616)</u>	<u>(3,373,379)</u>
<u>19,666,243</u>	<u>23,365,004</u>	<u>30,623,833</u>	<u>31,945,629</u>	<u>35,737,272</u>	<u>47,236,759</u>
263,736,447	265,971,914	269,528,564	271,167,875	277,541,415	295,287,479
16,360,144	19,565,580	22,661,392	23,672,803	27,978,094	31,151,411
<u>5,164,648</u>	<u>7,545,350</u>	<u>11,495,246</u>	<u>18,737,369</u>	<u>34,013,663</u>	<u>482,656,002</u>
<u>\$ 285,261,239</u>	<u>\$ 293,082,844</u>	<u>\$ 303,685,202</u>	<u>\$ 313,578,047</u>	<u>\$ 339,533,172</u>	<u>\$ 374,704,492</u>

CITY OF PICO RIVERA, CALIFORNIA
CHANGE IN NET POSITION
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)

	2013-14	2014-15	2015-16	2016-17	2017-18
Expenses:					
Governmental Activities:					
General government	\$ 9,954,786	\$ 9,248,597	\$ 8,790,816	\$ 10,048,704	\$ 8,190,494
Public safety	11,202,782	10,457,770	10,468,357	12,330,023	11,885,957
Public works	10,498,605	14,545,183	14,472,969	15,104,130	12,488,922
Parks and recreation	5,422,037	5,600,669	5,585,521	6,263,237	7,146,278
Health and welfare	5,339,488	4,840,878	5,266,352	5,587,157	5,311,548
Community development	2,511,556	2,761,524	2,827,231	2,540,908	4,407,647
Interest and fiscal charges	1,742,562	1,656,613	1,626,960	2,628,006	1,013,498
Total governmental activities net expenses	<u>46,671,816</u>	<u>49,111,234</u>	<u>49,038,206</u>	<u>54,502,165</u>	<u>50,444,344</u>
Business-type Activities:					
Water	8,386,111	8,044,302	7,865,853	8,155,205	8,382,375
Pico Rivera Innovative Municipal Energy	-	-	-	-	4,900,927
Other enterprise funds	1,054,837	1,320,585	1,624,391	1,622,319	2,270,317
Total business-type activities net expenses	<u>9,440,948</u>	<u>9,364,887</u>	<u>9,490,244</u>	<u>9,777,524</u>	<u>15,553,619</u>
Total primary government expenses	<u>\$ 56,112,764</u>	<u>\$ 58,476,121</u>	<u>\$ 58,528,450</u>	<u>\$ 64,279,689</u>	<u>\$ 65,997,963</u>
Program Revenues:					
Governmental Activities:					
Charges for services:					
General government	\$ 497,518	\$ 574,846	\$ 606,726	\$ 739,432	\$ 493,265
Public safety	1,207,766	1,125,660	1,022,464	962,627	1,044,921
Public works	744,905	1,821,210	1,788,821	786,053	801,487
Parks and recreation	693,884	743,400	578,529	773,631	791,906
Health and welfare	188,767	232,824	202,262	174,314	198,238
Community development	712,626	644,344	746,395	873,536	1,196,287
Operating contributions and grants	13,322,885	12,236,612	12,817,403	11,093,802	16,678,586
Capital contributions and grants	2,378,797	2,287,187	1,620,798	778,116	2,874,341
Total governmental activities program revenues	<u>19,747,148</u>	<u>19,666,083</u>	<u>19,383,398</u>	<u>16,181,511</u>	<u>24,079,031</u>
Business-type Activities:					
Charges for services:					
Water utility	8,909,351	8,698,444	8,304,240	8,819,676	9,802,992
Pico Rivera Innovative Municipal Energy	-	-	-	-	5,354,524
Other enterprise funds	921,432	996,548	1,302,652	1,478,893	1,176,972
Operating grants and contributions	-	-	-	-	-
Capital grants and contributions	-	-	-	-	-
Total business-type activities program revenues	<u>9,830,783</u>	<u>9,694,992</u>	<u>9,606,892</u>	<u>10,298,569</u>	<u>16,334,488</u>
Primary government program revenues	<u>\$ 29,577,931</u>	<u>\$ 29,361,075</u>	<u>\$ 28,990,290</u>	<u>\$ 26,480,080</u>	<u>\$ 40,413,519</u>
Net (Expense)/Revenue:					
Governmental activities	\$ (26,924,668)	\$ (29,445,151)	\$ (29,654,808)	\$ (38,320,654)	\$ (26,365,313)
Business-type activities	389,835	330,105	116,648	521,045	780,869
Total primary government net expense	<u>\$ (26,534,833)</u>	<u>\$ (29,115,046)</u>	<u>\$ (29,538,160)</u>	<u>\$ (37,799,609)</u>	<u>\$ (25,584,444)</u>

Source: City of Pico Rivera Finance Division

**CITY OF PICO RIVERA, CALIFORNIA
CHANGE IN NET POSITION (CONTINUED)
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)**

	2018-19	2019-20	2020-21	2021-22	2022-23
\$	10,589,517	\$ 11,832,065	\$ 8,799,110	\$ 8,089,449	\$ 10,634,542
	11,998,792	12,460,600	12,314,336	12,144,703	12,661,589
	16,339,812	15,688,114	16,834,980	14,700,643	15,857,499
	7,958,749	7,319,903	6,765,477	7,457,649	8,540,605
	5,416,605	5,508,857	6,248,362	6,414,485	7,274,930
	4,194,760	5,269,424	4,630,014	10,891,361	5,957,282
	1,507,430	1,527,256	1,486,071	1,450,395	1,394,492
	<u>58,404,010</u>	<u>59,606,219</u>	<u>57,078,350</u>	<u>61,148,685</u>	<u>62,320,939</u>
	8,506,305	8,743,689	9,503,242	9,570,530	7,461,720
	12,944,076	12,800,550	16,116,785	17,222,547	18,935,357
	1,804,018	1,411,093	1,980,185	1,430,189	1,417,790
	<u>23,254,399</u>	<u>22,955,332</u>	<u>27,600,212</u>	<u>28,223,266</u>	<u>27,814,867</u>
\$	<u>81,658,409</u>	<u>82,561,551</u>	<u>84,678,562</u>	<u>89,371,951</u>	<u>90,135,806</u>
\$	657,280	\$ 310,572	\$ 415,826	\$ 545,101	\$ 1,161,745
	1,114,647	970,410	1,160,968	1,163,935	1,144,044
	836,847	852,467	878,464	882,256	991,248
	579,751	359,398	63,530	279,041	487,136
	205,328	9,104	155,361	285,648	184,645
	982,241	826,524	1,240,644	1,681,960	2,003,316
	13,168,680	13,826,068	16,416,848	26,561,448	22,046,380
	3,604,445	5,855,720	2,986,830	5,387,593	3,207,183
	<u>21,149,219</u>	<u>23,010,263</u>	<u>23,318,471</u>	<u>36,786,982</u>	<u>31,225,697</u>
	9,904,084	10,376,513	10,641,130	11,180,400	10,989,386
	13,581,101	16,685,058	14,798,777	18,030,558	24,006,009
	1,119,812	1,056,567	1,841,744	1,195,085	1,073,920
	-	-	-	476,602	246,661
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,518,595</u>
	<u>24,604,997</u>	<u>28,118,138</u>	<u>27,281,651</u>	<u>30,882,645</u>	<u>38,834,571</u>
\$	<u>45,754,216</u>	<u>51,128,401</u>	<u>50,600,122</u>	<u>67,669,627</u>	<u>70,060,268</u>
\$	(37,254,791)	\$ (36,595,956)	\$ (33,759,879)	\$ (24,361,703)	\$ (31,095,242)
	1,350,598	5,162,806	(318,561)	2,659,379	11,019,704
\$	<u>(35,904,193)</u>	<u>(31,433,150)</u>	<u>(34,078,440)</u>	<u>(21,702,324)</u>	<u>(20,075,538)</u>

**CITY OF PICO RIVERA, CALIFORNIA
CHANGE IN NET POSITION (CONTINUED)
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)**

	2013-14	2014-15	2015-16	2016-17	2017-18
General Revenues and Other Changes in Net Position:					
Governmental Activities:					
Property taxes	\$ 9,269,468	\$ 9,611,244	\$ 10,049,454	\$ 10,591,691	\$ 11,173,640
Sales taxes	16,435,053	16,368,367	17,766,538	17,637,948	17,575,729
Franchise taxes	1,641,171	1,646,884	1,654,275	1,582,026	1,703,255
Utility users taxes	3,504,363	3,525,036	3,385,361	3,276,321	3,142,090
Other taxes	1,710,630	1,760,876	1,850,151	1,632,337	1,807,130
Unrestricted motor vehicle license in lieu					
Investment Earnings	39,582	151,636	193,684	347,422	637,086
Other	139,486	613,592	283,352	450,783	662,225
Transfers	648,626	611,727	479,232	(1,043,442)	42,027
Gain on sale of property	104,912	257,194	174,424	-	-
Special Item	(9,075,443)	1,059,577	(704,496)	-	-
Total governmental activities	<u>24,417,848</u>	<u>35,606,133</u>	<u>35,131,975</u>	<u>34,475,086</u>	<u>36,743,182</u>
Business-type Activities:					
Investment Earnings	2,308,060	2,226,339	2,128,937	2,073,537	2,025,078
Other	95,459	12,179	-	-	-
Transfers	(648,626)	(611,727)	(479,232)	1,043,442	(42,027)
Gain on bond defeasance	-	-	-	-	-
Extraordinary item	-	-	704,496	-	-
Total business-type activities	<u>1,754,893</u>	<u>1,626,791</u>	<u>2,354,201</u>	<u>3,116,979</u>	<u>1,983,051</u>
Total primary government	<u>\$ 26,172,741</u>	<u>\$ 37,232,924</u>	<u>\$ 37,486,176</u>	<u>\$ 37,592,065</u>	<u>\$ 38,726,233</u>
Change in Net Position:					
Governmental activities	\$ (2,506,820)	\$ 6,160,982	\$ 5,477,167	\$ (3,845,568)	\$ 10,377,869
Business-type activities	2,144,728	1,956,896	2,470,849	3,638,024	2,763,920
Total primary government	<u>\$ (362,092)</u>	<u>\$ 8,117,878</u>	<u>\$ 7,948,016</u>	<u>\$ (207,544)</u>	<u>\$ 13,141,789</u>

Source: City of Pico Rivera Finance Division

**CITY OF PICO RIVERA, CALIFORNIA
CHANGE IN NET POSITION (CONTINUED)
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)**

	2018-19	2019-20	2020-21	2021-22	2022-23
\$	11,734,058	\$ 12,259,774	\$ 13,000,934	\$ 13,831,113	\$ 15,016,822
	19,468,221	19,364,272	21,325,436	24,551,320	25,116,979
	1,729,336	1,787,568	1,876,407	1,956,998	2,063,404
	2,939,221	3,064,500	3,157,258	3,567,128	4,001,578
	1,968,094	1,690,687	2,055,932	1,926,617	3,867,144
	1,528,199	1,502,934	542,108	(197,845)	2,035,505
	1,007,091	269,750	372,853	889,854	1,793,456
	-	-	-	-	(56,438)
	-	-	-	-	928,625
	-	-	-	-	-
	<u>40,374,220</u>	<u>39,939,485</u>	<u>42,330,928</u>	<u>46,525,185</u>	<u>54,767,075</u>
	2,140,163	2,096,023	1,640,357	449,236	423,345
	-	-	-	-	-
	-	-	-	-	56,438
	-	-	-	683,028	-
	-	-	-	-	-
	<u>2,140,163</u>	<u>2,096,023</u>	<u>1,640,357</u>	<u>1,132,264</u>	<u>479,783</u>
\$	<u>42,514,383</u>	<u>42,035,508</u>	<u>43,971,285</u>	<u>47,657,449</u>	<u>55,246,858</u>
\$	3,119,429	3,343,529	8,571,049	22,163,482	23,671,833
	3,490,761	7,258,829	1,321,796	3,791,643	11,499,487
\$	<u>6,610,190</u>	<u>10,602,358</u>	<u>9,892,845</u>	<u>25,955,125</u>	<u>35,171,320</u>

**CITY OF PICO RIVERA, CALIFORNIA
 FUND BALANCES OF GOVERNMENTAL FUNDS
 LAST TEN FISCAL YEARS
 (MODIFIED ACCRUAL BASIS OF ACCOUNTING)**

	2013-14	2014-15	2015-16	2016-17	2017-18
General Fund:					
Nonspendable	\$ 25,222,739	\$ 25,222,739	\$ 25,198,662	\$ 25,209,917	\$ 25,168,800
Restricted	2,446,856	2,358,919	2,368,600	-	-
Committed	9,330,000	9,316,732	9,479,500	9,476,700	9,665,400
Assigned	8,285,480	10,272,833	14,376,800	14,426,700	13,256,200
Unassigned	48,092	4,341,395	12,882,331	10,851,445	12,063,120
Total general fund	<u>\$ 45,333,167</u>	<u>\$ 51,512,618</u>	<u>\$ 64,305,893</u>	<u>\$ 59,964,762</u>	<u>\$ 60,153,520</u>
All Other Governmental Funds:					
Nonspendable	\$ -	\$ -	\$ -	\$ -	\$ 4,508
Restricted	10,669,538	11,366,458	11,074,536	12,927,436	15,566,814
Assigned	600,000	600,000	600,000	600,000	600,000
Unassigned	(3,335,743)	(2,869,762)	(2,141,161)	(1,749,394)	(1,607,854)
Total all other governmental funds	<u>\$ 7,933,795</u>	<u>\$ 9,096,696</u>	<u>\$ 9,533,375</u>	<u>\$ 11,778,042</u>	<u>\$ 14,563,468</u>

Note: Please refer to MD&A for governmental fund balance change

Source: City of Pico Rivera Finance Division

**CITY OF PICO RIVERA, CALIFORNIA
 FUND BALANCES OF GOVERNMENTAL FUNDS (CONTINUED)
 LAST TEN FISCAL YEARS
 (MODIFIED ACCRUAL BASIS OF ACCOUNTING)**

2018-19	2019-20	2020-21	2021-22	2022-23
\$ 28,002,854	\$ 22,096,478	\$ 23,232,000	\$ 26,139,104	\$ 26,900,752
1,061,066	1,087,825	1,372,990	1,180,688	1,335,720
10,284,000	10,169,300	20,510,328	24,517,211	28,903,778
14,039,900	13,991,300	13,717,940	14,926,791	20,990,019
9,067,136	17,752,704	14,366,714	6,458,368	4,172,944
<u>\$ 62,454,956</u>	<u>\$ 65,097,607</u>	<u>\$ 73,199,972</u>	<u>\$ 73,222,162</u>	<u>\$ 82,303,213</u>
\$ -	\$ -	\$ -	\$ -	\$ -
31,791,493	33,195,861	34,780,540	37,428,998	31,670,862
600,000	-	232,477	11,590,609	13,312,296
(60,712)	(1,257,821)	(1,046,569)	(502,874)	(1,829,920)
<u>\$ 32,330,781</u>	<u>\$ 31,938,040</u>	<u>\$ 33,966,448</u>	<u>\$ 48,516,733</u>	<u>\$ 43,153,238</u>

CITY OF PICO RIVERA, CALIFORNIA
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	2013-14	2014-15	2015-16	2016-17	2017-18
Revenues:					
Taxes and Assessments	\$ 33,100,095	\$ 34,083,110	\$ 35,534,141	\$ 34,592,924	\$ 35,567,380
Licenses and permits	2,320,618	2,363,477	2,491,636	2,442,190	2,960,639
Intergovernmental	10,891,308	11,703,565	12,214,500	11,927,598	13,433,014
Charges for services	1,964,785	1,889,338	1,871,009	2,124,665	1,851,030
Fines, forfeitures and penalties	1,224,540	1,134,906	1,031,031	898,203	1,002,532
Investment income	244,614	336,077	341,746	488,369	812,776
Miscellaneous	1,333,203	2,535,295	785,171	538,177	5,593,359
Total revenues	51,079,163	54,045,768	54,269,234	53,012,126	61,220,730
Expenditures:					
General government	7,183,738	6,884,398	6,805,810	11,819,289	12,938,296
Public safety	11,188,047	10,435,184	10,439,469	11,375,573	11,857,271
Public works	8,561,977	9,621,311	9,707,823	10,255,784	14,095,351
Parks and recreation	4,890,183	4,794,720	4,554,724	5,374,259	6,122,665
Health and welfare	5,339,488	4,840,878	5,266,352	5,587,157	5,311,548
Community development	2,490,769	2,730,123	2,787,070	3,435,809	4,367,766
Pass through to other agencies	-	-	-	-	-
Loss on sale of land held for resale	-	-	-	-	-
Capital outlay	7,719,114	5,175,862	7,287,913	2,453,883	1,547,832
Debt service:					
Principal retirement	585,000	610,000	635,000	980,000	865,000
Interest and other charges	1,734,538	1,710,638	1,682,562	655,944	1,061,150
Lease Principal	-	-	-	-	-
Lease Interest	-	-	-	-	-
Bond issuance costs	-	-	-	520,424	-
payments to refunding escrow agent	-	-	-	2,368,685	-
Total expenditures	49,692,854	46,803,114	49,166,723	54,826,807	58,166,879
Excess (deficiency) of revenues over (under) expenditures	1,386,309	7,242,654	5,102,511	(1,814,681)	3,053,851
Other Financing Sources (Uses):					
Transfers in	11,719,264	7,618,952	19,274,660	3,986,323	3,309,866
Transfers out	(12,118,893)	(7,987,933)	(10,488,538)	(5,029,765)	(3,767,839)
Sale of capital assets	-	-	-	-	-
Bond issuance	-	-	-	30,470,000	-
Bond premium	-	-	-	3,082,378	-
Payments to refunding escrow agent	-	-	-	(33,021,008)	-
Total other financing sources (uses)	(399,629)	(368,981)	8,786,122	(512,072)	(457,973)
Special Item:					
Forgiveness of debt	-	-	(90,000)	-	-
Net change in fund balances	986,680	6,873,673	13,798,633	(2,326,753)	2,595,878
Fund balances - July 1	52,180,282	53,166,962	60,040,635	73,839,268	72,121,110
Fund balances - June 30	<u>\$ 53,166,962</u>	<u>\$ 60,040,635</u>	<u>\$ 73,839,268</u>	<u>\$ 71,512,515</u>	<u>\$ 74,716,988</u>
Debt service as a percentage of noncapital expenditures	5.53%	5.57%	5.53%	8.64%	3.42%

CITY OF PICO RIVERA, CALIFORNIA
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS (CONTINUED)
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

2018-19	2019-20	2020-21	2021-22	2022-23
\$ 38,653,543	\$ 39,179,631	\$ 39,647,861	\$ 44,310,901	\$ 46,700,057
2,861,711	2,212,910	3,209,557	3,612,057	5,776,946
12,973,062	15,079,031	19,310,930	33,355,732	22,698,100
1,819,310	1,443,249	1,234,332	1,437,497	2,338,963
1,109,430	952,095	1,108,568	1,199,256	1,171,765
1,433,476	1,523,385	557,114	(359,384)	1,831,552
1,436,364	996,245	600,081	1,233,409	2,243,586
<u>60,286,896</u>	<u>61,386,546</u>	<u>65,668,443</u>	<u>84,789,468</u>	<u>82,760,969</u>
7,901,483	8,291,063	7,367,989	9,309,236	10,960,791
11,971,740	12,433,612	12,286,345	12,135,586	12,651,644
15,527,553	17,986,339	16,457,143	17,374,179	13,494,769
6,993,470	6,356,907	5,766,663	7,085,982	7,595,935
5,416,605	5,508,857	6,248,362	6,414,485	7,274,930
4,157,152	5,231,905	4,591,099	11,558,866	6,172,894
-	-	-	-	-
-	-	-	-	-
1,633,063	571,952	64,075	2,559,159	19,036,572
1,090,000	1,155,000	1,190,000	1,230,000	1,285,000
1,530,496	1,601,001	1,565,994	1,522,419	1,472,422
-	-	-	24,584	25,205
-	-	-	2,497	1,876
398,345	-	-	-	-
-	-	-	-	-
<u>56,619,907</u>	<u>59,136,636</u>	<u>55,537,670</u>	<u>69,216,993</u>	<u>79,972,038</u>
3,666,989	2,249,910	10,130,773	15,572,475	2,788,931
4,667,515	2,986,078	2,491,287	24,116,170	5,062,125
(4,667,515)	(2,986,078)	(2,491,287)	(25,116,170)	(5,062,125)
-	-	-	-	928,625
14,695,000	-	-	-	-
703,345	-	-	-	-
-	-	-	-	-
<u>15,398,345</u>	<u>-</u>	<u>-</u>	<u>(1,000,000)</u>	<u>928,625</u>
-	-	-	-	-
19,065,334	2,249,910	10,130,773	14,572,475	3,717,556
<u>75,720,403</u>	<u>94,785,737</u>	<u>97,035,647</u>	<u>107,166,420</u>	<u>121,738,895</u>
<u>\$ 94,785,737</u>	<u>\$ 97,035,647</u>	<u>\$ 107,166,420</u>	<u>\$ 121,738,895</u>	<u>\$ 125,456,451</u>
6.17%	5.42%	5.46%	4.66%	4.74%

**CITY OF PICO RIVERA, CALIFORNIA
GOVERNMENTAL ACTIVITIES TAX REVENUES BY SOURCE
LAST TEN FISCAL YEARS**

Fiscal Year	Property Taxes	Sales Tax	Transient Occupancy Tax	Motor Vehicle In-Lieu Tax
2013-14	\$ 9,269,468	\$ 16,435,053	\$ 367,804	\$ 28,547
2014-15	9,611,244	16,368,367	390,666	27,575
2015-16	10,049,454	17,766,538	417,938	25,896
2016-17	10,591,691	17,637,948	422,313	28,793
2017-18	11,173,640	17,575,729	424,542	33,713
2018-19	11,734,058	19,468,221	461,474	30,845
2019-20	12,209,094	19,364,271	438,232	50,679
2020-21	12,954,453	21,325,436	433,797	46,481
2021-22	13,758,151	24,551,320	533,482	72,962
2022-23	<u>14,953,118</u>	<u>25,116,980</u>	<u>597,129</u>	<u>63,705</u>
Change from Base Year 2013-14	<u>61%</u>	<u>53%</u>	<u>62%</u>	<u>123%</u>

Source: City of Pico Rivera Finance Division

**CITY OF PICO RIVERA, CALIFORNIA
GOVERNMENTAL ACTIVITIES TAX REVENUES BY SOURCE (CONTINUED)
LAST TEN FISCAL YEARS**

Franchise Tax	Utility Users Tax	Business License Tax	Total
\$ 1,641,171	\$ 3,504,363	\$ 1,342,826	\$ 32,589,232
1,646,884	3,525,036	1,370,210	32,939,982
1,654,275	3,385,361	1,432,213	34,731,675
1,582,026	3,276,231	1,210,024	34,749,026
1,703,255	3,142,090	1,382,588	35,435,557
1,729,336	2,939,221	1,454,896	37,818,051
1,787,568	3,064,500	1,209,199	38,123,543
1,876,407	3,157,258	1,611,415	41,405,247
1,956,998	3,567,128	1,393,084	45,833,126
<u>2,063,404</u>	<u>4,001,578</u>	<u>3,270,000</u>	<u>50,065,914</u>
<u>26%</u>	<u>14%</u>	<u>144%</u>	<u>54%</u>

**CITY OF PICO RIVERA, CALIFORNIA
REVENUE BASE BY CATEGORY
LAST TEN FISCAL YEARS
(RATE PER \$1,000 OF ASSESSED VALUE)**

Fiscal Year	Residential Property	Commercial Property	Industrial Property	Other* Property	Tax-Exempt Property	Total Taxable Assessed Value	Total Direct Tax Rate
2013-14	\$ 2,698,550,967	\$ 528,061,894	\$ 591,638,354	\$ 245,353,016	\$ 1,942,210	\$ 4,065,546,441	0.0941
2014-15	2,849,419,991	534,153,757	608,797,600	255,121,685	1,951,026	4,249,444,059	0.0938
2015-16	3,004,411,938	550,436,822	623,317,693	263,566,626	1,990,006	4,443,723,085	0.0936
2016-17	3,157,571,430	572,434,427	644,340,185	261,458,977	2,020,352	4,443,723,085	0.0933
2017-18	3,334,334,379	590,956,777	695,508,846	292,833,875	2,060,757	4,915,694,634	0.0930
2018-19	3,517,570,969	596,369,740	740,474,135	315,837,843	100,235	5,170,352,922	0.0927
2019-20	3,706,643,219	629,479,041	771,749,293	365,146,561	102,238	5,473,120,352	0.0924
2020-21	3,895,827,995	639,397,804	823,738,292	382,305,577	104,282	5,741,373,950	0.0923
2021-22	4,079,513,033	657,191,391	978,113,682	374,506,281	105,361	6,089,429,748	0.0921
2022-23	4,322,883,001	678,393,685	1,123,348,084	415,534,522	112,567	6,540,271,859	0.0918

*Other property includes recreational, institutional, vacant, and miscellaneous property.

Source: Los Angeles County Assessor 2022/23 Combined Tax Rolls

**CITY OF PICO RIVERA, CALIFORNIA
PROPERTY TAX LEVIES AND TAX COLLECTIONS
LAST TEN FISCAL YEARS**

Fiscal Year	Taxes Levied	Collected within the Fiscal Year of Levy		Collections in Subsequent Year (Includes Refunds)	Total Collections to Date Final Percent of	
		Amount	Percent of Levy		Amount	Levy
2013-14	\$ 2,388,030	\$ 2,311,646	96.80%	\$ 38,725	\$ 2,350,371	98.42%
2014-15	2,511,683	2,425,171	96.56%	20,888	2,446,059	97.39%
2015-16	2,552,922	2,511,115	98.36%	-	2,511,115	98.36%
2016-17	2,674,309	2,638,929	98.68%	-	2,638,929	98.68%
2017-18	2,840,017	2,798,898	98.55%	-	2,798,898	98.55%
2018-19	2,955,805	2,914,751	98.61%	-	2,914,751	98.61%
2019-20	3,169,235	3,055,052	96.40%	-	3,055,052	96.40%
2020-21	3,322,924	3,261,695	98.16%	-	3,261,695	98.16%
2021-22	3,496,505	3,433,991	98.21%	-	3,433,991	98.21%
2022-23	4,048,127	3,903,368	96.42%	144,759	4,048,127	100.00%

NOTE: Article XIII-A of the Constitution of the State of California adopted by the electorate in June 1978, precludes the City from a local property tax levy. All general-purpose property taxes are levied by the County and allocated to other governmental entities on a predetermined formula.

Source: County Assessor General Ledger

**CITY OF PICO RIVERA, CALIFORNIA
DIRECT AND OVERLAPPING GOVERNMENTS PROPERTY TAX RATES
LAST TEN FISCAL YEARS**

<u>Agency</u>	<u>2013-14</u>	<u>2014-15</u>	<u>2015-16</u>	<u>2016-17</u>
Basic Levy	1.00000	1.00000	1.00000	1.00000
County Detention Facilities 1987 Debt	0.00000	0.00000	0.00000	0.00000
El Rancho Unified School District	0.09571	0.09907	0.09630	0.09627
LA Community College District	0.04454	0.04017	0.03575	0.03596
LA County Flood Control	0.00000	0.00000	0.00000	0.00000
Little Lake City School District	0.08537	0.07964	0.06522	0.00000
Los Nietos School District	0.02810	0.03041	0.08062	0.07063
Metropolitan Water District	0.00350	0.00350	0.00350	0.00350
Montebello Unified School District	0.09457	0.08750	0.08715	0.14705
Rio Hondo Community College Dist	0.02892	0.02821	0.02712	0.02808
Whittier City School District	0.06110	0.05792	0.05757	0.05441
Whittier Union High School Dist	0.04473	0.05270	0.05063	0.06035
Total Direct & Overlapping Tax Rate	1.48654	1.47912	1.50386	1.49625
City's Share of 1% Levy Per Prop 13	0.08917	0.08917	0.08917	0.08917
City Redevelopment Rate	0.00000	0.00000	0.00000	0.00000
Total Direct Rate	0.09412	0.09381	0.09355	0.09330

(1) 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.

(2) City's Share of 1% Levy is based on the City's share of the general fund tax rate.

(3) Total Direct Rate is the weighted average of all individual direct rates applied by the government preparing the statistical section information.

**CITY OF PICO RIVERA, CALIFORNIA
 DIRECT AND OVERLAPPING GOVERNMENTS PROPERTY TAX RATES (CONTINUED)
 LAST TEN YEARS**

2017-18	2018-19	2019-20	2020-21	2021-22	2022-23
1.00000	1.00000	1.00000	1.00000	1.00000	1.00000
0.00000	0.00000	0.00000	0.00000	0.00000	0.00000
0.19173	0.17840	0.17835	0.18754	0.15321	0.14140
0.04599	0.04621	0.02717	0.04016	0.04376	0.02488
0.00000	0.00000	0.00000	0.00000	0.00000	0.00000
0.00000	0.00000	0.00000	0.00000	0.00000	0.00000
0.08396	0.06878	0.06576	0.06442	0.05249	0.05639
0.00350	0.00350	0.00350	0.00350	0.00350	0.00350
0.13514	0.13921	0.09306	0.09706	0.09031	0.12770
0.02748	0.02554	0.02571	0.01361	0.01526	0.01535
0.04781	0.05534	0.05096	0.05151	0.04780	0.04848
0.05781	0.05822	0.05502	0.05433	0.05395	0.05342
1.59342	1.57521	1.49952	1.51214	1.46028	1.47110
0.08917	0.08917	0.08917	0.08917	0.08917	0.08917
0.00000	0.00000	0.00000	0.00000	0.00000	0.00000
0.09301	0.09280	0.09245	0.09231	0.09210	0.09184

**CITY OF PICO RIVERA, CALIFORNIA
PRINCIPAL PROPERTY TAXPAYERS
CURRENT FISCAL YEAR AND NINE FISCAL YEARS AGO**

<u>Taxpayer</u>	<u>2022-23</u>		<u>2013-14</u>	
	<u>Taxable Assessed Value</u>	<u>Percentage of Total City Taxable Assessed Value</u>	<u>Taxable Assessed Value</u>	<u>Percentage of Total City Taxable Assessed Value</u>
Paramount Pico Rivera Industrial	\$ 85,675,510	1.31%	\$ -	0.00%
Vestar California XXVI LLC	80,183,990	1.23%	68,889,447	1.69%
Center Point Properties Trust	65,645,880	1.00%	-	0.00%
BCORE Mercury Lane Owner LLC	63,240,000	0.97%	-	0.00%
Airef Pico Rivera Distribution Center	63,100,000	1.01%	-	0.00%
TRPF CAM Pico Rivera Venture LLC	56,500,000	0.86%	-	0.00%
Majestic AMB Pico Rivera	48,991,051	0.75%	41,785,092	1.03%
8540 Whittier Boulevard	42,228,439	0.65%	-	0.00%
Wal-Mart Real Estate Business Trust	39,207,236	0.60%	33,235,309	0.82%
Pico Rivera Holdings LVT LLC	37,875,481	0.58%	-	0.00%
Iron Mountain Information	-	0.00%	31,908,174	0.78%
Princeton Medical Holdings LLC	-	0.00%	28,442,000	0.70%
Showprop Pico Rivera LLC	-	0.00%	27,930,753	0.69%
General American Life Insurance Company	-	0.00%	27,664,017	0.68%
GGF Pico Rivera LLC	-	0.00%	26,707,159	0.66%
Bakemark Ingredients West	-	0.00%	26,503,382	0.65%
Public Storage Inc	-	0.00%	21,761,548	0.54%
	<u>\$ 582,647,587</u>	<u>8.91%</u>	<u>\$ 334,826,881</u>	<u>8.24%</u>

Excludes government and tax-exempt property owners.

Total City Value for 2013-14	\$ 4,065,546,441
Total City Value for 2022-23	\$ 6,540,271,859

Source: Los Angeles County Assessor 2022-23 and 2013-14 Combined Tax Rolls

**CITY OF PICO RIVERA, CALIFORNIA
TOP 25 SALES TAX PRODUCERS
CURRENT FISCAL YEAR AND NINE FISCAL YEARS AGO**

Fiscal Year 2022-23		Fiscal Year 2013-14		
Taxpayers	Business Type	Taxpayers	Business Type	
1	Arco AM PM	Service Stations	76	Service Stations
2	Arco AM PM	Service Stations	Arco AM PM	Service Stations
3	Bay Cities Container	Light Industrial/Printers	Arco AM PM	Service Stations
4	Calply	Building Materials	Bay Cities Container	Light Industrial/Printers
5	Chevron	Service Stations	Cal Wholesale Material Supply	Building Materials
6	Chick Fil A	Quick-Service Restaurants	Chevron	Service Stations
7	Cintas	Business Services	Chevron	Service Stations
8	Circle K	Service Stations	Cintas	Business Services
9	Dal Rae	Fine Dining	Circle K	Service Stations
10	Lowes	Building Materials	Food 4 Less	Grocery Stores
11	Marshalls	Family Apparel	Home Depot	Building Materials
12	McDonalds	Quick-Service Restaurants	Lowes	Building Materials
13	Raising Cane's	Quick-Service Restaurants	Marshalls	Family Apparel
14	Ross	Family Apparel	McDonalds	Quick-Service Restaurants
15	Rush Peterbilt Truck Center	New Motor Vehicle Dealers	Oxnard Building Materials	Building Materials
16	Saw Service of America	Heavy Industrial	Pico Rivera Gas & Carwash	Service Stations
17	Shell	Service Stations	Ross	Family Apparel
18	Suez Mobile Water	Drugs/Chemicals	Rush Peterbilt Truck Center	New Motor Vehicle Dealers
19	Sunbelt Rentals	Repair Shop/Equip. Rentals	Saw Service of America	Heavy Industrial
20	Target	Discount Dept Stores	So Cal Material Handling	Warehse/Farm/Const. Equip.
21	Unisource	Office Supplies/Furniture	Target	Discount Dept Stores
22	United Rentals	Repair Shop/Equip. Rentals	Unisource	Office Supplies/Furniture
23	Versai Petroleum	Petroleum Prod/Equipment	United Rentals	Repair Shop/Equip. Rentals
24	Vesta Home	Home Furnishings	USA Gasoline	Service Stations
25	Walmart Supercenter	Discount Dept Stores	Walmart Supercenter	Discount Dept Stores

Percentage of Fiscal Year Total Paid by Top 25 Accounts =
2022-23 58.51%
2013-14 64.25%

NOTE: The names are listed in alphabetical order and not by sales tax volume.

Source: HdL Companies, State Board of Equalization

**CITY OF PICO RIVERA, CALIFORNIA
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS**

Fiscal Year	Governmental Activities			Business-Type Activities			Total Primary Government	Percentage of Personal Income	Debt Per Capita
	County Deferral	Net Pension Obligation (3)	Finance Authority Revenue Bonds (1)	Revenue Bonds	Net Pension Obligation (3)				
2012-13	- (2)	-	33,475,542	48,155,000	-	81,630,542	7.03%	1,295	
2013-14	- (2)	-	32,845,617	46,422,768	-	79,268,385	6.69%	1,241	
2014-15	- (2)	24,172,149	32,190,692	44,404,619	3,474,478	104,241,938	8.68%	1,631	
2015-16	- (2)	25,366,413	31,510,767	42,271,468	3,646,800	102,795,448	8.66%	1,599	
2016-17	- (2)	28,485,966	32,438,350	40,013,319	4,096,656	105,034,291	8.85%	1,640	
2017-18	- (2)	31,078,035	31,439,322	37,620,169	4,473,787	104,611,313	8.73%	1,628	
2018-19	- (2)	30,962,654	45,590,194	35,082,018	4,967,451	116,602,317	9.12%	1,821	
2019-20	- (2)	33,878,412	44,277,732	32,393,869	5,146,415	115,696,428	8.61%	1,826	
2020-21	- (2)	34,179,750	42,930,248	29,545,719	6,603,167	113,258,884	7.61%	1,793	
2021-22	- (2)	23,242,557	41,542,775	9,577,364	5,214,285	79,576,981	4.79%	1,295	
2022-23	- (2)	35,272,270	40,100,302	8,412,506	7,520,930	91,306,008	5.38%	1,497	

- (1) The Finance Authority Revenue Bonds are backed by lease payments made from General Fund Revenues. These lease payments and long-term debt are included in the Statement of Net Position.
- (2) Upon dissolution of the former redevelopment agency on February 1, 2012, the County deferral obligation was transferred to the Successor Agency and is no longer an obligation of the City.
- (3) City implement GASB 68 in FY 14/15 and recognize pension obligation. Prior Year Governmental Activities information had been updated to provide figures from FY 17-18 to FY 20-21.

**CITY OF PICO RIVERA, CALIFORNIA
RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS**

Fiscal Year	General Obligation Bonds	Finance Authority Revenue Bonds (1)	Total Primary Government	Percent of Assessed Value	Debt Per Capita
2013-14	-	32,845,617	32,845,617	0.808%	520.92
2014-15	-	32,190,692	32,190,692	0.758%	503.98
2015-16	-	31,510,767	31,510,767	0.709%	493.11
2016-17	-	32,438,350	32,438,350	0.730%	506.49
2017-18	-	31,439,322	31,439,322	0.640%	489.25
2018-19	-	45,590,194	45,590,194	0.882%	711.98
2019-20	-	44,277,732	44,277,732	0.809%	698.67
2020-21	-	42,930,248	42,930,248	0.748%	679.74
2021-22	-	41,542,775	41,542,775	0.682%	676.13
2022-23	-	40,100,302	40,100,302	0.613%	657.65

(1) The Finance Authority Revenue Bonds are backed by lease payments made from General Fund Revenues. These lease payments and long-term debt are included in the Statement of Net Position.

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

Source: City of Pico Rivera Finance Department

**CITY OF PICO RIVERA, CALIFORNIA
DIRECT AND OVERLAPPING DEBT
JUNE 30, 2023**

2022-23 Assessed Valuation: \$ 6,540,271,859

	<u>Total Debt 6/30/2023</u>	<u>% Applicable (1)</u>	<u>City's Share of Debt 6/30/2023</u>
<u>DIRECT DEBT</u>			
City of Pico Rivera	23,965,000	100.000%	23,965,000
TOTAL DIRECT DEBT	23,965,000		23,965,000
<u>OVERLAPPING DEBT:</u>			
Metropolitan Water District	19,215,000	0.180%	34,587
Los Angeles Community College District	4,500,730,000	0.013%	585,095
Rio Hondo Community College District	170,234,080	13.077%	22,261,511
El Rancho Unified School District	93,268,121	99.996%	93,264,390
Montebello Unified School District	248,196,585	0.689%	1,710,074
Whittier Union High School District	127,929,361	0.517%	661,395
Los Nietos School District	40,882,715	0.039%	15,944
Whittier City School District	68,080,000	1.918%	1,305,774
TOTAL OVERLAPPING DEBT	5,268,535,862		119,838,771
TOTAL DIRECT AND OVERLAPPING TAX AND ASSESSMENT DEBT			143,803,771

(1) Percentage of overlapping agency's assessed valuation located within boundaries of the City.

(2) Excludes tax and revenue anticipation notes, enterprise revenue, mortgage revenue and tax allocation bonds and non-bonded lease obligations.

Ratios to 2022-23 Assessed Valuation:

Total Overlapping Tax and Assessment Debt.....	1.83%
Total Direct Debt (\$23,965,000).....	0.37%
Combined Total Debt	2.20%

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**CITY OF PICO RIVERA, CALIFORNIA
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS**

	Fiscal Year			
	2013-14	2014-15	2015-16	2016-17
Debt limit	\$ 618,519,977	\$ 643,657,163	\$ 673,079,843	\$ 710,507,871
Total net debt applicable to limit	-	-	-	-
Legal debt margin	<u>\$ 618,519,977</u>	<u>\$ 643,657,163</u>	<u>\$ 673,079,843</u>	<u>\$ 710,507,871</u>
Total net debt applicable to the limit as a percent of debt limit	0.00%	0.00%	0.00%	0.00%
Legal Debt Margin Calculation				
Assessed value	\$ 4,065,546,441	\$ 4,249,444,059	\$ 4,443,723,085	\$ 4,699,049,996
Add back: exempt real property	<u>57,920,073</u>	<u>41,603,696</u>	<u>43,475,869</u>	<u>37,669,146</u>
Total assessed value	<u>\$ 4,123,466,514</u>	<u>\$ 4,291,047,755</u>	<u>\$ 4,487,198,954</u>	<u>\$ 4,736,719,142</u>
Debt limit (15% of total assessed value)	\$ 618,519,977	\$ 643,657,163	\$ 673,079,843	\$ 710,507,871
Debt applicable to limit	-	-	-	-
Legal debt margin	<u>\$ 618,519,977</u>	<u>\$ 643,657,163</u>	<u>\$ 673,079,843</u>	<u>\$ 710,507,871</u>

Note: Under state finance law, the City of Pico Rivera 's outstanding general obligation debt should not exceed 15 percent of total assessed property value. By law, the general obligation debt subject to the limitation may be offset by amounts set aside for repaying general obligation bonds.

Source: Los Angeles County Assessor 2022/23 Combined Tax Rolls

**CITY OF PICO RIVERA, CALIFORNIA
LEGAL DEBT MARGIN INFORMATION (CONTINUED)
LAST TEN FISCAL YEARS**

Fiscal Year					
2017-18	2018-19	2019-20	2020-21	2021-22	2022-23
\$ 750,729,280	\$ 791,460,728	\$ 836,367,534	\$ 868,018,885	\$ 926,960,187	\$ 994,004,218
-	-	-	-	-	-
<u>\$ 750,729,280</u>	<u>\$ 791,460,728</u>	<u>\$ 836,367,534</u>	<u>\$ 868,018,885</u>	<u>\$ 926,960,187</u>	<u>\$ 994,004,218</u>
0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
\$ 4,960,278,250	\$ 5,223,378,886	\$ 5,524,451,955	\$ 5,741,373,950	\$ 6,134,582,164	\$ 6,583,483,323
44,583,616	53,025,964	51,331,603	45,418,617	45,152,416	43,211,464
<u>\$ 5,004,861,866</u>	<u>\$ 5,276,404,850</u>	<u>\$ 5,575,783,558</u>	<u>\$ 5,786,792,567</u>	<u>\$ 6,179,734,580</u>	<u>\$ 6,626,694,787</u>
\$ 750,729,280	\$ 791,460,728	\$ 836,367,534	\$ 868,018,885	\$ 926,960,187	\$ 994,004,218
-	-	-	-	-	-
<u>\$ 750,729,280</u>	<u>\$ 791,460,728</u>	<u>\$ 836,367,534</u>	<u>\$ 868,018,885</u>	<u>\$ 926,960,187</u>	<u>\$ 994,004,218</u>

**CITY OF PICO RIVERA, CALIFORNIA
PLEGDED REVENUE BOND COVERAGE
LAST TEN FISCAL YEARS**

1999 WATER AUTHORITY REVENUE BONDS - Last Ten Fiscal Years

Fiscal Year	Gross Revenue ⁽¹⁾	Less:		Net Revenue Available for Debt Service	1999 Bonded Debt (P & I)	Coverage
		Direct Costs ⁽²⁾				
2013-14	\$ 11,311,659	\$ (4,944,349)		\$ 6,367,310	\$ 1,638,813	3.89%
2014-15	10,934,757	(4,785,711)		6,149,046	1,638,925	3.75%
2015-16	10,787,717	(5,745,991)		5,041,726	1,638,500	3.08%
2016-17	11,969,572	(4,617,562)		7,352,010	1,635,875	4.49%
2017-18	11,825,467	(2,022,475)		9,802,992	1,636,050	5.99%
2018-19	11,995,293	(5,881,508)		6,113,785	1,638,750	3.73%
2019-20	12,398,054	(5,956,123)		6,441,932	1,638,700	3.93%
2020-21	12,260,342	(6,897,155)		5,363,187	1,635,900	3.28%
2021-22	12,457,186	(7,692,571)		4,764,615	1,635,350	2.91%
2022-23	13,782,113	(5,779,647)		8,002,466	1,363,775	5.87%

(1) Total Water Authority revenues

(2) Total expenditures less depreciation, amortization on issuance costs and allocated costs

2016 LEASE REVENUE BONDS (2)

Fiscal Year	Gross Revenue ⁽¹⁾	Principal	Interest	Total	Coverage
2016-17	\$ 37,906,839	\$ 980,000	\$ 655,944	\$ 1,635,944	23.17
2017-18	43,598,587	865,000.00	1,061,150	1,926,150	22.64
2018-19	41,859,180	885,000.00	1,043,650	1,928,650	21.70
2019-20	41,115,931	900,000.00	1,023,450	1,923,450	21.38
2020-21	45,235,968	925,000.00	998,225	1,923,225	23.52
2021-22	49,034,402	955,000.00	965,520	1,920,520	25.53
2022-23	57,424,276	995,000.00	926,250	1,921,250	29.89

(1) Total General Fund revenues

(2) In 2016 the City of Pico Rivera refinanced its 2009 Lease Revenue bonds

2018 CERTIFICATES OF PARTICIPATION

Fiscal Year	Gross Revenue ⁽¹⁾	Principal	Interest	Total	Coverage
2018-19	\$ 901,383	\$ 205,000	\$ 486,846	\$ 691,846	1.30
2019-20	871,222	255,000.00	577,969	832,969	1.05
2020-21	909,366	265,000.00	567,769	832,769	1.09
2021-22	1,126,471	275,000.00	557,169	832,169	1.35
2022-23	1,167,903	290,000.00	546,169	836,169	1.40

(1) Total Metropolitan Transportation Authority Measure M local return revenues

2021 REDEVELOPMENT AGENCY TAX ALLOCATION REFUNDING BONDS (2)

Fiscal Year	Gross Revenue ⁽¹⁾	Principal	Interest	Total	Coverage
2021-22	\$ 8,595,990	\$ -	\$ 93,224	\$ 93,224	92.21
2022-23	6,716,953	3,500,000	176,972	3,676,972	1.83

(1) Total Successor revenues

(2) In 2021, the 2001 Redevelopment Agency Tax Allocation Refunding Bonds was refunded

Source: City of Pico Rivera Finance Department

**CITY OF PICO RIVERA, CALIFORNIA
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS**

Fiscal Year	Population (1)	Personal Income (in thousands) (2)	Per Capita Personal Income (2)	Unemployment Rate (3)
2013-14	63,873	\$ 1,185,419	\$ 18,559	7.10%
2014-15	63,902	1,200,974	18,794	7.60%
2015-16	64,272	1,187,489	18,476	6.20%
2016-17	64,046	1,197,852	18,703	4.80%
2017-18	64,260	1,278,319	19,893	4.70%
2018-19	64,033	1,343,604	20,983	4.20%
2019-20	63,374	1,383,034	21,823	21.00%
2020-21	63,157	1,487,725	23,556	13.40%
2021-22	61,442	1,662,431	27,057	4.60%
2022-23	60,975	1,698,355	27,853	5.00%

(1) Population Projections are provided by the California State Department of Finance Projections.

(2) Income Data is provided by the United States Census Data and is adjusted for inflation.

(3) Unemployment Rate is provided by the EDD's Bureau of Labor Statistics Department.

Source: HDL Companies

**CITY OF PICO RIVERA, CALIFORNIA
PRINCIPAL EMPLOYERS
CURRENT FISCAL YEAR AND NINE FISCAL YEARS AGO**

Employer	Business Type	2022-23 (1)		2013-14 (2)	
		Employees	% of Total City Employment	Employees	% of Total City Employment
Wal-Mart Supercenter	Department Store	250	0.90%	600	2.22%
Feit Electric Company, Inc	Warehouse For Distribution	199	0.72%		
Target	Department Store	191	0.69%	186	0.69%
Parts Authority LLC	Wholesale Business	191	0.69%		
Riviera Nursing & Convalescent	Healthcare & Hospitals	173	0.62%		
Vesta Home	Home Furnishing & Appliances	142	0.51%		
Manning Beef LLC	Meat - Miscellaneous	125	0.45%		
American Meat Companies	Meat - Wholesale	120	0.43%		
El Super	Grocery Store	104	0.37%		
Unisource Solutions	Wholesale Business	103	0.37%		
BakeMark	Manufacturer			300	1.11%
Los Angeles County Sheriff	Patrol Station			153	0.57%
Home Depot	Retailer			138	0.51%
Rush Truck Center	New Motor Vehicles			112	0.41%
Bimbo Bakeries	Distribution Center			110	0.41%
Lowe's	Retailer			105	0.39%
Total Top Employers		1,598	5.75%	1,704	6.31%
Total City Employment (3)		27,800		27,000	

(1) Excludes government and tax-exempt property owners, Source: HDL Companies

(2) Source: CAFR 2013-2014, removed government and tax-exempt owners

(3) Total City Labor Force provided by EDD Labor Force Data.

**CITY OF PICO RIVERA, CALIFORNIA
 FULL-TIME EQUIVALENT CITY EMPLOYEES BY FUNCTION
 LAST TEN FISCAL YEARS**

	Fiscal Year									
	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23
General Government	29	30	25	30	30	31	30	29	31	32
Public Safety	5	5	8	8	9	9	7	7	7	7
Public Works	47	54	55	64	65	66	51	51	48	53
Parks & Recreation	20	21	21	26	26	27	24	25	26	27
Community Development	16	16	15	20	19	20	20	20	24	24
Water	11	11	8	9	10	10	10	10	9	11
Total	<u>128</u>	<u>137</u>	<u>132</u>	<u>157</u>	<u>159</u>	<u>163</u>	<u>142</u>	<u>142</u>	<u>145</u>	<u>154</u>

Source: City of Pico Rivera Finance Department
 The city historically only reports full-time salaried positions on this schedule.

**CITY OF PICO RIVERA, CALIFORNIA
OPERATING INDICATORS BY FUNCTION
LAST TEN FISCAL YEARS**

Function	Fiscal Year			
	2013-14	2014-15	2015-16	2016-17
Police:				
Calls dispatched	21,602	21,878	24,523	26,177
Crime reports	9,775	10,725	10,268	7,275
Moving citations	4,822	4,250	3,296	3,146
Parking citations - Sheriff	549	147	171	158
Parking citations issued by Public Safety	16,303	15,152	15,468	16,285
Streets and Highways:				
Asphalt repair (in tons)	160	427	100	2,523
Curb & gutter repair (lineal ft.)	26	530	500	146
Sidewalk repair (lineal ft.)	877	1,200	1,600	2,523
Traffic signals maintained	42	45	47	47
Water:				
Number of customer accounts	9,393	9,400	9,435	9,435
Average daily consumption (millions of gallons)	5	5	4	
Water samples taken (annual)	900	1,162	520	
Sewers:				
Feet of sewer mains root cut/chemically treated	11	11	0*	0
Maintenance:				
Square ft. graffiti removal	95,353	101,419	100,000	150,000
Street sweeping miles	21,285	21,285	10,400	21,285
Trees trimmed per year	4,258	4,998	5,000	4,000
Culture and Recreation:				
Youth sports	856	856	818	671
Aquatics	16,179	16,179	6,960	10,715
Recreation classes	16,415	16,415	4,825	4,932
Senior Center participants	117,978	117,978	110,632	135,889

(A) Information is not available

(*) City sewer rights were returned to LA County Public Works in FY 2015-16

**CITY OF PICO RIVERA, CALIFORNIA
OPERATING INDICATORS BY FUNCTION (CONTINUED)
LAST TEN FISCAL YEARS**

Fiscal Year					
2017-18	2018-19	2019-20	2020-21	2021-22	2022-23
25,363	22,854	31,780	29,039	29,532	30,863
6,680	6,288	5,969	5,255	5,563	5,655
3,931	3,216	1,770	2,720	3,168	2,480
69	167	74	20	22	65
15,985	28,037	16,543	20,974	20,957	20,950
7,263	4,813	4,061	1,312	12,114	30,556
121	200	606	1,220	5,904	9,477
7,263	208	2,008	2,400	9,010	3,449
47	47	47	48	48	47
9,435	9,435	9,450	9,452	9,470	9,514
		4	4	4	4
		728	749	840	650
0	0	0	0	0	0
229,000	117,536	89,299	260,000	265,000	273,000
21,285	21,285	21,285	21,285	21,285	21,285
3,000	2,500	751	614	3,035	2,569
517	825	292	0	530	1,440
10,502	11,114	8,811	0	0	0
7,076	10,398	5,107	2,289	1,678	1,307
151,669	135,354	97,080	0	5,500	35,636

**CITY OF PICO RIVERA, CALIFORNIA
CAPITAL ASSET STATISTICS BY FUNCTION
LAST TEN FISCAL YEARS**

Function	Fiscal Year			
	2013-14	2014-15	2015-16	2016-17
Public Safety:				
Police stations	1	1	1	1
Number of patrol units	12	12	12	14
Highways and Streets:				
Miles of streets	115.2	115.2	115.2	115.2
Traffic Signals	43	43	47	47
Water:				
Number of active water wells	8	8	8	8
Number of reservoirs	3	3	3	3
Miles of lines & mains	98	98	98	98
Sewer:				
Miles of sanitary sewers	285	285	285	285
Miles of flood control channel	17	17	17	17
Culture and Recreation:				
Number of parks	8	8	8	8
Number of community centers	6	6	6	6

**CITY OF PICO RIVERA, CALIFORNIA
CAPITAL ASSET STATISTICS BY FUNCTION (CONTINUED)
LAST TEN FISCAL YEARS**

Fiscal Year					
2017-18	2018-19	2019-20	2020-21	2021-22	2022-23
1 14	1 14	1 14	1 14	1 14	1 14
115.2 47	115.2 47	115.2 47	115.2 48	115.2 50	115.2 53
8 3 98	8 3 98	8 3 98	8 3 98	8 3 98	8 3 98
285 17	285 17	285 17	285 17	285 17	285 17
8 6	8 6	8 6	8 6	9 6	9 6

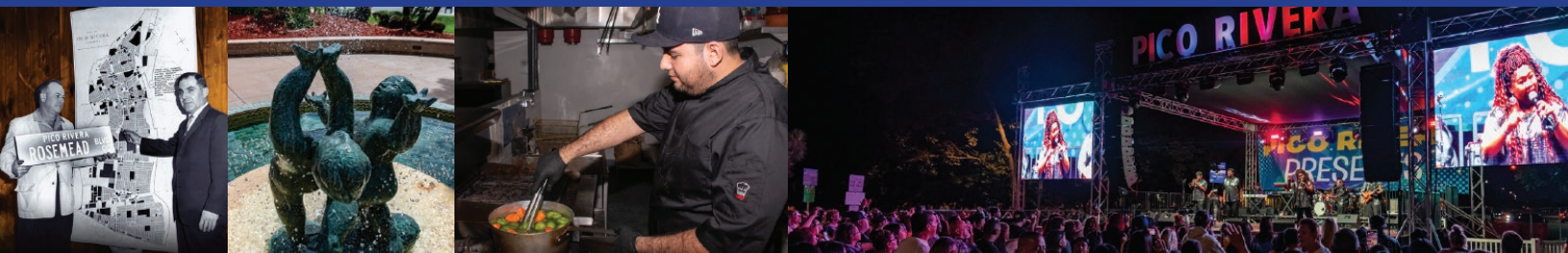


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City of Pico Rivera

End of the Year Accomplishments Report



Fiscal Year 2022-2023





Steve Carmona

City Manager

Angelina Garcia

Assistant City Manager

Cynthia Ayala

City Clerk

Jane Guo

Director of Administrative Services

Alvaro Betancourt

Director of Community & Economic
Development

Karine Shirinian

Director of Human Resources

Javier Hernandez

Director of Innovation and
Communications

Pamela Yugar

Director of Parks & Recreation

Noe Negrete

Director of Public Works

PICO

RIVERA

16 FT





On behalf of the City Council and the entire City organization, I would like to bid farewell to FY 2022-23 and step into a new chapter. I am delighted to reflect on the remarkable achievements that have shaped our City throughout the past year. Together, we have navigated challenges, embraced opportunities, and built a stronger, more vibrant community.

The City's performance goals, priorities, and strategies focus on the following areas:

- Fiscal and Organization Sustainability: Harnessing the power of technology, we have embraced smart governance to enhance efficiency and transparency.
- Economic Development and Land Use: Our City has experienced economic growth, with new businesses and existing ones expanding. This has not only bolstered our local economy but has reinforced the collaborative efforts between the public and private sectors.
- Infrastructure: Our commitment to enhancing the City's infrastructure has resulted in significant progress. These projects have showcased our dedication to creating a sustainable and modern community that improves the daily lives of our residents.
- Health, Wellness and Safety: The safety and well-being of our residents remain

paramount. Our dedicated Public Safety services including police, fire, and emergency services have worked tirelessly to ensure a secure living. Recognizing the importance of sustainability, we have implemented eco-friendly practices and initiatives to preserve our environment.

- Community Engagement: This year, we have made great strides in fostering a sense of community and inclusivity. Through our various events, workshops, and initiatives, we have brought people together to celebrate our diversity and shared values. By amplifying the voices of all residents, we have strengthened the fabric of our community.

I extend my gratitude to each and every resident, as well as our dedicated City employees and partners, for contributing to the success of our City. As we embark on the journey ahead, let us continue working hand in hand to make Pico Rivera an even better place to live, work, and thrive.

"To learn more about the exciting projects, plans, and events throughout the City, I encourage you to explore our City website. I also welcome you to review my monthly City Manager's report for the latest and greatest here in Pico Rivera."

Steve Carmona
City Manager



Andrew C. Lara
Mayor



John R. Garcia
Mayor Pro Tem



Gustavo V. Camacho
Councilmember



Erik Lutz
Councilmember



Dr. Monica Sánchez
Councilmember



City of Pico Rivera
6615 Passons Blvd.
Pico Rivera, CA 90660
www.pico-rivera.org



Scan the QR code to view the full list of accomplishments for FY 2022-2023, or visit pico-rivera.org

Our Guiding Plan

CITY OF PICO RIVERA STRATEGIC PLAN

MISSION

To positively impact our community by providing excellent city services, facilitating responsible stewardship of resources, and actively engaging our residents, businesses, and visitors.

VISION

Pico Rivera will be a leading progressive, thriving, connected community with a high standard for quality of life and collaborative governance.

VALUES

Craft is a skill in planning, making, or executing. The acronym CRAFT is used to reinforce the purpose and importance of the organization's values:

Collaboration
Respect
Accountability
Fairness and Inclusion
Transparency

STRATEGIC PRIORITIES



FISCAL AND ORGANIZATION SUSTAINABILITY

Create a City government build to adapt to change



ECONOMIC DEVELOPMENT AND LAND USE

Encourage the development of underutilized space, plan for growth, and engage businesses to transform the City as an economic and cultural hub.



INFRASTRUCTURE

Plan, fund, build, and maintain reliable and cost-effective infrastructure that contributes to enhancing quality of life.



HEALTH, WELLNESS AND SAFETY

Create a safe and thriving City with low crime and high standards for health and wellness.



COMMUNITY ENGAGEMENT

Foster a connected, collaborative, and actively participating City and workforce.

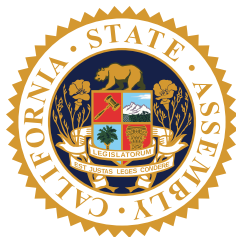
2022-23 City Awards and Recognition



Awarded \$4.7 million from Caltrans Highway Safety Improvement Program (HISP) Cycle 11 across (3) projects to improve traffic signals, signage, and school crossings citywide.



Awarded \$1 million as part of the Consolidated Appropriations Act of 2023 will be used to transform an underutilized and blighted bus depot into a colorful neighborhood park.



Awarded \$1 million in the State of California's legislative budget allocation to be used to transform an underutilized vacant lot into the City's first dog park.



Awarded \$579,800 as part of the California Department of Housing and Community Development's Permanent Local Housing Allocation (PLHA) Grant Program.



Awarded \$250,000 as part of Los Angeles Metro's feasibility study for the Bus Rapid Transit Corridor Project to operate a dedicated high-frequency bus service.



Awarded a \$20,000 grant from the National Recreation and Parks Association (NRPA) towards the PlayPASS program as part of Youth Sports equity.

Residents of the City of Pico Rivera



FY22- 23 ACCOMPLISHMENTS

The City of Pico Rivera is exceptionally well positioned to meet current and future challenges facing local government and our community. This publication signifies the City's commitment to work together in a collaborative manner for the betterment of the greater community. These accomplishments and many more demonstrate our diligence and commitment to implementing our strategic priorities and ensuring the City's economic prosperity and bettering the lives of our citizens and businesses.

FISCAL AND ORGANIZATIONAL SUSTAINABILITY

VIRTUAL CITY HALL
A New Way to Engage

Citywide Sweepstakes

Registered accounts will be automatically entered into the citywide sweepstakes. Winners will be randomly selected on **Monday, October 3, 2022 @ 5pm**. One entry per person. The list of prizes will be updated regularly on Virtual City Hall.

- Download the app
- Register an account
- Automatically entered to win

Visit pico-rivera.org for more info



PICO RIVERA LEGISLATIVE PLATFORM
2023

Pico Rivera Voters Approve Measure AB

Measure AB

community and voter information

Measure AB will not increase the city's business license fee, which has been largely unchanged since the 1960s.

Measure AB may help the city ensure funding exists for ongoing crime prevention, community safety programs and homeless intervention. The goal is to confront personal and property crimes while improving 911 response times.

Measure AB may help the city focus back on long-term infrastructure needs, fixing potholes, protecting water quality and addressing aging city buildings and facilities.

Measure AB may help ensure our parks and facilities are well maintained, clean and safe. Clean drinking water, clean and safe parks are critical to ensuring our youth, older residents and families can fully enjoy Pico Rivera.

What is the city's current fee?

- small businesses pay about 8%
- medium business pays about 4%
- large business pays about 3.5%

The fee structure is not equitable for small business because in many cases they are paying twice as much as larger businesses.

Three important facts about Measure AB

- Measure AB will update the city's business license fee, which has not been substantially updated in 55 years, since 1967.
- Measure AB will generate approximately \$5.8 million dollars each year that goes directly into Pico Rivera and can only be used in Pico Rivera.
- Measure AB will help provide funding to help protect Pico Rivera's long-term financial stability, reduce crime and address long term infrastructure needs.



FISCAL AND ORGANIZATIONAL SUSTAINABILITY ACCOMPLISHMENTS

- Successfully placed on the ballot Measure AB, which in November 2022, voters overwhelmingly approved it with a 75% approval
- City rated “low-risk” by the California State Auditor’s Office (State Controller) due to our commitment to prudent fiscal practices and long-term strategic planning. The City remains the highest-ranked among the neighboring 10 cities, as staff works hard, above and beyond the challenges
- Implemented an Online Records Center Public Portal and Public Records Request Automation Process
- Successfully adopted the City’s first Legislative Platform
- Successfully led an advocacy trip to Sacramento, CA for the California Contract Cities Conference and City Council members to meet with Assemblymembers Lisa Calderon and Senators Lena Gonzalez and Bob Archuleta
- Successfully led an advocacy trip to Washington DC for City Council members to meet with US Congressional Representatives Judy Chu (D28), Grace Napolitano (D31), Linda Sanchez (D38), Robert Garcia (D42), Nanette Barragan (D44); US Senator Alex Padilla and the Office of the late Senator Feinstein; the US Departments of Transportation and Economic Development Administration; and President Biden’s Infrastructure Team
- Received GFOA Award for Excellence in Financial Report for the 2022 Annual Comprehensive Financial Report (ACFR)
- Received GFOA Award for Distinguished Budget Presentation for Year 2 of the FY 2021-23 Biennial Budget
- Implementation of industry “Best Practices”:
 - Updated the Investment Policy
 - Updated Capital Asset Capitalization Policy
- Implemented TravelBank Apps to track and reconcile credit card transactions
- Presented a balanced Biennial Budget for FY 2023-25
- Upgraded Virtual City Hall - 3Di Systems with VCH 311 platform
- Implemented Cyber Security Measures for Ransomware Protection, Cloud Antivirus, Multi-Factor Authentication (MFA), and Penetrate Testing
- Completed CEA, SEIU, and SEIU Directors Labor Negotiations
- Successfully renewed all lines of insurance for FY 2023-24
- Enhanced Threat ZERO prevention-based platform for identifying and managing the presence of compromises & sophisticated threat actors
- Upgraded new City Phone system from a legacy on-premises system to a modern voice-over IP Cloud system

PERFORMANCE ACTIVITY FOR FISCAL AND ORGANIZATION SUSTAINABILITY

Performance Activity	FY 2021-22	FY 2022-23
Accounts Payable Invoices Processed	6,144	5,378
ACH Accounts Processed	1,784	2,041
Distinguished/Excellence Financial/Budget Awards Received	2	2
Percent of balanced General Fund Adopted Budget	100%	100%
IT Help Desk Requests Resolved	499	673
Computers/ Laptops Replaced (Starting FY 2022-23)	-	67
Adobe Acrobat & Hard Drive SSD Upgrades (Starting FY 2022-23)	-	140
Hold City Council Goal-Setting Retreat	1	2
Increase publicly available City Council Agendas	100%	100%
PRIME Participation Rate	93%	94%
Provide Monthly City Manager’s Report (Started April 2022)	25%	100%
Employment Applications Received and Reviewed	2,706	2,298
New Hire Orientations (Full-Time)	14	19
New Hire Orientations (Part-Time)	48	33
Eligibility Lists Certified/Interviews Facilitated (Full-Time)	33	17
Eligibility Lists Certified/Interviews Facilitated (Part-Time)	45	53

ECONOMIC DEVELOPMENT AND LAND USE ACCOMPLISHMENTS



City of Pico Rivera SMALL BUSINESS GRANT PROGRAM



The City of Pico Rivera's Small Business Grant Program will offer one-time \$10,000 grants to eligible businesses to help create jobs, retain jobs, and offer quality services to the residents of Pico Rivera. Grant funds may be used for overhead expenses, rent, utilities, and necessary equipment to continue business operations, among others. Businesses are not expected to pay back grants.



New Development - Starbucks located at 9257 Slauson Ave



ECONOMIC DEVELOPMENT AND LAND USE ACCOMPLISHMENTS

- Initiated a partnership with the Rivers & Mountains Conservancy, City of Montebello, and the LA County Department of Public Works to explore, plan, and implement passive recreation facilities at Rio Hondo Coastal Basin Spreading Grounds
- Executed a Memorandum of Understanding with Landify to plan, design, and develop new parks, open space, trails, and recreational facilities at Ruben Salazar High School and other suitable sites throughout the city
- Oversight for the construction completion of a 9-unit condominium development at 8813 Gallatin Road.
- Oversight for the construction completion of a 4-unit + ADU apartment building located at 9056 Burma Avenue.
- Oversight for the construction completion of a 12-unit townhome style apartment complex at 8421 Telegraph Road.
- Entitled a 1,030 square-foot Starbucks location at the former Tamarack Inn at 9257 Slauson Avenue
- Entitled a 4-story modern architectural-styled Public Storage facility on a site that had been vacant for 42 years
- Issued 14 additional small business grants, successfully concluding the COVID-19 Impact Relief Program for small businesses
- Completed 3 home rehabilitation projects in partnership with Habitat for Humanity for low- and moderate-income households
- Sold an underutilized street portion on Baybar Road and generated \$1 million for future development needs
- Acquired a 5,000 square-foot site located at 9201 Whittier Boulevard in a parking deficient area for the development of additional parking spaces
- Acquired a vacant Veterans of Foreign Wars post located at 4865 Durfee Avenue. The 9,000 square-foot lot will allow the City to develop additional parking for local businesses, including the American Legion
- Acquired the former Montebello Bus Lines and Metro terminal at the southwest corner of Passons Boulevard and Jackson Street. The 20,000 square-foot lot will be developed into the future Passons Active Depot park
- Approved a Conditional Use Permit application for a 350,000 square-foot warehouse development on a 19-acre site for Insite Warehouse Development
- Approved entitlement for Southern California Gas Company to develop a 70,000 square-foot office building for training and development located at the headquarters building at 8101 Rosemead Boulevard
- Processed an alcohol seller's license for Los Amores de Julia located at 8800 Washington Boulevard

PERFORMANCE ACTIVITY FOR ECONOMIC DEVELOPMENT AND LAND USE

Performance Activity for Economic Development and Land Use	FY 2022-23	FY 2021-22
Building Permits Processed	1,809	2,597
Business Licenses Processed	2,683	2,220
Utility Billed Accounts Processed	59,591	59,939
Cash Receipt Transactions Processed	62,681	69,035
Cash Receipts Amount Collected	\$101,601,223	\$101,399,846
New Water Accounts Processed	383	355
New Water Accounts Amount Collected	\$57,937	\$57,581
EV Charging Station Permits Issued	-	8
Residential Solar Panel Permits Issued	202	292
Accessory Dwelling Unit Applications - Open Plan Check*	112	248
Accessory Dwelling Unit Applications - Permits Issued/ Completed*	-	45

*Accessory Dwelling unit Applications were previously reported as one category

INFRASTRUCTURE ACCOMPLISHMENTS



INFRASTRUCTURE ACCOMPLISHMENTS

- Obtained a Caltrans Sustainable Community Planning Grant in the amount of \$585,334 for the Rosemead/Lakewood Boulevard Complete Corridor Project
- Obtained a Caltrans Highway Safety Improvement Program (HSIP) Cycle 11 Program grant in the amount of \$4.7 million across three project submittals to improve traffic signals, signage, and school crossings citywide
- Obtained a FY24 California State Budget Request with Assemblymember Lisa Calderon in the amount of \$1.125 million for the Alebrije Dog Park
- Obtained a \$1,050,000 million dollar grant for The PAD project from Congresswoman Linda Sánchez
- Obtained a Los Angeles Metro grant in the amount of \$250,000 to fund a feasibility study for the future Rosemead/Lakewood Boulevard Bus Rapid Transit Corridor Project, which will operate a dedicated high-frequency bus service between Pasadena and Long Beach
- Obtained a New Mini-Pitch from National Recreation and Parks Association (NRPA) valued at \$100,000
- Replaced 11 aging vehicles with new fleet vehicles
- Upgraded the following:
 - LED Lighting at Rivera Park Gym and Multi-purpose Room
 - HVAC unit for the Rivera Park Multi-purpose Room
 - Suppression System for Pico Park Kitchen
 - HVAC Compressor at City Hall
 - LED Lighting at Rivera Park Gym and Multi-purpose Room
- Built access panel for Storm Water Lift Stations at Calada Ave. and Pine St.
- Began design phase for the following capital projects:
 - Alebrije Dog Park
 - Youth Center Renovation
 - Rio Hondo Park Renovation
 - Utility Box Art Program
 - Pico Park Outdoor Restrooms
 - Developed a new design for the Smith Park Aquatic Center.
- Completed the following capital projects:
 - City Hall and City Hall West ADA Improvements
 - Senior Center ADA Parking Lot Renovation
 - Beverly and San Gabriel River Parkway Median Improvements
 - Whittier Blvd Overlay
 - Whittier Blvd Landscape Median Improvements
 - Rosemead Blvd and Beverly Blvd Hot Spot and Block Wall at Lindell
 - Highway Safety Improvement Program (HSIP) Cycle 7 Traffic Signal Upgrades
 - Highway Safety Improvement Program (HSIP) Cycle 8 Traffic Signal Upgrades
 - Citywide Resurfacing Slurry and Cape Seal (2023)
 - Rosemead Blvd North of Whittier Blvd Street Rehabilitation
 - Annual Signing and striping
 - Citywide Traffic Signal Upgrades
 - Design for Rosemead Blvd Median and Parkway Beautification
 - Design for Major Corridors Median and Parkway Beautification
 - Design for Regional Bikeway Phase I - Mines Ave Improvements
 - Design for Youth Center Renovation
 - Purchased three new transportation vehicles. Two vehicles for Recreation Transit and one for Dial-A-Ride
 - Electrical Switchboard Replacement at Plant No. 3
 - Installation of new canopies for outdoor area at the Senior Center
 - Installation of new sewer lines for Clubhouse at Golf Course
 - Rebuilding of pumps in the Storm Water Lift Stations at Rosemead Boulevard and Rex Road

PERFORMANCE ACTIVITY FOR INFRASTRUCTURE

Performance Activity	FY 2021-22	FY 2022-23
Replaced 12-inch Gate Valves	2	2
Maintenance Work Orders	579	1,065
Replaced old meters with AMI meters	560	2,485
Replaced Service Connections Citywide	195	132
Pothole Repairs Work Orders	563	1,057
Tons of Hot Asphalt Repairs	345	774
Encroachment, Grading, Driveway etc. other permits	304	307
Inspections	245	530

HEALTH, WELLNESS AND SAFETY ACCOMPLISHMENTS



The City of Pico Rivera



\$10 RABIES

AFFORDABLE PET VACCINE CLINIC

No appointment needed! First come first serve!
Everyone is welcome!



Red Cross Blood Drive
City of Pico Rivera



HEALTH, WELLNESS AND SAFETY ACCOMPLISHMENTS

- Successfully introduced a City Ordinance prohibiting participation and spectating of illegal street takeover
- Completed the Local Roadway Safety Plan that analyzes traffic collision history citywide to develop and reduce traffic collisions
- Completed the Facilities Management Plan and Security System
- Completed the installation of 36 Automated License Plate Reader cameras by Flock Safety
- Awarded an agreement to develop the City's first-ever Climate Action Plan (CAP) that outlines measures and policies to mitigate climate change
- Completed converting and installing 428 LED lights, bringing the total converted LED lights to 3,341, generating 1.8 million kWh in energy savings, or \$567,000 in annual cost savings.
- Increased OhmConnect registrations with 63 new active participants for FY 2022-23 that enables and incentivizes residents to participate in energy-saving activities.
- Officially joined the California Jobs First – Los Angeles Collaborative to fund, establish, and support the long-term viability of the South East LA Micro EV Tech Hub and Pico Rivera Nucleus
- Collaborated with the Southern California Association of Governments (SCAG) and completed a study to determine the need for Electric Vehicle (EV) Charging Stations in the City in anticipation of the State's target to have 5 million zero-emission vehicles on the road by 2030.
- Received the 2022 Gateway Cities Council of Governments Energy Action Award – Gold.
- Distributed organic waste bins to all eligible commercial accounts, reaching 100% compliance with SB 1383 State mandates
- Assisted 93 households in collaboration with the Southern California Housing Rights Center, delivering fair housing services, including discrimination prevention, referrals, case management, and resolution of landlord-tenant disputes
- Successfully partnered with Beverly Hospital to offer Wellness Classes and Health Screenings at the Senior Center
- City Council launched a pilot program in February 2023 that added a Public Safety Coordinator position in the City to enhance coordination between law enforcement and community

PERFORMANCE ACTIVITY FOR HEALTH, WELLNESS, AND SAFETY

Performance Activity

	FY 2021-22	FY 2022-23
Tree Trimming Work Orders	3,035	712
Graffiti Removal Work Orders	2,683	2,572
Square Feet of Graffiti Removed	265,000	293,164
Illegal Dumping Work Orders	688	797
Tons of Trash Collected	450	618
Service Requests	5,897	1,312
Parking Enforcement Citations	20,979	17,727
Section 8 Requests Processed	1,398	1,201
Section 8 Housing Assistance Payments	\$5,130,351	\$5,562,831
Code Enforcement Cases	567	754
Flu Shot Clinic for Seniors (Starting FY 2022-23)	-	100
Rabies Clinics with Vetcare Services and SNP LA - Pets Served	336	547
Rabies Clinics with Vetcare Services and SNP LA - Vaccinations	296	385
American Red Cross Blood Drives - Donors	49	88
American Red Cross Blood Drives - Pints Collected	54	79
American Red Cross Blood Drives - Lives Saved	156	237
Resolved Code Enforcement Cases on a Complaint Basis	559	810

COMMUNITY ENGAGEMENT ACCOMPLISHMENTS



**VETERANS RESOURCE CENTER
Veterans Service Officer
APPOINTMENTS
AVAILABLE**

A Veterans Service Officer for the County of Los Angeles, Department of Veterans Affairs is available on:

MONDAYS • 8:00AM - 3:00PM
by appointment only

2022 Appointment Dates:

Nov. 7	The Veterans Service Officer can provide information and referrals for:
Nov. 28	• Veteran Benefits: VHA / VBA / NCA
Dec. 5	• Service connected disability compensation
Dec. 12	• Non-service connected disability wartime pension
Dec. 19	• Aid and Attendance Eligibility requirements
	• Appeals process : Supplemental / HLR / BVA
	• Education and vocational rehabilitation
	• Burial benefits
	• Employment and job placement assistance
	• CALVET College Fee Waiver
	• Legal services referrals

To make a Monday appointment, call the Pico Rivera Senior Center at (562) 948-4844 - Monday - Thursday, 8:00am - 5:00pm.

PICO RIVERA SENIOR CENTER
8020 Mineral Ave., Pico Rivera, CA 90660

MVA **R** *Stay safe and healthy!*

HMB
Pico Rivera
HISTORIC WHITTIER BLVD

CREATING A HOLISTIC, SUSTAINABLE & VIBRANT "UPTOWN" DISTRICT IN PICO RIVERA.

Re-envisioning and revitalizing Historic Whittier Boulevard to truly embrace the rich history, culture, and diversity of Pico Rivera.

HISTORIC WHITTIER BLVD
PICO RIVERA

MRS. JACOBS

PICO-RIVERA.ORG



COMMUNITY ENGAGEMENT ACCOMPLISHMENTS

- Developed PlayPASS subsidy program that subsidizes the registration fee for income-eligible youth with over 50 participants awarded assistance
- Awarded a \$20,000 grant from the National Recreation and Parks Association (NRPA) towards the PlayPASS program
- Secured \$450,000 in grant funding towards the Outdoor Equity Program (OEP) from California State Parks that will offer new outdoor excursions and experiences to our community
- Successfully hosted 13 city-wide Special Events
- Successfully hosted 20 Senior Special Events with an average attendance of 93 seniors
- Successfully held six Pool Days, in partnership with local cities
- Held the REACH program at eight Elementary sites and served approximately 482 students
- Resumed the Pico Rivera Senior Center Meal program
- Distributed meals to 378 senior citizens through the Southeast Area Social Services Funding Authority's (SASSFA)
- Veterans Resource Center opens at the Pico Rivera Senior Center with over 130 Veterans Service Officer and 1,200 Case Worker appointments made
- Ribbon Cutting ceremony for "Pico Rivera Transit (PRT)" with over 160 Pico Rivera senior and disabled residents signed up for program
- Successfully engaged and solicited input from over 5,000 people throughout phases 1 and 2 of the Historic Whittier Boulevard Specific Plan and Multimodal Plan
- Successfully partnered with ERUSD to launch the Pico Rivera Youth Ambassador Program, engaging local high-school students with real-world city projects and career paths
- Launched "The Boulevard Bulletin": A quarterly newsletter distributed communitywide that provides updates on the Historic Whittier Boulevard Program
- Acquired and activated the Pico Rivera IDEA for the Whittier Boulevard Revitalization Program
- Held a successful Clean California Bulky Item Dump Day Event in partnership with Caltrans
- Issued 12 Profiles to the community for Public Information

PERFORMANCE ACTIVITY FOR COMMUNITY ENGAGEMENT ACCOMPLISHMENTS

Events	Approx. Attendees FY 2021-22	Approx. Attendees FY 2022-23
Summer Camp	522	608
Winter Camp	103	116
Spring Camp	35	27
Senior Special Events - average attendance	46	93
Firework Spectacular	12,000	15,000
Movies in the Park (1 of 2)	100	250
Movies in the Park (2 of 2)	300	250
Summer Street Fest (1 of 2)	7,500	10,000
Summer Street Fest (2 of 2)	8,000	8,000
Fiestas Patrias	10,000	7,000
Halloween Spectacular	5,000	8,000
Veterans Day Ceremony	450	400
Holiday Festival and Tree Lighting	10,000	5,000
Christmas Baskets Food Distribution	1,000	1,000
Easter Eggstravaganza	6,000	6,500
Certified Farmers Market (Wednesdays)	20,000	22,000
Memorial Day Ceremony	450	400

AND WE'RE NOT DONE...

LOOKING AHEAD 2024

Department Initiatives

ADMINISTRATION

City Manager's Office

- Present to City Council Revenue-Generating alternatives to aid in funding critical infrastructure and other Capital Improve Projects
- Complete the Virtual City Hall and Mobile App Implementation
- Implement ShotSpotter technology - gunfire detection, analysis, and alert system

Office of Sustainability / PRIME

- Complete the Climate Action Plan.
- Initiate Climate Action Plan Phase II – Vulnerabilities Assessment and Climate Action Dashboard.
- Launch the PRIME Access Program to provide 100% renewable energy at an additional 20% discount to 11,452 eligible CARE and FERA customers.
- Increase PRIME participation rate to 95% through active engagement and education at community events.
- Secure grant funding for constructing and installing Electric Vehicle Charging Stations (EVCS) and associated infrastructure.
- Present the Tesla Solar + Battery Program to the City Council to consider implementing the program . This program would allow residents of Pico Rivera to lease Tesla solar panels and battery systems for a 25-year term, including installation, maintenance, and a low, stable rate for the lease term period.
- Host six community events to educate the public on proper organics waste diversion and gift composting bins to achieve 75% organic waste reduction by 2025.
- Develop and implement an organic waste diversion enforcement program to meet the upcoming January 1, 2024, milestone under the SB 1383 mandate, which requires all jurisdictions to transition from education and outreach to enforcing through notices and penalties.
- Implement Smart Waste System Pilot Program at Smith Park to improve operational efficiency, quality of life, and environmental stewardship.

Waste Management

- Multi-year roll out of AB 1383 programing and expanded waste hauling services

City Clerk

- Implement the Public Records Request Online portal
- Continue working on Statement of Economic Interest Form 700 Automation Process
- Continue converting the City's Electronic Content Management System from Questys to Laserfiche
- Continue working on the Online Records Center
- Continue working on Document Conversion (scanning)

Office of Innovation and Communications

- Finalize the deliverables for the Historic Whittier Boulevard Revitalization Program, which include the adoption of a Specific Plan and Multi-Modal plan for the corridor.
- Initiate the Historic Whittier Boulevard Back Alley Paseos Project
- Advocate for project impact mitigation funding and for the preservation or inclusion of Avenida Vicente Fernandez as part of the scope of the Whittier Narrows Dam Safety Modification Project.
- Secure funding to complete design and environmental review of the Rosemead/Lakewood Boulevard Complete Corridor Project.
- Establish a scope and launch the feasibility study for the Pico Rivera Commuter Rail Station in partnership with Los Angeles Metro.
- To obtain a Caltrans Clean CA Local Grant in the amount of \$3.5 million for the Historic Whittier Boulevard Los Paseos Project
- To obtain a grant for the US Economic Development Administration in the amount of \$597,400 for the Southeast LA Micro EV Tech Hub and Pico Rivera Nucleus
- To obtain a grant for the California Regional Trails Program in the amount of \$1.4 million for the Pio Pico State Historic Park Trail Connection Project.
- To obtain a grant for the State Budget Request with Assemblymember Lisa Calderon in the amount of \$1.125 million for the Historic Whittier Boulevard Paseo Project
- Complete the City Council Chambers Audio/Visual Upgrades
- Initiate Citywide Branding and Marketing Project
- Initiate Rosemead Boulevard Master Plan
- Initiate Downtown Pico Rivera Master Plan
- Initiate River Revitalization Master Plan

ADMINISTRATIVE SERVICES

- Continue to implement online payments for Utility, Permit, and other payment categories
- Continue to work towards "Paperless" AP Workflows
- Implement "Paperless" Purchase Order Workflows
- Apply for the GFOA Award for Excellence in Financial Report
- Apply for the GFOA Award for Distinguished Budget Presentation
- Publish "Budget-in-Brief" brochure for print and online viewing for FY 2023-25 Budget
- Complete Cloud-based document management software upgrade
- Continue working towards developing and implementing IT policies and processes
- Continue to upgrade Wireless Infrastructure
- Continue to upgrade Storage and backup infrastructure
- Continue to upgrade City-wide Network backbone
- Continue to Upgrade Desktops/ Laptops
- Continue with Monthly IT Training

COMMUNITY AND ECONOMIC DEVELOPMENT

- General Plan Update
- Zoning Code Update
- Impact Fee Update
- Update the Filming Permit website for location scouting.
- Update, educate and enforce citywide signage ordinance including window signage and banners.
- Educate and enforce the screening of rooftop equipment in residential and commercial areas.
- Rosemead Boulevard/Slauson Avenue Specific Plan
- Washington Blvd Transit Oriented Development (TOD) Specific Plan
- Whittier Blvd Business Improvement District
- Citywide Design Guidelines
- Implementation of the Mobile Home Rent Stabilization Program
- Implementation of the Vacant Lot Ordinance
- Implementation of the Flavored Tobacco Ordinance
- Whittier Narrows Dam Flood Plan
- Emergency Operation Center Training
- Completion of the Hazard Mitigation Plan
- Continue the disposition and acquisition of property throughout the City for redevelopment of key sites.
- Implementation of SolarApp to facilitate solar permits.
- Implementation of 3Di Building Permit software and Bluebeam.
- Shopping Cart Ordinance.
- Complete the utilization of CDBG Covid funds for the Small Business Grant Program.
- Section 8 Program: Increase owner participation by increasing marketing of vouchers in the City.

PUBLIC WORKS

- Construction of the Pico Rivera Regional Bikeway Project along Mines Avenue
- Fully implement PFOA/PFAS Water Treatment System
- Fiber Optics Implementation Phase
- Median Beautification on Major Corridors Project
- Rosemead Blvd Median and Parkway Beautification Project
- Residential Resurfacing Program - Overlay and Reconstruction Project
- Annual Sidewalk Improvements Project
- Annual Signing and Striping Project
- HSIP Cycle 11 Grants:
 - Citywide Sign Audit and Roadway Safety Sign Enhancement Project
 - Citywide Traffic Signal Enhancement Project
 - School Crossings Safety Enhancement Project
- Implement a Vehicle Replacement & Maintenance Program
- Increase Tree Pruning Cycle
- Complete Urban Water Management Plan
- Complete Risk & Resiliency Assessment

HUMAN RESOURCES

- Develop and implement new employee policies
- Roll out Supervisory Academy
- Update Rules and Regulations
- Negotiate MOUs for all bargaining unions
- Update all Job Descriptions
- Hold ten (10) Employee Trainings

PARKS AND RECREATION

Programs and Services

Facility and Programming

- Complete renovations for The PAD and The Alebrije Dog Park.
- Revise City policies and resolutions to allow for the general public's rental of Parks and Recreation facilities and fields.
- Complete renovations for the Senior Center patio, Youth Center, Pico and Rivera Parks' Gym HVAC, and Rivera and Smith Parks' facility roofing
- Align Department operations and programs to provide long-term sustainability.
- Begin renovation and construction on Rio Hondo Park Youth Center with estimated completed date of late 2024.
- Implement Rio Hondo Park Nature Program.
- Over 15,000 meals are anticipated to be served for the Summer Food Service Program.
- Complete Pico Park Outdoor Restroom
- Renovate Senior Center Indoor Restrooms

Grants

- Continue to apply for and receive grants to enhance recreation programming.
- Identify and capitalize on opportunities to acquire and build new recreation facilities or park space.
- Work closely in partnership with management company to maintain a beautiful Golf Course.

Special Events

- Host various community engagement events that may include: Fireworks Spectacular, Movies in the Park, Summer Street Fest, Spooktacular Halloween event, Veterans' Day Ceremony, Holiday Festival and Tree Lighting event, Christmas Baskets Food Distribution, Easter Eggstravaganza, Certified Farmers Market, and Memorial Day ceremony.

Aquatic Center

- Develop engineering plans for the Smith Park Aquatic Center
- Begin construction early 2025.
- Continue partnership with neighboring cities for pool access: approximately 8 Pool Days.

Media and Communications

- 3 Recreation Guides and 12 Profile issues

REACH

- Service eight (8) Elementary Sites: Birney Tech Academy, Durfee Elementary, Magee Academy of Arts & Sciences, North Ranchito Elementary, Rio Vista Elementary, Rivera Elementary, South Ranchito Dual Language Academy, and Valencia Academy of the Arts
- Approx. 800 students to be served.

Senior Center

- Will host approximately 30 events: Afternoon dances, Music on Mines, Taco Night, Mother's Day Tea, Father's Day Celebration, Health and Fitness Day, Movie Nights, Older American Month Celebration Events, etc.

Transportation

- Dial-A-Ride: over 15,000 trips expected.
- Recreation Transit/Trips & Tours: approximately 32 excursions

Upcoming Projects to be Completed

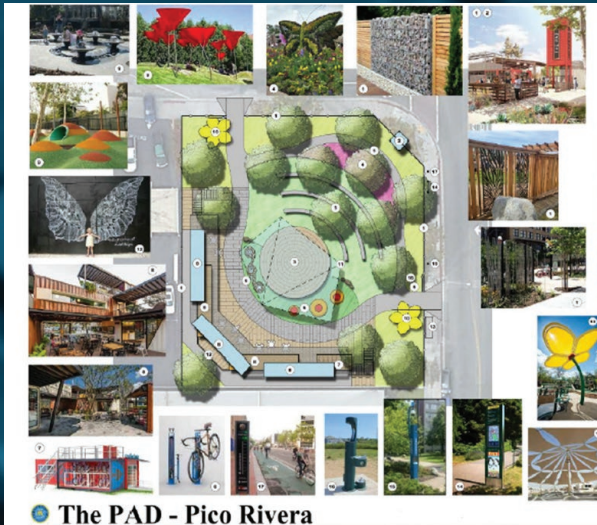
HISTORIC WHITTIER BLVD REVITALIZATION PROGRAM



PFOA/PFAS TREATMENT SYSTEMS



PAD PROJECT



MINES AVE. REGIONAL BIKEWAY PROJECT





History

Pico Rivera was founded in the 1870's when major railroad companies completed rail lines in the area. Newly arrived farmers planted large groves in the fertile land between Rio Hondo and San Gabriel Rivers. Eventually, the two communities, Pico and Rivera, were established and grew into a rustic agricultural setting.

During the 1950's, homes, schools, and churches developed, along with commercial/industrial enterprises. These establishments grew the communities of Pico and Rivera closer together, giving a strong sense of civic awareness. During a 1958 election, the name "Pico Rivera" was confirmed for the new city and five citizens were elected to the first City Council. Thus, Pico Rivera became the 61st city in Los Angeles County.

Facts & Figures

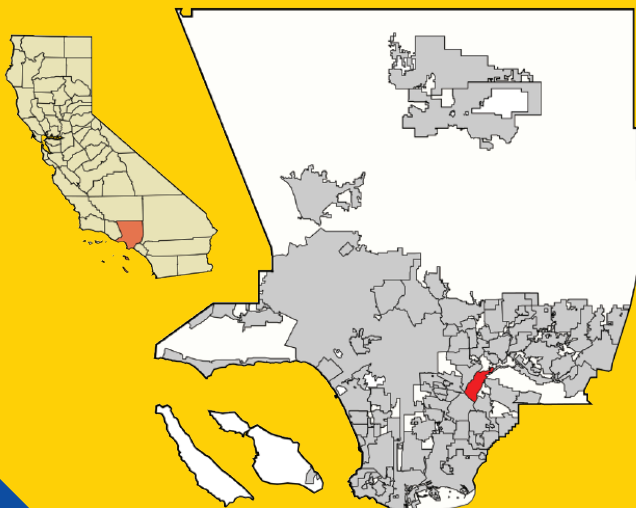
- ◆ Established in 1958
- ◆ City Population: 62,800 (2020 census)
- ◆ Median Household Income: \$70,620
- ◆ Median Home Price: \$677,500
- ◆ City Recreation: 9 City Parks
- ◆ Land Size: 9-square miles
- ◆ Area Code/Zip Code: (562) / 90660-90662

Location

The City of Pico Rivera is located in southeastern Los Angeles County. It sits approximately 11 miles southeast of downtown Los Angeles, on the eastern edge of the Los Angeles Basin, and on the southern edge of the area known as the San Gabriel Valley.

The City of Pico Rivera is bordered by the cities of Commerce, Downey, Montebello, Santa Fe Springs, and Whittier.

The ports of Long Beach and Los Angeles as well as the Los Angeles International Airport (LAX) are close in proximity to Pico Rivera.



Places of Interest in Pico Rivera



Pico Rivera Sports Arena

Built in 1979, the 6,000-seat arena is famous for its Mexican rodeos and Latin entertainment. This sports arena is known to be the largest Mexican rodeo ring in the country.

Pio Pico California State Park

The City's five acre park encompasses historic gardens and the beautiful restored adobe home of Pio Pico, one of California's most remarkable historical figures. Volunteers keep this amazing heritage alive by preserving and protecting it with learning opportunities and service projects.



Pico Rivera Historical & Heritage Museum

Our Historical Museum is housed in an original train depot from 1887. It offers visitors a look at Pico Rivera's colorful past through a variety of photographs, documents, and historical objects.



Paseo Del Rio

The Paseo del Rio at the Rio Hondo Coastal Basins Spreading Grounds consists of a bike and pedestrian trail around the perimeter of the grounds, iron fencing, landscaping, and a rest area.

Education

The Pico Rivera community is proud of its educational system. Elementary and High School students living in the city are served by the El Rancho Unified School District and the Montebello Unified School District. There are also two parochial schools (grade 1-8) and one private school (K-12) in town.

Pico Rivera proudly offers residents:
8 Elementary Schools
3 Middle Schools
3 High Schools
1 Pre-Kinder-12 and Adult Programs

In addition, there are nearby community colleges and universities that provide higher education including Rio Hondo College, Cerritos College, Cal State Los Angeles, Cal State Long Beach, and Cal Poly Pomona.



Our Mission

"To positively impact our community by providing excellent city services, facilitating responsible stewardship of resources, and actively engaging our residents, businesses, and visitors."

City Government

City of Pico Rivera Profile

General Law City

The City of Pico Rivera is a general law city and operates under the Council-Manager form of government whereby the City Council provides policy direction to a City Manager appointed by the Council. As the City's Chief administrator, the City Manager is responsible for overseeing City employees who implement all of the City's programs, services and projects. Five City Council members are elected, at large, for staggered four-year terms. The council members select two of the members to serve as Mayor and Mayor Pro Tem.

Municipal Services

The City provides a full range of municipal services including public works, water, construction and maintenance of roads and highways, planning and zoning, recreation and cultural activities, and general administrative support such as overall agency management, procurement of goods and services, payroll, recruitment, risk management, budget preparation and monitoring and accounting. The City contracts some municipal services with other public agencies, these include: the Los Angeles County Sheriff's Department for law enforcement service, the Los Angeles County Fire Department for fire protection and paramedic emergency services, and the Los Angeles County Library System to operate its two community libraries.





CITY OF PICO RIVERA CITY HALL

6615 Passons Boulevard
Pico Rivera, CA 90660
(562) 942-2000

CITY OF PICO RIVERA – PUBLIC WORKS DEPARTMENT

6615 Passons Boulevard
Pico Rivera, CA 90660
(562) 801-4421

CITY OF PICO RIVERA – PARKS & RECREATION DEPARTMENT

6767 Passons Boulevard
Pico Rivera, CA 90660
(562) 801-4430

*Hours of Operation: 7:30 a.m. – 5:00 p.m.
Monday through Thursday, closed Fridays, weekends,
and federal holidays.*

LOS ANGELES COUNTY SHERIFF'S DEPARTMENT

PICO RIVERA STATION

6631 Passons Blvd.
Pico Rivera, CA 90660
(562) 949-2421
PicoRiveraWebSite@lasd.org



City of Pico Rivera
6615 Passons Blvd.
Pico Rivera, CA 90660
www.pico-rivera.org



**PICO RIVERA
TRANSIT** BE A PART OF IT!

PO No.	GL Account #	DEPARTMENT	VENDOR	DESCRIPTION	PO Amount	Encumbered Amount
2022-339	100.15.1500-54500	Administration	Flock Safety	Installation of Flock Safety/License Plate Rater	99,000	15,665
2022-404	100.11.1110-54500	Administration	Local Government Commission	Program Management Support	82,257	55,131
2023-044	100.11.1110-54400	Administration	Milagro Media Strategies	Public & Media Relations	25,000	3,926
2023-081	100.15.1500-54500	Administration	LA County Sheriffs Department	Contract City Law Enforcement Services FY 2022-23	12,302,319	200,000
2023-257	100.11.1110-54500	Administration	Moore Iacofano & Goltsman Inc	Historic Whittier Blvd Multi- Modal and Specific Plan	310,624	211,825
2023-289	100.11.1110-54500	Administration	Actum Ca Opco, LLC	Advocacy support related to the Whittier Narrows Dam	84,000	84,000
2023-313	105.60.6005-54500	Administration	ATI Restoration, LLC.	Emergency Agreement related to the Golf Course Fire	336,888	13,185
2023-315	100.15.1500-54500	Administration	PM Law Enforcement Services, LLC	Public Safety Coordinator	50,000	30,000
2023-326	100.90.9000-54700	Administration	Zencity Technologies US, Inc.	Digital Platform for community engagement	9,000	4,500
2023-356	100.11.1110-54500	Administration	Ollin Strategies	Consulting Services Government Relations Consultant	60,000	30,000
2023-408	100.11.1111-54500	Administration	Cascadia Consulting Services	Technical expertise for the development of a Climate Action Plan	149,935	149,935
2023-390	100.12.1200-54500	City Clerk	Gladwell Governmental Services	Record Retention Schedule update 2023	4,900	4,900
2022-313	100.30.3020-54400	Community Development	Terra Realty Advisors Inc	Outdoor Advertising Digital Billboard Signs	27,750	16,799
2023-005	100.30.4020-54500	Community Development	Willdan Engineering	Building and Safety Services	180,000	23,121
2023-208	100.30.3010-54400	Community Development	Dudek	Professional Services for City-wide Design Standard & Guidelines	3,301	-
2023-137	100.30.3020-54400	Community Development	New City America	Investigate and form a Property-Based Improvement District	98,000	50,000
2023-181	100.30.3020-54400	Community Development	3Di, Inc	Engage Permit Solution-Online Permitting Service	168,500	120,000
2023-226	100.30.3020-54400	Community Development	D/AQ Corporation dba Daum Com. Real Estate Service	Real Estate Brokerage Services	45,000	45,000
2023-229	100.30.3010-54500	Community Development	RSG, Inc	Implementing the mobile home rent stabilization ordinance	300,000	253,855
2023-348	100.30.3020-54400	Community Development	Bludot Technologies, Inc.	Software to create database of business, track communication,	5,940	5,940
2023-379	100.30.3020-54400	Community Development	Colliers International Greater Los Angeles Inc.	Consultant Services on vacant land to validate land price	45,000	27,000
2023-389	100.30.3020-54400	Community Development	David Hidalgo Architects, Inc.	Commercial façade enhancement	49,500	44,500
2023-201	100.20.2000-54500	Finance	Revenue & Cost Specialist, LLC	Cost Allocation & User Fee Study	30,000	6,250
2023-320	100.20.2010-54400	Finance	Urban Futures Inc	Continuing Disclosure and Post-Issuance Compliance	6,206	2,818
2023-184	100.20.6040-52805	Information Technologies	ECS Imaging	Software License Implementation Cost & User Fees	48,800	5,000
2023-160	100.80.8000-54500	Park & Recreation	Interwest Consulting Group	Electrical Charging Station Project	40,000	2,031
2023-371	100.80.8230-57300	Park & Recreation	CPACINC.COM	Apple MAC Studio, Pro Display Computer	18,585	18,585
2023-393	100.80.8000-54500	Park & Recreation	Nancy Matthews	FY 22-23 Consulting various grant project	8,000	813
2022-317	100.40.4010-54500	Public Works	NV5, Inc.	Tentative Parcel Map 83251 review, 10100 Beverly Blvd.	6,500	3,833
2022-351	100.40.4010-54500	Public Works	Interwest Consulting Group	Grading plan review for 8101 Rosemead Blvd	4,900	140
2023-241	100.40.4010-54500	Public Works	Interwest Consulting Group	Burke St- Development Water Plan Check Services	4,000	780
2023-242	100.40.4010-54500	Public Works	Interwest Consulting Group	9257 Slauson- Starbucks Grading Plan Review	3,080	840
2023-340	100.40.4010-54500	Public Works	NCM Engineering Corporation	Independent review of entry road bridge over union Pacific RR	49,720	49,720
2023-351	100.40.4031-54500	Public Works	R-Doors, Inc	Door Installation	22,495	16,000
2023-368	100.40.4010-54500	Public Works	Interwest Consulting Group	Plan review for 6501 Passons Blvd. offsite improvements	6,160	4,445
2018-585	100.40.4010-54400	Public Works	TKE Engineering Inc.	Streets Bartolo Drainage Ditch	140,966	36,409
2021-234	100.40.4030-54655	Public Works	County of Los Angeles Dept of Public Works	Monitoring City traffic signals through KITS-City Req. No.268475	16,700	3,275
2021-239	100.40.4010-54500	Public Works	NV5, Inc.	Tract Map 74823 review (Burke)	2,750	451
2021-425	100.40.4010-54500	Public Works	NV5, Inc.	On Call Plan Check services for 3900 Baybar Rd	35,700	82
2023-131	100.40.4030-54655	Public Works	County of Los Angeles Dept of Public Works	Traffic Signal Maintenance for Rose Hills & SGR Pkwy	5,000	553
2023-153	100.40.4010-54500	Public Works	Interwest Consulting Group	On-call plan check services for development project	10,000	6,920
2023-164	100.40.4032-54500	Public Works	Mariposa Landscapes, Inc	Beverly Blvd. Median Landscape renovations	960,051	591,637
Total Fund 100 Purchase Orders Rolled Over at FYE 2022-23						2,139,864
2023-267	105.70.7320-54500	Public Works	Yao Engineering, Inc.	Golf course fire repair design	57,443	23,626
2023-208	180.30.3010-54400	Community Development	Dudek	Professional Services for City-wide Design Standard & Guidelines	296,699	164,580
Total Fund 100, 105, and 180 Purchase Orders Rolled Over at FYE 2022-23						2,328,070

GOOD OF THE ORDER

COUNCIL MEETING DATE	COUNCIL MEMBER	REQUEST	DETAIL	DIRECTOR(S)	ACTION TAKEN: Memo; Staff Report; Closed Session; Presentation; Follow-up Meeting; City Manager Reports; Informal Action	DISCUSSION ITEM	ACTION ITEM DATE	STATUS: Complete; Pending; On-going; In-Progress
2/14/2023	Garcia/Sanchez	Establishing Safe Spaces for kids	Take to City Council	P. Yugar	TBD	2/14/2023	8/8/2023	In-Progress
11/14/2023	Lara/Lutz	MHKO Ordinance	Take to City Council	A. Betancourt				In-Progress
1/23/2024	Lara/Garcia	Drone Technology Report	Take to City Council	S. Carmona				In-Progress
2/13/2024	Lara/Garcia	Purple Heart City Resolution	Take to City Council	P. Yugar	Staff report/Resolution		2/27/2024	In-Progress